
Maroondah

Community Financial Services Limited

ABN: 91 103 341 993

Financial Report

For the half-year ended

31 December 2024

Maroondah Community Enterprises Limited

Directors' Report

The directors present their report together with the financial statements of the company for the half-year ended 31 December 2024.

Directors

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

Stuart Robert Greig	Matthew Mark Cannon
William Pirie Sutherland	Daryl Leslie Minter
Anthony Morris Hart	Andrew O'Brien (Appointed 2 July 2024)
Nora Clare Lamont (Appointed 8 August 2024)	Christopher Henry Monaghan (Resigned 15 November 2024)

Principal activity

The principal activity of the company during the financial half-year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank).

Review of operations

The profit for the company after providing for income tax amounted to:

Half-year ended 31 December 2024	Half-year ended 31 December 2023
\$ 322,950	\$ 499,083

Significant changes in the state of affairs

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

Matters subsequent to the end of the financial half-year

No matter or circumstance has arisen since 31 December 2024 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.

Auditor's independence declaration

A copy of the auditors' independence declaration 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 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors

Chair



Stuart Robert Greig

Date

13 March 2025



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

Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Maroondah Community Enterprises Limited

We declare that, to the best of our knowledge and belief, for the half-year ended 31 December 2024 there have been no contraventions of:

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

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart'.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 13 March 2025

A handwritten signature in black ink, appearing to read 'Joshua Griffin'.

Joshua Griffin
Lead Auditor

Maroondah Community Enterprises Limited

Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Revenue from contracts with customers	4	1,502,854	1,505,971
Other revenue		8,621	31,585
Finance revenue		71,591	59,335
Employee benefits expense		(707,074)	(603,387)
Advertising and marketing costs		(6,469)	(12,567)
Occupancy and associated costs		(39,388)	(42,006)
Systems costs		(25,404)	(21,469)
Depreciation and amortisation expense		(95,734)	(91,178)
Finance costs		(4,297)	(6,452)
General administration expenses		(113,824)	(108,353)
Profit before community contributions and income tax expense		590,876	711,478
Charitable donations, sponsorships and grants expense		(159,320)	(50,702)
Profit before income tax expense		431,556	660,775
Income tax expense		(108,606)	(161,692)
Profit after income tax for the half-year		322,950	499,083
Total comprehensive income for the half-year		322,950	499,083
Earnings per share		¢	¢
- Basic and diluted earnings per share:		17.86	27.60

Maroondah Community Enterprises Limited

Statement of Financial Position

For the half-year ended 31 December 2024

	31-Dec-24	30-Jun-24
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	730,211	482,296
Trade and other receivables	366,887	315,710
Investments	3,120,428	3,086,128
Current tax asset	18,028	-
Total current assets	4,235,554	3,884,134
Non-current assets		
Property, plant and equipment	1,037,038	1,064,537
Right of use assets	157,617	143,075
Intangible assets	114,361	128,197
Deferred tax assets	91,017	87,651
Total non-current assets	1,400,033	1,423,460
TOTAL ASSETS	5,635,587	5,307,594
LIABILITIES		
Current liabilities		
Trade and other payables	362,813	141,688
Current tax liabilities	-	97,172
Loans and borrowings	7,122	6,868
Lease liabilities	97,482	68,417
Employee benefits	116,035	77,616
Total current liabilities	583,452	391,761
Non-current liabilities		
Trade and other payables	91,365	91,365
Loans and borrowings	22,474	26,099
Lease liabilities	45,758	70,226
Employee benefits	5,346	36,242
Provisions	51,563	52,654
Total non-current liabilities	216,506	276,586
TOTAL LIABILITIES	799,958	668,347
NET ASSETS	4,835,629	4,639,247
EQUITY		
Issued capital	1,073,286	1,073,286
Retained earnings	3,762,343	3,565,961
TOTAL EQUITY	4,835,629	4,639,247

Maroondah Community Enterprises Limited

Statement of Changes in Equity

For the half-year ended 31 December 2024

	Note	Issued capital \$	Retained earnings \$	Total equity \$
Balance at 1 July 2023		1,073,286	2,746,174	3,819,460
Total comprehensive income for the half-year		-	499,083	499,083
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(126,568)	(126,568)
Balance at 31 December 2023		1,073,286	3,118,689	4,191,975
Balance at 1 July 2024		1,073,286	3,565,961	4,639,247
Total comprehensive income for the half-year		-	322,950	322,950
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(126,568)	(126,568)
Balance at 31 December 2024		1,073,286	3,762,343	4,835,629

