Annual Report 2026



Lockmore Financial Services Ltd

Community Bank Elmore, Lockington and Rochester

ABN 41 106 113 599



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1 The 2025 **Community Bank Netball Challenge** - celebrating the 2 communities that established our Community Bank

2 Executive Officer Lauren and Assistant Branch Manager Clay with the **Lockington Community Care** committee following their successful funding application for essential water works to support future development.

3 Original steering committee members Max, Cori, David, David and Helen coming together to help deliver this year's **$4 Million Legacy Grants**.

4 Rochester Pony Club celebrating funding for upgraded yards and new games equipment.

5 Lockington Bamawm United Football Netball Club bringing the community together for its **Mates for Men's Health** event.

6 Elmore Senior Citizens enjoying an outing to Moama, proudly supported by our Community Bank.

7 Executive Officer Lauren with Raelene from **REDHS** and one of its community transport vehicles – an initiative we've proudly supported since 2020.



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Contents

Chairman's report	3
Senior Branch Manager's report	5
Bendigo and Adelaide Bank report	7
Community Bank National Council report	8
Community impact report	10
Director's report	15
Auditor's independence declaration	19

Financial statements

Statement of profit or loss and other comprehensive income	20
Statement of financial position	21
Statement of changes in equity	22
Statement of cash flows	23
Notes to the financial statements	24
Directors declaration	46
Audit report	47



Jo Holloway
Chair & Director



Brad Drust
Vice-Chair (until 13.04.26)
& Director



Julianne Hand
Vice-Chair (from 13.04.26) & Director



Lea Holmberg
Director



Ian Maddison
Director
(resigned 18.03.26)



Stuart Wilson
Director



Marshal Jacobs
Director
(from 16.03.26)



Kayla Bradley
Director
(from 16.03.26)



Lauren Ross
Executive Officer & Company Secretary



Leo Bruinier
Contract Finance Officer



James Pietromonaco
Senior Branch Manager



Clay Anstee
Assistant Branch Manager



Morghan Hughes
Customer Relationship Manager



Paige Mylon
Customer Relationship Manager



Helen McCaskie
Customer Service Supervisor



Jenny Johnson
Customer Service Officer



Tanya Niven
Customer Service Officer



Wendy Wright
Customer Service Officer



Fiona Cuttriss
Customer Service Officer



Lauren McKee
Customer Service Officer
(resigned 09.01.26)



Ashlee Peebles
Customer Service Officer



Abbey Hromenko
Customer Service Officer



Lily Wareham
Customer Service Officer



Joel Pearce
Customer Service Officer
(from 27.04.26)

Chairman's report

For year ending 30 June 2026



It is with great pleasure that I present the Lockmore Financial Services Limited Annual Report for the financial year ended 30 June 2026.

I would like to begin by sincerely thanking our dedicated Board of volunteer Directors: Julianne Hand (Deputy Chair), Brad Drust, Lea Holmberg and Stuart Wilson. I also warmly welcome Marshal Jacobs and Kayla Bradley, who joined the Board during the year, with their appointments to be formally confirmed tonight.

In March 2026, long-standing Director Ian Maddison retired from the Board after almost eight years of service. I extend my sincere thanks to Ian for his significant contribution to Lockmore Financial Services and his ongoing commitment to our broader community.

Our Directors bring a wealth of experience, local knowledge and genuine commitment to their roles. It is a privilege to work alongside a Board so deeply invested in the success of our company and the communities we serve.

Financial performance

We are pleased to report another strong year of financial performance, underpinned by solid results and continued community investment. Our total comprehensive income for the year reached $132,407, enabling us to contribute an impressive $411,307.78 back into our community. This included $323,899.00 in sponsorships & grants, and $87,409 in dividends to local shareholders.

Celebrating two important milestones

During the financial year, we were proud to celebrate two significant milestones.
Firstly, our total community contributions surpassed $4 million since our establishment in 2003 - an incredible reflection of the impact our Community Bank model continues to have across the communities we serve. We celebrated this milestone in a number of ways, including through our $4 Million Legacy Grants Program. As part of the initiative, we invited 35 people who have played an important role in our Community Bank story to each direct a $1,000 grant to a local organisation of their choice.

We also reached an important milestone for our shareholders, with cumulative dividends exceeding $1 per share. This means that shareholders who have been with us since the beginning have now received total dividends equivalent to their original investment.

Together, these milestones demonstrate the strength of our model: rewarding the shareholders who backed us from the beginning, while returning significant profits to the communities that continue to support us.

Community sponsorship program

Our twice-yearly Community Sponsorship Program remains the cornerstone of our community investment. Applications opened in September 2025 and April 2026, and throughout the financial year we were proud to support fifty-nine different community organisations across our region.

Among the many worthwhile initiatives supported through these funding rounds were:

- Essential water main works at Lockington Community Care, helping pave the way for the development of additional units.
- A digital safety program for Rochester primary school students, supporting young people to navigate the online world safely and confidently.

- Funding towards concept plans for the Elmore Recreation Reserve, helping kick-start the process of improving facilities for the wider community.

These are just a few examples of the diverse projects our Community Sponsorship Program continues to make possible.

Investing in our local healthcare workforce

In late 2025, we were incredibly proud to partner with the Bendigo Bank Foundation to support Rochester & Elmore District Health Service with $328,900 in funding towards five new accommodation units on the grounds of the Rochester hospital. Access to suitable accommodation can be a significant barrier to attracting and retaining healthcare professionals in our region. It can also create challenges for students completing placements and other short-term healthcare workers. The new units will provide affordable, accessible and practical accommodation, helping REDHS attract the people it needs to continue delivering vital healthcare services to our communities.

Multi-Year partnerships

Beyond our Community Sponsorship Program, we continued to invest in a number of important long-term partnerships that deliver ongoing benefits across our communities. These included our partnerships with Elmore Field Days, the Campaspe Academy of Sport at Rochester Secondary College, community car programs through REDHS, Elmore Primary Health and Lockington & District Bush Nursing Centre, and the CCLLEN L2P Program.
These multi-year commitments allow us to provide organisations with greater certainty and support programs that deliver meaningful impact over the longer term.

University & TAFE scholarships

We were proud to provide our University & TAFE Scholarship Program for the fourth year running. This year, we supported nine local students – including our first two TAFE students to take part in the program, and our first mature age student. We know that when our locals pursue further education, the skills and knowledge they gain often return to our region - benefiting our whole community.

Acknowledgements

I would like to extend my sincere thanks to our Senior Branch Manager, James Pietromonaco, who has now led our dedicated team of staff for more than four years. James' leadership, commitment and support of both our team and communities continue to be greatly valued.
I would also like to acknowledge our Executive Officer, Lauren Ross, and Finance Officer, Leo Bruinier, for their continued hard work and valuable contribution behind the scenes.

In closing

To our Board, staff, shareholders, customers and community partners - thank you. Your continued support and belief in Community Banking makes everything outlined in this report possible.
As we look to the year ahead, we remain committed to growing a strong and sustainable business - one that continues to deliver meaningful benefits for our shareholders and make a lasting difference in the communities we are proud to serve

Jo Holloway
Chair – Lockmore Financial Services Limited

Senior Branch Manager's report

For year ending 30 June 2026



Another financial year has come to a close, and I'm proud to report on what has been a strong year for Community Bank Elmore, Rochester and Lockington.

Now in my fourth year as Senior Branch Manager, I continue to feel incredibly fortunate to lead a team that is genuinely invested in our customers and the communities we serve.

The 2025/26 financial year delivered strong results across our branch network. Behind those results is a dedicated team, strong relationships with our customers and a continued focus on providing quality, personal banking services locally.

Our business

As at 30 June 2026, our combined branch network supported 5,350 customers, with a total business portfolio of $291,359,645.

Our key business figures for the year included:

- Total Loans: $64,910,960
- Total Deposits: $207,038,215
- Wealth Products: $1,261,321
- Business & Rural: $15,694,528

These results are a credit to our team and, importantly, to the customers who continue to choose to bank locally. Every new customer, home loan, business loan, deposit and banking relationship contributes to the strength and sustainability of our branches - and ultimately increases what we can achieve within our communities.

Our people

Our team remains at the heart of everything we do, and this year brought plenty of change and some exciting new additions.

We welcomed Joel & Aaliyah (Customer Service Officers), to our team.

We were also delighted to welcome Lily back from parental leave after a year at home with her daughter, Daisy. During the year, we congratulated Paige on the arrival of her first daughter, Mia, and we look forward to welcoming Paige back in early 2027.

We also farewelled Lauren after almost nine years of service. Lauren has embarked on a new chapter working with students at a local primary school, and we thank her for the contribution she made to our branches, customers and community over many years.

To Clay, Morghan, Helen, Tanya, Wendy, Fiona, Jenny, Abbey and Ashlee - thank you for the commitment, professionalism and care you bring to your roles. It is a privilege to lead a team that knows its customers, understands its communities and is always willing to go the extra mile.

