

Fleurieu
Community Enterprises Limited

Financial Statements
for the half-year ended
31 December 2015

Fleurieu Community Enterprises Limited
ABN
Directors' Report

Your directors submit the financial report of the company for the half-year ended 31 December 2015.

Directors

The names of directors who held office during the half year and until the date of this report are as below:

Ronald Leslie Logan

Christopher Michael West

Hazel Ann Wainwright

Karyn Joy Thomas

Eva Szollosi

Charles Manning (*Appointed 16 November 2015*)

Caleb Sutherland (*Appointed 16 November 2015*)

Adam John Lucey (*Resigned 16 November 2015*)

Shirley James (*Resigned 16 November 2015*)

Principal Activities

The principal activity of the company during the course of the financial period was in facilitating **Community Bank®** services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

Review and Results of Operations

Operations have continued to perform in line with expectations. The net loss of the company for the financial period after the provision of income tax was: \$26,737 [2014: profit of \$25,457].

Matters Subsequent to the End of the Reporting Period

There are no matters or circumstances that have arisen since the end of the half 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.

Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 2.

Signed in accordance with a resolution of the directors at Aldinga Beach, South Australia on 29 February 2016.



Ronald Leslie Logan, Chairman

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

To the Directors of Fleurieu Community Enterprises Limited:

As lead auditor for the review of Fleurieu Community Enterprises Limited for the period ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been:

- + no contraventions of the independence requirements of the Corporations Act 2001 in relation to the review; and
- + no contraventions of any applicable code of professional conduct in relation to the review.

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**BEN WILLINGTON
DIRECTOR - AUDIT & ASSURANCE**

Signed at Dulwich this 29th day of February, 2016.

Fleurieu Community Enterprises Limited
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Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 31 December 2015

	2015	2014
	\$	\$
Revenue from ordinary activities	304,329	314,859
Employee benefits expense	(194,577)	(158,565)
Charitable donations, sponsorship, advertising and promotion	(21,638)	(27,203)
Occupancy and associated costs	(53,224)	(49,093)
Systems costs	(11,673)	(9,496)
Depreciation and amortisation expense	(10,629)	(6,467)
General administration expenses	(39,324)	(38,578)
	<hr/>	<hr/>
Profit/(loss) before income tax credit	(26,737)	25,457
Income tax credit	-	-
	<hr/>	<hr/>
Profit/(loss) before income tax credit	(26,737)	25,457
	<hr/>	<hr/>
Total comprehensive income for the year attributable to members	(26,737)	25,457
	<hr/> <hr/>	<hr/> <hr/>
Earnings per Share	¢	¢
Basic from profit/(loss) for the period:	(3.69)	3.51

The accompanying notes form part of these financial statements.

Fleurieu Community Enterprises Limited
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Balance Sheet
as at 31 December 2015

	31-Dec 2015	30-Jun 2015
	\$	\$
ASSETS		
Current Assets		
Cash assets	55,014	76,261
Trade and other receivables	66,061	54,390
Total Current Assets	<u>121,075</u>	<u>130,651</u>
Non-Current Assets		
Property, plant and equipment	190,009	196,851
Intangible assets	2,524	6,311
Total Non-Current Assets	<u>192,533</u>	<u>203,162</u>
Total Assets	<u>313,608</u>	<u>333,813</u>
LIABILITIES		
Current Liabilities		
Trade and other payables	16,464	8,624
Provisions	32,056	34,980
Total Current Liabilities	<u>48,520</u>	<u>43,604</u>
Non-Current Liabilities		
Provisions	9,308	7,692
Total Non-Current Liabilities	<u>9,308</u>	<u>7,692</u>
Total Liabilities	<u>57,828</u>	<u>51,296</u>
Net Assets	<u>255,780</u>	<u>282,517</u>
Equity		
Issued capital	724,815	724,815
Accumulated losses	(469,035)	(442,298)
Total Equity	<u>255,780</u>	<u>282,517</u>

The accompanying notes form part of these financial statements.

Fleurieu Community Enterprises Limited
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Statement of Changes in Equity
for the half-year ended 31 December 2015

	Issued Capital \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2014	724,815	(439,601)	285,214
Total comprehensive income for the year	<u>-</u>	<u>25,457</u>	<u>25,457</u>
	724,815	(414,144)	310,671
Transactions with owners in their capacity as owners:			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	<u>-</u>	<u>(28,993)</u>	<u>(28,993)</u>
Balance at 31 December 2014	<u>724,815</u>	<u>(443,136)</u>	<u>281,678</u>
Balance at 1 July 2015	724,815	(442,298)	282,517
Total comprehensive income for the year	<u>-</u>	<u>(26,737)</u>	<u>(26,737)</u>
	724,815	(469,035)	255,780
Transactions with owners in their capacity as owners:			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	<u>-</u>	<u>-</u>	<u>-</u>
Balance at 31 December 2015	<u>724,815</u>	<u>(469,035)</u>	<u>255,780</u>

The accompanying notes form part of these financial statements.