Maroondah Community Enterprises Limited

Statement of Cash Flows

For the half-year ended 31 December 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,653,247	1,710,215
Payments to suppliers and employees (inclusive of GST)		(1,042,828)	(1,054,886)
Rent received		5,852	5,852
Lease payments not included in the measurement of lease liabilities		(7,625)	(7,160)
Interest received		-	36,101
Income taxes paid		(162,172)	(37,405)
Net cash from operating activities		446,474	652,718
Cash flows from investing activities			
Purchase of property, plant and equipment		(2,111)	(40,576)
Net cash used in investing activities		(2,111)	(40,576)
Cash flows from financing activities			
Proceeds from/(repayment of) borrowings		(3,371)	37,800
Lease payments (principal component)		(66,509)	(56,799)
Dividends paid	5	(126,568)	(126,568)
Net cash used in financing activities		(196,448)	(145,567)
Net cash increase in cash & cash equivalents		247,915	466,575
Cash and cash equivalents at the beginning of the financial half-year		482,296	2,894,544
Cash and cash equivalents at the end of the financial half-year		730,211	3,361,119

Maroondah Community Enterprises Limited

Notes to the Financial Statements

For the half-year ended 31 December 2024

Note 1. Material accounting policy information

These general purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 '*Interim Financial Reporting*' and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 '*Interim Financial Reporting*'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the company during the period.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Note 2. Economic dependency

The company has entered into a franchise agreement with 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 franchise agreement expires in February 2029.

Note 3. Change to comparative figures

Classification of term deposits

During the year the directors reviewed the requirements of AASB 107 *Statement of Cash Flows* and noted term deposits normally qualify as a cash and cash equivalent only when they have initial investment periods of three months or less. In previous financial years the company classified all term deposits as cash and cash equivalents in the preparation of the financial statements even if they had initial investment periods greater than three months.

In the preparation of the financial statements for the current financial year, the directors updated its accounting policy to align to the requirements of AASB 107, restating comparatives figures to reclassify term deposits with initial investment periods greater than three months as current investments instead of cash and cash equivalents in the Statement of financial position.

The change in classification had the following impacts on comparative figures:

- Cash and cash equivalents decreased and investments increased by \$3,071,825 at 30 June 2024 as reported in the Statement of financial position.
- Opening and closing cash balances were reduced to exclude term deposits with initial investment periods greater than three months as reported in the Statement of cash flows.
- Investments in and redemptions of term deposits with initial investment periods greater than three months are now classified within investment activities as reported in the Statement of cash flows.

Maroondah Community Enterprises Limited

Notes to the Financial Statements

For the half-year ended 31 December 2024

	31-Dec-24	31-Dec-23
Note 4. Revenue from contracts with customers	\$	\$
Margin income	1,373,377	1,373,090
Fee income	56,006	57,798
Commission income	73,471	75,083
Revenue from contracts with customers	<u>1,502,854</u>	<u>1,505,971</u>

Disaggregation of revenue

All revenue from contracts with customers has been recognised at a point in time during the half-year.

Note 5. Dividends

Dividends provided for and paid during the period

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

	31-Dec-24	31-Dec-23
	\$	\$
Fully franked dividend of 7 cents per share (31-Dec-23: 7 cents)	126,568	126,568
Total dividends paid during the period	<u>126,568</u>	<u>126,568</u>

The tax rate at which dividends have been franked is 25%.

Note 6. Contingent assets and liabilities

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

Note 7. Related parties

There were no related party transactions during the half-year ended 31 December 2024. The nature of relationships with related parties remains consistent with those disclosed in the company's financial report for the year ended 30 June 2024, and there have been no significant changes in related party relationships or arrangements since year-end.

Maroondah Community Enterprises Limited

Directors' Declaration

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001* , Australian Accounting Standard *AASB 134 'Interim Financial Reporting'* , the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001* .

On behalf of the directors

Chair



Stuart Robert Greig

Date

13 March 2025



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
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03 5443 0344

Independent auditor's review report to the Directors of Maroondah Community Enterprises Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Maroondah Community Enterprises Limited (the company), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying half-year financial report of Maroondah Community Enterprises Limited does not present fairly, in all material respects, the company's financial position at 31 December 2024, and of its financial performance and its cash flows for the half-year ended on that date, in accordance with the *Corporations Act 2001* and Accounting Standard *AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

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

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

Responsibility of the directors for the financial report

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



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Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the half-year financial report does not present fairly, in all material respects in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2024 and its performance for the half-year ended on that date, in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart'.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 13 March 2025

A handwritten signature in black ink, appearing to read 'Joshua Griffin'.

Joshua Griffin
Lead Auditor