I would also like to acknowledge our Regional Manager, Kendall Beattie, for his continued support and guidance, together with Matt Gill, Carol Ryan, Indika Kudagamage and Nick Evans from our Business and Agribusiness teams. Their expertise and support continue to be an important part of the service we provide our customers.

Senior Branch Manager's report (continued)

More than banking

For more than 23 years, Community Bank Elmore, Rochester and Lockington has provided something increasingly valuable in regional communities - access to local people who know their customers and understand the region in which they live and work.

While the way people bank continues to change, our commitment to providing accessible, personal banking services remains. And there is another important difference when customers choose Community Bank Elmore, Rochester and Lockington: their banking helps our communities thrive. More than $4 million has now been returned through community investment, with further benefits delivered to local shareholders through dividends. It is something our entire branch team is incredibly proud to be part of. The better our business performs, the greater our capacity to support the communities that support us.

Looking ahead

I would like to thank the Board of Lockmore Financial Services for its continued leadership, trust and support of both myself and our branch team.

Most importantly, thank you to our customers. Your decision to support a locally owned Community Bank makes a genuine difference.

As we enter 2026/27, our focus remains clear: to grow our business, provide exceptional service to our customers and ensure strong local banking continues to deliver strong local communities.

James Pietromonaco
Senior Branch Manager - Community Bank Elmore, Lockington and Rochester

Bendigo & Adelaide Bank report

This year marked the first chapter of delivering on Bendigo Bank's 2030 Strategy. Our purpose remains central to who we are – to feed into the prosperity of our customers and community – and our strategy brings a new focus on areas including innovation, digital ease and setting the benchmark for trust and societal impact.

We are making strong progress with new digital features to enhance the customer experience. Notably, Community Link is allowing customers to join us through e-banking while retaining a connection to their local branch. In FY25, more than $50 million was invested back into local communities, adding to a total of $416 million since 1998. Our Scholarship Program remains one of the largest of its kind in Australia, with an incredible 70 Community Banks participating in 2026, and more than $1.6m in scholarships awarded.

Our model evolution project is now helping to inform a holistic strategic review of the Community Bank model. The review is considering a broad range of factors to strengthen the model for the future, including growth, community impact, revenue share and non-financial risk. As an organisation, we remain committed to the Community Bank model and the important role it plays in achieving our 2030 Strategy.

Bendigo Bank has been supporting customers and communities across Australia for more than 160 years and for the past 27 years, the Community Bank model has been a driving force for positive impact.

On behalf of Bendigo Bank, thank you for being a shareholder in your local Community Bank. Your belief and support of our purpose have been instrumental in our success. I look forward to seeing us grow together and continue supporting our communities to prosper.

Justine Minne
Head of Community Banking, Bendigo Bank

CBNC report

On behalf of the Community Bank network, we acknowledge and thank our shareholders for your continued support. The Community Bank model remains one of the most distinctive in Australian banking, combining commercial strength with genuine community purpose.

Over the past year, the Community Bank National Council (CBNC) has continued its important role as the conduit between Community Bank companies and Bendigo Bank (BEN). As the formally recognised representative body of the network, the CBNC ensures the voice of local directors is heard in national discussions, while keeping Community Bank companies informed on strategic developments that shape our future.

Supporting BEN's 2030 Strategy
The Community Bank model continues to evolve as part of BEN's 2030 strategy, with a focus on long-term strength and sustainability. A jointly led BEN and CBNC Model Evolution project has enabled the CBNC to engage deeply with the network seeking feedback on the challenges and opportunities ahead. The priority being given to this ongoing work reflects the importance of Community Banks to BEN's success and commitment to local communities.

Gathering in our nation's capital
Last September, more than 500 directors representing 142 Community Bank companies from every state and territory came together for the Community Bank National Conference. It was one of the largest gatherings of our network in recent years, and the CBNC played a key role in contributing to the agenda. The conference created space for open dialogue between directors and BEN executives, while also reinforcing the unique value of the Community Bank model. For many, it was also a timely reminder of the strength of peer connection - the opportunity to share challenges, exchange ideas, and look to the future.

Social enterprise leadership
With an entrenched "profit for purpose" approach, the Community Bank moves beyond traditional banking by helping to sustain local economies. The combined community impact of this approach is significant, with several recent examples evidenced across the network.

The partnership between the Bendigo Bank Community Foundation and the Australian Centre for Rural
Entrepreneurship (ACRE) is just one example. It demonstrated what collective action can achieve through the buyback of the Old Beechworth Gaol.

The community asset buyback was supported by $8.6 million in capital, including $2.2 million from BEN and Community Bank companies. It has created a nationally significant example of community ownership in action and provides a tangible example of our social enterprise leadership.

New 'Community Link' feature returns profits to communities
As customer expectations evolve, BEN continues to invest in digital capability while protecting the strength of local connection. A clear example is Community Link, a new feature introduced to the Bank's App during the past year.

The feature allows new customers, who join digitally, to nominate a community or corporate branch as their home branch. Customers can have the satisfaction they're contributing to a community they care about without having to set foot in a branch to do so.

The CBNC have been very supportive of this new feature which powerfully bridges BEN's digital future with its renowned community focus. In many ways, it reinforces BEN's commitment to innovation, while serving its core purpose to feed into the prosperity of the community.

Together, these initiatives demonstrate the enduring strength of the Community Bank model in balancing both commercial success with community impact. As the network continues to evolve, the CBNC remains committed to ensuring the network has a strong voice in shaping the future. We thank shareholders for the ongoing support that makes this unique model possible.

Community Bank National Council

A milestone year

During the financial year, we reached two significant milestones that reflect the impact of our Community Bank model.

Since our establishment, more than $4 million has now been returned to Elmore, Lockington, Rochester and surrounding communities, supporting everything from schools and emergency services to sporting clubs, community groups, major projects, events and local initiatives.

$4 million
Community contributions

At the same time, cumulative dividends paid to shareholders surpassed $1.00 per share - representing a full return of the original capital invested by those shareholders who backed our Community Bank from the beginning.

Together, these milestones tell an important story. They demonstrate that a successful locally owned business can create value for its shareholders while generating an extraordinary and lasting benefit for the community it serves.

Total return
of shareholder equity

To mark these achievements, we proudly launched our $4 Million Legacy Grants Program. Steering committee members, founding Directors, past and present Chairs and Branch Managers, along with our current team, were each invited to nominate a local organisation to receive a $1,000 grant.

It was a fitting way to celebrate both milestones – recognising the people whose early investment and ongoing contribution helped build our Community Bank, while continuing the tradition of giving back that has defined it ever since.


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1. Past director **Amanda Logie** contributed funds for food at **Rochester Foodshare**; **2.** Current Chair **Jo Holloway** contributed to the purchase of a new cubby house at **Lockington Kindergarten**; **3.** Steering committee chair & past director **Bob Ferrie** contributed to works at **Campaspe Run Elmore**; **4.** Inaugural Company Secretary **Helen O'Sullivan** contributed to electrical work at the **Elmore Memorial Hall**; **5.** Current staff member **Morghan Hughes** and Rochester steering committee member **Leisa Evans** pooled their funds to purchase a marquee for **Rochester Junior Football Club**.

Community impact report

Who we supported in FY25-26

Lockmore Financial Services Limited is owned by locals, for locals and operates Community Bank Elmore, Lockington and Rochester in partnership with Bendigo Bank.

It's a model that means when you choose to bank with us, you're helping create a positive impact right here in our community. To date, we have contributed more than $4 million to local organisations, projects and initiatives.

Here are the organisations our customers have supported this financial year.

Health & wellbeing

Elmore District Health Auxilliary

Lockington Bush Nursing Centre

Lockington Community Care Committee

REDHS

Restdown Retirement Village

Sport & recreation

Bamawm Golf Club

Bamawm Lockington United Cricket Club

Calivil Bowling Club

Elmore Bowls Club

Elmore Football Netball Club

Elmore Golf Club

Elmore Harness Racing

Elmore Swimming Pool

Elmore Tennis Club

Lockington Golf Club

Lockington Bamawm United Football Netball Club

Mount Pleasant Football Netball Club

Rochester Cricket Club

Rochester Football Netball Club

Rochester Golf Club

Rochester Junior Football Club

Rochester Motoring Club

Rochester Netball Association

Rochester Pony Club

Toolleen Recreation Reserve

USA Basketball Trip:

- Jett Milligan
- Kaylah Moon
- Chance Powles

Arts, culture and heritage

Campaspe Run Elmore

Corop Sculpture Park

Elmore Field Days

Elmore Memorial Hall

Elmore Museum

Kotta Hall

Kotta Rail Trail

Lockington Business Centre

Lockington Heritage Centre

Lockington Landcare Group

R & K Rock N Roll

Rochester Historical Society

Rochester Motoring Club

Rochester Mural Festival

Strathallan Rochester Family Landcare

Emergency service and support

Community Enterprise Foundation Bushfire Appeal

Elmore CFA

Lions Club of Elmore

Lions Club of Rochester'

Lockington Neighbourhood House

Rochester Community House

Rochester RSL

Rotary Club of Rochester

Education, research & commerce

Cohuna Campaspe LLEN - L2P Program

LEAD Loddon Murray

Lockington Consolidated School

Lockington Kindergarten

Rochester Business Network

Rochester Primary School

Rochester Secondary College

St Josephs Primary School Rochester

Community impact report (continued)

$4M
Contributions to the community to date

$323K
Contributions to the community in FY25/26

59
Local organisations supported in FY25/26

23
Years providing a community banking service

3
Community Bank branches

757
Local shareholders

15
Local staff

5,350
Local customers

7
Local volunteer directors

Local impact stories

REDHS

We are so proud to partner with the Bendigo Bank Foundation to contribute $328,900 towards Community Bank Place - 5 new units providing essential accommodation at REDHS for staff. The units - which are expected to be completed in late 2026 - will strengthen the long term sustainability of our district's healthcare services, helping to attract and retain healthcare professionals.



