

Fassifern Valley Community Enterprises Limited

ABN 38 138 533 810

Half-year Financial Report - 31 December 2023

Fassifern Valley Community Enterprises Limited
Directors' report
31 December 2023

The directors present their report, together with the financial statements, on the company for the half-year ended 31 December 2023.

Directors

The following persons were directors of the company during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

David John Roderick
Michael Graham Rashford
Michael Lloyd Weekes
Wilson Beresford Neuendorf
Heather Elizabeth Kliese

Heather Helene Wehl
Paul Damien FitzGerald
Murray Richard Roberts
Paul Anthony Cornwell
Robert Paul Quodling

Principal activity

The principal activity of the company during the financial half-year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank).

Review of operations

The profit for the company after providing for income tax amounted to \$86,978 (31 December 2022: \$106,888).

The Reserve Bank of Australia (RBA) increased the cash rate by 2.25% during the previous period from 0.85% to 3.10% at 31 December 2022. Since then the cash rate has increased by 1.25% to 4.35% as at 31 December 2023. The increased cash rate has had a direct impact on the revenue received by the company, increasing the net interest margin income received under the revenue share arrangement the company has with Bendigo Bank.

While the cash rate has increased, from 1 July 2023 Bendigo Bank updated the Funds Transfer Pricing (FTP) base rate on certain deposits which has impacted the income earned on these products.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the company during the financial half-year.

Matters subsequent to the end of the financial half-year

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors



David John Roderick
Chairman

3 March 2024

Fassifern Valley Community Enterprises Limited
Auditor's independence declaration

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Fassifern Valley Community Enterprises Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2023

	Note	31-Dec-23	31-Dec-22
		\$	\$
Revenue from contracts with customers	2	544,491	545,171
Other revenue		-	5,000
Finance revenue		22,267	5,122
Total revenue		<u>566,758</u>	<u>555,293</u>
Employee benefits expense		(331,504)	(300,451)
Advertising and marketing costs		(490)	(409)
Occupancy and associated costs		(8,860)	(9,695)
Systems costs		(9,463)	(9,283)
Depreciation and amortisation expense		(25,784)	(27,258)
Finance costs		(7,939)	(8,373)
General administration expenses		(47,329)	(40,932)
Total expenses before community contributions and income tax		<u>(431,369)</u>	<u>(396,401)</u>
Profit before community contributions and income tax expense		135,389	158,892
Charitable donations, sponsorships and grants expense		(21,027)	(16,374)
Profit before income tax expense		114,362	142,518
Income tax expense		(27,384)	(35,630)
Profit after income tax expense for the half-year		86,978	106,888
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		<u>86,978</u>	<u>106,888</u>
		Cents	Cents
Basic earnings per share		13.56	16.66
Diluted earnings per share		13.56	16.66

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Fassifern Valley Community Enterprises Limited
Statement of financial position
As at 31 December 2023

	31-Dec-23 \$	30-Jun-23 \$
Assets		
Current assets		
Cash and cash equivalents	1,246,270	1,219,476
Trade and other receivables	103,463	95,450
Total current assets	<u>1,349,733</u>	<u>1,314,926</u>
Non-current assets		
Property, plant and equipment	85,256	77,357
Right-of-use assets	277,849	288,004
Intangibles	15,065	21,599
Deferred tax assets	25,835	27,493
Total non-current assets	<u>404,005</u>	<u>414,453</u>
Total assets	<u>1,753,738</u>	<u>1,729,379</u>
Liabilities		
Current liabilities		
Trade and other payables	65,394	128,323
Lease liabilities	31,864	17,394
Current tax liabilities	81,150	74,354
Employee benefits	49,760	42,937
Total current liabilities	<u>228,168</u>	<u>263,008</u>
Non-current liabilities		
Lease liabilities	276,696	297,005
Employee benefits	13,928	22,227
Provisions	24,472	23,643
Total non-current liabilities	<u>315,096</u>	<u>342,875</u>
Total liabilities	<u>543,264</u>	<u>605,883</u>
Net assets	<u>1,210,474</u>	<u>1,123,496</u>
Equity		
Issued capital	611,271	611,271
Retained earnings	599,203	512,225
Total equity	<u>1,210,474</u>	<u>1,123,496</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Fassifern Valley Community Enterprises Limited
Statement of changes in equity
For the half-year ended 31 December 2023

	Issued capital \$	Retained earnings \$	Total equity \$
Balance at 1 July 2022	611,271	282,163	893,434
Profit after income tax expense	-	106,888	106,888
Other comprehensive income, net of tax	-	-	-
Total comprehensive income	-	106,888	106,888
Balance at 31 December 2022	<u>611,271</u>	<u>389,051</u>	<u>1,000,322</u>
Balance at 1 July 2023	611,271	512,225	1,123,496
Profit after income tax expense	-	86,978	86,978
Other comprehensive income, net of tax	-	-	-
Total comprehensive income	-	86,978	86,978
Balance at 31 December 2023	<u>611,271</u>	<u>599,203</u>	<u>1,210,474</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Fassifern Valley Community Enterprises Limited
Statement of cash flows
For the half-year ended 31 December 2023

	Note	31-Dec-23 \$	31-Dec-22 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		586,758	577,438
Payments to suppliers and employees (inclusive of GST)		(482,986)	(425,903)
Interest received		23,145	1,777
Interest and other finance costs paid		(19)	-
Income taxes paid		(18,930)	(7,697)
		<u>107,968</u>	<u>145,615</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(13,815)	-
		<u>(13,815)</u>	<u>-</u>
Cash flows from financing activities			
Dividends paid	3	(51,321)	(51,321)
Repayment of lease liabilities		(16,038)	(15,571)
		<u>(67,359)</u>	<u>(66,892)</u>
Net increase in cash and cash equivalents		26,794	78,723
Cash and cash equivalents at the beginning of the financial half-year		<u>1,219,476</u>	<u>881,360</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>1,246,270</u></u>	<u><u>960,083</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Fassifern Valley Community Enterprises Limited
Notes to the financial statements
31 December 2023

Note 1. Material accounting policy information

These general purpose financial statements for the interim half-year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the company during the period.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Note 2. Revenue from contracts with customers

	31-Dec-23	31-Dec-22
	\$	\$
Margin income	453,651	461,268
Fee income	32,827	31,448
Commission income	58,013	52,455
	<u>544,491</u>	<u>545,171</u>
Revenue from contracts with customers	<u>544,491</u>	<u>545,171</u>

Disaggregation of revenue

All revenue from contracts with customers has been recognised at a point in time during the half-year.

Note 3. Dividends

Dividends paid during the half-year

The following dividends were provided for in the previous financial year and paid to shareholders during the financial half-year as presented in the Statement of cash flows.

	31-Dec-23	31-Dec-22
	\$	\$
Fully franked dividend of 8 cents per share (31-Dec-22: 8 cents)	<u>51,321</u>	<u>51,321</u>

The tax rate at which dividends have been franked is 25%.

Note 4. Contingent assets and liabilities

There were no contingent assets or liabilities at the date of this report.

Note 5. Related party transactions

There were no transactions with related parties during the current and previous financial half-year.

Note 6. Events after the reporting date

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Fassifern Valley Community Enterprises Limited
Directors' declaration
31 December 2023

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 *'Interim Financial Reporting'*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2023 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



David John Roderick
Chairman

3 March 2024

Fassifern Valley Community Enterprises Limited
Independent auditor's review report to the members of Fassifern Valley Community
Enterprises Limited

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Fassifern Valley Community Enterprises Limited
Independent auditor's review report to the members of Fassifern Valley Community
Enterprises Limited

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