

**LOCKHART & DISTRICT
FINANCIAL SERVICES
LIMITED**

A.C.N. 099 918 680

**INTERIM FINANCIAL REPORT
AS AT 31 DECEMBER 2023**

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LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

A.C.N. 099 918 680

DIRECTORS' REPORT

The Directors present their report together with the accounts of Lockhart & District Financial Services Limited for the half year ended 31 December 2023.

DIRECTORS

The names of directors who held office during or since the end of the half-year are:

Nicholas Mathews	Rachel Westblade
Kenneth Hogan	Peter McDonnell
Craig Fletcher	Robyn Pearse
Rod McMicking (Resigned 29/11/23)	Jared Walker (Appointed 16/8/23)

PRINCIPAL ACTIVITIES

The principal activities of the company during the course of the financial period were providing community banking services under management rights to operate a franchised branch of Bendigo Bank Limited.

RESULT

The net profit of the company for the financial period after provision for income tax was \$22,831.

MATTERS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

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

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

A.C.N. 099 918 680

DIRECTORS' REPORT

DIRECTORS INTERESTS AND BENEFITS

Since the end of the previous financial year no Director has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by Directors shown in the accounts) because of a contract made by the company with the Director or with a firm of which the director is a member, or with a company in which the Director has a substantial interest.

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 the following page.

Dated at Wagga Wagga this 28th day of February 2024

Signed in accordance with a resolution of the directors:



.....

Director

AUDITORS INDEPENDENCE DECLARATION

As lead auditor for the review of Lockhart & District Financial Services Limited for the period ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.

JOHN L BUSH & CAMPBELL
Chartered Accountants



David Rosetta
Partner

Wagga Wagga
28 February 2024

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	31-Dec-23	31-Dec-22
	\$	\$
Revenues from ordinary activities	540,051	513,523
Employee Expenses	(334,825)	(149,748)
Administration expenses	(159,325)	(127,140)
Depreciation and amortisation	(15,459)	(15,838)
Net Profit from ordinary activities before income tax expense	<u>30,442</u>	<u>220,797</u>
Income tax expense relating to ordinary activities	(7,612)	(55,199)
Net profit from ordinary activities after related income tax expense	<u>22,831</u>	<u>165,598</u>
Total change in equity other than those resulting from transactions with owners as owners	<u>22,831</u>	<u>165,598</u>
Earnings per share	4.15 cents	30.11 cents

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the accounts.

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED**STATEMENT OF FINANCIAL POSITION****AS AT 31 DECEMBER 2023**

	31-Dec-23	30-Jun-23
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	881,164	928,909
Trade and other receivables	87,818	98,008
Other Assets	4,269	3,783
TOTAL CURRENT ASSETS	<u>973,251</u>	<u>1,030,700</u>
NON-CURRENT ASSETS		
Property, plant & equipment	140,605	147,354
Tax Assets	3,266	3,266
Other Assets	51,485	58,201
TOTAL NON-CURRENT ASSETS	<u>195,356</u>	<u>208,821</u>
TOTAL ASSETS	<u>1,168,607</u>	<u>1,239,521</u>
CURRENT LIABILITIES		
Borrowings	16,505	16,031
Trade and other payables	63,698	65,523
Short-term provisions	24,650	14,955
Tax Liabilities	57,472	86,717
TOTAL CURRENT LIABILITIES	<u>162,325</u>	<u>183,226</u>
NON CURRENT LIABILITIES		
Borrowings	29,548	44,322
Long-term provisions	20,279	23,349
TOTAL NON CURRENT LIABILITIES	<u>49,827</u>	<u>67,671</u>
TOTAL LIABILITIES	<u>212,152</u>	<u>250,897</u>
NET ASSETS	<u>956,455</u>	<u>988,624</u>
EQUITY		
Contributed equity	550,009	550,009
Retained earnings	406,446	438,615
TOTAL EQUITY	<u>956,455</u>	<u>988,624</u>

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the accounts.

