

# 2009 – 2010 Annual Report

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Franchisee Forrestfield & High Wycombe  
Community Banks



Opening Day High Wycombe  
Community Bank Branch  
Left—Chair Phil Mutter and Kelly Anne Cura  
Bendigo WA Marketing Manager  
Below Piggy and Terry from  
Forrestfield Photographics



Right—Students from the  
Kalamunda Senior High  
School Swing Band.



**Forrestfield &  
Districts  
Community  
Financial  
Services Limited**

ABN 94 094 967 978

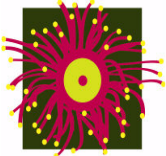
ACN 094 967 978

# 2Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010



## *Contents (Pages 1 to 7)*

**Chairman's Report**

**Manager's Report**

**Director's Report**

**Financial Statements**

**Notes to the Financial Statements**

**Directors' Declaration**

**Independent Audit Report**

**Auditor's Independence Declaration**

Director Michael Marney and  
Branch Manager Ray Morgan  
at last years Annual General Meeting.

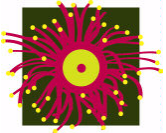


# 3 Forreestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010



## *Chairman's Report*

### For the Year ending 30 June 2010

There are many ways that banks can "do business", then there is the **Community Bank®** way.

I take great pleasure in presenting this report on behalf of the Directors.

Much has been made of the global financial crisis and it gives us great pleasure to report that despite all the doom and gloom, this year's trading has again been very successful.

This year we were presented with the opportunity to expand our business by opening a second branch - High Wycombe **Community Bank®** branch. The branch was opened in February and the business is tracking to our projections. I would like to take this opportunity to thank the committee of High Wycombe who helped make the opening of the branch a reality.

Due to the continued growth of business in our Forreestfield **Community Bank®** branch, we discovered that we were running out of room. After consultation with Bendigo Bank we have recently undertaken a complete refurbishment and installed the "Branch of the Future" concept. Using state of the art equipment and back office design, this will accommodate our business as it continues to grow.

Ray Morgan continues to head our dedicated team, who have built a solid reputation within our community. They have all made significant contributions in servicing our customers with professional, yet old fashioned service. Their commitment has given us continued business growth. On behalf of our shareholders and the community I thank them for their efforts.

Thank you also to our Company Secretary, Noreen Townsend and Treasurer, Peter Scarfe. This year Nick Bruining, Maureen Robinson and Colleen Bitmead have joined the Board. I would like to personally thank all Directors who are committed to making this business a success for our shareholders and our community. We recently undertook a strategic planning workshop to see how we can continue to add value to our business and increase our community involvement. Timelines have been set and we will be implementing some of these initiatives in the near future.

# 4 Forreestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

On behalf of the shareholders and community, I would like to thank Bob Govan who has tendered his resignation. Both Bob and his wife Ann have been involved in the business since day one and I thank them for their time and efforts towards making our business a success.

I encourage all shareholders to promote our business by referring potential customers to our highly skilled and friendly community staff, as this will ensure sustainability of our business. Remember, this is our **Community Bank**<sup>®</sup> branch and by fostering new customers and business we will continue to provide a meaningful and profitable future for our community.

Phil Mutter  
Chairman



Bob and Anne Govan

# 5 Forreestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010



## *Manager's Report*

### For the Year ending 30 June 2010

What an interesting year we have had, with the major worldwide economic downturn impacting on all financial institutions.

Notwithstanding this, we have had another very successful year, with continued substantial growth, which now sees the Forreestfield **Community Bank**<sup>®</sup> branch with total business of \$154 million and 8,402 accounts.

Moreover, we also opened a second branch in High Wycombe. The High Wycombe **Community Bank**<sup>®</sup> branch opened on 5th February 2010, with current business levels being \$23.3 million and 2052 accounts. Business levels are in line with our business plan.

As you can see, we are in a strong position, which ensures we can continue to reward our local community and shareholders.

I would like to thank my staff for their on going dedication during this very challenging year, together with their total commitment to providing the highest level of professional service to our clients.

Furthermore, I believe that our old fashioned service is one of the major reasons why both of our **Community Bank**<sup>®</sup> branches are successful.

Thank you to the many clients and shareholders who remain our most valuable asset, and who continue to support the **Community Bank**<sup>®</sup> concept and, therefore, ensure the ongoing success of the **Community Bank**<sup>®</sup> network.

I am also grateful to the Board of Directors for their ongoing support.

