



Half-Yearly Report December 2018

Mt Eliza Community
Enterprise Limited

ABN 18 139 499 326

Mt Eliza **Community Bank**[®] Branch

Mt Eliza Community Enterprise Limited

ABN: 18 139 499 326

Financial Statements

For the half-year ended

31 December 2018

Mt Eliza Community Enterprise Limited

Directors' Report

Your directors submit the financial report of the company for the half-year ended 31 December 2018.

Directors

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

Reagan Harrison Barry
James Craig Batty
Robert Charles Gauci
Alexandra Godfrey
Joanne Horton
Peter Hutchinson
Carolyn Jean Parker
Matthew Wilson
Gregory John Russo (Appointed 25 February 2019)

Principal activities

The principal activity of the company during the course of the financial period was facilitating **Community Bank®** services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

Review of operations

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

Half-year ended 31 December 2018	Half-year ended 31 December 2017
\$ 103,763	\$ 77,061

Dividends paid or recommended

The board approved a dividend of 5 cents per share (100% unfranked) to its shareholders at its AGM on the 19th November 2018 totalling \$40,355. The dividend payable as at 31 December 2018 was \$8,177.

Events after the end of the reporting period

There are no matters or circumstances that have arisen since the end of the half-year reporting period that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Auditor's independence declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 2.

Signed in accordance with a resolution of the directors at Mount Eliza, Victoria on 13 March 2019.

Chairman



Reagan Harrison Barry

Mt Eliza Community Enterprise Ltd

ABN 18 139 499 326

Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2018 there have been:

- (i) no contraventions of the auditor independence requirements as set out in 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.

Ashfords Audit and Assurance Pty Ltd

Ashfords Audit and Assurance Pty Ltd



Andrew White

14 March 2019

Dingley

Mt Eliza Community Enterprise Limited

Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2018

	2018 \$	2017 \$
Revenue from ordinary activities	504,128	410,245
Employee benefits expense	(181,306)	(163,440)
Charitable donations, sponsorship, advertising and promotion	(38,530)	(12,500)
Occupancy and associated costs	(68,375)	(60,557)
Systems costs	(17,390)	(15,761)
Depreciation and amortisation expense	(9,111)	(9,461)
Finance costs	-	(72)
General administration expenses	(43,415)	(38,999)
Profit before income tax	146,001	109,455
Income tax expense	42,238	32,394
Profit after income tax	103,763	77,061
Total other comprehensive income for the half-year attributable to the ordinary shareholders of the company:	103,763	77,061
Earnings per Share	¢	¢
Basic earnings per share:	0.129	0.095

Mt Eliza Community Enterprise Limited

Balance Sheet

As At 31 December 2018

	31-Dec-18 \$	30-Jun-18 \$
ASSETS		
Current assets		
Cash and cash equivalents	378,520	284,903
Prepayments	8,767	5,358
Trade and other receivables	86,852	59,478
Total current assets	474,139	349,739
Non-current assets		
Trade and other receivables	7,515	7,515
Property, plant and equipment	24,130	26,463
Intangible assets	31,714	38,492
Deferred Tax Asset	49,027	91,265
Total non-current assets	112,386	163,735
TOTAL ASSETS	586,525	513,474
LIABILITIES		
Current liabilities		
Trade and other payables	84,265	79,861
Provisions	14,966	11,558
Total current liabilities	99,231	91,419
Non-current liabilities		
Provisions	8,690	6,859
Total non-current liabilities	8,690	6,859
TOTAL LIABILITIES	107,921	98,278
NET ASSETS	478,604	415,196
EQUITY		
Issued capital	774,249	774,249
Accumulated losses	(295,645)	(359,053)
TOTAL EQUITY	478,604	415,196

