
Huon Valley

Financial Services Limited

ABN: 34 101 469 854

Financial Report

For the half-year ended

31 December 2021

Huon Valley Financial Services Limited

Directors' Report

The directors present their report together with the financial statements of the company for the half-year ended 31 December 2021.

Directors

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

Michael Anthony Lynch	Sally Ann Doyle
Brent Andrew Hardy	Pamela Maree Lane
Jillian Kay Griggs	David Lindsay Walker
David Allen Brereton	Kenneth Norman Langston

Principal activity

The principal activity of the company during the financial period was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited.

Review of operations

Operations have continued to perform in line with expectations. The net profit of the company for the financial period after the provision of income tax was:

Half-year ended 31 December 2021	Half-year ended 31 December 2020
\$ 207,919	\$ 219,468

Events after the end of the reporting period

On the 1 December the company made a \$35,000 deposit for a \$700,000 Community Investment House. The property will be leased by a local community group to provide domestic violence safe housing.

There are no other 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.

Auditor's 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 Huonville, Tasmania.

Chair



Michael Anthony Lynch

Dated this 18th day of March 2022

Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Huon Valley Financial Services Limited

We declare that, to the best of our knowledge and belief, for the half-year ended 31 December 2021 there have been no contraventions of:

- i. the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review
- ii. any applicable code of professional conduct in relation to the review.



Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 18 March 2022



Joshua Griffin
Lead Auditor

Huon Valley Financial Services Limited

Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2021

	2021 \$	2020 \$
Revenue from contracts with customers	1,565,282	1,527,760
Other revenue	15,035	67,430
Finance income	1,056	4,404
Employee benefits expense	(858,784)	(823,314)
Charitable donations, sponsorship, advertising and promotion	(92,213)	(121,053)
Occupancy and associated costs	(49,226)	(51,123)
Systems costs	(52,183)	(54,422)
Depreciation and amortisation expense	(91,769)	(85,407)
Finance costs	(33,621)	(37,021)
General administration expenses	(125,848)	(142,874)
Profit before income tax	277,729	284,380
Income tax expense	(69,810)	(64,912)
Profit after income tax	207,919	219,468
Total comprehensive income for the half-year attributable to the ordinary shareholders of the company:	207,919	219,468
Earnings per share	¢	¢
- Basic and diluted earnings per share:	10.86	11.47

Huon Valley Financial Services Limited

Statement of Financial Position

For the half-year ended 31 December 2021

	31-Dec-21	30-Jun-21
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	1,135,964	1,185,280
Trade and other receivables	266,549	269,663
Total current assets	1,402,513	1,454,943
Non-current assets		
Property, plant and equipment	401,989	295,802
Right of use assets	1,024,139	1,028,272
Intangible assets	140,712	159,062
Deferred tax assets	154,272	152,719
Financial assets	2,000	2,000
Total non-current assets	1,723,112	1,637,855
TOTAL ASSETS	3,125,625	3,092,798
LIABILITIES		
Current liabilities		
Trade and other payables	155,408	135,051
Current tax liabilities	110,533	73,285
Lease liabilities	105,942	108,453
Employee benefits	294,053	306,516
Total current liabilities	665,936	623,305
Non-current liabilities		
Trade and other payables	80,756	121,134
Lease liabilities	1,165,777	1,187,594
Provisions	72,067	52,397
Employee benefits	35,572	42,338
Total non-current liabilities	1,354,172	1,403,463
TOTAL LIABILITIES	2,020,108	2,026,768
NET ASSETS	1,105,517	1,066,030
EQUITY		
Issued capital	1,166,334	1,166,334
Accumulated losses	(60,817)	(100,304)
TOTAL EQUITY	1,105,517	1,066,030

The accompanying notes form part of these financial statements

Huon Valley Financial Services Limited

Statement of Changes in Equity

For the half-year ended 31 December 2021

	Note	Issued capital \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2020		1,166,334	(313,245)	853,089
Total comprehensive income for the half-year		-	219,468	219,468
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(141,636)	(141,636)
Balance at 31 December 2020		1,166,334	(235,413)	930,921
Balance at 1 July 2021		1,166,334	(100,304)	1,066,030
Total comprehensive income for the half-year		-	207,919	207,919
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(168,432)	(168,432)
Balance at 31 December 2021		1,166,334	(60,817)	1,105,517

Huon Valley Financial Services Limited

Statement of Cash Flows

For the half-year ended 31 December 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Receipts from customers		1,747,999	1,739,046
Payments to suppliers and employees		(1,319,441)	(1,260,910)
Lease payments (interest component)		(32,193)	(35,428)
Lease payments not included in the measurement of lease liabilities		(25,942)	(22,319)
Interest received		1,034	4,387
Dividends received		35	25
Income taxes paid		(34,115)	(33,435)
Net cash provided by operating activities		337,377	391,366
Cash flows from investing activities			
Purchase of property, plant and equipment		(125,615)	-
Payments for intangible assets		(36,707)	(36,707)
Net cash used in investing activities		(162,322)	(36,707)
Cash flows from financing activities			
Lease payments (principal component)		(55,939)	(45,981)
Dividends paid	5	(168,432)	(141,636)
Net cash used in financing activities		(224,371)	(187,617)
Net cash increase/(decrease) in cash held		(49,316)	167,042
Cash and cash equivalents at the beginning of the financial year		1,185,280	853,111
Cash and cash equivalents at the end of the half-year		1,135,964	1,020,153

Huon Valley Financial Services Limited

Notes to the Financial Statements

For the half-year ended 31 December 2021

Note 1. Summary of significant accounting policies

Statement of Compliance

This general purpose financial report has been 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

This 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 2021 and any public announcements made by the company during the period.

Accounting policies

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 report and the previous corresponding interim period. The half-year financial report has been prepared on an accruals and historical cost basis.

Note 2. Events subsequent to reporting date

On the 1 December the company made a \$35,000 deposit for a \$700,000 Community Investment House. The property will be leased by a local community group to provide domestic violence safe housing.

There have been no events subsequent to reporting date that would materially affect 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. Related parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2021 annual financial report.

Note 5. Dividends provided for or paid

a) Dividends declared and paid during the period	31-Dec-21		31-Dec-20	
	Cents	\$	Cents	\$
Fully franked dividend	8.8	168,432	7.4	141,636

The tax rate at which dividends have been franked is 25% (2020: 26%).

Huon Valley Financial Services Limited

Directors' Declaration

In the opinion of the directors of Huon Valley Financial Services 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 2021 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.

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

Chair



Michael Anthony Lynch

Dated this 18 day of March 2022.

Independent auditor's review report to the Directors of Huon Valley Financial Services Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Huon Valley Financial Services Limited, which comprises the statement of financial position as at 31 December 2021, 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, a summary of significant accounting policies and other explanatory information and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Huon Valley Financial Services Limited does not comply with the *Corporations Act 2001* including:

- a. giving a true and fair view of the company's financial position at 31 December 2021 and of its performance for the half-year ended on that date
- b. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (including Independence Standards) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

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 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.



Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 18 March 2022



Joshua Griffin
Lead Auditor