Lockington Channel Committee

Green open spaces make a huge difference for how a town feels. That's why we partnered with the Lockington Business Centre on a major community water project that will see grassed areas throughout the town - including Water Wheel Court and the school oval - remain maintained during dry conditions. It's a practical investment that will help keep Lockington looking green, welcoming and cared for all year round.



Rochester Football Netball Club

We know that for so many locals, winter weekends are spent at the netball & footy. We provided Rochester Football Netball Club with funding for a new electronic scoreboard to help make game days even better for players, supporters and volunteers (and save a few frozen fingers from updating the old manual scoreboard!)



Community impact report (continued)

L2P Program

In rural communities like ours, a driver's licence can be the key to accessing work, education, training, healthcare and staying connected. The L2P Program pairs learner drivers with volunteer mentors and a vehicle, helping young people complete the supervised driving hours they need. We're proud to have helped bring the program to Elmore, Lockington and Rochester.



Elmore Ladies Bowls Club

We've proudly supported the Elmore Ladies Bowls Club's annual tournament since 2009. Each year, the event brings people from across the district together for an afternoon of bowls, socialising and connection – exactly the kind of community event we love to support.



Strathallan Rochester Family Landcare

Strathallan Rochester Family Landcare works quietly behind the scenes to help our local environment and biodiversity thrive. In 2026, they launched their first 'Boosting Butterflies' event, teaming up with students from Echuca Specialist School to plant along the river and create new habitat for butterflies in our region. It was a wonderful initiative, creating a lasting impact for both our environment and the next generation.



Lockington Mural

In 2026, Lockington became even more colourful with a new mural at the Lockington Business Centre, proudly funded by our Community Bank and painted by renowned mural artist Jimmy Dvate. Shaped through consultation with the local community, the design reflects the people, environment and character of Lockington. Murals are so much more than art - they build community pride, attract visitors and make our locals feel even better about the place they call home.



Community impact report (continued)

Elmore Field Days

For more than 20 years, we've proudly supported Elmore Field Days and its contribution to our region. In recent years, our support has focused on upgrading the Community Bank Elmore, Lockington and Rochester Pavilion, with improvements including Wi-Fi, sprinklers, bollards, a camp kitchen, flooring and landscaping. These upgrades not only enhance the Field Days experience, but strengthen a valuable year-round community asset used well beyond the event each October.



Lockington Golf Club Centenary

In 2026, the Lockington Golf Club celebrated its 100th Birthday. With over 100 community members in attendance, it was certainly a Birthday to remember - with one long term member saying it was the best day he'd ever had at the club! Here's to 100 more years.



Rochester Historical Society

Rochester Historical Society does an incredible job of preserving and sharing the stories that have shaped our town. During the financial year, we were proud to support their work through funding for new signage, as well as the printing of a historical book capturing and celebrating Rochester's rich history. These projects help ensure our local stories, people and places are preserved for generations to come.



Community Cars

For many small communities like ours, access to safe and reliable transport can be a significant barrier to receiving the healthcare people need. That's why we've proudly supported community transport programs across Elmore, Lockington and Rochester for many years.

These services help local residents get to medical appointments, access essential services and remain connected to their community when transport may otherwise be difficult.



2026 Scholarship recipients

Matisse Martin - studying Bachelor of Occupational Therapy at La Trobe University Bendigo (1 in images below)

Jenna Harvey - studying Bachelor of Health Science at La Trobe University Bendigo (2)

Jordy Rasmussen - studying Bachelor of Science at University of Melbourne (3)

Archie Mclachlan-James - studying Certificate IV Community Services at GoTAFE Shepparton (4)

Oakley Tarrant - studying Bachelor of Physiotherapy at La Trobe University Bendigo (5)

Payton Tiller - studying Bachelor of Education at La Trobe University Bendigo (6)

Lily Peake - studying Bachelor of Nursing at TAFE Bendigo (7)

Remee Christian - studying Bachelor of Occupational Therapy at La Trobe University Bendigo (8)

Tayla Turri - studying Bachelor of Marine Science at James Cook University Townsville (9)





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Director's report

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2026.

Directors
The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Name: **Joseph Hugh Holloway**
Title: Non-executive director
Experience and expertise: Bachelor of Agriculture Science from CSU Wagga Wagga. Currently employed as the National Key Accounts and Solutions Manager at Semex Pty Ltd. Graduated from the Loddon Murray Community Leadership Program in 2020. Former committee member of LBU Football Netball Club and LBU Cricket Club.
Special responsibilities: Chair

Name: **Julianne Mary Hand**
Title: Non-executive director
Experience and expertise: Current committee member at Lions Club of Rochester & Rochester Ambulance Auxiliary. Retired from Social Work at Echuca Regional Health. Past secretary of the Rochester Motoring Club and Rochester Community House.
Special responsibilities: Deputy Chair from 13 April 2026

Name: **Bradley Adrian Drust**
Title: Non-executive director
Experience and expertise: Bachelor of Arts (Geography) / Bachelor of Science (Environmental Science) and Master of Business Administration. More than 20 years' experience in natural resource management in technical and management roles. Currently Chief Executive Officer at the North Central Catchment Management Authority, leading the organisation to deliver a range of community, environment and compliance programs. Deputy Chair with Rochester and Elmore District Health Service, Treasurer with Rochester Junior Football Club Inc. and Chair of the Elmore Community Hub subcommittee.
Special responsibilities: Deputy Chair until 13 April 2026

Name: **Barbara Leanne Holmberg**
Title: Non-executive director
Experience and expertise: Bachelor of Health Science. Registered Nurse with experience working across the communities of Elmore, Lockington and Rochester. Level 2 yoga instructor and small business operator. Significant board involvement in community organisations, including Lockington Preschool, Lockington Primary School committees, Rochester Secondary College P & F, Elmore Football Netball Club, Tuesday Tennis committee and Friends of the Cemetery. Mother of four.

Name: **Stuart Alan Majella Wilson**
Title: Non-executive director
Experience and expertise: Qualified Aircraft Engineer, and holder of Business Management Degree. Currently Principal at Ray White Rochester and a small business owner. Keen interest in the local community, with current involvement as volunteer at the Rochester Football Netball Club.

Name: **Kayla Maree Bradley**
Title: Non-executive director (appointed 16 March 2026)
Experience and expertise: A passionate Lockington local with a strong commitment to supporting the community. An active committee member and former Canteen Manager at the Lockington Bamawm United Football Netball Club, with extensive experience volunteering at the grassroots level. Currently employed by Elders Rural and also operates a small farming contracting business, bringing valuable knowledge of agriculture, small business and the local economy. A dedicated volunteer with the Lockington Action Club, contributing to projects and initiatives that strengthen the local community and enhance the region for residents and visitors alike.

Name:	**Marshal Jon Jacobs**
Title:	Non-executive director (appointed 16 March 2026)
Experience and expertise:	Owner and operator of Jacobs Ag Solutions, providing specialist services to the agricultural sector. Currently employed by Notre Dame College, Shepparton, bringing experience across education, community engagement and stakeholder relationships.
Name:	**Cristie Howe**
Title:	Non-executive director (resigned 17 October 2025)
Experience and expertise:	Small business owner and operator – Cristie Lincoln Photography. Actively involved in a number of community organisations including Rochester Basketball Association, Rochester Cricket Club, Rochester Junior Football Netball Club & Rochester Football Netball Club.
Name:	**Ian Anthony Maddison**
Title:	Non-executive director (resigned 18 May 2026)
Experience and expertise:	Principal of Maddison Livestock & Property Pty Ltd (2002 - 2018), managing 10 full time and part time employees. Business Manager of Gippsland & Northern / Dalgety's / Wesfarmers Echuca (1992 - 2002). Dairy Farmer from 1980 to 1990. Committee member of Lockington Bamawm United Football Netball Club Inc. including 3 years as President. Two terms as Campaspe Shire Councillor, including two years as Mayor. Committee member for Echuca Community For the Aged for 9 years (Chairperson for 6). Married to Kathi for 50 years with 5 children and 11 grandchildren.

Company secretary
The company secretary is Lauren Chelsea Ross. Lauren was appointed to the position of company secretary on 18 September 2024.

