

# Annual Report 2020

Promontory District  
Finance Group Limited

Community Bank  
Toora & District and Foster  
ABN 69 085 537 328



**All Correspondence Addressed to:**

**Toora & District Community Bank® Branch of Bendigo Bank**

**48 Stanley Street, Toora, Victoria 3962**

**Phone: (03) 5686 2000 Fax: (03) 5686 2010**

**Management Company: Promontory District Finance Group Limited ABN 69 085 537 328**  
**Bendigo Bank Limited, Fountain Court, Bendigo VIC 3550 ABN 11 068 049 178**

## OUR VISION

To actively influence the provision of banking services in our community and to use our share of the profit flowing from these financial activities to strengthen our community.

## OUR MISSION

To operate a successful **Community Bank®** and demonstrate its benefits by investing its profits in activities which will diversify and strengthen the social and economic foundation of our customers and community.

We will work co-operatively with the Promontory District Community to achieve these goals.

## ACCOUNTANT

Duesburys Gippsland  
76 Main Street  
Foster Vic 3960

## AUDITOR

Cardell Assurance & Audit  
3a Billson Street  
Wonthaggi Vic 3995

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# Chairmans Report

2019 - 2020

It is with pleasure I submit the 21<sup>st</sup> annual Chairman's report for the Promontory District Finance Group Limited.

The financial year 2019-2020 has brought with it a plethora of challenges. Our manager, staff and board have worked very hard to post a profit of \$156,566 and have added to the bank's footings by \$3.4m. The manager and her team should be congratulated on the result as they have at times worked under very trying conditions because of the problems associated with the Covid 19 virus.

The Covid 19 lockdowns and the pressing need to keep both our customers and staff free from infection has presented many challenges but also some opportunities. Initially our staff were busy teaching our older customers how to use electronic banking facilities rather than be reliant on face to face service. The pattern of banking is constantly evolving. What permanent changes we will see is yet to be clear.

I can report that through hard work and planning our district has again benefited from the distribution of profits from our Community Bank to the amount of \$69,205. The distribution of funds through Grants, Sponsorship and Scholarships have benefited organisations and individuals via Health facilities, Education, Youth activities, Sport, the Arts in all its forms and enhancing facilities in the district.

The contributors who invested in the company to facilitate the opening of our Community Bank were also paid interest on their investment. We thank them for their continued support.

The Meeniyan agency was closed due to the lack of support after many years of providing a banking service in that community. The Welshpool agency continues to provide banking facilities for that district.

Staff member Terri Bohn resigned during the year and we wished her well and thanked her for her 9 years involvement with the bank.

We welcomed Ebony Jones when she became a team member as a fulltime trainee during the year.

David Roberts left the Board after 20 years' service to the Community Bank as a Board member but has retained his position on the marketing committee. We thank David for his dedication to Community banking and his enthusiasm for community enhancement over such a long period of time.

There were two vacancies filled on the board and we welcome Janice Bull and Stephen Paragreen who bring a range of skills to the Board table.

My thanks for their work with our company goes to the Bendigo Bank regional team.

Finally to the Board, Committee members, manager, executive officer and team go my personal thanks because without your combined hard work our company and all it does for the community could not achieve what it does. You should be incredibly proud of what you all do and your contribution to our community at times does not get the recognition it deserves.

**Rob Liley**  
**Chairman**



## THE DIRECTORS



### **ROBERT LILEY – Chairman**

Rob was born and educated in Melbourne but has lived in the country all his adult life. He is married to Joan and they have two adult children and six grandchildren. After graduating from Marcus Oldham Agricultural College he has farmed at Melton, Bega NSW and Walkerville (since 1975).

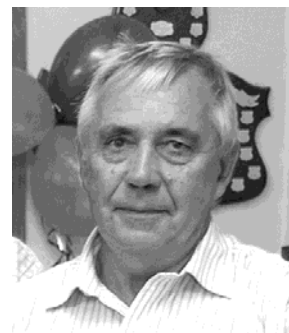
Rob has been involved in local community activities and agri-politics and enjoys the challenge of strengthening our local community through the activities of the Toora and District **Community Bank** Branch of Bendigo Bank.

### **CLIVE WHITE – Deputy Chair**

An inaugural Director, Clive lives at Fish Creek and is married with three children.

He has been in practice as a lawyer in the Promontory district for well over thirty years and has been heavily involved in community activities.

Clive believes strongly in the enhancement of the environment and economy of the area.



### **JOE BUCELLO – Company Secretary**

Joe was born in Foster and although he moved away for study and work in the Engineering field, he returned to the district in 1989 with his wife Sandy and young daughter for family life in the country.

Up until 2012 Joe & Sandy developed their supermarket business in Foster and during this time contributed to many local community fund raising activities.

Now with a little more spare time, Joe is keen to continue contributing to the community and support the invaluable work of the **Community Bank**.

### **IRENE SPOONER - Treasurer**

Irene, together with her husband Allan, own and operate the Toora News Agency and have a vested interest in the continued evolvement of the township.

She believes a banking service is essential to every town and hence Irene was one of the original team to investigate the new concept of community banking. She is proud to serve on the **Community Bank** Board.



### **PETER TILLEY – Board Member**

Peter lives in Foster with his wife Jacie. Practicing as an accountant, he is aware of the important role that banking, investing and financial services play in the community.

Peter enjoys living in a country town and being part of the endeavour by the local community to make the most of its own future. To this end he is actively involved in a number of community groups.

**JOHN CHEYNE – Board Member**

John moved from Western Australia to South Gippsland in 2011 and operates a small farm on the slopes of Mount Best.

John has had a long association as a volunteer with community organisations in metro and rural Western Australia. He was a member of the team that established the Denmark Community Windfarm on the south coast of WA and was a board member of Green Skills and Volunteer Taskforce community groups. During his last fifteen years of employment he was an Executive Director of a Government enterprise whose sole purpose was to raise and distribute funds to community organisations across Western Australia.

**GILLIAN NICOLL – Board Member**

Gillian studied and worked in NSW before moving to Gippsland in 1998. In 2000, Gillian married Graeme and they began farming in partnership at Hoddle. Graeme & Gillian have 2 boys. For 15 years Gillian has run her own business working as a facilitator managing community engagement processes, evaluation and projects.

Gillian is passionate about rural communities and has had involvement in many local community groups. She values the contribution that the **Community Bank** makes to the South Gippsland community and is proud to be a Director on The Promontory District Finance Group Ltd board.

**ANDREW OLDROYD – Board Member**

Andrew first moved to Fish Creek from Melbourne in 2004 after accepting a new role with Country Fire Authority supporting our local volunteer brigades. He lives with partner Catherine and their 6 year old son Clancy.

He continues to work for CFA across the wider region and is responsible for managing community information and engagement during major emergencies and several planning and project management portfolios.

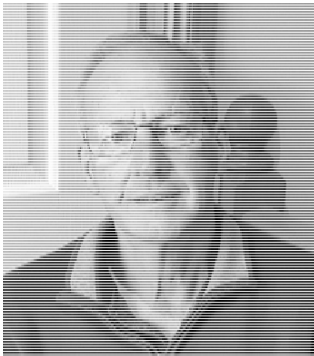
Andrew is a proud contributor to our local community and is involved in several community organisations. He is a passionate advocate of our **Community Bank** and the critical role it plays in supporting our community.