Fleurieu Community Enterprises Limited
ABN
Statement of Cash Flows
for the half-year ended 31 December 2015

	2015	2014
	\$	\$
Cash Flows From Operating Activities		
Receipts from customers	318,987	343,524
Payments to suppliers and employees	(340,239)	(364,368)
Interest received	5	1,661
Net cash used in operating activities	<u>(21,247)</u>	<u>(19,183)</u>
Cash Flows From Investing Activities		
Payments for intangible assets	-	(14,067)
Net cash provided by/(used in) investing activities	<u>-</u>	<u>(14,067)</u>
Cash Flows From Financing Activities		
Repayment of borrowings	-	(28,993)
Net cash provided by/(used in) financing activities	<u>-</u>	<u>(28,993)</u>
Net decrease in cash held	(21,247)	(62,243)
Cash at the beginning of the financial year	76,261	146,079
Cash at the end of the half-year	<u><u>55,014</u></u>	<u><u>83,836</u></u>

The accompanying notes form part of these financial statements.

Fleurieu Community Enterprises Limited
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Notes to the financial statements
for the half-year ended 31 December 2015

Note 1. Summary of Significant Accounting Policies

Statement of Compliance

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard *IAS 34: Interim Financial Reporting*.

Basis of Preparation

The half-year financial report is intended to provide users with an update on the latest annual financial statements and does not include all the notes of the type normally included in an annual financial report. Accordingly the report shall be read in conjunction with the annual financial report for the year ended 30 June 2015 and any public announcements made by the company during the period.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements and the previous corresponding interim period.

The half-year financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

There are no new and revised Accounting Standards or amendments thereof and Interpretations effective for the current reporting period relevant to the company that were not disclosed in the annual financial report for the year ended 30 June 2015.

Note 2. Events Subsequent to Reporting Date

There have been no events subsequent to reporting date that would materially effect the financial statements at the reporting date.

Note 3. Contingent Assets and Liabilities

There were no contingent assets or liabilities at the date of this report to affect the financial statements.

Note 4. Segment Reporting

The economic entity operates in a single service sector where it facilitates community banking services in Aldinga Beach and surrounding districts of South Australia pursuant to a franchise agreement with Bendigo and Adelaide Bank Limited.

Note 5. Related Parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2015 annual financial report.

Fleurieu Community Enterprises Limited
ABN
Notes to the financial statements
for the half-year ended 31 December 2015

Note 6. Dividends Paid/Provided

	<u>2015</u> <u>Cents</u>	<u>2015</u> <u>\$</u>	<u>2014</u> <u>Cents</u>	<u>2014</u> <u>\$</u>
Unfranked dividend declared and paid during the period:	0	-	4	28,993

Fleurieu Community Enterprises Limited
ABN
Directors' Declaration

In the opinion of the directors of Fleurieu Community Enterprises Limited ("the company"):

1. The financial statements and notes thereto are in accordance with the *Corporations Act 2001* including:
 - (a) giving a true and fair view of the financial position of the entity as at 31 December 2015 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date;
 - (b) complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*; and
2. 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 the directors made pursuant to s.303(5) of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the board of directors.



Ronald Leslie Logan, Chairman

Dated this 29th day of February 2016.

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF FLEURIEU COMMUNITY ENTERPRISES LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Fleurieu Community Enterprises Limited, which comprises the balance sheet as at 31 December 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies, other selected explanatory notes, and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation of the half-year financial report that 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, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with the *Corporations Act 2001*. As the auditor of Fleurieu Community Enterprises 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 review, 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 Fleurieu Community Enterprises Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of Fleurieu Community Enterprises Limited does not present fairly, in all material respects, the financial position of the Company as at 31 December 2015, and of its financial performance and its cash flows for the half-year ended on that date, in accordance with *Corporations Act 2001*.

Material Uncertainty Regarding Continuation as a Going Concern

Without qualifying our review we draw attention to Company's accumulated net losses. The period's loss of \$26,737 results in the Company having accumulated losses of \$469,035 as at 31st December 2015.


ACCURU HARRIS ORCHARD

**BEN WILLINGTON
DIRECTOR - AUDIT & ASSURANCE**

Signed at Dulwich this 29th day of February, 2016