

**Daylesford District Community Developments Limited**

**ABN: 72 149 942 067**

**Interim Financial Report**

**For the Half-Year Ended 31 December 2022**

Daylesford District Community Developments Limited  
ABN 72 149 942 067  
Interim Financial Report  
for the half-year ended 31 December 2022

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**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Directors' Report**

Your Directors submit the Financial Report of Daylesford District Community Developments Limited (the Company) for the half-year ended 31 December 2022.

**Directors**

The names of Directors who held office during or since the end of the half-year:

Marek Julius Rak (Chair)  
Margaret Catherine Hodge  
Philip Roy Gay  
Joan Mary Janssen  
Carol Louise Ross  
Marianne Dunham (resigned 4 March 2023)  
Jim Foster  
Kate Redwood  
Peter Douglas  
Phillip Lavelle (appointed 24 January 2023)

**Principal activities**

The principal activities of the Company during the course of the financial period were providing Community Bank branch services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

**Review and results of operations**

The net profit after tax for the Company for the 6 months ended 31 December 2022 was \$ 176,806 (December 2021: \$25,889).

Revenue was \$592,844, which was \$216,643 higher than the previous corresponding period, due to rising interest rates leading to improved operating margins, notwithstanding a \$6.2 million drop in footings.

Charitable donations and sponsorships expense was \$8,359, which was \$14,346 lower than the previous corresponding period. The Company continues to encourage applications for sponsorship from community groups and not-for-profit organisations and expects a significant increase in the second half.

Cash flow from operating activities was \$228,978 and included a payment of \$30,000 to the Bendigo Community Enterprise Foundation which related to the previous year. Cash, cash equivalents and financial assets were \$374,439 as at 31 December 2022.

In November 2022 the Company entered into an agreement to purchase a commercial property in Hepburn Springs. The property will provide accommodation for the Company's administration staff and will be offered as a meeting space for community groups. The Board also believes it will be an attractive long term investment for shareholders. The purchase has been funded through a combination of debt and equity.

**Matters subsequent to the end of the reporting period**

The purchase of the property referred to above settled in January 2023. Other than that, there are no matters or circumstances that have arisen since the end of the financial year reporting period that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company.

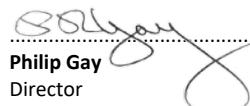
**Significant changes in the state of affairs**

There were no significant changes in the state of affairs of the Company that occurred during the financial period under review not otherwise disclosed in this Report.

**Auditor's independence declaration**

The Auditor's independence declaration under Section 307C of the *Corporations Act 2001* is set out on page 3.

The Directors' Report is signed in accordance with a resolution of the Board of Directors at Daylesford on 14 March 2023.

  
Philip Gay  
Director

  
Marek Rak  
Chair

Dated: 18 April 2023

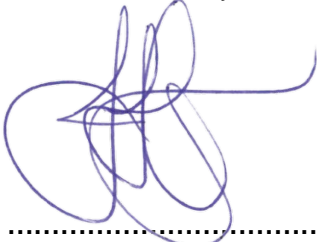
**Daylesford District Community Developments Limited**

**Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Board of Daylesford District Community Developments Limited**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2022 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

CountPro Audit Pty Ltd.....  
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.....  
Jason D. Hargreaves  
Director

180 Eleanor Drive, Lucas

17<sup>th</sup> April 2023

**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**for the half-year ended 31 December 2022**

	Half-Year Ended 31 Dec 2022 \$	Half-Year Ended 31 Dec 2021 \$
<b>Income</b>		
Revenue	592,844	376,201
<b>Expenses</b>		
Employee benefits expense	230,309	199,394
Depreciation	25,833	35,031
Administration and general costs	35,709	33,960
Finance costs	5,857	318
Other occupancy expenses	19,070	21,133
IT costs	13,472	15,859
Advertising and marketing	3,891	5,367
ATM costs	3,301	3,084
Motor vehicle costs	101	(47)
Board expenses	5,757	5,995
	<u>343,300</u>	<u>320,094</u>
<b>Operating profit before charitable donations and sponsorships</b>	<b>249,544</b>	<b>56,107</b>
Charitable donations and sponsorships	<u>8,359</u>	<u>22,705</u>
<b>Profit before income tax</b>	<b>241,185</b>	<b>33,402</b>
Income tax expense	<u>63,935</u>	<u>7,416</u>
<b>Profit for the year</b>	<b><u>177,250</u></b>	<b><u>25,986</u></b>
<b>Other comprehensive income</b>		
Loss on the revaluation of equity instruments at fair value	<u>444</u>	<u>97</u>
<b>Total comprehensive income for the year</b>	<b><u>176,806</u></b>	<b><u>25,889</u></b>
Profit attributable to members of the Company	176,806	25,889
<b>Total comprehensive income attributable to members of the Company</b>	<b><u>176,806</u></b>	<b><u>25,889</u></b>
<b>Earnings per share for profit from continuing operations attributable to the ordinary equity holders of the Company (cents per share):</b>		
- basic earnings per share	29.47	4.31
- diluted earnings per share	29.47	4.31