**JAN BULL – Board Member**

Jan and her husband Bob moved from Melbourne to Toora in 2002. They managed a bookstore in Foster from 2006-2016 and fell in love with the spirit that exists in a small country community. Jan is currently a Director on the Board of South Gippsland Hospital and Bob is involved with the local CFA.

Jan was pleased to be accepted as a Director of the Bank because of the impressive contribution the **Community Bank** makes to the people of Corner Inlet.





#### **STEPHEN PARAGREEN – Board Member**

Steve has strong roots in the community having been born and schooled in Foster before starting his working career with the local State Bank of Victoria. He then spent 35 years in real estate running agencies in the local area.

Throughout his working life Steve has been continually involved with local sporting and community groups. Now a part time farmer, Steve strongly supports the Community Banking model and its contribution to the local community.

#### **JILLIAN THROCKMORTON – Admin Officer for PDFG**

Jill has an extensive background in administration and started with PDFG Ltd in 2013 to help with the ever growing administration that comes with running a **Community Bank®** branch.

Jill is an active member of the community, being treasurer of the Prom Coast Soccer Club, and secretary of the Corner Inlet Swimming Club (Dolphins) committee.



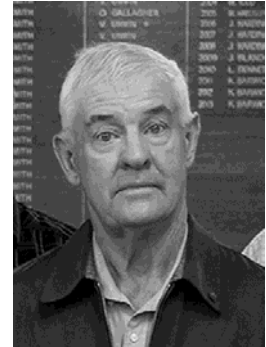
Foster Show 2020, Woodchop Event Presentations

# MARKETING COMMITTEE INVITEES

## NEVILLE BUCKLAND

Neville had been a Promontory District Finance Group Ltd Director for twelve years before retiring. Neville is a valued member of the PDFG Marketing Committee as a representative for Fish Creek.

Included in his community activities is membership of the Terrill Park Committee of which he was President for 30 years. Neville has also served as President of the Fish Creek Football Club for a number of years and is an enthusiastic supporter and life member.



## ALISHA (ROSE) ADAMS

Rose was born in Foster and returned to the area to complete her high school education after spending many of her early years travelling throughout Australia with parents Andrea and Tony. She again returned from Melbourne after graduating Bachelor of Psychological Science with Honours from Latrobe University in 2012.

She is currently working in the Real Estate industry, running her own business, studying via distance education and is a passionate and enthusiastic volunteer with several community groups including the **Community Bank** marketing committee.

Her interests include gardening, nutrition, graphic design and dog training.



## DAVID ROBERTS

David has resided in the Toora and Foster area for over seventy nine years, and has worked as a farmer, livestock buyer, agent and transport operator. He remains a beef producer on his farm and operates as a stock agent for a local firm. He is the proud father of four and grandfather of seven.

He realises the immense value of a local bank. Threatened with losing this service in 1998, he became a driving force to ensure a banking service remained in the town. David is an inaugural Director of Promontory District Finance Group Ltd and believes the **Community Bank** sustains the town's viability. "Without a Bank a town is like a body without a heart."





# Branch Mangers Report

For year ending 30 June 2020

Reflecting on the year that has been, again the overwhelming theme has been change. We have seen long term staff member Terri Bohn move on and welcomed Ebony Jones as a Trainee Customer Service Officer. We thank Terri for her contribution to the bank over very many years. We congratulate Ebony on the successful completion of her traineeship. Our customers will be pleased to know she is staying on a part time basis until late January when she plans to head off to Melbourne to pursue a Bachelor in Advanced Mathematics.

We have also welcomed many new customers to our Bank, particularly after the closure of another Financial Institution in our community. By moving to us you have helped us grow our business by \$3.4M. We thank you for making this decision as it is how we raise the money that is distributed to the community we call home.

As we all know the Covid-19 Pandemic has presented a range of challenges to the very Community we exist to support. Many of the groups and clubs we sponsor cannot function as they usually do. These groups are rising to the challenges we are all facing in a commendable manner and our team are proud to be working with them to support them during these challenging times. I would also like to acknowledge the work of the fabulous branch teams I am privileged to lead. The staff have gone above and beyond to help keep our customers safe and work with them to adapt their banking to the current climate. For some customers this has meant learning to bank online and embrace new technology, for others it has been helping them adjust loan repayments to assist them while their income has reduced or ceased. I am constantly reminded how lucky we are to have this team servicing our community every time I hear them talking to our customers.

I would also like to thank our customers for the way they have adapted to the protocols we have put in place to protect us all. Thank you for travelling with us through these uncertain times. It is your partnership with us that has allowed us to return \$69,205 to our community this financial year. We really do live in a fabulous community.

To the Board, I say thank you, the encouragement and support you provide me personally & you provide to the branch team is more than anyone could wish for. To our contributors I also wish to thank you as without you none of the \$1.32 million distributed to our community would have happened.

Banking will continue to be challenging in the year ahead with low profit margins, further digitalisation and an uncertain economy but the strong relationship between Bendigo Bank, our contributors, Board, branch team, customers and community in general will support us through these uncertain times. I wish you all health and prosperity in the year ahead.

**Sharon Demaria**  
**Branch Manager**

## THE BRANCH TEAM

### **SHARON DEMARIA – Branch Manager**

Sharon joined our team in 2017 after a short break from banking, during which time she worked for a local real estate company. She has over 13 years local Banking experience and has lived in the local area for over 20 years.

The bank's community focus was a key consideration for Sharon when applying for her role with us. In her spare time she enjoys hiking, spending time with friends and loves travelling with her family.



### **KAREN DORLING – Customer Relationship Manager**

Karen was originally employed by the bank from 2006 until 2011, when she took a break from the workforce.

Karen re-joined the bank in 2012 as a Customer Service Officer, then Customer Relationship Officer and is now the Customer Relationship Manager.

Karen and her family live locally and spend their free time on their hobby farm and enjoying the local area.

### **KATE WHITTINGHAM – Customer Relationship Officer**

Kate joined the Bank in June 2016 and has previous experience in the banking Industry working with State Bank, Bank of Melbourne and Macquarie Bank.

Kate lives locally with her 3 children and enjoys travelling and spending time with her family.



### **TRUDY HEISER - Customer Service Officer**

Trudy lives in Foster with her husband David. She enjoys socialising with friends, finding great red wines from little off the grid boutique wineries, trying to stay fit and spending time with her family. Trudy has 3 adult children.

Trudy & her husband enjoyed the wedding of their eldest daughter in October 2019 and were very excited when their second daughter announced her engagement in May 2020.

Their son now lives in Canada and they were planning a visit later this year that has now been cancelled due to the travel restrictions in place at the moment.

Trudy enjoyed a great catch up with her children and their partners in New York in September 2019 whilst attending the wedding of a family friend and looks forward to travelling again in the near future

Trudy started with the **Community Bank** in September 2007.

### **TARA HOLLIER- Customer Service Officer**

Tara joined the **Community Bank** in 2011 following a career in the medical field and time off as Mum.