Ray Morgan  
Branch Manager

# 6 Forreestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010



## *High Wycombe Community Bank® Branch*

We welcome High Wycombe Branch to our family. We are proud to be able to provide a banking service to the residents and businesses of that area.

Seen at the opening of the High Wycombe Branch:



Congratulations and thank you to all those involved in the High Wycombe Development Committee and Working Party and to the staff of Bendigo & Adelaide Bank Ltd for their assistance.

# **7Forrestfield & Districts Community Financial Services Limited**

**A.C.N 094 967 978**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2010**

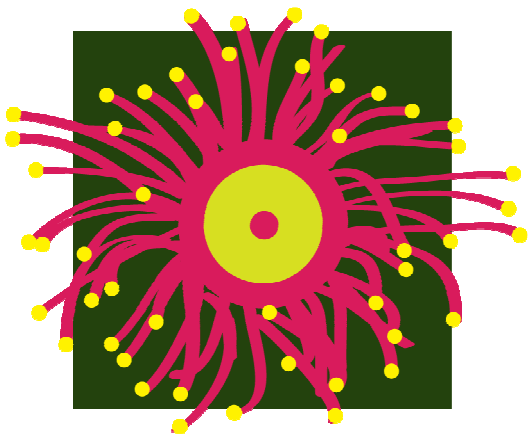
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# **Forrestfield & Districts Community Financial Services Limited**

A.C.N 094 967 978

**Financial Reports**

**For the Year Ended 30 June 2010**





# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

For the Year Ended 30 June 2010

## *Financial Reports – Contents (Pages 3 to 35)*

### **Financial Statements**

Directors' Report

Auditor's Independence Declaration

Independent Audit Report

Directors' Declaration

Statement of Comprehensive Income

Statement of Financial Position

Statement of Changes in Equity

Statement of Cash Flows

Notes to the Financial Statements

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

Your directors present their report on the company for the financial year ended 30 June 2010.

### 1. General information

#### (a) Directors

The names, qualifications and meetings attendance of persons holding the position of director of the company in office during the year or at the date of this report are: -

i) Phillip Bradley Mutter

Newsagent in Forrestfield since 1996. Member of Lotteries Commission's Agents Panel 1997. Director of two privately owned companies. Formerly a farmer for 25 years.

Director's meetings attended 14 out of 14.

ii) Neville Michael Marney

Muresk Dip. Agriculture. Company Director and member Kalamunda CEAC. Chairman W.A. Combined Rodders Association. Life member WCSRC.

Director's meetings attended 13 out of 14.

iii) Robert Murray Govan (Retired on 30 June 2010)

Resident of Shire of Kalamunda for 34 years. Former Kalamunda Shire Councillor. Past President of Kalamunda Chamber of Commerce.

Director's meetings attended 9 out of 14.

iv) Joseph Walter Stone

Managing Director of The Property Research Institute Limited. Resident of Kalamunda Shire since 1995. Formerly farmer and Shire Councillor of the Shire of Quairading.

Director's meetings attended 14 out of 14.

### 1. General information (cont'd)

#### (a) Directors (cont'd)

v) Norman Alfred Bell

Justice of the Peace. A director of various poultry companies in West Australia, South Australia, Victoria and Tasmania. A lifetime engaged in the poultry industry. Past Districts Governor of Rotary, Resident of Shire of Kalamunda for 31 years.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

Directors meetings attended 13 out of 14.

vi) David Ernest Vaughan

Local Government Consultant. Retired as CEO at the Shire of Kalamunda in 2008 (1994-2008) and has Business Management and Environmental Health qualification. Past State President of Environmental Health Institute.

Directors meetings attended 13 out of 14.

vii) Maureen Robinson ( Appointed on 16 December 2009 )

Local government councillor and management consultant.

Directors meetings attended 8 out of 14.

viii) Nicholas Bruining ( Appointed on 16 December 2009 )

Financial planner.

Directors meetings attended 9 out of 14.

ix) Colleen Bitmead ( Appointed on 16 December 2009 )

Company director.

Directors meetings attended 8 out of 14.

x) Mary Anne Casey ( Appointed as alternative director on 16 December 2009 )

Aged care worker and ex-local government councillor.

Directors meetings attended 2 out of 14.

xi) Ray Luke ( Appointed as alternative director on 16 December 2009 )

Retired Accountant.

Directors meetings attended 3 out of 14.

