



ANNUAL REPORT 2016

Goomalling & Districts Community
Financial Services Limited
ABN 64 085 925 115

Registered Address:

Goomalling & Districts Community Bank ® Branch
35 Railway Terrace, GOOMALLING WA 6460
Ph: 0896291999 Fax: 0896291988
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Bendigo and Adelaide Bank report

For year ending 30 June 2016

It's been 1.8 years since Bendigo Bank and two rural communities announced they were joining forces to open **Community Bank®** branches.

The initial aim was to return traditional bank branches to regional community.

It was soon obvious that the 'community' aspect of this unique banking model was going to be just as important to all types of communities; whether they are rural, regional or urban.

Today, there are 312 **Community Bank®** communities in every state and territory of Australia.

The statistics are impressive:

- More than \$148 million in community contributions returned to local communities
- 1,900 Directors
- 1,500 staff
- More than \$38 million in shareholder dividends.

Yes, these figures are staggering.

But dig a little deeper and what's more significant is that social issues affecting every community in Australia have received funding from **Community Bank®** companies.

- Aged care
- Youth disengagement
- Homelessness
- Domestic and family violence
- Mental health
- Unemployment
- Environment

I have no doubt that your **Community Bank®** company has already had a role to play, either in a funding grant, sponsorship support or connecting locals with relevant government, corporate and not-for-profit organisations.

Behind every **Community Bank®** branch is a company Board of Directors. These people are local mums and dads, tradespeople, small business operators, farmers, lawyers, accountants, school teachers, office workers... and the list goes on.

As **Community Bank®** company Directors they volunteer their time, their professional expertise and their local knowledge to make your **Community Bank®** branch the success it is today.

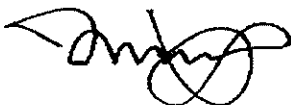
To every single one of our 1,900-plus **Community Bank®** company Directors, thank you for your commitment, your confidence in Bendigo and Adelaide Bank and your vision to make your community a better place to live.

As a **Community Bank®** community, you're all change makers.

As a shareholder, you're critical to helping make things happen for the benefit of your community.

On behalf of Bendigo Bank, thank you.

Thank you for your support as a shareholder, your belief in your community and your faith in what a **Community Bank®** community can achieve.



Robert Musgrove
Executive Community Engagement

Chair's Report 2016

Goomalling & Districts Community Financials Services Limited is pleased to report on the last 12 months of your **Community bank**[®] branch.

With now more than \$80 million worth of funds under our management, the business has experienced continued growth over the last 12 months. Our committed and experienced Manager, Mrs Jenni Barlow and dedicated staff provide high quality financial services and the board is proud of their achievements over the year. Thanks to you all.

Returning over \$400,000 back to the community since the branch's opening has a significant milestone reached this financial year. Shareholders and community groups have been the beneficiaries of this funding and the impact can be readily seen across the community.

Seeing the Mortlock Sports Council's new facilities open in December last year has been very satisfying for the board. We have made a major commitment to this project for the next five years and are proud to see the main area officially named the Goomalling **Community Bank**[®] Function Room. We congratulate the whole community on the success of this initiative.

Our partnership with Rural Bank as the provider of our Agribusiness services continues to strengthen. Rural Bank is a wholly owned subsidiary of Bendigo Bank and offers support and expertise to our local staff with agribusiness products. Rural Bank has co-sponsored, with the local **Community Bank**[®] branches, the Mortlock Football League this year and have also supported the new sporting complex at the Goomalling oval.

The success of our second agency at the Dowerin Community Resource Centre is very pleasing to see. The efforts of both branch and agency staff has seen a very positive response to the community banking services now provided in the Dowerin community.