Tara is actively involved in local sporting clubs, including Toora Football Netball Club as secretary, umpire and coach. Tara is currently Toora Primary School Council President and has been heavily involved in creating Toora's new town committee- Toora Community Action Team Inc; where she is currently secretary.

Tara has lived almost all her life in Toora, except while at Uni and a three year stint living and working in London and travelling Europe. She currently lives in Toora with her husband, Pete and daughters Schylar, Ella and Tess. Tara enjoys being with her family, camping, a good book, great food and wine.



### **TARRYN McKENZIE – Customer Service Officer**

Tarryn has lived most of her life in Foster and joined the **Community Bank** in 2016. She is actively involved in Foster Netball Club and is currently Secretary.

Tarryn enjoys being an Auntie and exploring new playgrounds with her nephew, spending time with her partner John and their families, and finding new places to travel and visit.

### **FAYE HARRIS – Customer Service Officer**

Faye joined the bank in March 2018. Faye has had previous experience in the banking industry, working with ANZ Yarram for 22 years as a Senior Personal Banker with experience in Home loan lending, small business lending. Prior to working with ANZ Faye has worked for State Bank and Commonwealth Bank.

Faye lives at Devon North with her husband Anthony, they have one daughter, Chloe who is a full time teacher. Faye is involved with the Yarram Dance Experience Committee, Devon North Recreation Reserve, and is a life time member of the Yarram Football Netball Club.

In her spare time she loves meeting up with family and friends for a chat and a good laugh.



### **EBONY JONES – Trainee Customer Service Officer**

Ebony joined our team July 2019 as a full-time trainee after graduating Year 12 at the Foster Secondary College.

After completing her traineeship in July 2020, Ebony fell in love with the business environment, and is now working part-time so she can undertake a Bachelor of Analytics with RMIT University.

Ebony has grown up in the local area on a beef farm in the Toora Hills, she is passionate about equestrian sports and is a recent member of the Bennison Adult Riding Club. In her spare time she enjoys riding her two horses Zack and Buttercup and studying for her degree.



## FAREWELLS:

This year past we said farewell to **TERRI BOHN** a valued team member and was with us for 9 years as a Customer Service Officer. **DAVID ROBERTS**, Board Director for 20 years and an integral part of the inception and success of our Community Bank. Dave retired from the Board of Management, but stays part of the family in our Marketing Committee.

The Board would like to thank them for their solid contribution to the provision of quality banking services to the Corner Inlet District and wish them both well in their new endeavours.



# Making good things happen

When you bank with us, profits pour into the community.  
\$1,328,043 so far.

A bank giving back sounds unusual. For us, it's business as usual.

**Find out more. Call us on 03 5682 2287 or search Bendigo Bank Foster.**





Community Bank  
Toora & Foster

Bendigo and Adelaide Bank Limited ABN 11 068 049 178, AFSL/Australian Credit Licence 237879 A1390563, OUT\_1357601, 07/07/2020

## **2020 GRANTS & SCHOLARSHIP PROGRAM**

The 2020 Toora & Foster **Community Bank** Grants Program is facilitated by the Bendigo Bank Community Enterprise Foundation using funds from Promontory District Finance Group Ltd (PDFG).

Each year PDFG seeks to distribute its funds into as many varied community organisations as possible.

As Covid restrictions didn't allow for a traditional grants presentation evening, we instead organised a 10 week marketing campaign, each week profiling a recipient in the Mirror and our Facebook page. In turn this supported our much loved local paper with not only content, but also financial support through advertisements each week. A win, win.

We were proud to once again offer a university Scholarship to a deserving local (details below). Our scholarship program helps a keen local student with the often debilitating costs of going to university.

Congratulations to all of the grant and scholarship recipients.

### **Toora & Foster Community Bank Grants**

<b>ORGANISATION</b>	<b>PROJECT</b>	<b>GRANT</b>
Fish Creek Scouts	BBQ & Lights	\$2,000
Coastguard - Welshpool	Lifejackets	\$4,000
Manna Gum Community House	Storage Cupboards	\$2,413
South Gippsland Hospital	Storage & drying cabinet for endoscopes	\$12,500
Manna Community Garden	Replacement of Garden tools	\$581
Foster Cemetery Trust	Memorial Wall	\$2,500
Welshpool Rec Reserve	Chairs	\$2,883
Toora Swimming Pool	Signage	\$2,200

### **Toora & Foster Community Bank Conditional Sponsorships**

<b>ORGANISATION</b>	<b>PROJECT</b>	<b>SPONSORSHIP</b>
Foster Agricultural & Pastoral Society	Wood Chopping Event (Foster Show)	\$3,500
Toora Community Action Team	Horse Holding Yards	\$3,000

### **Llew Vale Toora & Foster Community Bank Scholarship Program**

Matilda Traill	Tertiary Scholarship 1 <sup>st</sup> Year	\$5,000
Yasmin Bohn	Tertiary Scholarship 2 <sup>nd</sup> Year	\$5,000
Ruby Mattingley	PDFG Bursary	\$500
Madison Parry	PDFG Bursary	\$500

## 2020 Llew Vale Toora & Foster Community Bank Scholarship Program



Left to right: Yasmin Bohn 2<sup>nd</sup> year recipient, with Sharon Demaria (Branch Manager) and Matilda Traill our 2020 recipient

## 2020 Toora & Foster Community Bank Grants



## Projects in the Community



### Fish Creek Scouts

#### Contributed by Fish Creek Scouts

Fish Creek Scout group caters for all children from 10 to 15 years. We are an active group, meeting every Thursday night (except for restriction time) and are involved in many activities, indoors and especially outdoors. We love to camp and hike and explore our surroundings. Some other activities we have enjoy are wide games, construction, and helping our community.

Fish Creek Scouts is ran by volunteers and we are always trying to provide the best we can for our scouts. With the support of our local Toora and Foster **Community Bank** it has made it possible to extend our scouting experiences.

Previously Toora and Foster **Community Bank** helped fund hike equipment, tents, sleeping mats, compasses, and hiking stoves, which has made hiking more available to us all. This year we were ever so grateful for the support once again from our local Bendigo Bank branches with funds to purchase a large BBQ so we can fundraise further in the future. This funding also made it possible to purchase camp lighting.

Fish Creek Scouts are so appreciative of the continued support from Toora and Foster **Community Bank**, as it makes Scouting more available to all and even better.

### Foster Show

#### Contributed by Show Committee

After experiencing a year of recess in 2019, the future of the Foster and District Agricultural Show was looking ominous. The break fortunately allowed time for a positive revamp of the community's historic event by welcoming some new committee members to the team and allowing time to incorporate some new ideas into the existing show program.

The reinstatement of the Foster Show Woodchop at the 112<sup>th</sup> Show, held on 22<sup>nd</sup> February 2020, was the most successful of these new additions and was made possible thanks to the generous support of the Toora and Foster **Community Bank**. Run by the South & Central Gippsland Axeman's Association, axeman of all ages travelled from all over Victoria to compete in this event. The show crowd was drawn to the action and skill shown by competitors with an audience of hundreds watching for the duration of the program (10am – 3pm).

We are thrilled to again have the Toora and Foster **Community Bank's** support for the woodchop competition to be held at the 113<sup>th</sup> Foster & District Agricultural Show, scheduled for Saturday 27<sup>th</sup> February 2021.