## 1. General information (cont'd)

### (b) Principal Activities

The principal activities of the company during the course of the financial year were in providing community banking services under management rights to operate two franchised branches of Bendigo and Adelaide Bank Limited.

There were no significant changes in the nature of the company's principal activity.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

### 2. Business review

#### (a) Operating Results

The amount of profit from ordinary activities of Forrestfield & Districts Community Financial Services Limited for the financial year after providing for income tax amounted to \$ 280,321 (2009:\$ 448,257).

#### (b) Dividends

Dividend paid or provided during the financial year: \$118,604 ( 2009:\$ 85,981).

#### (c) Review of operations

A review of the operations of Forrestfield & Districts Community Financial Services Limited during the financial year has found very little change compared with last year .

### 3. Other items

#### (a) Significant Changes in State of Affairs

The company opened a second branch at High Wycombe during the year. No other significant changes in Forrestfield & Districts Community Financial Services Limited's state of affairs occurred during the financial year.

#### (b) After balance date events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Forrestfield & Districts Community Financial Services Limited, the results of those operations or the state of affairs of Forrestfield & Districts Community Financial Services Limited in future financial years.

### 3. Other items

#### (c) Future developments

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

#### (d) Environmental Regulations

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory

### 4. Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

### 5. Indemnifying Officers or Auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Forrestfield & Districts Community Financial Services Limited.

### 6. Proceedings on Behalf of Company

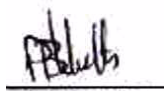
No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

### 7. 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 on page 5.

Signed in accordance with a resolution of the Board of Directors.



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DIRECTOR

DATED THIS 4th DAY OF OCTOBER 2010.



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DIRECTOR

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2010 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.

.....  
**MACRI PARTNERS**  
**CERTIFIED PRACTISING ACCOUNTANTS**  
**28 THOROGOOD STREET**  
**BURSWOOD WA 6100**

.....  
**A MACRI**  
**PARTNER**

**PERTH**  
**DATED THIS      DAY OF                      2010.**

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

### Scope

We have audited the accompanying financial report of Forrestfield & Districts Community Financial Services Limited which comprises the statement of financial position as at 30 June 2010 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration .

### Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and their fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement , whether due to fraud or error ; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standards AASB 101: Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes, complies with IFRS.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors , as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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, provided to the directors of Forrestfield & Districts Community Services Limited, would be in the same terms if provided to the directors as at the date of this auditor's report.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Directors' Declaration

## Audit Opinion

In our opinion, the financial report of Forrestfield & Districts Community Financial Services Limited is in accordance with:

- (a) the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's financial position as at 30 June 2010 and of its performance for the year ended on that date; and
  - (ii) complying with Accounting Standards in Australia (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

.....  
**MACRI PARTNERS**  
**CERTIFIED PRACTISING ACCOUNTANTS**  
**1<sup>ST</sup> FLOOR, 28 THOROGOOD STREET**  
**BURSWOOD WA 6100**

.....  
**A MACRI**  
**PARTNER**

**PERTH**

**DATED THIS      DAY OF                      2010.**



# Forrestfield & Districts Community Financial Services Limited

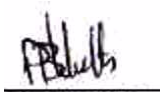
A.C.N 094 967 978

## Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 9 to 34, are in accordance with the Corporations Act 2001, including:
  - (a) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
  - (b) giving a true and fair view of the financial position as at 30 June 2010 and performance for the year ended on that date of the company
  
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.



.....  
**DIRECTOR**

.....  
**DIRECTOR**

**DATED THIS 4<sup>TH</sup> DAY OF OCTOBER 2010.**

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

	Note	2010 \$	2009 \$
Revenue from ordinary activities	2	1,668,671	1,687,227
Employee benefits expense		(697,901)	(557,079)
Depreciation, amortisation and impairments	3	(63,901)	(25,431)
Leasing of computer hardware and software and rental of computer lines expenses		(36,124)	(27,871)
Other expenses		(434,788)	(436,394)
<b>Profit before income tax</b>		435,957	640,452
Income tax expense	4	(155,636)	(192,195)
<b>Profit after income tax</b>		280,321	448,257
Other comprehensive income		-	-
<b>Total comprehensive income attributable to members of the company</b>		<u>280,321</u>	<u>448,257</u>
<b><u>Earnings per share</u></b>			
Basics earnings per share (cents)		51.64	82.58
Diluted earnings per share (cents)		51.64	82.58