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

CONDENSED STATEMENT OF CHANGES IN EQUITY

AS AT 31 DECEMBER 2023

CONSOLIDATED	<i>Issued Capital</i>	<i>Retained Earnings</i>	<i>Total</i>
	\$	\$	\$
<hr/>			
At 1 July 2022			
Opening Balance	550,009	205,071	755,080
Profit for the period		261,044	261,044
Dividends paid		(27,500)	(27,500)
Closing Balance At 30 June 2023	<u>550,009</u>	<u>438,615</u>	<u>988,624</u>
Profit for the period		22,831	22,831
Dividend paid		(55,000)	(55,000)
Closing balance	<u>550,009</u>	<u>406,446</u>	<u>956,455</u>
At 31 December 2023			

The Statement of Changes in Equity is to be read in conjunction with the notes to and forming part of the accounts.

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	31-Dec-23	31-Dec-22
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts in the course of operations	550,241	480,933
Cash payments in the course of operations	(526,218)	(274,373)
Interest and dividends received		-
Net cash provided/(used) by operating activities	<u>24,024</u>	<u>206,560</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for Property, plant and equipment	<u>(1,995)</u>	<u>(2,190)</u>
Net cash provided/(used) by investing activities	<u>(1,995)</u>	<u>(2,190)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(14,774)	(14,774)
Dividends paid	<u>(55,000)</u>	<u>(27,500)</u>
Net cash provided/(used) by financing activities	<u>(69,774)</u>	<u>(42,274)</u>
Net increase / (decrease) in cash held	<u>(47,746)</u>	<u>162,096</u>
Cash at the beginning of the financial year	928,909	618,450
Cash at the end of the financial year	<u><u>881,164</u></u>	<u><u>780,546</u></u>

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the accounts.

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

A.C.N. 099 918 680

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 1 – BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL STATEMENTS

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Law, applicable Australian Accounting Standards including AASB 134 “Interim Financial Reporting” and other mandatory professional reporting requirements.

The accounting policies have been consistently applied and are consistent with those in the June 2023 annual report.

The half-year report does not include full disclosures of the type normally included in the annual financial report.

Income Tax

The company does not recognise the movements in future tax assets for the half year accounts.

NOTE 2 – PROFIT FROM ORDINARY ACTIVITIES

The following revenue and expense items are relevant in explaining the financial performance for the interim period:

Write off of intangible expenditure over a 5 year period. The intangibles expenditure relates to franchise fees.

NOTE 3 – SEGMENT INFORMATION

The company operates in only one segment in providing community banking services.

	31/12/23	30/6/23
NOTE 4 – DIVIDENDS	\$	\$
Dividends declared of 10% (2023: 5%)	55,000	27,500

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

A.C.N. 099 918 680

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Lockhart & District Financial Services Limited, I state that:

In the opinion of the directors:

- 1. The financial statements and notes, as set out on pages 1 to 8.
 - (a) comply with Accounting Standard AASB 134: "Interim Financial Reporting", and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2023 and its performance for the half-year ended on that date.
- 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.

On behalf of the board



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Director

Dated at Wagga Wagga this 28th day of February 2024

INDEPENDENT REVIEW REPORT TO THE MEMBERS OF:

LOCKHART & DISTRICT FINANCIAL SERVICES LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Lockhart & District Financial Services Limited which comprises the Statement of Financial Position as at 31 December 2023, and the Statement of Comprehensive Income, condensed statement of changes in equity and Statement of cash flows for the half-year ended on that date, a statement of accounting policies and the directors' declaration.

Conclusion

We have reviewed the half-year financial report of Lockhart & District Financial Services Limited, which comprises the statement of financial position as at 31 December 2023, statement of 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 Lockhart & District 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 as at 31 December 2023 and of its performance for the half year ended on that date; and
- (b) complying with Australian Accounting Standards and *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 is 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 or 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 2023 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 other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

JOHN L BUSH & CAMPBELL
Chartered Accountant



David Rosetta
Partner

Wagga Wagga
28 February 2024