Along with essential financial support, the Toora and Foster **Community Bank** have provided the Foster & District Show with volunteers manning the admission gates. Our committee is so grateful to have a cohesive team of people in charge of such an important aspect of the show and would be lost without them filling this role on show day



## Projects in the Community



### Manna Gum Community House

**Contributed by Manna Gum Community House**

Manna Gum Community House (Foster) delivers community services to the Corner Inlet district, with an underlying framework of community development. Activities include community and adult education, youth programs, volunteering, advocacy, access to online government services, emergency relief and referrals. A recent study by Deloitte Access Economics found that in 2019-20, \$1 invested into Neighbourhood Houses of Gippsland resulted in \$2.78 in economic and social benefits.

When the COVID-19 pandemic impacted the Corner Inlet community in February there was a surge in demand for emergency relief. People had suddenly lost their jobs, or were self-isolating and unable to purchase essential supplies. Manna Gum staff and volunteers focussed their efforts during this time on the essential services that were still able to operate under the government restrictions. Safe and secure storage for the non-perishable Emergency Relief food supplies became a priority. A grant from the Toora and Foster **Community Bank** generously provided six new cupboards, which increased storage capacity and made the service much more streamlined.

It's been a challenging year, but because of the crisis there were opportunities for developing partnerships and for community strengthening as organisations worked more closely together to support the community.

### International Women's Day 2020

**Contributed by Intentional Women's Day Committee**

The Toora & Foster **Community Bank** Branches of the Bendigo Bank were excited to support International Women's Day 2020, celebrating the achievements of local women and their contributions to making Corner Inlet a strong community.

Students and community members filled the Foster Secondary School gymnasium on Friday March 6 and were enthralled by the specially chosen and written music performed by local women led by Bec Bone & Fiona Curran and heard inspirational messages from Marjorie Linton, Megan Vuillerman and Lola Giliam.

A second event planned for March 8 at Prom Country Aged Care was unfortunately cancelled due to COV-19 restrictions, however organisers were able to integrate the announcement of the first inductees to the Corner Inlet 'Gallery of Women' into the Friday event. Anastasia Thornley, Sarah Cannon, Gertude Laver, Harriet Everitt, Olive Worboys, Ethel Smallwood, Eva Hendrie, Jan Mildenhall and Nadia Stefani are the first women to be recognised. More women will be added in the future.

Displays in shop front windows and the historical society also showcased the long term contribution of local women to the health, educational, political and social wellbeing of the Corner Inlet community.

Key messages for the community included the importance of being egalitarian and fair regardless of age, stage or gender; with words of wisdom from residents of PCAC and Marjorie Linton, whose grandmother advised: "always have your own bank account".

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**DIRECTORS' REPORT**

Your directors present this report to the members of the Promontory District Finance Group Ltd (the company) for the year ended 30<sup>th</sup> June 2020.

**Directors**

The names of each person who has been a director during the year and to the date of this report are:

		MEETINGS	MEETINGS
DIRECTORS NAME	Years on Board	Number Eligible To Attend	Number Attended
Robert Liley (Chair)	13	11	11
David Roberts (Retired 19/07/2019)	21	-	-
Irene Spooner (Treasurer)	21	11	11
Clive White (Deputy Chair)	21	11	6
Peter Tilley	21	11	7
Joseph Bucello (Secretary)	6	11	10
John Cheyne (Granted extended leave from January 2020)	4	11	3
Gillian Nicoll	2	11	10
Andrew Oldroyd	1	11	8
Janyce Bull (appointed February 2020)	-	5	5
Stephen Paragreen (appointed February 2020)	-	5	5

Details of directors' qualifications, experience and special responsibilities are set out below and also in the Committee's details.

# **DIRECTORS IN OFFICE as at 30<sup>th</sup> JUNE 2020**

<b>DIRECTORS NAME</b>	<b>OCCUPATION</b>	<b>QUALIFICATIONS</b>	<b>EXPERIENCE</b>
Robert Liley	Farmer	Dip. Farm Management (Marcus Oldham)	54 years growing own farming business. Volunteering on numerous community committees
Clive White	Solicitor	B.Juris LLB (Monash) Barrister & Solicitor	42 years
Irene Spooner	Newsagent	-	Worked in / Owned variety of retail businesses
Peter Tilley	Accountant	B.Commerce (Melbourne) Chartered Accountant, Company Auditor	39 years in Public Practice
Joseph Bucello	Self Employed	Bachelor of Electro-Mechanical Engineering	7 years Engineering experience 23 years Retail experience
John Cheyne	Farmer		38 years working in the Public Sector. Long term volunteer in numerous not for profit organisations.
Gillian Nicoll	Community Engagement Consultant & Farmer	B.App.Sci (Environmental Science), Grad.Dip (Land Rehabilitation), Diploma of Education	27 years Community Engagement 17 years Farming Involvement in many community groups.
Andrew Oldroyd	Regional Project Coordinator	Various qualification in emergency management and financial services	5 years in the arts 16 years in Emergency Management sector Involvement in many arts and community groups.
Stephen Paragreen	Farmer	Licensed Real Estate Agent	6 years banking 35 years Real Estate Agent
Janyce Bull	Volunteer/Retiree	Dip HR Management, Grad Dip HR Development, Accredited Administrator Myers Briggs Typology Indicator, NLP Practitioner	15 years providing services to private and government organisations developing programs in management and interpersonal skills. 10 years local retail 7 years SG Hospital board member Community radio volunteer Contributor to local newspapers and newsletter.



## Short- and long-term objectives and strategy

The company's short- and long-term objectives are to:

- provide a banking service in Toora and Foster and their surrounds
- provide funding for community organisations and activities

The company's strategy for achieving these objectives includes:

- provision of customer driven banking branches in Toora and Foster
- holding annual grant allocation programs
- having a strong involvement with the community

## Principal Activities

The company's principal activity during the year was to manage the Toora Branch and the Foster Branch as a franchise of the Bendigo Bank.

This activity has assisted the company in achieving its objectives by enabling it to:

- provide full banking services to the community
- make grants and sponsorships to the community of \$69,205 (\$75,920 in 2019)

## Performance Measures

The company measures performance through the establishment of an annual budget:

- to review its performance against budget
- to monitor the growth of banking products provided to the customer
- to assess control over the company's income and costs
- to monitor its annual grant program

The performance against these key performance indicators is as follows:

	2020		2019	
	Budget	Actual	Budget	Actual
Total Banking Book	149.3M	145.0M	133.1M	141.6M
Total Revenues	943,879	1,020,502	985,598	972,202
Total Expenses	900,205	863,236	907,958	895,628
Net Profit / Loss	43,674	156,566	77,640	76,574
Grant's & Sponsorship	64,000	69,205	64,000	75,920

## COMMITTEES OF THE BOARD

### Audit & Finance Committee

DIRECTORS	MEETINGS Number Eligible To Attend	MEETINGS Number Attended
Peter Tilley	4	4
Clive White	4	4
Robert Liley	4	4
Irene Spooner	4	3
Joe Bucello	4	4
Gillian Nicoll	4	2