Banking in a low interest environment has its challenges. Whilst we have shown a profit for the 15/16 financial year, a major percentage of this has been paid out to cover a one off franchise payment mid year. Whilst our profitability is not as significant as previous years, shareholders can be assured that the Board is working with Bendigo Bank to continue to grow the business and retain profitability. One of the measures we will take this year is to not issue dividends for the last financial period. We anticipate that this action, in conjunction with other steps identified throughout the year, will serve to consolidate our reserves and place us in a strong position in coming years.

As shareholders, you can make a difference by utilising our banking services. Also encouraging others to do business with Goomalling **Community Bank**[®] Branch, whether they are locals or from further afield, will add to our business growth. Our ability to return funds to the community in the form of sponsorships and dividends is dependent on continued growth.

Our Board of Directors continue to work for the best interests of the shareholders and the community. As a committed group of volunteers, our aim is to have a strong business that provides excellent financial services and is able to consistently return profits back to the community. Thank you to all our Directors who work hard to achieve this outcome.

Thanks to our retiring Directors, Mr Ian Graham and Mrs Andrea Hardingham. As Company Secretary for a number of years, Andrea put many hours of behind the scenes work into the Board and her professionalism was greatly appreciated.

To our Board Administrative Officer Mrs Chrissie Barratt, on behalf of the Board, many thanks for the work you do for the company. The administration requirements are significant and Chrissie ensures that all our obligations are met.

Finally thanks to the community and shareholders. Supporting us with your business and continuing to promote the Goomalling **Community Bank**[®] Branch will enable us to always be **Bigger than a bank**.

MANAGER'S REPORT 2016

We have seen a couple of staff changes this year. Ebony Caldow returned to Perth and we were lucky enough to recruit local Donna Sawyer into the Customer Relationship role after Lisa left to have her beautiful twin girls.

Later this year we farewell Louise on maternity leave. I would personally like to thank Louise for her dedication and extremely hard work in her role as Senior Customer Service Officer. We will all miss her but we wish her well in her new role as "Mum".

Dowerin agency has celebrated its 1st birthday already! We had a street party on 8 October with Piggy, sausage sizzle, drinks and handouts for the locals and visitors to Dowerin on that day. The staff at the agency have been very enthusiastic and have successfully become experts in the 'Bendigo Way' in record time.

The Board of Directors continue to do a great job running the company side of things and give me support throughout the year. Thanks very much for your commitment and enthusiasm. We hope to soon welcome to the board representatives from Dowerin as we now pride ourselves in being an active part of that community.

Last, but certainly not least, I would like to thank our shareholders and customers. We can only continue to be an active part of our local communities because you support us with your banking. Please remember "the more you, your family and friends bank with us the more we give back to the community" is our most important message.

Jenni Barlow
Branch Manager

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

ABN 64 088 925 115

FINANCIAL REPORT

30 JUNE 2016

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**The registered office and principal place of business of the company is:
35 Railway Terrace
GOOMALLING WA 6460**

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

DIRECTOR'S REPORT

Your directors present their report on the company for the year ended **30 June 2016**.

Directors

The names of the directors in office during the year are:-

Suzanne Woods
Roland Van Gelderen
Ian Maxwell Clarke
Natalie Margaret Bird
Andrea Hardingham
Loretta Johnston
Terry Brennan

The Directors have been in office since the start of the financial year, to the date of this report, unless otherwise stated.

Review of Operations

The profit of the company for the financial year after income tax was **\$36,334**.

Significant Changes in the State of Affairs

No significant changes in the state of affairs of the company occurred during the financial year.

Principal Activities

The principal activity of the company during the year was operating a branch of the Bendigo Bank at Goomalling, Western Australia pursuant to a franchise agreement, trading as "Goomalling & Districts Community Branch – Bendigo Bank".

Events Subsequent to the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial period that significantly affected or may significantly affect the operations of the company, or the state of affairs of the company in subsequent financial years.

Likely 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.

Environmental Regulation

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

Dividends

A dividend of \$8,023 was paid during the financial year.

Share 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.

Indemnification of Officers

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 the company.