The accompanying notes form part of these financial statements

Mt Eliza Community Enterprise Limited

Statement of Changes in Equity

For the half-year ended 31 December 2018

	Issued Capital \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2017	774,249	(512,736)	261,513
Total comprehensive income for the half-year	-	77,061	77,061
Transactions with owners in their capacity as owners:			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	-	-	-
Balance at 31 December 2017	774,249	(435,675)	338,574
Balance at 1 July 2018	774,249	(359,053)	415,196
Total comprehensive income for the half-year	-	103,763	103,763
Transactions with owners in their capacity as owners:			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	-	(40,355)	(40,355)
Balance at 31 December 2018	774,249	(295,645)	478,604

Mt Eliza Community Enterprise Limited

Statement of Cash Flows

For the half-year ended 31 December 2018

	2018 \$	2017 \$
Cash flows from operating activities		
Receipts from customers	463,315	399,544
Payments to suppliers and employees	(340,884)	(277,999)
Interest paid	-	(72)
Interest received	3,365	1,171
Income taxes paid	-	-
Net cash provided by/(used in) operating activities	125,796	122,644
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(989)
Proceeds from sale of property, plant and equipment	-	-
Payments for intangible assets	-	-
Net cash provided by/(used in) investing activities	-	(989)
Cash flows from financing activities		
Dividends paid	(32,179)	-
Net cash provided by financing activities	(32,179)	-
Net increase/(decrease) in cash held	93,617	121,655
Cash and cash equivalents at the beginning of the financial year	284,903	48,019
Cash and cash equivalents at the end of the half-year	378,520	169,674

Mt Eliza Community Enterprise Limited

Notes to the Financial Statements

For the half-year ended 31 December 2018

Note 1. Summary of significant accounting policies

Statement of compliance

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard *AASB 134: Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial

Basis of preparation

The half-year financial report is intended to provide users with an update on the latest annual financial statements and does not include all the notes of the type normally included in an annual financial report. Accordingly the report shall be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by the company during the period.

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 and the previous corresponding interim period.

The half-year financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

There are no new and revised Accounting Standards or amendments thereof and Interpretations effective for the current reporting period relevant to the company that were not disclosed in the annual financial report for the year ended 30 June 2018.

Note 2. Events subsequent to reporting date

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

Note 3. Contingent assets and liabilities

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

Note 4. Segment reporting

The economic entity operates in a single service sector where it facilitates community banking services in Mount Eliza, Victoria pursuant to a franchise agreement with Bendigo and Adelaide Bank Limited.

Note 5. Related parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2018 annual financial report.

Mt Eliza Community Enterprise Limited

Directors' Declaration

In the opinion of the directors of Mount Eliza Community Enterprise Limited ("the company"):

1. The financial statements and notes thereto are in accordance with the *Corporations Act 2001* including:
 - a. giving a true and fair view of the financial position of the entity as at 31 December 2018 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date;
 - b. complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*; and
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Chairman



Reagan Harrison Barry

Dated this

13th

day of

March

2019.

Mt Eliza Community Enterprise Ltd

ABN 18 139 499 326

Independent Audit Report to the members of Mt Eliza Community Enterprise Ltd

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Mt Eliza Community Enterprise Ltd (the company), which comprises the condensed balance sheet as at 31 December 2018, the condensed statements of comprehensive income, the condensed statement of changes in equity and the condensed statement of cash flows for the half-year ended on that date, the accounting policies and other selected explanatory notes and the directors' declaration.

Director's Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standards on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2018 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001. As the auditor of Mt Eliza Community Enterprise Ltd, ASRE 2410 requires that we comply with all ethical requirements relevant to the audit of the annual financial report.

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

Mt Eliza Community Enterprise Ltd

ABN 18 139 499 326

Independent Audit Report to the members of Mt Eliza Community Enterprise Ltd

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Mt Eliza Community Enterprise Ltd on 30 June 2018, would be in the same terms if provided to the directors as at the date of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Mt Eliza Community Enterprise Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

Ashfords Audit and Assurance Pt Ltd

Ashfords Audit and Assurance Pty Ltd



Andrew White

14 March 2019

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ABN: 18 139 499 326

Share Registry:
RSD Chartered Accountants
PO Box 30, Bendigo VIC 3552
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