## Corporate Governance Committee

<b>DIRECTORS</b>	<b>MEETINGS Number Eligible To Attend</b>	<b>MEETINGS Number Attended</b>
Robert Liley	0	0
Joseph Bucello	0	0
John Cheyne	0	0
Gillian Nicoll	0	0
Stephen Paragreen	0	0

## Marketing Committee

<b>DIRECTORS</b>	<b>MEETINGS Number Eligible To Attend</b>	<b>MEETINGS Number Attended</b>
David Roberts	5	3
Irene Spooner	5	5
Robert Liley	5	3
John Cheyne (On leave since January 2020)	5	0
Gillian Nicoll	5	4
Stephen Paragreen	5	5
Janyce Bull	5	5
Andrew Oldroyd	5	2

## Grant's Advisory Committee

<b>DIRECTORS</b>	<b>MEETINGS Number Eligible To Attend</b>	<b>MEETINGS Number Attended</b>
Robert Liley	2	2
Irene Spooner	2	2
Peter Tilley	2	2
Ian Lyon	2	2
John Cheyne (on leave since January 2020)	2	0
Andrew Oldroyd	2	1

The role of the Board Committees is to study and discuss detailed Board issues and make recommendations to the Board on those issues.

## Member's Guarantee

In accordance with the company's constitution, each member is liable to contribute \$10 in the event that the company is wound up. At the 30<sup>th</sup> June 2020 the number of members was 105.

## Auditor's Independence

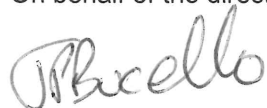
The auditors' declaration of independence appears on page 43 and forms part of the Directors' report for the year ended 30<sup>th</sup> June 2020.

## Rounding

The company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and, in accordance with the Class Order, amounts in the financial report and the director's report have been rounded off to the nearest dollar, unless otherwise stated.

Signed in accordance with the resolution of the directors made pursuant to s.298(2) of the Corporations Act.

On behalf of the directors:



JOSEPH BUCCINO  
on behalf of

**Robert Liley**

Foster, 25 August 2020

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2020**

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

	Note	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
<b><i>Revenue from ordinary activities</i></b>	2	1,020,502	972,202
Employee benefits expense	3	(457,188)	(471,787)
Depreciation and amortisation expense	3	(37,978)	(43,266)
Borrowing costs expense	3	(3,583)	(4,881)
Other expenses from ordinary activities		(295,982)	(299,774)
Total Expenses		<u>(794,731)</u>	<u>(819,708)</u>
<b>Profit / (Loss) from ordinary activities</b>		<u>225,771</u>	<u>152,494</u>
Grants & Sponsorship made to the Community	3	<u>(69,205)</u>	<u>(75,920)</u>
<b>Profit</b>		<u>156,566</u>	<u>76,574</u>
<b>TOTAL CHANGES IN EQUITY</b>		<u><b>156,566</b></u>	<u><b>76,574</b></u>

*This Statement should be read in conjunction with the accompanying notes*

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30TH JUNE, 2020**

	Note	Total 2020 \$	Total 2019 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	710,035	577,746
Trade and other receivables	5	138,486	84,106
Other Assets	7	9,542	10,582
<b>TOTAL CURRENT ASSETS</b>		<b>858,063</b>	<b>672,434</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	212,505	218,903
Intangible assets	8	92,323	118,691
Right of use of leased assets	14	66,443	93,821
<b>TOTAL NON-CURRENT ASSETS</b>		<b>371,271</b>	<b>431,415</b>
<b>TOTAL ASSETS</b>		<b>1,229,334</b>	<b>1,103,849</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	50,230	50,333
Short-term provisions	11	42,578	45,037
Lease commitments	14	29,538	28,253
<b>TOTAL CURRENT LIABILITIES</b>		<b>122,346</b>	<b>123,623</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	9	155,390	155,390
Long-term provisions	11	5,207	6,348
Lease commitments	14	36,905	65,568
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>197,502</b>	<b>227,306</b>
<b>TOTAL LIABILITIES</b>		<b>319,848</b>	<b>350,929</b>
<b>NET ASSETS</b>		<b>909,486</b>	<b>752,920</b>
<b>EQUITY</b>			
Retained earnings		909,486	752,920
<b>TOTAL EQUITY</b>		<b>909,486</b>	<b>752,920</b>
Contingent Liabilities and Contingent Assets	13	-	-

*This Statement should be read in conjunction with the accompanying notes*

**PROMONTORY DISTRICT FINANCE GROUP LTD**

**ABN 69 085 537 328**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

	<b>Retained Earnings \$</b>
<b>Balance at 30 June 2018</b>	676,346
Profit	76,574
<b>Balance at 30 June 2019</b>	<hr/> 752,920 <hr/>
Profit	156,566
<b>Balance at 30 June 2020</b>	<hr/> 909,486 <hr/>

*This Statement should be read in conjunction with the accompanying notes*



**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

	Note	Total 2020 \$ Inflows/ (Outflows)	Total 2019 \$ Inflows/ (Outflows)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from Bendigo Bank		989,501	1,057,304
Receipts from other income		55,887	7,377
Interest received		8,030	11,485
Payments to suppliers and employees		(916,274)	(958,904)
<b>Net cash provided by operating activities</b>	15(b)	<u>137,144</u>	<u>117,262</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from lending		-	1,128
Purchase of property, plant and equipment and franchise renewals		(5,388)	(132,964)
Proceeds from sale of plant & equipment		500	
<b>Net cash provided by (used in) investing activities</b>		<u>(4,888)</u>	<u>(131,836)</u>
<b>Net increase/(decrease) in cash held</b>		132,256	(14,574)
<b>Cash at beginning of year</b>		<u>422,352</u>	<u>436,926</u>
<b>Cash at end of year</b>	15(a)	<u><u>544,608</u></u>	<u><u>422,352</u></u>

*This Statement should be read in conjunction with the accompanying notes*

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2020**

**NOTE 1. STATEMENT OF ACCOUNTING POLICIES**

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**a) Income Tax**

In anticipation of the result of the Federal Court of The Australian Taxation Office v Wentworth District Capital Ltd ATC 20 – 253 (The Wentworth Case), the entity lodged an objection against past income tax assessments.

On the 31<sup>st</sup> October, 2011 the Deputy Commissioner of Taxation allowed the objection, which resulted in a refund of \$60,590.20 of past income taxes paid. The reason that the Deputy Commissioner gave for this decision was that, in line with the Wentworth case, facilitating the supply of banking services in Toora, where no other banking services are being provided, constituted a Community Service and was therefore exempt from income tax in accordance with section 50 of the Income Tax Assessment Act 1997.

The Deputy Commissioner noted that the Foster branch was not an identical situation to that applying in Wentworth and Toora, as there are other commercial banking operations existing in Foster.

However the Deputy Commissioner concluded that, as the operation in Toora is significantly larger than that in Foster, the Toora operation must constitute the main purpose. Although the Deputy Commissioner didn't say explicitly, the ruling implies that Promontory District Finance Group Ltd will need to revisit its tax status at the stage when Foster fully recovers the losses incurred in establishing its operation.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2020**

**b) Property, Plant & Equipment**

Each class of property, plant & equipment is carried at cost less, where applicable, any accumulated depreciation.

