

15 March 2020

Half Year Financial Statements - 6 months ended 31 December 2019

Daylesford District Community Bank has released its financial results for the 6 months ended 31 December 2019. The result was a net profit after provision for tax of \$84,168, a 2.4% increase over the previous corresponding period¹, which was \$82,198.

Community contributions in the half year were \$27,086, a significant increase over the previous corresponding period, bringing total community sponsorships since inception to \$330,120. The Company anticipates a significant acceleration in community contributions in the second half of the year.

The Company's loans and deposits grew by \$4.5 million over the 6 month period to \$113.5 million and compared to December 2018 were 7.7% higher. Revenue from ongoing operations was 6.7% higher and average monthly revenue per \$1 million of footings increased 3.1%, from \$672 to \$693.

Daylesford District Community Bank Chairman, Mark Rak said, "We're pleased to be able to report another solid set of financials for the 6-month period in a challenging low interest rate environment. Our key financial indicators have all moved in a positive direction and we were able to contain the increase in operating costs to 2.8%."

Commenting on the outlook for the remainder of the year, Mr Rak said, "On a positive note, confidence seems to have returned to the housing market and capital city and regional residential property prices have resumed an upward trend.

"On a more uncertain note however, we don't know how deep or lasting will be the economic impact of the Corona virus pandemic, and what the flow on effect may be to our region, which is particularly tourism dependent.

"Given the rapidly increasing economic impact of the pandemic, directors do not feel it would be prudent at this stage to give an indication of how profit will develop during the year. Whatever does happen the bank will be contributing to the community at the maximum prudent level."

Key financial indicators	6 months ended 31/12/19 (\$)	6 months ended 31/12/18 (\$)	Change (%)
Revenue	471,308	441,686	+6.7
Expenses	328,128	319,053	+2.8
Community contributions	27,086	9,257	+192.6
Net profit after provision for tax	84,168	82,198	+2.4
Loans and deposits ¹	113,534,000	105,408,000	+7.7
Average monthly revenue per \$1M of footings	693	672	+3.1

In line with previous years, the Daylesford Community Bank Board will consider its annual dividend in May 2020.

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Shareholder enquiries contact: Trevor Shard, Company Secretary, 0404 069 019

1. Deposits and loans, on and off-balance sheet, also referred to as footings
2. "Previous corresponding period" means the 6 months ended 31 December 2018

Share Trading

We remind shareholders that Daylesford District Community Bank shares can be bought and sold through the Low Volume Market.

You can register your interest to buy or sell shares, update a previous registered interest or remove an interest by following this link and completing the online registration form -

<https://www.bendigobank.com.au/branch/vic/daylesford-district-community-bank-branch/lvm-shares/>.

Directors encourage anyone who wants to show support for our local community bank to consider buying shares.