**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Statement of Financial Position**  
**as at 31 December 2022**

	As at <b>31 Dec 2022</b> \$	As at <b>30 June 2022</b> \$
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	374,439	246,921
Trade and other receivables	121,486	84,872
Financial assets	45,548	45,828
Prepayments	25,091	28,890
Other assets	2,190	-
<b>Total current assets</b>	<b>568,754</b>	<b>406,511</b>
<b>Non-current assets</b>		
Property, plant and equipment	740,625	919
Deferred tax assets	18,942	16,690
Right-of-use assets	200,577	225,649
<b>Total non-current assets</b>	<b>960,144</b>	<b>243,258</b>
<b>Total assets</b>	<b>1,528,898</b>	<b>649,769</b>
<b>Liabilities</b>		
Current tax liabilities	48,301	(10,407)
Trade and other payables	734,403	69,876
Lease liabilities	45,491	43,358
Provisions	51,886	50,526
<b>Total current liabilities</b>	<b>880,081</b>	<b>153,353</b>
<b>Non-current liabilities</b>		
Lease liabilities	159,491	182,623
Provisions	4,398	5,231
<b>Total non-current liabilities</b>	<b>163,889</b>	<b>187,854</b>
<b>Total liabilities</b>	<b>1,043,970</b>	<b>341,207</b>
<b>Net assets</b>	<b>484,928</b>	<b>308,562</b>
<b>Equity</b>		
Issued capital	455,079	455,519
Retained earnings / (Accumulated losses)	29,849	(146,957)
<b>Total equity</b>	<b>484,928</b>	<b>308,562</b>

These Financial Statements should be read in conjunction with the accompanying notes.

**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Statement of Changes in Equity**  
**for the half-year ended 31 December 2022**

	Issued capital \$	Retained earnings \$	Total equity \$
<b>Balance at 1 July 2021</b>	491,520	(152,277)	339,243
Profit for the year	-	25,986	25,986
Other comprehensive income for the year	<u>-</u>	<u>(97)</u>	<u>(97)</u>
<b>Total comprehensive income for the year</b>	-	<b>25,889</b>	<b>25,889</b>
<b>Transactions with owners, in their capacity as owners</b>			
Return of capital	-	-	-
Dividends paid or provided	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance at 31 December 2021</b>	<b><u>491,520</u></b>	<b><u>(126,388)</u></b>	<b><u>365,132</u></b>
<b>Balance at 1 July 2022</b>	455,519	(146,957)	308,562
Profit for the year	-	177,250	177,250
Other comprehensive income for the year	<u>-</u>	<u>(444)</u>	<u>(444)</u>
<b>Total comprehensive income for the year</b>	-	<b>176,806</b>	<b>176,806</b>
<b>Transactions with owners, in their capacity as owners</b>			
Shares issued during the year		-	-
Return of capital	(440)	-	(440)
Dividends paid or provided			
<b>Balance at 31 December 2022</b>	<b><u>455,079</u></b>	<b><u>29,849</u></b>	<b><u>484,928</u></b>

These Financial Statements should be read in conjunction with the accompanying notes.

**Daylesford District Community Developments Limited**

**ABN 72 149 942 067**

**Statement of Cash Flows**

**for the half-year ended 31 December 2022**

	<b>Half-Year Ended 31 Dec 2022 \$</b>	<b>Half-Year Ended 31 Dec 2021 \$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	556,665	386,347
Payments to suppliers and employees	(320,209)	(364,933)
Interest paid	-	(318)
Income tax paid	(7,478)	(22,640)
<b>Net cash provided by / (used in) operating activities</b>	<b>228,978</b>	<b>(1,544)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(74,000)	-
Purchase of investments	(164)	(25,000)
<b>Net cash flows used in investing activities</b>	<b>(74,164)</b>	<b>(25,000)</b>
<b>Cash flows from financing activities</b>		
Repayment of capital	(440)	-
Repayment of lease liabilities	(26,856)	(28,304)
<b>Net cash used in financing activities</b>	<b>(27,296)</b>	<b>(28,304)</b>
<b>Net increase / (decrease) in cash held</b>	<b>127,517</b>	<b>(54,848)</b>
Cash and cash equivalents at beginning of period	246,921	364,694
<b>Cash and cash equivalents at end of period</b>	<b>374,438</b>	<b>309,846</b>

These Financial Statements should be read in conjunction with the accompanying notes.