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Directors' Declaration

	Note	2010 \$	2009 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	1,464,749	1,618,226
Trade and other receivables	7	194,365	182,977
Other assets	8	28,241	4,320
<b>Total current assets</b>		<u>1,687,355</u>	<u>1,805,523</u>
<b>Non-current assets</b>			
Property, plant and equipment	9	263,406	94,774
Deferred tax asset	12	12,017	25,131
Intangible assets	10	89,854	22,664
<b>Total non-current assets</b>		<u>365,277</u>	<u>142,569</u>
<b>TOTAL ASSETS</b>		<u>2,052,632</u>	<u>1,948,092</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	11	79,271	98,098
Current tax liabilities	12	5,529	83,938
Provisions	13	110,810	71,821
<b>Total current liabilities</b>		<u>195,610</u>	<u>253,857</u>
<b>Non-Current Liabilities</b>			
Provisions	13	15,679	14,609
<b>TOTAL LIABILITIES</b>		<u>211,289</u>	<u>268,466</u>
<b>NET ASSETS</b>		<u>1,841,343</u>	<u>1,679,626</u>
<b>EQUITY</b>			
Issued capital	15	537,815	537,815
Retained earnings		<u>1,303,528</u>	<u>1,141,811</u>
<b>TOTAL EQUITY</b>		<u>1,841,343</u>	<u>1,679,626</u>

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

	Note	Ordinary Shares \$	Retained Earnings \$	Total \$
Balance at 1 July 2008		537,815	779,535	1,317,350
Profit attributable to members of the company		-	448,257	448,257
Dividends paid	5	-	(85,981)	(85,981)
Balance at 30 June 2009		537,815	1,141,811	1,679,626
Profit attributable to members of the company			280,321	280,321
Dividends paid	5		(118,604)	(118,604)
Balance at 30 June 2010		537,815	1,303,528	1,841,343

	Note	2010 \$	2009 \$
<b>Cash from operating activities:</b>			
Receipts from customers		1,701,360	1,695,671
Payments to suppliers and employees		(1,202,201)	(982,817)
Income tax paid		(220,931)	(173,154)
Interest & other income received		115,228	105,066
Goods and Services Tax paid		(128,606)	(119,149)
<b>Net cash provided by operating activities</b>	14(b)	264,850	525,617
<b>Cash flows from investing activities:</b>			
Purchase of property, plant and equipment		(219,723)	(33,860)
Purchase of intangible assets		(80,000)	-
Proceeds from disposal of property, plant and equipment		-	11,560
<b>Net cash used in investing activities</b>		(299,723)	(22,300)

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## Cash flows from financing activities:

Dividends paid	<u>(118,604)</u>	<u>(85,981)</u>
<b>Net cash used in financing activities</b>	<u>(118,604)</u>	<u>(85,981)</u>
<b>Net (decrease) / increase in cash held</b>	(153,477)	417,336
Cash and cash equivalents at beginning of financial year	<u>1,618,226</u>	<u>1,200,890</u>
<b>Cash and cash equivalents at end of financial year</b>	14(a) <u>1,464,749</u>	<u>1,618,226</u>

## 1 Summary of Significant Accounting Policies 264,850

### General information

The financial report covers Forrestfield & Districts Community Financial Services Limited as an individual entity.

Forrestfield & Districts Community Financial Services Limited is an unlisted public company, incorporated and domiciled in Australia

### Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current, financial assets and financial liabilities.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements For the Year Ended 30 June 2010

### 1 Summary of Significant Accounting Policies ( Cont'd)

#### (a) Income Tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expenses (income) is charged or credited outside profit or loss when the tax relates to items that are recognized outside profit or loss.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the rates that are expected to apply to the period when the assets is realised or the liabilities is settled, based on the tax rates enacted or substantively enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches and associates, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements For the Year Ended 30 June 2010

## 1 Summary of Significant Accounting Policies ( Cont'd)

### (b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

#### Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal.

#### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<u>Class of Fixed Asset</u>	<u>Depreciation Rate</u>
Office Equipment ,Furniture & fittings	7.5% - 20.00% diminishing value
Leasehold Improvements	2.50%-10.00% diminishing value
Motor Vehicles	22.5% diminishing value

### (c) Intangibles

The franchise fee paid by the company pursuant to a franchise agreement with the Bendigo and Adelaide Bank (Note 10) is being amortised over the initial five (5) year period of the agreement, being the period of expected economic benefits of the franchise fee.

