

Half-Yearly Report 2020

For the half-year ended
31 December 2020

Mt Eliza Community
Enterprise Limited

Community Bank Mt Eliza

ABN 18 139 499 326

Mt Eliza Community Enterprise Limited

ABN: 18 139 499 326

Financial Statements

For the half-year ended

31 December 2020

Mt Eliza Community Enterprise Limited

Directors' Report

Your directors submit the financial report of the company for the half-year ended 31 December 2020.

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
Matthew Wilson
Gregory John Russo

Principal activities

The principal activity of the company during the financial period was facilitating Community Bank services under management rights 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 2020	Half-year ended 31 December 2019
\$ 103,956	\$ 70,259

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.

Chairman



Reagan Harrison Barry

Dated this 18 day of April 2021

Mt Eliza Community Enterprise Ltd

ABN 18 139 4993 26

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 2020 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

21 April 2021

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Mt Eliza Community Enterprise Limited

Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2020

	2020 \$	2019 \$
Revenue from contracts with customers	585,203	534,344
Other revenue	26,078	14,727
Finance income	394	4,412
Employee benefits expense	(260,719)	(282,621)
Charitable donations, sponsorship, advertising and promotion	(24,842)	(34,073)
Occupancy and associated costs	(45,671)	(20,910)
Systems costs	(24,017)	(16,950)
Depreciation and amortisation expense	(54,800)	(44,031)
Finance costs	(11,087)	(2,062)
General administration expenses	(49,063)	(68,807)
Profit before income tax	141,476	84,029
Income tax (expense)/benefit	(37,520)	(13,770)
Profit after income tax	103,956	70,259
Total comprehensive income for the half-year attributable to the ordinary shareholders of the company:	103,956	70,259
Earnings per Share	¢	¢
- Basic and diluted earnings per share:	0.129	0.087

Mt Eliza Community Enterprise Limited

Statement of Financial Position

For the half-year ended 31 December 2020

	Note	31-Dec-20 \$	30-Jun-20 \$
ASSETS			
Current assets			
Cash and cash equivalents		932,453	780,072
Trade and other receivables		104,624	143,862
Total current assets		1,037,077	923,934
Non-current assets			
Trade and other receivables		7,515	7,515
Property, plant and equipment		235,073	19,861
Right of use assets		1,173,622	23,545
Intangible assets		70,428	11,380
Deferred tax asset		13,244	12,629
Total non-current assets		1,499,882	74,930
TOTAL ASSETS		2,536,959	998,864
LIABILITIES			
Current liabilities			
Trade and other payables		295,622	57,200
Current tax liabilities		90,346	73,023
Employee benefits		33,383	21,676
Lease liabilities		42,297	26,579
Total current liabilities		461,648	178,478
Non-current liabilities			
Trade and other payables		45,510	-
Deferred tax liabilities		3,276	2,208
Employee benefits		24,920	21,214
Lease liabilities		1,141,040	-
Total non-current liabilities		1,214,746	23,422
TOTAL LIABILITIES		1,676,394	201,900
NET ASSETS		860,565	796,964
EQUITY			
Issued capital		774,249	774,249
Retained earnings		86,316	22,715
TOTAL EQUITY		860,565	796,964

Mt Eliza Community Enterprise Limited

Statement of Changes in Equity

For the half-year ended 31 December 2020

	Note	Issued Capital \$	Accumulated profit (losses) \$	Total Equity \$
Balance at 1 July 2019		774,249	(191,086)	583,163
Total comprehensive income for the half-year		-	70,259	70,259
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(40,356)	(40,356)
Balance at 31 December 2019		774,249	(161,182)	613,067
Balance at 1 July 2020		774,249	22,715	796,964
Total comprehensive income for the half-year		-	103,956	103,956
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	5	-	(40,356)	(40,356)
Balance at 31 December 2020		774,249	86,316	860,565

Mt Eliza Community Enterprise Limited

Statement of Cash Flows

For the half-year ended 31 December 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from customers		652,248	542,083
Payments to suppliers and employees		(393,060)	(383,542)
Lease payments (interest component)		(11,087)	(2,062)
Lease payments not included in the measurement of lease liabilities		(16,247)	(9,213)
Interest received		2,044	4,927
Income taxes paid		(19,742)	-
Net cash provided by operating activities		214,156	152,193
Cash flows from investing activities			
Purchase of property, plant and equipment		1,388	-
Net (investment)/disposal of shares		-	-
(Payments for)/Proceeds from property, plant and equipment		-	-
Payments for intangible assets		3,875	-
Net cash provided by/(used in) investing activities		5,263	-
Cash flows from financing activities			
Lease payments (principal component)		(30,393)	(36,655)
Dividends paid	5	(36,645)	(38,375)
Net cash provided by financing activities		(67,038)	(75,030)
Net increase in cash held		152,381	77,163
Cash and cash equivalents at the beginning of the financial year		780,072	523,932
Cash and cash equivalents at the end of the half-year		932,453	601,095

The accompanying notes form part of these financial statements

Mt Eliza Community Enterprise Limited

Notes to the Financial Statements

For the half-year ended 31 December 2020

Note 1. Summary of significant accounting policies

Statement of compliance

This general purpose financial report has been 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 Reporting Standard *IAS 34: Interim Financial Reporting*.

Basis of preparation

This 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 2020 and any public announcements made by the company during the period.

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 report 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.

Note 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.

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. Related parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2020 annual financial report.

Note 5. Dividends provided for or paid	31-Dec-20		31-Dec-19	
	Cents	\$	Cents	\$
a)	0.05	40,356	0.05	40,356

The tax rate at which dividends have been franked is 26% (2019: 0%).

Mt Eliza Community Enterprise Limited

Directors' Declaration

In the opinion of the directors of Mt 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 2020 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 18 day of April 2021

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 2020, 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 2140 *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 2020 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 31 December 2020, 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 2020 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

21 April 2021

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