Principal activity
The principal activity of the company during the financial year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank). There have been no significant changes in the nature of this activity during the financial year.

Review of operations
The profit for the company after providing for income tax amounted to $132,407 (30 June 2025: $200,875). Operations have continued to perform in line with expectations.

Dividends
During the financial year, the following dividends were provided for and paid. The dividends have been provided for in the financial statements.

	2026 $	2025 $
Fully franked dividend of 5.5 cents per share (2025: 3.5 cents)	87,409	55,624
Unfranked dividend of nil cents per share (2025: 4.5 cents)	-	71,517
	87,409	127,141

Significant changes in the state of affairs
There were no significant changes in the state of affairs of the company during the financial year.

Matters subsequent to the end of the financial year
On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across BEN's broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Likely developments and expected results of operations
No matter, circumstance or likely development in operations has arisen during or since the end of the financial year that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Environmental regulation
The company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Meetings of directors
The number of directors' meetings attended by each of the directors' of the company during the financial year were:

	Eligible	Attended
Joseph Hugh Holloway	11	9
Bradley Adrian Drust	11	11
Barbara Leanne Holmberg	11	8
Stuart Alan Majella Wilson	11	5
Julianne Mary Hand	11	8
Kayla Maree Bradley	3	2
Marshal Jon Jacobs	3	3
Cristie Howe	4	1
Ian Anthony Maddison	8	7

Director's benefits
No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest except as disclosed in note 23 to the financial statements.

Director's interests
The interest in company shareholdings for each director are:

	Balance at the start of the year	Changes	Balance at the end of the year
Joseph Hugh Holloway	-	-	-
Bradley Adrian Drust	-	-	-
Barbara Leanne Holmberg	1,000	-	1,000
Stuart Alan Majella Wilson	-	-	-
Julianne Mary Hand	1,875	-	1,875
Kayla Maree Bradley	-	-	-
Marshal Jon Jacobs	-	-	-
Cristie Howe	-	-	-
Ian Anthony Maddison	-	-	-

Shares under option
There were no unissued ordinary shares of the company under option outstanding at the date of this report.

Shares issued on the exercise of options
There were no ordinary shares of the company issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

Indemnity and insurance of directors and officers
The company has indemnified all directors and management in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as directors or management of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance.

Proceedings on behalf of the company
No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to 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 part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the Corporations Act 2001.

Indemnity and insurance of auditor
The company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the company or any related entity against a liability incurred by the auditor.

During the financial year, the company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

Non-audit services
The company may decide to employ the auditor on assignments additional to their statutory duties where the auditor's expertise and experience with the company are important. Details of the amounts paid or payable to the auditor (Andrew Frewin Stewart) for audit and non-audit services provided during the year are set out in note 25 to the accounts.

The board has considered the non-audit services provided during the year by the auditor and is satisfied that the provision of the non-audit services is compatible with, and did not compromise, the auditor independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services have been reviewed by the board to ensure they do not impact on the impartiality, integrity and objectivity of the auditor
- the non-audit services provided do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the company, acting as an advocate for the company or jointly sharing risks and rewards.

Auditor's independence declaration
Acopyofthe auditor's independencedeclaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.
This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors.



Joseph Hugh Holloway
Chair
21/09/2026

Auditor's independance declaration

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's independence declaration under section 307C of the *Corporations Act 2001* to the members of Lockmore Financial Services Limited

As lead auditor for the audit of Lockmore Financial Services Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

i) no contraventions of the auditor independence requirements of 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.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 21 September 2026

Jessica Ritchie
Lead Auditor

Liability limited by a scheme approved under Professional Standards Legislation.

Financial report

Statement of profit or loss and other comprehensive income

For the financial year ending 30 June 2026

	Note	2026 $	2025 $
Revenue from contracts with customers	7	1,987,279	2,008,806
Other revenue		24,649	-
Finance revenue		34,092	32,851
Total revenue		2,046,020	2,041,657
Employee benefits expense	8	(1,102,925)	(1,017,697)
Advertising and marketing costs		(29,993)	(25,163)
Occupancy and associated costs		(64,969)	(37,826)
System costs		(57,963)	(57,802)
Depreciation and amortisation expense	8	(104,147)	(100,315)
Finance costs	8	(28,228)	(27,799)
General administration expenses		(156,774)	(136,771)
Total expenses before community contributions and income tax		(1,544,999)	(1,403,373)
Profit before community contributions and income tax expense		501,021	638,284
Charitable donations, sponsorships and grants expense	8	(323,899)	(370,111)
Profit before income tax expense		177,122	268,173
Income tax expense	9	(44,715)	(67,298)
Profit after income tax expense for the year		132,407	200,875
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		132,407	200,875

The accompanying notes form part of these financial statements.

Statement of financial position

As at 30 June 2026

	Note	2026 $	2025 $
ASSETS			
Current assets			
Cash and cash equivalents	10	25,884	153,495
Trade and other	11	176,051	169,102
receivables Investments	12	800,602	706,091
Current tax assets	9	4,448	-
Total current assets		1,006,985	1,028,688
Non current assets			
Property, plant and equipment	13	246,287	217,307
Right-of-use assets	14	359,489	318,874
Intangible assets	15	8,752	35,006
Deferred tax assets	9	13,723	5,649
Total non-current assets		628,251	576,836
Total assets		1,635,236	1,605,524
LIABILITIES			
Current liabilities			
Trade and other payables	16	84,124	93,129
Lease liabilities	17	53,955	52,824
Current tax liabilities	9	-	55,210
Employee benefits	18	71,484	83,099
Total current liabilities		209,563	284,262
Non-current liabilities			
Lease liabilities	17	407,429	353,937
Employee benefits	18	24,397	9,137
Lease make good provision		30,730	40,069
Total non-current liabilities		462,556	403,143
Total liabilities		672,119	687,405
Net assets		963,117	918,119
EQUITY			
Issued capital	19	1,344,664	1,344,664
Accumulated losses		(381,547)	(426,545)
Total equity		963,117	918,119

The above statement of financial position should be read in conjunction with the accompanying notes

Statement of changes in equity

For the year ended 30 June 2026

	Note	Issued capital $	Accumulated losses $	Total equity $
Balance at 1 July 2024		1,344,664	(500,279)	844,385
Profit after income tax expense		-	200,875	200,875
Other comprehensive income, net of tax		-	-	
Total comprehensive income		-	200,875	200,875
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	21	-	(127,141)	(127,141)
Balance at 30 June 2025		1,344,664	(426,545)	918,119
Balance at 1 July 2025		1,344,664	(426,545)	918,119
Profit after income tax expense		-	132,407	132,407
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	132,407	132,407
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	21	-	(87,409)	(87,409)
Balance at 30 June 2026		1,344,664	(381,547)	963,117

The above statement of changes in equity should be read in conjunction with the accompanying notes

Statement of cash flows

For the year ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		2,167,574	2,230,369
Payments to suppliers and employees (inclusive of GST)		(1,913,568)	(1,826,863)
Interest received		46,624	34,744
Income taxes paid		(112,447)	(20,523)
Net cash provided by operating activities	26	188,183	417,727
Cash flows from investing activities			
Investment in term deposits		(94,511)	(86,336)
Payments for property, plant and equipment		(77,663)	(27,693)
Payments for intangible assets		(28,014)	(28,014)
Proceeds from disposal of property, plant and equipment		26,812	-
Net cash used in investing activities		(173,376)	(142,043)
Cash flows from financing activities			
Interest and other finance costs paid		(25,789)	(25,447)
Dividends paid	21	(87,409)	(127,141)
Repayment of lease liabilities		(29,220)	(28,380)
Net cash used in financing activities		(142,418)	(180,968)
Net increase/(decrease) in cash and cash equivalents		(127,611)	94,716
Cash and cash equivalents at the beginning of the financial year		153,495	58,779
Cash and cash equivalents at the end of the financial year	10	25,884	153,495

The above statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements

For the year ended 30 June 2026

Note 1. Reporting entity

The financial statements cover Lockmore Financial Services Limited (the company) as an individual entity, which is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The company is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Registered office
62 Railway Place, Elmore VIC 3558

Principal place of business
62 Railway Place, Elmore VIC 3558
9-11 Lockington Road, Lockington VIC 3563
24 Gillies Street, Rochester VIC 3561

A description of the nature of the company's operations and its principal activity is included in the directors' report, which is not part of the financial statements.

Note 2. Basis of preparation and statement of compliance

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards and Interpretations adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The financial statements comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB). The financial statements have been prepared on an accrual and historical cost basis and are presented in Australian dollars, which is the company's functional and presentation currency.

The directors have a reasonable expectation that the company has adequate resources to pay its debts as and when they fall due for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 21st September 2026. The directors have the power to amend and reissue the financial statements.

Note 3. Material accounting policy information

The accounting policies that are material to the company are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Adoption of new and revised accounting standards
The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The company has assessed and concluded there are no material impacts.