**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Notes to the Financial Statements**  
**for the half-year ended 31 December 2022**

**1. Summary of significant accounting policies**

**(a) Basis of preparation**

These general purpose interim Financial Statements for the half-year reporting period ended 31 December 2022 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard *AASB 134: Interim Financial Reporting*. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim Financial Report is intended to provide users with an update on the latest Annual Financial Statements of Daylesford District Community Developments Limited ("the Company"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this Financial Report be read in conjunction with the Annual Financial Statements of the Company for the year ended 30 June 2022, together with any public announcements made during the following half-year.

**2. Events after the End of the Interim Period**

There have been no events subsequent to reporting date that would materially affect the Financial Statements at the reporting date.

**3. Contingent assets and liabilities**

Since the last annual reporting date there has been no material change of any contingent assets or contingent liabilities.

**4. Segment reporting**

The economic entity operates in the financial services sector where it provides banking services to its clients. The economic entity operates in one geographic area being Daylesford and surrounding district.

**5. Dividends**

	<b>2022</b>	<b>2021</b>
Dividends recorded during the half year:	<b>\$</b>	<b>\$</b>
Franked dividend	-	-

**6. Earnings per share**

Basic earnings per share (cents)	29.47	4.31
Earnings used in calculating basic and diluted earnings per share	176,806	25,889

**Daylesford District Community Developments Limited**

**ABN 72 149 942 067**

**Notes to the Financial Statements  
for the half-year ended 31 December 2022**

**7. Fair Value Measurement**

**Fair value hierarchy**

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

	<b>31-Dec-22</b>		<b>30-Jun-22</b>	
	<b>Carrying amount</b>	<b>Fair value</b>	<b>Carrying amount</b>	<b>Fair value</b>
	\$	\$	\$	\$
<b>Financial assets</b>				
Cash and cash equivalents	374,439	374,439	246,921	246,921
Trade and other receivables	121,486	121,486	84,872	84,872
Financial assets	45,548	45,548	45,828	45,828
<b>Total financial assets</b>	<u>541,473</u>	<u>541,473</u>	<u>377,621</u>	<u>377,621</u>
<b>Financial liabilities</b>				
Trade and other payables	734,403	734,403	69,876	69,876
<b>Total financial liabilities</b>	<u>734,403</u>	<u>734,403</u>	<u>69,876</u>	<u>69,876</u>

The carrying amounts of the current receivables, current payables and current borrowings are considered to be a reasonable approximation of their fair value.

**Daylesford District Community Developments Limited**  
**ABN 72 149 942 067**  
**Directors' Declaration**

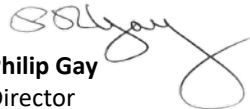
In accordance with a resolution of the Directors of Daylesford District Community Developments Limited, the Directors of the Company declare that:

1. The Financial Statements and Notes as set out on pages 4 to 9 are in accordance with the *Corporations Act 2001* and:
  - (i) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting; and
  - (ii) give a true and fair view of the Company's financial position as at 31 December 2022 and of the performance for the half year ended on that date;
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



**Marek Rak**  
Chair



**Philip Gay**  
Director

Signed at Daylesford on 18 April 2023

## **Independent Auditor's Review Report**

### **To the Directors of Daylesford District Community Development Ltd**

We have reviewed the accompanying half-year financial report of Daylesford District Community Development Limited, which comprises the statement of financial position as at 31 December 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half year ended on that date, a statement of significant accounting policies and other explanatory information and the directors' declaration.

#### ***Directors' Responsibility for the Half-Year Financial Report***

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### ***Auditor's Responsibility***

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2022 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*. As the auditor of Daylesford District Community Development Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### ***Independence***

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of Daylesford District Community Development Limited, would be in the same terms if given to the Directors as at the time of this auditor's report. Liability limited by a scheme approved under Professional Standards Legislation.

### Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Daylesford District Community Development Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting and Corporations Regulations 2001*.

CountPro Audit Pty Ltd

CountPro Audit Pty Ltd



Jason D. Hargreaves  
Director

180 Eleanor Drive, Lucas  
19<sup>th</sup> April 2023