

**Mount Gambier & District Financial Services
Limited**

ABN: 42 096 059 997

Financial Statements

as at

31 December 2017

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED FINANCIAL STATEMENTS
DIRECTORS' REPORT

Your Directors submit the financial report of the company for the half year ended 31 December 2017.

Directors

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

Helen Strickland	Anne Eitzen
Rodney Summers	Karen Olive
Mark Fulford	Barbara Munt
Ute Hermann-Bullock	Roberta Coke
Francis Wilcox	Josh Heaver
Terasa Nearmy	John Millhouse

Principal activities

The principal activities of the company during the course of the financial period were in providing **Community Bank®** services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

Review and results of operations

Operations have continued to perform in line with expectations and budget. The profit/(loss) of the Company for the financial period after provision for income tax was: \$54,042 [2016: \$72,245]

Signed in accordance with a resolution of the Directors

on ^{28th} February 2018.


.....
Helen Strickland, Chairperson

.....

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED INCOME STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	31-Dec 2017 \$	31-Dec 2016 \$
Revenue from ordinary activities	717,294	713,224
Other revenue	22,822	8,935
Salaries and employee benefit expense	(405,507)	(351,474)
Depreciation and amortisation expense	(11,948)	(12,526)
Other expenses from ordinary activities	<u>(248,120)</u>	<u>(254,952)</u>
Profit/(loss) from ordinary activities before income tax expense	74,541	103,207
Income tax expense relating to ordinary activities	<u>(20,499)</u>	<u>(30,962)</u>
Net profit/(loss) attributable to members of the entity	<u>54,042</u>	<u>72,245</u>
Total changes in equity other than those resulting from transactions with owners as owners	<u>54,042</u>	<u>72,245</u>
Basic Earnings per share (cents per share)	11	15

The accompanying notes form part of these financial statements

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Cash Flows From Operating Activities		
Cash receipts in the course of operations	501,022	510,062
Cash payments in the course of operations	(373,128)	(341,204)
Interest paid	(2)	(8)
Interest received	3,074	3,554
Income Tax Received (paid)	<u>(19,447)</u>	<u>3,979</u>
Net cash provided by (used in) operating activities	111,519	176,383
Cash Flows From Investing Activities		
Proceeds from sale of non current assets	-	-
Payments for property, plant and equipment	(1,330)	-
Payments for improvements	-	-
Payments for intangible assets	<u>-</u>	<u>-</u>
Net cash provided by (used in) investing activities	(1,330)	-
Cash Flows From Financing Activities		
Proceeds from issue of shares	-	-
Proceeds from borrowings	-	-
Repayment of borrowings	(61,631)	(52,847)
Interest Paid	<u>(52,279)</u>	<u>(61,063)</u>
Net cash provided by (used in) financing activities	(113,910)	(113,910)
Net increase (decrease) in cash held	(3,721)	62,473
Cash at beginning of period	<u>261,580</u>	<u>200,853</u>
Cash at end of period	<u>257,859</u>	<u>263,326</u>

The accompanying notes form part of these financial statements

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED BALANCE SHEET STATEMENT
AS AT 31 DECEMBER 2017

	31-Dec 2017	30-Jun 2017
	\$	\$
Current Assets		
Cash and cash equivalents	257,859	261,580
Receivables	133,520	130,938
Current tax receivable	0	-
Prepayments	8,421	10,489
Total Current Assets	<u>399,800</u>	<u>403,007</u>
Non-Current Assets		
Property, plant and equipment	119,477	125,095
Deferred income tax asset	10,902	14,583
Intangible Assets	2,767,694	2,767,693
Total Non-Current Assets	<u>2,898,073</u>	<u>2,907,371</u>
Total Assets	<u>3,297,873</u>	<u>3,310,378</u>
Current Liabilities		
Payables	77,295	66,989
Interest bearing liabilities	228,790	228,000
Current tax payable	23,203	25,832
Provisions	11,563	14,389
Total Current Liabilities	<u>340,851</u>	<u>335,210</u>
Non-Current Liabilities		
Interest bearing liabilities	1,667,504	1,729,135
Provisions	28,083	38,640
Trade and other payables	-	-
Total Non-Current Liabilities	<u>1,695,587</u>	<u>1,767,775</u>
Total Liabilities	<u>2,036,438</u>	<u>2,102,985</u>
Net Assets/(Liabilities)	<u>1,261,435</u>	<u>1,207,393</u>
Equity		
Issued capital	471,458	471,458
Retained profits/(Accumulated losses)	789,977	735,935
Total Equity	<u>1,261,435</u>	<u>1,207,393</u>

The accompanying notes form part of these financial statements

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

1. Basis of preparation of the Half-Year Financial Statements

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2017 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Mount Gambier & District Financial Services Ltd. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year. It is therefore recommended that this financial report be read in conjunction with the annual financial statements for the year ended 30 June 2017, together with any public announcements made during the following half-year.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

Critical Accounting Estimates and Judgements

The critical estimates and judgements are consistent with those applied and disclosed in the 30 June 2017 annual report.

Reporting Basis and Conventions

The half-yearly report has been prepared on an accruals basis and is based on historical costs less any accumulated depreciation and any accumulated impairment losses of selected non-current assets, financial assets and financial liabilities.

2. Events subsequent to Reporting Date

There have been no events subsequent to reporting date that would materially affect the financial statements at the reporting date.

3. Contingent Assets and Liabilities

There were no contingent assets or liabilities at the date of this report to affect the financial statements.

4. Segment Reporting

The economic entity operates in the financial services sector where it provides banking services to its clients. The economic entity operates in one geographic area being Mount Gambier and surrounding district.

The accompanying notes form part of these financial statements

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	\$	\$	\$
	Share Capital		
Note	Ordinary	Retained Profits	Total
Balance at 01/07/16	471,458	621,029	1,092,487
Profit for six months to 31/12/16	-	72,245	72,245
Balance at 31/12/16	471,458	693,274	1,164,732
Balance at 01/07/17	471,458	735,935	1,207,393
Profit for six months to 31/12/17	-	54,042	54,042
Balance at 31/12/17	471,458	789,977	1,261,435

The accompanying notes form part of these financial statements

MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED FINANCIAL STATEMENTS
AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2017 there have been:

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

Dated this day of 2018

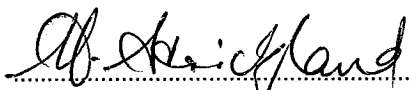
MOUNT GAMBIER & DISTRICT FINANCIAL SERVICES LTD
A.C.N. 096 059 997
CONDENSED FINANCIAL STATEMENTS
DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Mt Gambier & District Financial Services Ltd, we state that:

In the opinion of the directors:

1. The Financial Statements and notes of the company:
 - (i) give a true and fair view of the company's financial position as at 31 December 2017 and its performance for the half-year ended on that date; and
 - (ii) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations.
2. In the directors opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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


.....
Helen Strickland, Chairperson


Dated this day of February 2018