Accounting standards issued but not yet effective
Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2026. The company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the company, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements
AASB 18 (effective for annual reporting periods beginning on or after 1 January 2027) will replace AASB 101 Presentation of Financial Statements. Early adoption is permitted.

The new standard does not change how amounts are recognised or measured. However, it will change how information is presented and disclosed in the financial statements. This includes a revised structure for the statement of profit or loss and other comprehensive income, new subtotals, and additional disclosures for certain performance measures.

The company intends to adopt the standard from 1 July 2027. The impact is expected to be limited to changes in presentation and disclosure.

Note 3. Material accounting policy information (continued)

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

Investments
Investments includes non-derivative financial assets with fixed or determinable payments and fixed maturities where the company has the positive intention and ability to hold the financial asset to maturity. This category excludes financial assets that are held for an undefined period. Investments are carried at amortised cost using the effective interest rate method adjusted for any principal repayments. Gains and losses are recognised in profit or loss when the asset is derecognised or impaired.
Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Impairment of financial assets
The company recognises a loss allowance for expected credit losses on financial assets which are measured at amortised cost. The measurement of the loss allowance depends upon the company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

Impairment of non-financial assets
At each reporting date, the company reviews the carrying amounts of its tangible asset and intangible assets to determine whether there is any indication those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of any impairment loss.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately. Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Note 4. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires the directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The directors continually evaluate their judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

The directors base their judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events that it believes to be reasonable under the circumstances. Differences between the accounting judgements and estimates and actual results and outcomes are accounted for in future reporting periods. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Note 4. Critical accounting judgements, estimates and assumptions (continued)

Judgements

Timing of revenue recognition associated with trail commission
The company receives trailing commission from Bendigo Bank for products and services sold. Ongoing trailing commission payments are recognised on a monthly basis when earned as there is insufficient detail readily available to estimate the most likely amount of revenue without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission revenue is outside the control of the company.

Allowance for expected credit losses on trade and other receivables
The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

The company has not recognised an allowance for expected credit losses in relation to trade and other receivables for the following reasons:

- The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.
- The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit. The directors are not aware of any such non-compliance at balance date.
- The company has reviewed credit ratings provided by Standard & Poors, Moody's and Fitch Ratings to determine the level of credit exposure to the company.
- The company has not experienced any instances of default in relation to receivables owed to the company from Bendigo Bank.

Impairment of non-financial assets
The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment.
If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. The directors did not identify any impairment indications during the financial year.

Recovery of deferred tax assets
Deferred tax assets are recognised for deductible temporary differences only if the company considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Lease term
The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the company's operations, comparison of terms and conditions to prevailing market rates, incurrence of significant penalties, existence of significant leasehold improvements and the costs and disruption to replace the asset. The company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

The company includes extension options applicable to the lease of branch premises in its calculations of both the right-of use asset and lease liability except where the company is reasonably certain it will not exercise the extension option. This is due to the significant disruption of relocating premises and the loss on disposal of leasehold improvements fitted out in the leased premises.

Note 4. Critical accounting judgements, estimates and assumptions (continued)

Estimates & assumptions

Estimation of useful lives of assets
The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives or assets that have been abandoned or sold will be written off or written down.

Incremental borrowing rate
Where the interest rate implicit in a lease cannot be readily determined, which is generally the case for the company's lease agreements, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. This rate is based on what the company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Employee benefits provision
The liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and inflation have been taken into account.

The company uses historical employee attrition rates in determining the probability of an employee, at a given date, achieving continuous employment to be eligible for entitlement in accordance with long service leave legislation.

Note 5. Economic dependency

The company has entered into a franchise agreement with the Bendigo Bank, that governs the management of the Community Bank. The company is economically dependent on the ongoing receipt of revenue under the franchise agreement. The current term of the franchise agreement is scheduled to expire in October 2026 and includes a final five year renewal option. The directors have a reasonable expectation this option will be exercised, extending the franchise agreement to October 2031.

The company operates as a franchise of Bendigo Bank, using the name "Bendigo Bank" and the logo and system of operations of Bendigo Bank. The company manages the Community Bank on behalf of Bendigo Bank, however all transactions with customers conducted through the Community Bank are effectively conducted between the customers and Bendigo Bank.

All deposits are made with Bendigo Bank, and all personal and investment products are products of Bendigo Bank, with the company facilitating the provision of those products. All loans, leases or hire purchase transactions, issues of new credit or debit cards, temporary or bridging finance and any other transaction that involves creating a new debt, or increasing or changing the terms of an existing debt owed to Bendigo Bank, must be approved by Bendigo Bank. All credit transactions are made with Bendigo Bank, and all credit products are products of Bendigo Bank.

The company promotes and sells the products and services, but is not a party to the transaction.

The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit.

Note 5. Economic dependency (continued)

Bendigo Bank provides significant assistance in establishing and maintaining the Community Bank franchise operations. It also continues to provide ongoing management and operational support and other assistance and guidance in relation to all aspects of the franchise operation, including advice and assistance in relation to:

- the design, layout and fit out of the Community Bank premises
- training for the branch manager and other employees in banking, management systems and interface protocol
- methods and procedures for the sale of products and provision of services
- security and cash logistic controls
- calculation of company revenue and payment of many operating and administrative expenses
- the formulation and implementation of advertising and promotional programs
- sales techniques and proper customer relations
- providing payroll services.

Note 6. Restatement of comparatives

Reclassification of investment account

During the year, the directors reviewed the classification of financial assets under AASB 107 Statement of Cash Flows and AASB 9 Financial Instruments. The Sandhurst Trustees Investment account, previously classified as cash and cash equivalents, has been reclassified as a current investment measurement at fair value through profit or loss. This reflects its withdrawal restrictions, unitised structure, and exposure to fair value changes.

- The change in classification had the following impacts on comparative figures:
- Cash and cash equivalents decreased and investments increased by $706,091 at 30 June 2025.
- Opening and closing cash balances in the Statement of cash flows were adjusted accordingly.
- Related movements are now shown as investing activities in the Statement of cash flows.
- The change in classification had no impact on the company's net profit or net asset position.

Note 7. Revenue from contracts with customers

	2026 $	2025 $
Margin income	1,688,913	1,704,478
Fee income	90,780	90,980
Commission income	207,586	213,348
	1,987,279	2,008,806

Accounting policy for revenue from contracts with customers

The company has entered into a franchise agreement with Bendigo Bank. The company delivers banking and financial services of Bendigo Bank to its community. The franchise agreement provides for a share of interest, fee, and commission revenue earned by the company. Interest margin share is based on a funds transfer pricing methodology which recognises that income is derived from deposits held, and that loans granted incur a funding cost. Fees are based on the company's current fee schedule and commissions are based on the agreements in place. All margin revenue is recorded as noninterest income when the company's right to receive the payment is established.

The company acts as an agent under the franchise agreement and revenue arises from the rendering of services through its franchise agreement.

Revenue is recognised on an accruals basis, at the fair value of consideration specified in the franchise agreement, as follows:

Note 7. Revenue from contracts with customers

Revenue stream	Includes	Performance obligation	Timing of recognition
Franchise agreement profit share	Margin, commission, and fee income	When the company satisfies its obligation to arrange for the services to be provided to the customer by the supplier (Bendigo Bank as franchisor).	On completion of the provision of the relevant service. Revenue is accrued monthly and paid within 10 business days after the end of each month.

All revenue is stated net of the amount of GST. There was no revenue from contracts with customers recognised over time during the financial year.

Revenue calculation
The franchise agreement provides that three forms of revenue may be earned by the company which are margin, commission and fee income. Bendigo Bank decides the form of revenue the company earns on different types of products and services. The revenue earned by the company is dependent on the business that it generates, interest rates and funds transfer pricing and other factors, such as economic and local

Margin income
Margin income on core banking products is arrived at through the following calculation:
Interest paid by customers on loans less interest paid to customers on deposits
PLUS any deposit returns i.e. interest return applied by Bendigo Bank for a deposit
PLUS any costs of funds i.e. interest applied by to fund a loan.

The company is entitled to a share of the margin earned by Bendigo Bank. If this reflects a loss, the company incurs a share of that loss.

Commission income
Commission income is generated from the sale of products and services. This commission is recognised at a point in time which reflects when the company has fulfilled its performance obligation. Refer to note 4 for further information regarding key judgements applied by the directors in relation to the timing of revenue recognition from trail commission.

The company receives trailing commission for products and services sold. Ongoing trailing commission payments are recognised on receipt as there is insufficient detail readily available to estimate the most likely amount of income without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission income is outside the control of the company, and is a significant judgement area.

Fee income
Fee income is a share of what is commonly referred to as 'bank fees and charges' charged to customers by Bendigo Bank including fees for loan applications and account transactions.

Core banking products
Bendigo Bank has identified some products and services as 'core banking products'. It may change the products and services which are identified as core banking products by giving the company at least 30 days notice. Core banking products currently include Bendigo Bank branded home loans, term deposits and at call deposits.

Ability to change financial return
Under the franchise agreement, Bendigo Bank may change the form and amount of financial return the company receives. The reasons it may make a change include changes in industry or economic conditions or changes in the way Bendigo Bank earns revenue.