Proceedings On Behalf Of Company

No persons 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 such proceedings during the year.

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

DIRECTOR'S REPORT

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under the Corporations Act 2001 is included in this financial report.

Signed in accordance with a resolution of the directors



Loretta Johnston
Director

Dated this 30th day of September 2016

DIRECTOR'S DECLARATION

The directors declare that the financial statements and notes set out in the Financial Report:

- (a) comply with Accounting Standards, the Corporations Regulations and other mandatory professional reporting requirements;
- (b) give a true and fair view of the company's financial position as at **30 June 2016** and of its performance, as represented by the results of its operations and its cash flows, for the year ended **30 June 2016**.

In the directors' opinion:

- (a) the financial statements and notes are in accordance with the Corporations Act 2001; and
- (b) 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 directors.



Loretta Johnston
Director

Dated this 30th day of September 2016

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED**

Report on the Financial Report

We have audited the accompanying financial report of Goomalling and Districts Community Financial Services Limited which comprises the statement of financial position as at **30 June 2016**, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes, and the directors declaration of the company.

Directors' Responsibility for the Financial Report

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

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 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*.

Auditor's Opinion

In our opinion the financial report of Goomalling and Districts Community Financial Services Limited is in accordance with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the company's financial position as at **30 June 2016** and of its performance for the year ended on that date; and
- b. complying with Australian Accounting Standards – Reduced Disclosure Requirements (including Australian Accounting Interpretations) as described in Note 1 and the *Corporations Regulations 2001*.

Greg Wyllie

**Gregory Froomes Wyllie CPA
Perth Western Australia
30th September 2016**

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of **Goomalling & Districts Community Financial Services Limited**

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended **30 June 2016** there have been:

- No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- No contraventions of any applicable code of professional conduct in relation to the audit.

Greg Wyllie

**Gregory Froomes Wyllie CPA
Perth Western Australia
30th September 2016**

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2016

	Note	<u>2016</u> \$	<u>2015</u> \$
CURRENT ASSETS			
Cash		54212	69869
Receivables	5	61725	49058
TOTAL CURRENT ASSETS		<u>115937</u>	<u>118927</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	193209	183275
Intangibles	6	60520	-
TOTAL NON CURRENT ASSETS		<u>253729</u>	<u>183275</u>
TOTAL ASSETS		369666	302202
CURRENT LIABILITIES			
Trade and other payables	8	40238	19002
Provision for Income Tax	9	1737	(3681)
Provisions for employee entitlements	10	32500	20500
		<u>74475</u>	<u>35821</u>
NON-CURRENT LIABILITIES			
Financial Liability	11	-	-
TOTAL LIABILITIES		<u>74475</u>	<u>35821</u>
NET ASSETS		<u>295191</u>	<u>266381</u>
EQUITY			
Contributed equity	12	268400	267900
Accumulated profits	13	26791	(1519)
TOTAL EQUITY		<u>295191</u>	<u>266381</u>

The accompanying notes form part of these financial statements

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2016

	Note	<u>2016</u>	<u>2015</u>
		\$	\$
Revenue from continuing activities	2	616557	573443
Employee benefits expense		(361575)	(283999)
Depreciation and amortisation expenses		(21130)	(7738)
Leasing of computer hardware and software		(19580)	(18111)
Donations and sponsorship		(20265)	(31750)
Other expenses from ordinary activities		(140723)	(209328)
		<hr/>	<hr/>
Profit from continuing operations before income tax	3	53284	22517
Income tax expense	4	16950	5000
		<hr/>	<hr/>
Net profit for the year after income tax	13	36334	17517
		<hr/>	<hr/>

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

	<u>2016</u>	<u>2015</u>
	\$	\$
Equity at the beginning of the year	266381	262898
Net profit for the year after income tax	36334	17517
Dividend Paid	(8023)	(13435)
Net movement in Share Capital	500	(600)
	<hr/>	<hr/>
<u>Equity at the end of the year</u>	<u>295191</u>	<u>266381</u>