**c) Depreciation**

Assets with a cost in excess of \$1,000, including building and capitalised lease assets but excluding freehold land, are capitalised and depreciation has been provided on depreciable assets so as to allocate their cost over their estimated useful lives using the straight-line method. Depreciation rates are reviewed on an annual basis. The expected useful lives of non-current assets has not changed from the previous year.

The expected useful lives of non-current assets on which the depreciation charges are based for each class of assets are:

Buildings	40 years
Furniture & Fittings	3 – 13 1/3 years
Improvements	40 years
Motor Vehicle	7 – 8 years

**d) Leases**

The company assesses at contract inception, whether the contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

A single recognition and measurement approach are applied to all leases, except for short-term leases and leases of low-value assets. The company recognises liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**(i) Right-of-use assets**

Right-of-use assets are recognised at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

**(ii) Lease Liabilities**

At the commencement date of the lease, the company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term or a change in the lease payments.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2020**

**(iii) Short term leases and lease of low value assets**

The short-term lease recognition exemption is applied to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

**e) Cash**

For the purpose of the cash flow statement, cash includes cash on hand, deposits held at call with banks or financial institutions, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts, which are shown as long-term borrowings in non-current liabilities on the balance sheet, are included in cash balances for cash flow reporting.

**f) Revenue**

Revenue from operating activities is recognised when it is earned. All revenue is stated net of the amount of goods and services tax (GST).

**g) Rounding of Amounts**

All amounts shown in the Financial Statements are expressed to the nearest dollar.

**h) Receivables**

All trade debtors are recognised at their face value as they are due for settlement no more than 60 days from the date of recognition. Collectability of trade debtors is reviewed on an on-going basis. Debts, which are known to be uncollectible, are written off. A provision for doubtful debts is raised where some doubt as to collection exists.

**i) Trade and Other Creditors**

These amounts represent liabilities for goods and services provided to the end of the financial year, which are unpaid. The normal credit terms are Net 30 days.

**j) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2020**

**k)        Donations**

Donations are recognised as revenue when cash is received.

**l)        Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Those cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

**Sick Leave**

A liability is only recognised if it is probable that sick leave expected to be taken in future reporting periods will be greater than entitlements which are expected to accrue in those periods.

**m)        Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**n)        Intangibles**

**Goodwill**

Goodwill is initially recorded at the amount by which the purchase price for a business exceeds the fair value attributable to its net assets at date of acquisition. It is then amortised over twenty years. Goodwill is also tested annually for impairment and is carried at cost less accumulated amortisation and impairment losses.

**Training prepayment**

Training prepayments are amortised over five years.

**Franchise fees**

Franchise fees are amortised over the period covered by the franchise. At present this is for five years.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2020**

**o) Going Concern**

The financial report has been prepared on a going concern basis as there are no material uncertainties, events or conditions that bring into question the ability of the entity to continue as a going concern.

**p) Community Enterprise Foundation (CEF)**

The company has traditionally funded its annual community grant program via contributions to the Community Enterprise Foundation. At the 30<sup>th</sup> June 2020 the balance of the funds held by the CEF in respect of the company was \$8,167. (\$5,092 at the 30<sup>th</sup> June 2019).

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 2. REVENUE**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Operating activities</b>		
Franchise margin income	662,698	717,447
Commercial loan income	2,463	4,706
Commission income	82,837	79,980
Leasing/hire purchase income	1,117	1,336
Market development fund	100,000	100,000
Fee income	53,656	50,460
Interest	7,681	10,896
Other Income	10,050	7,377
ATO Cash Flow Boost	100,000	-
<b>Total revenue</b>	<b><u>1,020,502</u></b>	<b><u>972,202</u></b>



**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 3. PROFIT FROM ORDINARY ACTIVITIES**

<b>a) Expenses</b>	<b>Total 2,020 \$</b>	<b>Total 2,019 \$</b>
<b>Employee benefits expense</b>		
Wages	417,782	430,324
Workcover	238	1,207
Superannuation - SG	38,883	39,945
Fringe benefits tax	285	285
Sundry Seconded Employee Expenses	-	26
<b>Total employee entitlements</b>	<u>457,188</u>	<u>471,787</u>
<b>Borrowing cost expense</b>		
Contributors interest	3,583	4,881
<b>Total borrowing costs</b>	<u>3,583</u>	<u>4,881</u>
<b>Depreciation of non-current assets</b>		
Buildings and improvements	5,236	5,235
Furniture and fittings	5,280	5,766
Motor vehicles	1,094	1,563
<b>Total depreciation</b>	<u>11,610</u>	<u>12,564</u>
<b>Amortisation of non-current assets</b>		
Franchise fee	26,368	25,357
Goodwill	-	5,345
<b>Total amortisation</b>	<u>26,368</u>	<u>5,345</u>
<b>Bad debts written off</b>	<u>901</u>	<u>(10)</u>
<b>Audit Fees</b>	<u>3,950</u>	<u>3,900</u>
<b>Grants &amp; Sponsorship</b>	69,205	75,920

**PROMONTORY DISTRICT FINANCE GROUP LTD**

**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 4. CASH AND CASH EQUIVALENTS**

	Note	Total 2020 \$	Total 2019 \$
Cash at bank		388,035	262,316
Term Deposits		268,184	263,119
Term deposit (overdraft security)		36,035	34,821
Term deposit (rent security)		17,781	17,490
		<u>710,035</u>	<u>577,746</u>

A bank guarantee covering 6 months rent for the Foster sub-branch building is secured against the term deposit as per the lease agreement with Court Street Pty Ltd.

**NOTE 5. TRADE AND OTHER RECEIVABLES**

	Total 2020 \$	Total 2019 \$
<b>CURRENT</b>		
Accrued interest	1,083	1,432
Income share from Bendigo Bank	83,564	82,674
ATO Cash Flow Boost Entitlements	53,839	-
	<u>138,486</u>	<u>84,106</u>
 <b>TOTAL CURRENT RECEIVABLES</b>	 <u>138,486</u>	 <u>84,106</u>

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 6. PROPERTY, PLANT & EQUIPMENT**

	Total 2020 \$	Total 2019 \$
Land at cost	27,524	27,524
Buildings and improvements at cost	209,427	209,427
Less accumulated depreciation	(55,133)	(49,897)
	<u>154,294</u>	<u>159,530</u>
Furniture and fittings at cost	206,941	206,053
Less accumulated depreciation	(178,806)	(177,850)
	<u>28,135</u>	<u>28,203</u>
Motor vehicles at cost	33,003	33,003
Less accumulated depreciation	(30,451)	(29,357)
	<u>2,552</u>	<u>3,646</u>
<b>Total property, plant and equipment</b>	<u><u>212,505</u></u>	<u><u>218,903</u></u>

**(a) Movements in carrying amounts**

Movements in the carrying amounts for each class of property, plant & equipment between the beginning and the end of the current financial year.