The establishment costs paid by the company pursuant to a franchise agreement with the Bendigo and Adelaide Bank (Note 10) is being amortised over the initial five (5) year period of the agreement, being the period of expected economic benefits of the formation costs.

### (d) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the company for employees' superannuation in accordance with the SGC legislation and are charged as an expense when incurred.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements For the Year Ended 30 June 2010

### 1 Summary of Significant Accounting Policies ( Cont'd)

#### (e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

#### (f) Revenue

Revenue from the provision of banking services is recognised upon the delivery of the services to the customers on an accruals basis.

All revenue is stated net of the amount of goods and services tax (GST).

#### (g) Financial Instruments

##### Initial Recognition and Measurement

Financial assets and liabilities are recognised when the entity becomes a party to the contractual provisions of the instruments. For financial assets, this equivalent to the date that the company commits itself to either purchase or sell the asset ( i.e. trade date accounting is adopted).

Financial instruments are initially measured at their fair value plus transaction costs, except where the instruments is classified at fair value through profit or loss"" in which case transaction costs are expensed to profit or loss immediately.

##### Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortisation cost is calculated as : (i) the amount at which the financial asset or financial liability is measured at initial recognition;(ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and (iv) less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.



# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements For the Year Ended 30 June 2010

## 1 Summary of Significant Accounting Policies ( Cont'd)

### (g) Financial Instruments (Cont'd)

#### (i) Financial assets at fair value through profit or loss

Financial assets are classified at "fair value through profit or loss" when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

#### (ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost

#### (iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

#### (iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

#### (v) Financial Liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

#### (vi) Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements For the Year Ended 30 June 2010

## 1 Summary of Significant Accounting Policies ( Cont'd)

### (h) Impairment of Assets

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the assets is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss

Impairment testing is performed annually for intangible assets with indefinite lives.

### (i) Critical accounting estimates and judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

### (j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

### (k) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements For the Year Ended 30 June 2010

## 1 Summary of Significant Accounting Policies ( Cont'd)

### (I) Adoption of New and Revised Accounting Standards

During the current year, the company has adopted the revised Australian Accounting Standards AASB 101: Presentation of Financial Statements, which became mandatory.

The adoption of this Standard has impacted the recognition, measurement and disclosure of certain transactions. The following is an explanation of the impact the adoption of this Standard has had on the financial statements of the company.

#### **AASB 101 : Presentation of Financial Statements**

In September 2007, the Australian Accounting Standards Board revised AASB 101, and as a result there have been changes to the presentation and disclosure of certain information within the financial statements. Below is an overview of the key changes and the impact on the company's financial statements.

#### *Disclosure Impact*

**Terminology changes** – The revised version of AASB 101 contains a number of terminology changes, including the amendment of the names of the primary financial statements. These changes are not expected to impact the financial performance or financial position of the company.

**Reporting changes in equity** – The revised AASB 101 requires all changes in equity arising from transactions with owners in their capacity as owners to be presented separately from non-owner changes in equity. Owner changes in equity are to be presented in the statement of changes in equity, with non-owner changes in equity presented in the statement of comprehensive income. The previous version of AASB 101 required that owner changes in equity and other comprehensive income be presented in the statement of changes in equity.

**Statement of comprehensive income** – The revised AASB 101 requires all income and expenses to be presented in either one statement – the statement of comprehensive income, or two statements - a separate income statement and a statement of comprehensive income. The previous version of AASB 01 required only the presentation of a single income statement.

The company's financial statements now contain a statement of comprehensive income.

**Other comprehensive income** – The revised version of AASB 101 introduces the concept of "other comprehensive income" which comprises of income and expenses that are not recognised in profit or loss as required by other Australian Accounting Standards. Items of other comprehensive income are to be disclosed in the statement of comprehensive income. Entities are also required to disclose the income tax relating to each component of other comprehensive income. The previous version of AASB 101 did not contain an equivalent concept.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements For the Year Ended 30 June 2010

### 1 Summary of Significant Accounting Policies (Cont'd)

#### (m) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the company has decided not to early adopt. A discussion of those future requirements and their impacts on the company is as follows:

Title and topic	Issued	Applicable	Impact
(i) AASB 9 – Financial Instruments	December 2009	1 January 2013	Nil – The objective of this Standard is to improve and simplify the approach for classification and classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the company, it is not anticipated that the standard will have any material effect.
(ii) AASB 124 – Related Party Disclosures	December 2009	1 January 2011	Nil – It is not anticipated that the standard will have any material effect.
(iii) AASB 2009-5 – Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 5, 8 & 101, 107, 117, 118, 13 & 139]	May 2009	1 January 2010	Nil – The revisions are part of the AASB's annual improvement project to help ensure consistency with presentation, recognition and measurement criteria of IFRSs. It is not anticipated these will have any effect on the company.
(iv) AASB 2009 – 8 – Amendments to Australian Accounting Standards – Group Cash – Settled Share-based Payment Transaction [AASB 2]	July 2009	1 January 2010	Nil – The company will not have applicable transactions.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements For the Year Ended 30 June 2010

### 1 Summary of Significant Accounting Policies (Cont'd)

#### (m) New Accounting Standards for Application in Future Periods (Cont'd)

Title and topic	Issued	Applicable	Impact
(v) AASB 2009-12 Amendments to Australian Accounting Standards [AASB 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052]	December 2009	1 January 2011	Nil – The revisions embodied in this standard related to standards are largely editorial in nature and will have minimal effect (if any) on the accounting practices of the company.
(vi) AASB 2009 – 11 Amendments to Australian Accounting Standards arising from AASB 9 [ AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and interpretations 10 & 12)	December 2009	1 January 2013	Nil – The revisions embodied in this Standard give effect to consequential changes arising from the issuance of AASB 9 which is not anticipated to Have any material effect on the company.
(vii) AASB 2009-13 Amendments to Australian Accounting Standards arising from Interpretation 19 [AASB 1]  AASB 2010 – 1 Amendment to Australian Accounting Standards – Limited Exemption from Comparative AASB 7 Disclosure for First-time Adopters [AASB 1 & AASB 7]  AASB 2009 – 10 Amendments to Australian Accounting Standards – Classifications of Rights Issues [AASB132]	December 2009  February 2010  October 2009	1 July 2010  1 July 2010  1 February 2010	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the company.  Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the company.  Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the company.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements For the Year Ended 30 June 2010

## 1 Summary of Significant Accounting Policies (Cont'd)

### (m) New Accounting Standards for Application in Future Periods (Cont'd)

Title and topic	Issued	Applicable	Impact
(vii) (Continued)			
Interpretations 19 – Extinguishing Financial Liabilities with the Equity Instruments	December 2009	1 July 2010	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the company.
AASB 2009- 14 Amendments to Australian Interpretations – Prepayments of a minimum Funding Requirement [AASB Interpretation14]	December 2009	1 January 2011	Nil – None of these amendments will have any effect on the financial report as none of the topics are relevant to the operations of the company.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 2 Revenue

	2010	2009
	\$	\$
Operating activities		
- Fees, commissions and margin income	1,553,443	1,582,161
- Interest received	59,728	62,066
- other revenue	55,500	43,000
	<u>1,668,671</u>	<u>1,687,227</u>
Total Revenue	<u>1,668,671</u>	<u>1,687,227</u>

## 3 Profit from Ordinary Activities

### Expenses

Profit from ordinary activities before income tax expense has been determined after:

Amortisation of intangible assets	12,810	9,060
Amortisation of leasehold improvements	28,868	1,317
Depreciation of plant and equipment	<u>22,223</u>	<u>15,054</u>
	<u>63,901</u>	<u>25,431</u>
Remuneration of auditor	8,200	6,800
Rental	76,957	49,528
Loss on disposal of property, plant & equipment	-	8,744
Director Fees	40,000	40,000

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 4 Income Tax Expense

(a) The components of tax expense comprise:

	2010	2009
	\$	\$
Current tax	142,522	206,162
Deferred tax asset/(liabilities)	13,114	(13,967)
	155,636	192,195

(b) The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:

Prima facie tax payable on profit from ordinary activities before income tax at 30% (2009: 30%)	130,787	192,136
Add:		
Tax effect of:		
- Non-allowable items	28,100	4,893
Less:		
Tax effect of:		
- Deductible items	(3,251)	(4,834)
	155,636	192,195

The applicable weighted average effective tax rates are as follows : 35%                      30%



# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements

For the Year Ended 30 June 2010

### 5 Dividends

	2010	2009
	\$	\$
Paid final franked dividend of 21.85 cents per share ( 2009: 15.84 cents per share)	118,604	85,981
Balance of franking account at year end adjusted for payment of provision for income tax and dividends recognised as receivables, franking debits arising from payment of proposed dividends, and franking credits that may be prevented from distribution in subsequent financial years	1,533,320	1,138,177