The accompanying notes form part of these financial statements

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Cash flows from operating activities			
Interest received		656	856
Receipts from customers		604922	576422
Interest paid		(13)	(8530)
Payments to suppliers and employees		(522115)	(549597)
Net cash provided by operating activities	15(b)	<u>83450</u>	<u>19151</u>
Cash flows from other activities			
Payment of dividend		(8023)	(13435)
Net movement in contributed equity		500	(600)
Payment for property		(91584)	0
Repayment of loan		0	(4221)
Net cash used in other activities		<u>(99107)</u>	<u>(18256)</u>
Net increase in cash held		(15657)	895
Cash held at the beginning of the financial year	15(a)	<u>69869</u>	<u>68974</u>
Cash held at the end of the financial year	15(a)	<u>54212</u>	<u>69869</u>

The accompanying notes form part of these financial statements

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The company has elected to adopt amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards- Reduced Disclosure Requirements 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 financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the 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 assets and liabilities.

Accounting Policies

(a) Income tax

The income tax expense for the year comprises current income tax expense where applicable and deferred tax expense.

Current income tax expense is the tax payable on taxable income.

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

Deferred tax assets and liabilities are ascertained based on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax asset also arise where amounts have been fully expensed but future tax deductions are available.

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

(b) Property, plant and equipment

Property, plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses. The carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected cash flows have not been discounted to present values in determining recoverable amount.

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, are depreciated over their useful lives commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Depreciation rates for buildings, plant and equipment are in the range 2.5%-20%.

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(c) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to ownership of the asset, but not the legal ownership, are transferred to the company are classified as finance leases.

(d) Financial Instruments

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

Financial instruments are subsequently measured at fair value. Fair value represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties.

(e) Impairment of Assets

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

(f) Employee Entitlements

Provision is made for the company's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. Any other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

(g) Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of past events for which it is probable that an outflow of benefits will result.

(h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand deposits held at call and short-term investments.

(i) Revenue and Other Income

Revenue comprises management, brokerage and other fees.

(j) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period for goods and services received by the company during the reporting period, which remain unpaid.

(k) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of GST.

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

(l) Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated in the financial statements based on knowledge and best available current information.

(m) Going Concern

The financial statements have been prepared on a going concern basis.

	<u>2016</u> \$	<u>2015</u> \$
2. REVENUE		
Operating activities		
Includes franchise margin income	571026	573443
	<hr/>	<hr/>
	571026	573443
	<hr/>	<hr/>
3. OPERATING RESULTS		
The profit from ordinary activities before income tax have been determined after:		
(a) Expenses		
- Donations and sponsorship	20265	31750
- Bad and doubtful debts	79	117
- Depreciation and amortisation	21130	7738
- Auditor's remuneration		
- Audit or review	4400	5500
- Other services	4200	820
4. INCOME TAX		
Current Liability		
Income Tax Payable	<hr/> 1737	<hr/> (3681)
Deferred tax assets have not been brought to account, the benefits of which will only be realised if the conditions set out in Note 1 (a) apply		
5. RECEIVABLES (CURRENT)		
Trade debtors	<hr/> 61725	<hr/> 49058
	<hr/>	<hr/>
	61725	49058
	<hr/>	<hr/>