	Land \$	Buildings & Imp'ts \$	Furniture & Fittings \$	Motor Vehicles \$	Total \$
Balance at beginning of year	27,524	159,530	28,203	3,646	218,903
Additions	-	-	5,388	-	5,388
Disposals	-	-	(176)	-	(176)
Depreciation expense	-	(5,236)	(5,280)	(1,094)	(11,610)
<b>Carrying amount at end of year</b>	<u><u>27,524</u></u>	<u><u>154,294</u></u>	<u><u>28,135</u></u>	<u><u>2,552</u></u>	<u><u>212,505</u></u>

**NOTE 7. OTHER ASSETS**

	Total 2020 \$	Total 2019 \$
Prepaid Expenses	9,542	10,583
<b>Total other assets</b>	<u><u>9,542</u></u>	<u><u>10,583</u></u>

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 8. INTANGIBLE ASSETS**

	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
Franchise fee	248,612	248,612
Less accumulated amortisation	<u>(156,289)</u>	<u>(129,922)</u>
<b>Total intangible assets</b>	<u><u>92,323</u></u>	<u><u>118,690</u></u>

**NOTE 9. BORROWINGS**

	Note	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
<b>NON-CURRENT</b>			
Bank overdraft secured	15	<u>155,390</u>	<u>155,390</u>
<b>Total non-current</b>		<u><u>155,390</u></u>	<u><u>155,390</u></u>

**a) Total current and non-current secured liabilities:**

**b)** The bank overdraft and loans are secured by a registered first mortgage over the freehold property and the contributions made by supporters of the Company which are held by the Bendigo Bank.

**c)** The carrying amounts of non-current assets and contributions pledged as security are:

Land	27,524	27,524
Buildings and improvements	154,294	159,530
Contributions from supporters	119,355	120,569
Bank Deposits	<u>36,035</u>	<u>34,821</u>
	<u><u>337,208</u></u>	<u><u>342,444</u></u>

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 10. TRADE AND OTHER PAYABLES**

	Total 2020 \$	Total 2019 \$
<b>CURRENT</b>		
GST payable	19,081	19,674
Accrued wages	8,071	4,582
Accrued Expenses	3,357	-
Credit Card	37	4
Trade payables	14,306	20,421
PAYG withholding payable	5,378	5,652
<b>Total trade and other payables</b>	<u>50,230</u>	<u>50,333</u>

**NOTE 11. PROVISIONS**

	Total 2020 \$	Total 2019 \$
<b>CURRENT</b>		
Annual leave	25,751	29,573
Long service leave	16,827	15,464
<b>Total current employee entitlements</b>	<u>42,578</u>	<u>45,037</u>
<b>NON-CURRENT</b>		
Long service leave	5,207	6,348
<b>Total non-current employee entitlements</b>	<u>5,207</u>	<u>6,348</u>

All annual leave and unconditional vested long service leave representing 7+ years of continuous service is:

- a) disclosed in accordance with AASB 101, as a current liability even where the company does not expect to settle the liability within 12 months as it will not have the unconditional right to defer the settlement of the entitlement should an employee request measured at:
- nominal value under AASB 119 where a component of this current liability is expected to fall due within 12 months after the end of the period; and
  - present value under AASB 119 where the entity does not expect to settle a component of this current liability within 12 months.

Long Service Leave representing less than 7 years of continuous service is:

- a) disclosed in accordance with AASB 101 as a non-current liability; and
- b) measured at present value under AASB 119 as the entity does not expect to settle this non-current liability within 12 months.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 12. COMMITMENTS FOR EXPENDITURE**

**(a) Capital Commitments**

There were no capital commitments at 30th June 2020.

**NOTE 13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent assets or liabilities at 30th June 2020.

**NOTE 14. RIGHT OF USE OF ASSETS AND RELATED LIABILITIES**

**(a) Right of use assets**

Right-of-use assets are measured at amounts equal to the present value of enforceable future payments on the adoption date, adjusted for lease incentives, make-good provisions, and initial direct costs.

The company derecognises right-of-use assets at the termination of the lease period or when no future economic benefits are expected to be derived from the use of the underlying asset.

**(b) Lease Commitments**

Commitments in relation to operating leases contracted for at the reporting date:

	<b>Within 1 year</b>		<b>2 to 5 years</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Automated Teller Machines	553	2,126	322	-
Foster Building	28,985	26,127	36,583	65,568
<b>Total Lease Commitments (including GST)</b>	<b>29,538</b>	<b>28,253</b>	<b>36,905</b>	<b>65,568</b>

**(c) Carrying Amounts**

	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
<b>Leased Land and Buildings</b>		
Carrying amount at beginning of the year	91,695	119,245
Less accumulated depreciation and impairment	(26,127)	(27,550)
	<u>65,568</u>	<u>91,695</u>
<b>Leases Property Plant and Equipment</b>		
Carrying amount at beginning of the year	2,126	5,770
Plus lease renewal	1,105	-
Less accumulated depreciation and impairment	(2,356)	(3,644)
	<u>875</u>	<u>2,126</u>
 Total written down amount	 <u>66,443</u>	 <u>93,821</u>



**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 15. CASH FLOW INFORMATION**

**(a) Reconciliation of Cash**

Cash at the end of the financial year as shown in the statements of cash flows reconciled to the related items in the balance sheet as follows:

	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
Cash at bank	388,035	262,316
Term deposit	322,000	315,430
Bank overdrafts	(155,390)	(155,390)
Credit Cards	(37)	(4)
	<b><u>554,608</u></b>	<b><u>422,352</u></b>

**(b) Reconciliation of cash flow from operations with profit from ordinary activities**

	<b>Total 2020</b>	<b>Total 2019</b>
Profit after income tax	156,566	76,574
<b>Non-cash flows in profit</b>		
Depreciation and amortisation	37,978	43,268
Profit on sale of assets	(324)	-
<b>Changes in assets and liabilities</b>		
(Increase)/decrease in receivables	(54,380)	11,047
(Increase)/decrease in prepayments	1,041	(2,044)
Increase/(decrease) in employee entitlements	(3,600)	(129)
Increase/(decrease) in payables	(137)	(11,454)
<b>Cash flows from operations</b>	<b><u>137,144</u></b>	<b><u>40,688</u></b>

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 16. FINANCIAL INSTRUMENTS**

**(a) Interest rate risk**

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing				Non-interest Bearing	
	2020	2019	2020	2019	Within 1 year		1 to 5 years		2020	2019
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial Assets</b>										
Cash & Cash Equivalents	0.50	2.00	388,035	304,193	285,965	280,609	-	-	36,035	32,821
Receivables	-	6.00	-	-	-	-	-	-	83,564	82,674
<b>Total Financial Assets</b>			<b>388,035</b>	<b>304,193</b>	<b>285,965</b>	<b>280,609</b>	<b>-</b>	<b>-</b>	<b>119,599</b>	<b>115,495</b>
<b>Financial Liabilities</b>										
Bank Overdraft Secured	-	-	-	-	-	-	-	-	155,390	155,390
<b>Total Financial Liabilities</b>			<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>155,390</b>	<b>155,390</b>

**NOTE 17. SUPERANNUATION**

- (i) The company contributes to the employees' chosen superannuation fund as required under the Choice of Fund legislation;
- (ii) The amount of total contributions made by the Company during the financial year to these Superannuation Funds was as follows:

	<b>Total 2020 \$</b>	<b>Total 2019 \$</b>
The Bendigo Superannuation Plan	26,911	30,507
Other Funds	16,905	16,520
	<b>43,816</b>	<b>47,027</b>

- (iii) There are no contributions outstanding at June 30th 2020.