### 6 Cash and Cash Equivalents

Cash on hand	56	246
Cash at bank	321,906	506,935
Term deposits	1,142,787	1,111,045
	<u>1,464,749</u>	<u>1,618,226</u>

### 7 Trade and Other Receivables

#### CURRENT

Accrued Income	158,425	168,037
Accrued Interest	30,742	14,940
Sundry Debtors	5,198	-
	<u>194,365</u>	<u>182,977</u>

### 8 Other Assets

#### CURRENT

Prepayments	28,241	4,320
-------------	--------	-------

### 9 Property, Plant and Equipment

	2010	2009
	\$	\$
Computer equipment , furniture and fittings		
At cost	241,324	181,284
Less accumulated depreciation	(157,076)	(142,381)

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements

For the Year Ended 30 June 2010

Total furniture and fittings	84,248	38,903
Motor vehicles		
At cost	33,860	33,860
Less accumulated depreciation	(7,925)	(397)
Total motor vehicles	25,935	33,463
Leasehold improvements		
At cost	186,450	26,767
Less accumulated depreciation	(33,227)	(4,359)
Total leasehold improvements	153,223	22,408
Total property, plant and equipment	263,406	94,774

## Movements in Carrying Amounts

	Computer Furniture and Fittings	Motor Vehicles	Leasehold Improvements	Total
	\$	\$	\$	\$
Balance at the beginning of year	38,903	33,463	22,408	94,774
Additions/(disposal)	60,040	-	159,683	219,723
Depreciation/amortisation expense	(14,695)	(7,528)	(28,868)	(51,091)
Carrying amount at the end of year	84,248	25,935	153,223	263,406

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 10 Intangible Assets

	2010	2009
	\$	\$
<b>Franchise Fees &amp; Establishment Cost</b>		
Cost	130,000	50,000
Accumulated amortisation	(40,146)	(27,336)
Total Intangibles	<u>89,854</u>	<u>22,664</u>

Pursuant to a five year franchise agreement with the Bendigo and Adelaide Bank Limited, the company operates branches of the Bendigo and Adelaide Bank at Forrestfield and High Wycombe , trading as "Forrestfield & Districts Community Bank - Bendigo Bank", providing a core range of banking products and services. The franchise fee and establishment costs are being amortised on the basis disclosed in Note 1(c).

## 11 Trade and Other Payables

### CURRENT

#### -Unsecured liabilities

GST payable	9,099	49,603
Sundry payables and accrued expenses	24,768	36,481
Business Credit Card	445	443
PAYG Withholding Payable	14,470	11,571
Superannuation	15,337	-
Unclaimed Dividends	15,152	-
	<u>79,271</u>	<u>98,098</u>

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 12 Tax

CURRENT LIABILITIES	2010 \$	2009 \$
<b>Income tax</b>	<u>5,529</u>	<u>83,938</u>
<b>Deferred Tax Asset</b>	<u>12,017</u>	<u>25,131</u>

## 13 Provisions

CURRENT		
Employee benefits	110,800	71,821
NON-CURRENT		
Employee benefits - Provision for Long Service Leave	<u>15,679</u>	<u>14,609</u>
Total Employee Benefits Provisions	<u>126,479</u>	<u>86,430</u>

## 14 Cash Flow Information

### (a) Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash at bank	1,464,693	1,617,980
Cash on hand	56	246
	<u>1,464,749</u>	<u>1,618,226</u>

## 14 Cash Flow Information ( Cont'd)

### (b) Reconciliation of Cash Flows from operation with profit after income tax

**2010**                      **2009**

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements

For the Year Ended 30 June 2010

	\$	\$
Profit from ordinary activities after income tax	280,321	448,257
<i>Non-cash flows in profit/(loss) from ordinary activities:</i>		
Depreciation and amortization	63,901	25,431
Loss in disposal of property, plant & equipment	-	8,744
(Increase)/decrease in trade and other receivables	(11,388)	(35,632)
(Increase)/decrease in prepayments	(23,921)	1,132
(Increase)/decrease in deferred tax assets	13,114	(13,967)
Increase/(decrease) in trade and other payables	(18,827)	11,151
Increase/(decrease) in income taxes payable	(78,409)	33,007
Increase/(decrease) in provisions	40,059	47,494
	<hr/>	<hr/>
Net cash provided by operating activities	<u>264,850</u>	<u>525,617</u>

## 15 Issued Capital

542,810 fully paid Ordinary Shares (2009: 542,810)	537,815	537,815
	<hr/>	<hr/>

Ordinary shares participate in dividend and the proceeds of winding up of the company in proportion to the number of shares held.