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	<u>2016</u>	<u>2015</u>
	\$	\$
6. PROPERTY, PLANT AND EQUIPMENT		
Property, plant and equipment		
Cost	300642	284708
Less accumulated depreciation	<u>107433</u>	<u>101433</u>
	<u>193209</u>	<u>183275</u>
Movement in carrying amount		
Balance at the beginning of the year	183275	191013
Additions	15934	-
Disposals	-	-
Depreciation expense	<u>(6000)</u>	<u>(7738)</u>
Carrying amount at the end of the year	<u>193209</u>	<u>183275</u>
6. INTANGIBLE ASSET		
Formation expenditure		
Cost	15957	15957
Accumulated amortisation	<u>15957</u>	<u>15957</u>
	<u>-</u>	<u>-</u>
Franchise fee		
Cost	125650	50000
Accumulated amortisation	<u>65130</u>	<u>50000</u>
	<u>60520</u>	<u>-</u>
Pursuant to a franchise agreement with the Bendigo Bank that commenced in 1999, the Company operates a branch of the Bendigo Bank at Goomalling, trading as "Goomalling & Districts Community Branch – Bendigo Bank". The Company entered into a franchise agreement at a cost of \$50000 that has been fully amortised. In October 2014 the Company renewed the franchise agreement at a cost of \$75650 of which \$15130 was amortised in the 2016 year.		
7. DONATIONS TO CHARITABLE FUNDS		
Donations/sponsorship to Community Charitable Funds made during the year- the amounts are fully deductible for income tax purposes.	<u>20265</u>	<u>31750</u>
8. PAYABLES – CURRENT LIABILITY		
Trade creditors and accruals	<u>40238</u>	<u>19002</u>

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	<u>2016</u> \$	<u>2015</u> \$
9. TAX LIABILITIES		
Provision for Income Tax	<u>1737</u>	<u>(3681)</u>
10. PROVISIONS – CURRENT LIABILITY		
Employee entitlements	<u>32500</u>	<u>20500</u>
11. INTEREST BEARING LIABILITY		
The company received loan monies from the Shire of Goomalling and Bendigo Bank for the purpose of financing activities including the acquiring of land and building in Goomalling	<u>-</u>	<u>-</u>
12. CONTRIBUTED EQUITY		
(a) Fully paid shares		
Ordinary shares fully paid	<u>268400</u>	<u>267900</u>
(b) Movements in fully paid shares		
At the beginning of the reporting period	<u>267900</u>	<u>268500</u>
At the end of the reporting period	<u>268400</u>	<u>267900</u>
13. ACCUMULATED PROFITS		
Accumulated losses at the beginning of the year	(1520)	(5602)
Dividend	(8023)	(13435)
Net profit after income tax	36334	17517
Income tax underprovided	-	-
Accumulated profits at the end of the year	<u>26791</u>	<u>(1519)</u>

14. RELATED PARTY INFORMATION

Key Management Personnel

Any person having authority and responsibility for directing and controlling the activities of the company, directly or indirectly, including any director is considered key management personnel.

Remuneration of directors

No income was paid or was payable, or otherwise made available, to the directors of the company during the year ended 30 June 2016

GOOMALLING & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	<u>2016</u>	<u>2015</u>
	\$	\$
15. NOTES TO THE STATEMENT OF CASH FLOWS		
(a) Reconciliation of cash		
For the purpose of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash on hand	<u>54212</u>	<u>69869</u>
(b) Reconciliation of net cash provided by operating and investment activities to profit from ordinary activities		
Profit from ordinary activities	36334	17517
Depreciation and amortisation	21130	7738
Movement in assets and liabilities		
Receivables	(12667)	3835
Other assets	-	-
Payables	26654	(9939)
Provisions	<u>12000</u>	<u>0</u>
Net cash provided by operating activities	<u>83451</u>	<u>19151</u>

16. FINANCIAL RISK MANAGEMENT

(a) Financial assets and Financial Liabilities

An entity is required to disclose information that enables users to evaluate the significance of financial instruments for its financial position and performance. Where relevant, disclosure of the carrying amount of financial assets and financial liabilities is also required.

(b) 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 doubtful debts, as disclosed in the statement of financial position and notes to the financial statements.

(c) Net fair values

The net fair value of financial assets and liabilities of the company approximates their carrying amount.

The company has no financial assets and liabilities where the carrying amount exceeds the net fair value at balance date.

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

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