

Daylesford District Community Developments Limited

MEDIA RELEASE

25 January 2023

Daylesford District Community Bank* 2022 Financial Results

Daylesford District Community Bank announced today its 2022 Financial Results.

Profit after tax for the financial year was \$53,320, (2021: \$105,488). Operating profit before tax, sponsorships and donations was \$159,873, (2021: \$287,472). Low interest rates, unfavorable changes to the product mix and increased competition contributed to lower margins. In January 2022 the Company adopted new revenue share arrangements, which were a condition of the forthcoming franchise renewal in April 2022 (refer below). The new revenue share arrangements along with improved market conditions proved to be more beneficial for the Company and revenue improved during the second half of the year.

Sponsorships and charitable donations for the year were \$83,593, (2021: \$145,008) including a contribution of \$30,000 to the Bendigo and Adelaide Bank Community Enterprise Fund which will be directed to local community investments in the future.

Continuing positive operating cash flow enabled the Company to maintain a strong cash position, while being able to pay a fully franked 8 cents per share dividend and a 6 cents per share return of capital. The Company's franchise agreement with Bendigo and Adelaide Bank Limited was renewed in April 2022 for 5 years and may be renewed for a further 5 years from 2027 at the Company's request. The branch premises lease was renewed for 5 years from December 2021.

Chair Mark Rak said, "The Company is on a firm financial footing and with rising interest rates is enjoying improving margins. We have seen strong revenue growth over the course of the current financial year and in light of that we are pleased to announce an interim dividend of 8 cents per share, fully franked, payable on 27th January 2023."

The 2022 Financial Report, Directors' Report and Auditor's Report can be found on the Company's website. <https://www.bendigobank.com.au/siteassets/branchassets/communitycompanies/daylesforddistrictcommunitydevelopmentslimited/investorshareholder/financialstatements/2022-financial-report.pdf>

The Company expects to release its results for the 6 months ended 31 December 2022 by 15 March 2023.

For further information please contact:

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**This media release was approved by the Board of Daylesford District Community Developments Limited, owner and operator of the Daylesford District Community Bank.*

Shares in Daylesford District Community Developments Limited can be purchased and traded through an ASIC regulated low volume market. Enquiries should be directed to sharesadmin@ddcdl.com.

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