The change may be to the method of calculation of margin, the amount of margin, commission and fee income or a change of a margin to a commission or vice versa. This may affect the amount of revenue the company receives on a particular product or service. Bendigo Bank must not reduce the margin and commission the company receives on core banking products and services to less than 50% (on an aggregate basis) of Bendigo Bank's margin at that time. For other products and services, there is no restriction on the change Bendigo Bank may make.

Note 8. Expenses

Employee benefits expense

	2026 $	2025 $
Wages and salaries	931,360	861,459
Non-cash benefits	9,392	9,392
Superannuation contributions	105,116	96,009
Expenses related to long service leave	12,924	8,485
Other expenses	44,133	42,352
	1,102,925	1,017,697

Depreciation & amortisation expense

	2026 $	2025 $
Depreciation of non-current assets		
Leasehold improvements	19,014	19,054
Plant and equipment	18,992	14,669
Motor vehicles	8,437	9,124
	46,443	42,847
Depreciation of right-of-use assets		
Leased land and buildings	31,450	31,214
Amortisation of intangible assets		
Franchise fee	4,375	4,375
Franchise renewal process fee	21,879	21,879
	26,254	26,254
	104,147	100,315

Finance costs

	2026 $	2025 $
Lease interest expense	25,789	25,447
Unwinding of make good provision	2,439	2,352
	28,228	27,799

Charitable donations, sponsorships and grants expense

	2026 $	2025 $
Direct donation, sponsorship and grant payments	223,899	195,111
Contribution to the Community Enterprise Foundation™ (CEF)	100,000	175,000
	323,899	370,111

The overarching philosophy of the Community Bank model, is to support the local community in which the company operates. This is achieved by circulating the flow of financial capital into the local economy through community contributions (such as donations, sponsorships and grants).

The funds contributed are held by the CEF and are available for distribution as grants to eligible applicants for a specific purpose in consultation with the directors.

Note 8. Expenses (continued)

When the company pays a contribution in to the CEF, the company loses control over the funds at that point. While the directors are involved in the payment of grants, the funds are not refundable to the company.

Note 9. Income tax

	2026 $	2025 $
Income tax expense		
Current tax	52,789	73,383
Movement in deferred tax	(8,074)	(6,085)
Aggregate income tax expense	44,715	67,298
Prima facie income tax reconciliation		
Profit before income tax expense	177,122	268,173
Tax at the statutory tax rate of 25%	44,281	67,043
Tax effect of:		
Non-deductible expenses	434	255
Income tax expense	44,715	67,298

	2026 $	2025 $
Deferred tax attributable to:		
Accrued expenses	1,068	1,425
Employee benefits	23,970	23,059
Provision for lease make good	7,682	10,017
Lease liabilities	115,346	101,690
Property, plant and equipment	(41,709)	(44,929)
Income accruals	(2,762)	(5,895)
Right-of-use assets	(89,872)	(79,718)
Deferred tax asset/(liability)	13,723	5,649

	2026 $	2025 $
Income tax refund due	4,448	-

	2026 $	2025 $
Provision for income tax	-	55,210

Accounting policy for income tax
The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Accounting policy for current tax
Current tax assets and liabilities are measured at amounts expected to be recovered from or paid to the taxation authorities. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

Note 9. Income tax (continued)

Accounting policy for deferred tax

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Note 10. Cash & cash equivalents

	2026 $	2025 $
Cash at bank and on hand	25,884	153,495

Note 11. Trade and other receivables

	2026 $	2025 $
Trade receivables	153,106	134,850
Accrued income	11,048	23,580
Prepayments	11,897	10,672
	22,945	34,252
	176,051	169,102
Financial assets at amortised cost classified as trade and other receivables		
Total trade and other receivables	176,051	169,102
Less prepayments, included in trade and other receivables	(11,897)	(10,672)
	164,154	158,430

Accounting policy for trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.

Note 12. Investments

	2026 $	2025 $
Current assets		
Term deposits	800,000	500,000
Managed funds	602	206,091
	800,602	706,091

Accounting policy for investments

Refer to note 22 'Financial risk management'

Note 13. Property, plant and equipment

	2026 $	2025 $
Leasehold improvements - at cost	248,515	252,396
Less: Accumulated depreciation	(117,933)	(109,928)
	130,582	142,468
Plant and equipment - at cost	183,596	194,011
Less: Accumulated depreciation	(117,701)	(127,171)
	65,895	66,840
Motor vehicles - at cost	50,672	45,623
Less: Accumulated depreciation	(862)	(37,624)
	49,810	7,999
	246,287	217,307

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Leasehold improvements $	Plant and equipment $	Motor vehicles $	Total $
Balance at 1 July 2024	161,522	53,816	17,123	232,461
Additions	-	27,693	-	27,693
Depreciation	(19,054)	(14,669)	(9,124)	(42,847)
Balance at 30 June 2025	142,468	66,840	7,999	217,307
Additions	7,819	19,172	50,672	77,663
Disposals	(691)	(1,125)	(424)	(2,240)
Depreciation	(19,014)	(18,992)	(8,437)	(46,443)
Balance at 30 June 2026	130,582	65,895	49,810	246,287

Accounting policy for property, plant and equipment

Property, plant and equipment are measured at cost or fair value as applicable, less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a diminishing value and straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

Leasehold improvements	5 to 22 years
Plant and equipment	2.5 to 40 years
Motor vehicles	5 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 14. Right of use assets

	2026 $	2025 $
Land and buildings - right-of-use	584,931	512,866
Less: Accumulated depreciation	(225,442)	(193,992)
	359,489	318,874

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Land and buildings $
Balance at 1 July 2024	340,441
Remeasurement adjustments	9,647
Depreciation expense	(31,214)
Balance at 30 June 2025	318,874
Remeasurement adjustments	72,065
Depreciation expense	(31,450)
Balance at 30 June 2026	359,489

Accounting policy for right-of-use assets
Right-of-use assets are initially measured at cost, which comprises the initial amount of the lease liability adjusted for costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease. Right-of-use assets are subject to impairment and are adjusted for any remeasurement of lease liabilities.

Refer to note 17 for more information on lease arrangements.

Note 15. Intangible assets

	2026 $	2025 $
Franchise fee	130,862	130,862
Less: Accumulated amortisation	(129,403)	(125,028)
	1,459	5,834
Franchise renewal fee	304,314	304,314
Less: Accumulated amortisation	(297,021)	(275,142)
	7,293	29,172
	8,752	35,006

Note 15. Intangible assets (continued)

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Franchise fee $	Franchise renewal fee $	Total $
Balance at 1 July 2024	10,209	51,051	61,260
Amortisation expense	(4,375)	(21,879)	(26,254)
Balance at 30 June 2025	5,834	29,172	35,006
Amortisation expense	(4,375)	(21,879)	(26,254)
Balance at 30 June 2026	1,459	7,293	8,752

Accounting policy for intangible assets

Intangible assets of the company relate to the franchise fees paid to Bendigo Bank which conveys the right to operate the Community Bank franchise.

Intangible assets are measured on initial recognition at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

The franchise fees paid by the company are amortised over their useful life and assessed for impairment whenever impairment indicators are present.

The estimated useful life and amortisation method for the current and comparative periods are as follows:

Asset class	Method	Useful life	Expiry/renewal date
Franchise fee	Straight-line	Over the franchise term (5 years)	October 2026
Franchise renewal fee	Straight-line	Over the franchise term (5 years)	October 2026

Amortisation methods, useful life, and residual values are reviewed and adjusted, if appropriate, at each reporting date.

Note 16. Trade and other payables

	2026 $	2025 $
Current liabilities		
Trade payables	42,779	2,127
Other payables and accruals	41,345	91,002
	84,124	93,129

	2026 $	2025 $
Financial liabilities at amortised cost classified as trade and other payables		
Total trade and other payables	84,124	93,129
less GST payable to the ATO, included in other payables and accruals	(11,084)	(17,000)
	73,040	76,129

Note 17. Lease liabilities

	2026 $	2025 $
Current liabilities		
Land and buildings lease liabilities	53,955	52,824
Non-current liabilities		
Land and buildings lease liabilities	407,429	353,937
	461,384	406,761

Reconciliation of lease liabilities

	2026 $	2025 $
Opening balance	406,761	425,494
Remeasurement adjustments	83,843	9,647
Lease interest expense	25,789	25,447
Lease payments - total cash outflow	(55,009)	(53,827)
	461,384	406,761

Accounting policy for lease liabilities
A lease liability is recognised at the commencement date of a lease. The lease liability is initially measured at the present value of the lease payments to be made over the term of the lease, including renewal options if the company is reasonably certain to exercise such options, discounted using the company's incremental borrowing rate.