- (iv) Contributions are paid in accordance with the Superannuation Guarantee Scheme.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 18. NEW AND AMENDED ACCOUNTING STANDARDS**

The following new accounting standards have been adopted for the first time in these Financial Statements.

**(a) AASB 16 Leases**

This standard requires lessee to account for leases under an on-balance sheet model, with the The standard provides certain exemptions from recognising leases on the balance sheet, Under the new standard, the Company is required to:

- recognise right of use lease assets and lease liabilities on the balance sheet.
- Liabilities are measured based on the present value of future lease payments over the lease of the term. The right of use lease asset generally reflects the lease liability;
- recognise depreciation of right of use lease assets and interest on lease liabilities over the lease term.
- separately present the principle amount of cash paid and interest in the cash flow statement as a financing activity.
- application of the new accounting standard in the current financial year has
- altered the opening balance of assets and liabilities but has had no impact on retained earnings.

**NOTE 19. COVID - 19**

On the 11th March, 2020 the World Health Organisation declared Covid – 19 as a pandemic. The Victorian government imposed a number of restrictions on the 21st March, 2020 including limiting the number of customers into the branch and significantly restricting the activities of a number of businesses. The Federal Government introduced the Cash flow Boost for Employers on the 22nd of March, 2020 for which this Company was entitled to an initial payment of \$50,000 for the period from March to May 2020 and is therefore entitled to the remaining \$50,000 to be paid in 4 equal instalments from June 2020 to September 2020. The total of \$100,000 has been recognised as income under AASB1058 Income of Not-for-Profit Entities given the entity is entitled to receive the remaining \$50,000 as at 30 June 2020 and the Jobkeeper Program on the 30th March, 2020 for which this Company was not eligible.

After some easing of restrictions in Victoria, Stage 3 restrictions were re-introduced in non-metropolitan areas on the 5<sup>th</sup> of August, 2020.

The subsequent reduction in banking activity combined with the downward pressure on margins, have required the company to take a number of actions, including the temporary closure of the Toora branch for one day a week, having separate teams for each branch and increasing cleaning costs.

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE, 2020**

**NOTE 20. RELATED PARTY DISCLOSURES**

	Total 2020 \$	Total 2019 \$
<b>Responsible Persons</b>		

The Members of the Board during the year were:

Mrs. Irene Spooner  
Mr. Clive White  
Mr. Peter Tilley  
Mr. Robert Liley  
Mr. Joseph Bucello  
Mr. John Cheyne  
Mrs. Gillian Nicoll  
Mr. Andrew Oldroyd  
Mr. David Roberts  
Mrs. Janyce Bull  
Mr Stephen Paragreen

**Executive Officer Remuneration**

The number of Executive Officers whose total remuneration exceeded \$100,000 amounted to: Nil Nil

**Transactions with Responsible Persons and their Related Parties**

Mr P. Tilley is an accountant of Duesburys Gippsland and a member of the Board. His firm receives remuneration for accountancy services provided to the Community Bank and not for his role on the Board.

The total amount invoiced by Duesburys Gippsland for the year ended 30<sup>th</sup> June, 2020 was \$21,395. (\$19,200 in 2019)

There were no other transactions with responsible persons or their related parties.

**NOTE 21. COMPANY DETAILS**

*The registered office of the company is:*  
*Promontory District Finance Group Limited*  
*48 Stanley Street*  
*Toora Vic 3962*

**PROMONTORY DISTRICT FINANCE GROUP LTD**  
**ABN 69 085 537 328**

**DIRECTORS DECLARATION**

The directors of the company declare that:

In the directors' opinion there are reasonable grounds to believe the company will be able to pay its debts as and when they become due and payable.

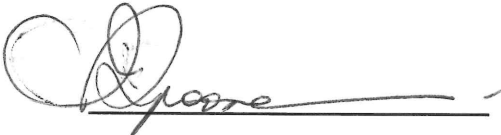
In the directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, and:

- (a) comply with Accounting Standards and the Corporations Regulations 2001; and
- (b) give a true and fair view of the financial position as at 30th June 2020 and of the performance for the year ended on that date of the company.

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

  
\_\_\_\_\_

Joseph Bcello  
Director

  
\_\_\_\_\_

Irene Spooner.  
Director

Dated the 25th day of August, 2020

Foster, Victoria.

AUDITOR'S INDEPENDENCE DECLARATION UNDER  
SECTION 307C OF *THE CORPORATIONS ACT 2001*

TO THE DIRECTORS OF PROMONTORY DISTRICT FINANCE GROUP LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020 there has been:

- (i) no contraventions of the auditor's 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.

CARDELL ASSURANCE & AUDIT



Lyndal J. McKenzie  
Registered Company Auditor  
3A Billson Street  
WONTHAGGI VIC 3995

24 August 2020

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PROMONTORY DISTRICT FINANCE GROUP LIMITED

### *Opinion*

We have audited the financial report of Promontory District Finance Group Limited, which comprises the Statement of Financial Position as at 30 June 2020, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of Promontory District Finance Group Limited is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the company's financial position as at 30 June 2020 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### *Basis of 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 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 Standard Board's APES 110 Code of Ethics for Professional Accountants (the "Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other 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 report.

### *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 the *Corporations Act 2001* and Australian Accounting Standards – Reduced Disclosure Requirements and for such internal control 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 relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operation, or have no realistic alternative but to do so.

### *Auditor's responsibility 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 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 the aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism through the audit. The audit involves us:



- Identifying and assessing the risk of material misstatement of the financial report, whether due to fraud or error, designing and performing audit procedures responsive to those risks, obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtaining an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Concluding on the appropriateness of directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluating the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report presents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, where applicable, related safeguards.

#### *Other information*

The directors are responsible for the other information provided in the company's annual report for the year ended 30 June 2020 other than the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion there.

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 in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

#### **CARDELL ASSURANCE & AUDIT**

Lyndal J. McKenzie  
Registered Company Auditor  
3A Billson Street  
WONTHAGGI VIC 3995

29 August 2020

Community Bank - Toora & District  
48 Stanley Street,  
Toora VIC 3962  
Phone: 03 5686 2000 Fax: 03 5686 2010  
Email: [tooramailbox@bendigoadelaide.com.au](mailto:tooramailbox@bendigoadelaide.com.au)  
Web: [bendigobank.com.au/toora](http://bendigobank.com.au/toora)

Foster Branch  
68 Main Street,  
Foster VIC 3960  
Phone: 03 5682 2287 Fax: 03 5682 2674  
Email: [fostermailbox@bendigoadelaide.com.au](mailto:fostermailbox@bendigoadelaide.com.au)  
Web: [bendigobank.com.au/foster](http://bendigobank.com.au/foster)

Franchisee: Promontory District Finance Group Limited  
ABN: 69 085 537 328  
48 Stanley Street  
Toora VIC 3960  
Phone: 03 5686 2000 Fax: 03 5686 2010  
Email: [admin@pdfg.org.au](mailto:admin@pdfg.org.au)



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Font cover photos; Foster Show, Woodchop event - Colin Nicholas. Welshpool Volunteer Coastguard