## 16 Key Management Personnel Compensation

### (a) Remuneration and Retirement Benefits

	2010 \$	2009 \$
Director's fee	<u>40,000</u>	<u>40,000</u>

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## (b) Directors' Shareholdings

Number of shares held by directors

NM Marney	18,000	18,000
RM Govan	4,000	4,000
C Bitmead	9,000	-
PB Mutter	1,000	1,000
JW Stone	1,000	1,000
NA Bell	10,000	10,000
DE Vaughan	500	500
	<u>43,500</u>	<u>34,500</u>

## 17 Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payables.

### (a) Financial Risk Management Policies

The directors overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performances. Risks management policies are approved and reviewed by the Board of Directors on a regular basis.

The main purpose of non-derivative financial instruments is to raise finance for company operations. The company does not have any derivative financial instruments at 30 June 2010.

### (b) Specific Financial Risk Exposure and Management

The main risks the company is exposed to through its financial instruments are interest rate risk, liquidity risk, credit risk and price risk.

## 17 Financial Risk Management (Cont'd)

### (b) Specific Financial Risk Exposure and Management (Cont'd)

#### i) Interest rate risk

The company is not exposed to interest rate risks in respect of debt.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

## Notes to the Financial Statements

For the Year Ended 30 June 2010

ii) Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company.

iii) Price risk

The company is not exposed to any material commodity price risk.

iv) Liquidity risk

Liquidity risk arises from the possibility that the company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities.

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement for all other financial instruments.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 17 Financial Risk Management (cont'd)

### (c) Financial liability and financial asset maturity analysis

	Weighted Average Effective Interest Rate		Floating Interest Rate		Maturing within 1 Year		Non-interest Bearing		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial Assets:</b>										
Cash and cash equivalents	3.57	5.67	321,906	506,935	1,142,787	1,111,045	56	246	1,464,749	1,618,226
Receivables	-	-	-	-	-	-	194,365	182,977	194,365	182,977
Prepayments	-	-	-	-	-	-	28,241	4,320	28,241	4,320
<b>Total Financial Assets</b>				506,935	1,142,787	1,111,045	222,662	187,543	1,687,355	1,805,523
<b>Financial Liabilities:</b>										
Trade and other payables	-	-	-	-	-	-	79,271	98,098	79,271	98,098
Provisions	-	-	-	-	-	-	126,489	86,430	126,489	86,430
<b>Total Financial Liabilities</b>			-	-	-	-	205,760	184,528	205,760	184,528

Trade and other payables are expected to be paid in less than 6 months.



# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

## 17 Financial Risk Management (Cont'd)

### (d) Net fair values

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and notes to the financial statements to the financial statements.

No financial assets and liabilities are traded on organised markets in standardised form.

Aggregate net fair values and carrying amounts of financial assets and financial liabilities of the company at balance date as follows:-

	<b>Carrying Value 2010 \$</b>	<b>Fair Value 2010 \$</b>
<b>Financial Assets</b>		
Cash and cash equivalents	1,464,749	1,464,749
Receivables & prepayments	222,606	222,606
Total Financial Assets	1,687,355	1,687,355
<b>Financial Liabilities</b>		
Trade and other payables	79,271	79,271
Provisions	126,489	126,489
Total Financial Liabilities	205,760	205,760

Fair value is determined as follows :-

Cash and cash equivalents, receivables and payables – estimated to the carrying value which approximates net market value.

# Forrestfield & Districts Community Financial Services Limited

A.C.N 094 967 978

Notes to the Financial Statements

For the Year Ended 30 June 2010

17 Financial Risk Management (Cont'd)

## (e) Sensitivity Analysis

The company performed a sensitivity analysis relating to interest rate risk, foreign currency risk and price risk at the end of reporting date. The directors believe that the impact of sensitivity analysis on the financial statement is insignificant.

## 18 Contingent Liabilities

There has been no contingent liabilities in existence as at the end of the reporting period.

## 19 Segment Reporting

The company operates in the financial services sector as branches of the Bendigo and Adelaide Bank at Forrestfield and High Wycombe in Western Australia.

## 20 Company Details

The registered office and principal place of business of the company is:

Shop 6-7, Forrestfield Forum  
20 Strelitzia Avenue  
Forrestfield WA 6058