The company has applied the following accounting policy choices in relation to lease liabilities:
- The company has elected not to separate lease and non-lease components when calculating the lease liability for property leases.
- The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and low-value assets, which include the company's lease of information technology equipment. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The company's lease portfolio includes:

Lease	Discount rate	Non-cancellable term	Renewal options available	Reasonably certain to exercise options	Lease term end date used in calcs
Lockington Branch	7.39%	5 years	2 x 5 years	yes	Feb 2039
Elmore Branch	7.39%	5 years	2 x 5 years	yes	Nov 2038
Rochester Branch	7.40%	5 years	2 x 5 years	yes	Dec 2038

During the year, the company entered into variations for the Elmore and Lockington branches of its property lease agreements which provide the company with an option to extend each lease for a further five-year term.

Note 18. Employee benefits

	2026 $	2025 $
Current liabilities		
Annual leave	44,222	49,170
Long service leave	27,262	33,929
	71,484	83,099
Non-current liabilities		
Long service leave	24,397	9,137
	95,881	92,236

Accounting policy for short-term employee benefits
Liabilities for annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled. Non-accumulating non-vesting sick leave is expensed when the leave is taken and is measured at the rates paid or payable.

Accounting policy for other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Remeasurements are recognised in profit or loss in the period in which they arise.

Note 19. Issued capital

	2026 Shares	2025 Shares	2026 $	2025 $
Ordinary shares - fully paid	1,409,233	1,409,233	1,409,233	1,409,233
Bonus shares - fully paid (4:1)	179,994	179,994	-	-
Less: Equity raising costs	-	-	(64,569)	(64,569)
	1,589,227	1,589,227	1,344,664	1,344,664

Accounting policy for issued capital
Ordinary shares are recognised at the fair value of the consideration received by the company being $1 per share. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

Rights attached to issued capital (ordinary shares)

Voting rights
Subject to some limited exceptions, each member has the right to vote at a general meeting.

On a show of hands or a poll, each member attending the meeting (whether they are attending the meeting in person or by attorney, corporate representative or proxy) has one vote, regardless of the number of shares held. However, where a person attends a meeting in person and is entitled to vote in more than one capacity (for example, the person is a member and has also been appointed as proxy for another member) that person may only exercise one vote on a show of hands. On a poll, that person may exercise one vote as a member and one vote for each other member that person represents as duly appointed attorney, corporate representative or proxy.

Note 19. Issued capital (continued)

The purpose of giving each member only one vote, regardless of the number of shares held, is to reflect the nature of the company as a community based company, by providing that all members of the community who have contributed to the establishment and ongoing operation of the Community Bank branch have the same ability to influence the operation of the company.

Dividends
Generally, dividends are payable to members in proportion to the amount of the share capital paid up on the shares held by them, subject to any special rights and restrictions for the time being attaching to shares. The franchise agreement with Bendigo Bank contains a limit on the level of profits or funds that may be distributed to shareholders. There is also a restriction on the payment of dividends to certain shareholders if they have a prohibited shareholding interest (see below).

Transfer
Generally, ordinary shares are freely transferable. However, the directors have a discretion to refuse to register a transfer of shares.

Subject to the foregoing, shareholders may transfer shares by a proper transfer effected in accordance with the company's constitution and the Corporations Act 2001

Prohibited shareholding interest

A person must not have a prohibited shareholding interest in the company.

In summary, a person has a prohibited shareholding interest if any of the following applies:

- They control or own 10% or more of the shares in the company (the "10% limit").
- In the opinion of the board they do not have a close connection to the community or communities in which the company predominantly carries on business (the "close connection test").
- Where the person is a shareholder, after the transfer of shares in the company to that person the number of shareholders in the company is (or would be) lower than the base number (the "base number test"). The base number is 694. As at the date of this report, the company had 755 shareholders (2025: 747 shareholders).

As with voting rights, the purpose of this prohibited shareholding provision is to reflect the community-based nature of the company.

Where a person has a prohibited shareholding interest, the voting and dividend rights attaching to the shares in which the person (and their associates) has a prohibited shareholding interest in are suspended.

The board has the power to request information from a person who has (or is suspected by the board of having) a legal or beneficial interest in any shares in the company or any voting power in the company, for the purpose of determining whether a person has a prohibited shareholding interest. If the board becomes aware that a member has a prohibited shareholding interest, it must serve a notice requiring the member (or the member's associate) to dispose of the number of shares the board considers necessary to remedy the breach. If a person fails to comply with such a notice within a specified period (that must be between three and six months), the board is authorised to sell the specified shares on behalf of that person. The holder will be entitled to the consideration from the sale of the shares, less any expenses incurred by the board in selling or otherwise dealing with those shares.

In the constitution, members acknowledge and recognise that the exercise of the powers given to the board may cause considerable disadvantage to individual members, but that such a result may be necessary to enforce the prohibition.

Note 20. Capital management

The board's policy is to maintain a strong capital base so as to sustain future development of the company. The board monitor the return on capital and the level of distributions to shareholders. Capital is represented by total equity as recorded in the statement of financial position.

In accordance with the franchise agreement, in any 12 month period the funds distributed to shareholders shall not exceed the distribution limit.

Note 20. Capital management (continued)

The distribution limit is the greater of:

- 20% of the profit or funds of the company otherwise available for distribution to shareholders in that 12 month period; and
- subject to the availability of distributable profits, the relevant rate of return multiplied by the average level of share capital of the company over that 12 month period where the relevant rate of return is equal to the weighted average interest rate on 90 day bank bills over that 12 month period plus 5%.

The board is managing the growth of the business in line with this requirement. There are no other externally imposed capital requirements, although the nature of the company is such that amounts will be paid in the form of charitable donations and sponsorship. Charitable donations and sponsorship paid for the financial year can be seen in the statement of profit or loss and other comprehensive Income.

There were no changes in the company's approach to capital management during the year.

Note 21. Dividends

Dividends provided for and paid during the period

The following dividends were provided for and paid to shareholders during the financial year as presented in the Statement of changes in equity and Statement of cash flows.

	2026 $	2025 $
Fully franked dividend of 5.5 cents per share (2025: 3.5 cents)	87,409	55,624
Unfranked dividend of nil cents per share (2025: 4.5 cents)	-	71,517
	87,409	127,141

Franking credits

	2026 $	2025 $
Franking account balance at the beginning of the financial year	20,369	18,386
Franking credits (debits) arising from income taxes paid (refunded)	112,447	20,523
Franking debits from the payment of franked distributions	(29,136)	(18,540)
	103,680	20,369
Franking transactions that will arise subsequent to the financial year end:		
Balance at the end of the financial year	103,680	20,369
Franking credits (debits) that will arise from payment (refund) of income tax	(4,448)	55,210
Franking credits available for future reporting periods	99,232	75,579

The ability to utilise franking credits is dependent upon the company's ability to declare dividends. The tax rate at which future dividends will be franked is 25%.

Accounting policy for dividends

Dividends are recognised when declared during the financial year and no longer at the discretion of the company.

Note 22. Financial risk management

The company's financial instruments include trade receivables and payables, cash and cash equivalents, investments and lease liabilities. The company does not have any derivatives.

The directors are responsible for monitoring and managing the financial risk exposure of the company, to which end it monitors the financial risk management policies and exposures and approves financial transactions within the scope of its authority.

Note 20. Capital management (continued)

The distribution limit is the greater of:

- 20% of the profit or funds of the company otherwise available for distribution to shareholders in that 12 month period; and
- subject to the availability of distributable profits, the relevant rate of return multiplied by the average level of share capital of the company over that 12 month period where the relevant rate of return is equal to the weighted average interest rate on 90 day bank bills over that 12 month period plus 5%.

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Note 22. Financial risk management (continued)

The directors have identified that the only significant financial risk exposures of the company are liquidity and market (price) risk. Other financial risks are not significant to the company due to the following factors:

- The company has no foreign exchange risk as all of its account balances and transactions are in Australian Dollars. The company's franchise agreement limits the company's credit exposure to one financial institution, being Bendigo Bank. The company monitors credit worthiness through review of credit ratings, Bendigo Bank is rated A- on Standard & Poor's credit ratings.
- The company has no direct exposure to movements in commodity prices.
- The company's interest-bearing instruments are held at amortised cost which have fair values that approximate their carrying value since all cash and payables have maturity dates within 12 months.
- The company has no borrowings.

Further details regarding the categories of financial instruments held by the company that hold such exposure are detailed below.

	2026 $	2025 $
Financial assets at amortised cost		
Cash and cash equivalents (note 10)	25,884	153,495
Trade and other receivables excluding prepayments (note 11)	164,154	158,430
Investments (note 12)	800,000	500,000
	990,038	811,925
Financial assets at fair value through profit or loss		
Investments (note 12)	602	206,091
Financial liabilities		
Trade and other payables (note 16)	73,040	76,129
Lease liabilities (note 17)	461,384	406,761
	534,424	482,890

At balance date, the fair value of financial instruments approximated their carrying values.

Accounting policy for financial instruments

Financial Assets

- Classification

The company classifies its financial assets into the following categories:

  - Amortised cost
  - Fair value through profit or loss (FVTPL)

The company's financial assets measured at amortised cost comprise trade and other receivables, cash and cash equivalents and investments in term deposits.

The company's financial assets measured at FVTPL comprise investments in managed funds over which the company does not have significant influence nor control.

- Derecognition

A financial asset is derecognised when the company's contractual right to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

Note 22. Financial risk management (continued)

- Impairment of trade and other receivables

Impairment of trade receivables is determined using the simplified approach which uses an estimation of lifetime expected credit losses. The company has not recognised an allowance for expected credit losses in relation to trade and other receivables. Refer to note 4 for further information.

Financial Liabilities

- Classification

The company classifies its financial liabilities at amortised cost.
The company's financial liabilities measured at amortised cost comprise trade and other payables and lease liabilities.

- Derecognition

A financial liability is derecognised when it is extinguished, cancelled or expires.

Market risk

Market risk is the risk that changes in market prices - e.g. foreign exchange rates, interest rates, and equity prices - will affect the company's income or the value of its holdings in financial instruments.

Interest-bearing assets and liabilities are held with Bendigo Bank and earnings on those are subject to movements in market interest rates. The company held cash and cash equivalents of $25,884 and Investments of $800,602 at 30 June 2026 (2025: $153,495 and $706,091).

Price risk

The company is exposed to price risk through its investment in managed funds measured at fair value through profit or loss. At 30 June 2026, the carrying amount of this investment was $602 (2025: $206,091). The directors do not consider the company's exposure to price risk at the reporting date to be significant.

Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.
The following are the company's remaining contractual maturities of financial liabilities. The contractual cash flow amounts are gross and undiscounted and therefore may differ from their carrying amount in the statement of financial position.

2026

Non-derivatives	1 year or less $	Between 1 & 5 years $	Over 5 years $	Remaining contractual maturities $
Trade and other payables	73,040	-	-	73,040
Lease liabilities	55,760	223,040	416,065	694,865
Total non-derivatives	128,800	223,040	416,065	767,905

2025

Non-derivatives	1 year or less $	Between 1 & 5 years $	Over 5 years $	Remaining contractual maturities $
Trade and other payables	76,129	-	-	76,129
Lease liabilities	54,326	217,304	287,737	559,367
Total non-derivatives	130,455	217,304	287,737	635,496

Note 23. Key management personnel disclosures

Directors

The following persons were directors of Lockmore Financial Services Limited during the financial year and/or up to the date of signing these Financial Statements.

Joseph Hugh Holloway
Bradley Adrian Drust
Julianne Mary Hand
Barbara Leanne Holmberg
Stuart Alan Majella Wilson
Marshal Jon Jacobs (appointed 16 March 2026)
Kayla Maree Bradley (appointed 16 March 2026)
Cristie Howe (resigned 17 October 2025)
Ian Anthony Maddison (resigned 18 May 2026)

Compensation

Key management personnel compensation comprised the following:

	2026 $	2025 $
Short-term employee benefits	2,812	2,376

Note 24. Related party transactions

Key management personnel

Disclosures relating to key management personnel are set out in note 23.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Terms and conditions of transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties

The following transactions occurred with related parties:

	2026 $	2025 $
The company made contributions to various community groups where directors were also committee members	20,250	37,717
The company paid Cristie Lincoln Photography, of which a director is owner and operator, for the purposes of marketing	-	600

Note 25. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by Andrew Frewin Stewart, the auditor of the company:

	2026 $	2025 $
Audit services		
Audit or review of the financial statements	10,310	9,890
Other services		
Taxation advice and tax compliance services	290	565
General advisory services	4,645	4,395
Share registry services	11,494	12,580
	16,429	17,540
	26,739	27,430

Note 26. Reconciliation of profit after income tax to net cash provided by operating activities

	2026 $	2025 $
Profit after income tax expense for the year	132,407	200,875
Adjustments for:		
Depreciation and amortisation	104,147	100,315
Net gain on disposal of non-current assets	(24,572)	-
Lease liabilities interest	25,789	25,447
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(6,949)	21,854
Increase in income tax refund due	(4,448)	-
Increase in deferred tax assets	(8,074)	(5,649)
Increase in trade and other payables	19,009	17,290
Increase/(decrease) in provision for income tax	(55,210)	52,860
Decrease in deferred tax liabilities	-	(436)
Increase in employee benefits	3,645	2,813
Increase in other provisions	2,439	2,358
Net cash provided by operating activities	188,183	417,727

Note 27. Earnings per share

	2026 $	2025 $
Profit after income tax	132,407	200,875
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic earnings per share	1,589,227	1,589,227
Weighted average number of ordinary shares used in calculating diluted earnings per share	1,589,227	1,589,227

Note 27. Earnings per share (continued)

	Cents	Cents
Basic earnings per share	8.33	12.64
Diluted earnings per share	8.33	12.64

Accounting policy for earnings per share
Basic and diluted earnings per share is calculated by dividing the profit attributable to the owners of Lockmore Financial Services Limited, by the weighted average number of ordinary shares outstanding during the financial year.

Note 28. Commitments

The company has no commitments contracted for which would be provided for in future reporting periods.

Note 29. Contingencies

There were no contingent liabilities or contingent assets at the date of this report.

Note 30. Events after the reporting period

On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across BEN's broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Director's declaration

30 June 2026

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in the notes to the financial statements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- the company does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, a consolidated entity disclosure statement has not been included as section 295(3A)(a) of the Corporations Act 2001 does not apply to the entity.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the

Corporations Act 2001.

On behalf of the directors



_____

Joseph Hugh Holloway
Chair
21/09/2026

Independent auditor's report

To the members of Lockmore Financial Services Ltd

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's report to the members of Lockmore Financial Services Limited Report on the audit of the financial report

Our opinion

In our opinion, the accompanying financial report of Lockmore Financial Services Limited (the company), is in accordance with the *Corporations Act 2001*, including:

i. giving a true and fair view of the company's financial position as at 30 June 2026 and of its financial performance for the year ended on that date; and
ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

We have audited the financial report of Lockmore Financial Services Limited, which comprises the:

- Statement of financial position as at 30 June 2026
- Statement of profit or loss and other comprehensive income for the year then ended
- Statement of changes in equity for the year then ended
- Statement of cash flows for the year then ended
- Notes to the financial statements, including material accounting policies, and the
- Directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report, which we obtained prior to the date of this auditor's report, and the remaining information included in the company's Annual Report for the year ended 30 June 2026, which is expected to be made available to us after the date of this auditor's report. The other information does not include the financial report and our auditor's report thereon.

Liability limited by a scheme approved under Professional Standards Legislation.

To the members of Lockmore Financial Services Ltd

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Our opinion on the financial report does not cover the other information and accordingly we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

At the date of this auditor's report, we have received and read the Directors' Report and have not identified any material inconsistency between that information and the financial report or our knowledge obtained during the audit.

The remaining other information included in the Annual Report is expected to be made available to us after the date of this auditor's report. When we read that information, if we conclude that there is a material misstatement therein, we are required to take appropriate action in accordance with the Australian Auditing Standards.

Responsibilities of the directors for the financial report

The directors of the company are responsible for the preparation of the 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 financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/home.aspx. This description forms part of our auditor's report.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 21 September 2026

Jessica Ritchie
Lead Auditor

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1 Our **staff and directors** coming together to celebrate another successful financial year in 2026.

2 Celebrating an incredible milestone with the **Lockington Golf Club** as the club marked its centenary.

3 Team member Joel with the **Rochester Historical Society,** recipients of two grants during the financial year to support their work in preserving our local history.

4 Assistant Branch Manager Clay with **Chance and Kaylah**, who we proudly sponsored to take part in a basketball tour of the USA in 2025.

5 The Bicknell family, our Lockington winners of the inaugural **Christmas Lights Competition**, helping spread a little extra festive cheer around town.

6 Team members Paige and Lauren at the **2025 Elmore Field Days**, marking the 20th Field Days event proudly supported by our Community Bank.

7 One of the incredible murals bringing colour to the community as part of the **2026 Rochester Mural Festival.**

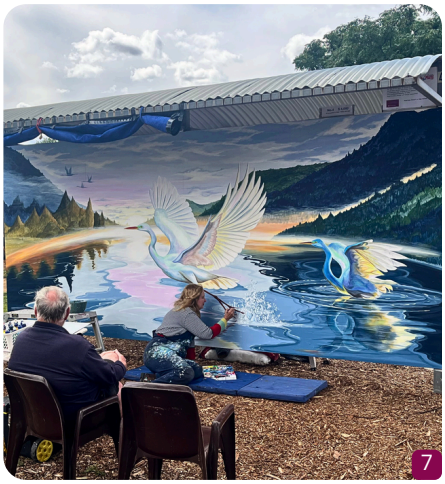


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/communitybankelmorelockingtonrochester

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Cover artwork: Lockington Business Centre mural, painted by Jimmy Dvate & proudly supported by Lockmore FSL.

Bendigo Bank

Bendigo and Adelaide Bank Limited ABN 11 068 049 178, AFSL/Australian Credit Licence 237879 A1429506 OUT_49334421 17/09/2026