

Annual Report 2021

Promontory District
Finance Group Limited

Community Bank
Toora & District and Foster

ABN 69 085 537 328



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Management Company:
Promontory District Finance Group Limited ABN 69 085 537 328, ACN 085537328
Bendigo Bank Limited, Fountain Court, Bendigo VIC 3550 ABN 11 068 049 178

OUR VISION

We exist to provide a broad banking service in our community and use our profits to strengthen our community

OUR MISSION

- Operate a successful Community Bank
- Investing profits in diverse activities to strengthen our community
- Working 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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Chair's Report

2020 - 2021

It is a pleasure as the new Chair to submit the 22nd Annual Chair's report for the Promontory District Finance Group Limited.

It would be unusual in business not to have some major challenges and the financial year 2020-2021 had its fair share. Following from the previous year the hurdles posed by COVID 19 virus didn't diminish, added to which there were staff changes and weather challenges. Through all this our manager, staff and Board have managed to produce a profit of \$20,529 and added to the bank's footings by \$9.7million.

We changed our Branch Manager towards the end of this financial year; we also lost a couple of team members and gained a couple. Sharon Demaria was the Branch Manager who took us through the first part of the financial year and Karen Sherry joined us at the end of March 2021.

Both Branch Managers had challenges to the running of the business and both used their knowledge and experience to take the team through lockdowns, power losses and staff losses. The team still gave our customers the expected service and continued to assist those who needed help with their banking in this changing digital landscape.

The changes in banking and in particular Bendigo Bank will continue. From changing the environment our team work in, to changing the uniform they wear, to changing the way business is done on the internet. Expectations are now for speedier attention to customer's needs and speedier processing of documentation. Through all this our commitment to the community remains unchanged.

Our community has benefited yet again, from the distribution of profits from our Community Bank which at the end of the financial year totalled \$1.41million. Funds found their way through grants, scholarships and sponsorships to the myriad of organisations and individuals in the Promcoast District. Our influence was seen through health services, education and youth services, and through sporting groups and the Arts in all its forms. As well, our contributors who invested in our Community Bank were paid interest on their investment.

In all that movement and change, the Welshpool Agency remains strong to provide banking facilities for their district, with unchanged customer service. During the latter part of the financial year trainee Kodi Pederson left us and we welcomed Breanna Heal, Shannon Gee and Annette Aveling. You can meet all the team at either Toora or Foster Branch. We also said goodbye to Faye Harris who had been with the Community bank for three years, Faye was close to retiring and found a familiar position closer to home for the last few months.

Last but not least, after fourteen years as a member of the PDFG Board Rob Liley stood down from the position of Chair in November 2020 and at the same time resigned from the PDFG Board. It's difficult to know how to put into a few words the effect Rob has had on the Board and the growth of the Community Bank over so many years. He gave of his time, his intellect and his heart. He was dedicated to the concept of 'community' in all its forms. We thank him.

As always the Bendigo Bank, the regional staff and the Community Bank support people were available for advice and education. Finally to the Board members and Committee members, our Manager, our Administration Officer and the hard working Team, thank you from a novice Chair. I am proud of what you continue to achieve and I'm dedicated to continuing to oversee the growth of our Community Bank in the coming year and further.

Jan Bull
Chair
PDFG
June 2021

THE DIRECTORS



JAN BULL – Chair

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.

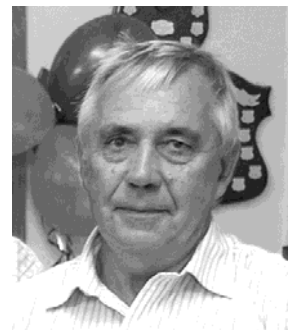
Jan was pleased to be accepted as a Director of the Bank because of the impressive contribution the Community Bank makes to the people of Corner Inlet.

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.

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.

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.

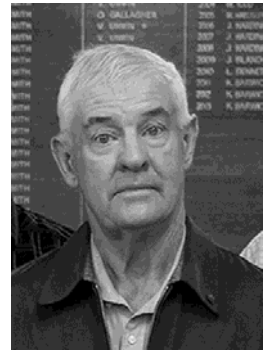
Jill is an active member of the community, being treasurer of the Prom Coast Soccer Club, and secretary of the Corner Inlet Swimming Club (Dolphins) committee.

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 2021

There have been changes within both Branches this past financial year. Tara Hollier left in July 2020 and Chelsea Esler started in September 2020. Tarryn Tibbals left in October, followed by Karen Dorling, CRM in November 2020. Sharon Demaria, Branch Manager, resigned in December 2020 and Kodi Pederson in March 2021.

I was employed in April 2021 to the position of Branch Manager. Two new CSO's Breanna Heal and Shannon Gee joined in the same month. Faye Harris move from our Toora branch to a position closer to home at Yarram. Annette Aveling joined as a CSO, in May 2021. Ebony Jones then made the hard decision to continue her University education in Melbourne.

I would like to thank the staff, in particular Kate McKenzie and Trudy Heiser for keeping both branches operating while being without a Branch Manager for four months. Then they took on the task of training myself and the other new Team members.

I would like also to thank the Board for all the encouragement and assistance they have offered me whilst settling into this new position and for stepping in to offer as much assistance as they could to the Branches.

We have welcomed many new customers to our Bank, and even though we have continued to be affected by the Covid-19 Pandemic, you and our existing loyal customers, have helped us grow our business by \$9.7M!

We thank you for your ongoing support as helps generate profits that are distributed back into the community we call home. It is also your partnership with us that has allowed us to return \$67,262 to our community this financial year. As a new arrival to this community, I am truly in awe of how much everyone bands together to support each other. To our contributors we also say thank you as without you none of the \$1.41 million distributed to our community would have happened.

Banking will continue to be challenging in the year ahead with even lower profit margins, further digitalisation and an uncertain economy. 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, happiness and prosperity in the year ahead.

Karen Sherry
Branch Manager
June 2021

THE BRANCH TEAM



KAREN SHERRY – Branch Manager

Karen joined the team in April 2021, with 6 years banking experience. She worked at Westpac, Bank of Melbourne and Bankwest.

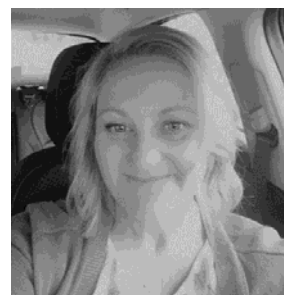
She has recently built in the area, moving into her new home in November 2020. Karen is married to Matt and between them have 6 adult children and 4 grandchildren.

Becoming involved with the local community as well as the challenge of growing the business of the Community Bank for the benefit of the community was one of the key reasons for applying for the role.

KATE MCKENZIE – Customer Relationship Manager

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 has 4 children, with one living at home and enjoys travelling and spending time with her family.



TRUDY HEISER – Senior 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 enjoys travelling and looks forward to a time where we are able to this freely again.

Trudy has 3 adult children & was delighted to have her first grandchild, a little girl in February 2021. She is looking forward to the wedding of her second daughter in October this year. Trudy's youngest son is still in Canada and will hopefully be able to come home in time to see his sister get married in October.

Trudy started with the Community Bank in September 2007.

EBONY JONES – 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.





CHELSEA ESLER – Customer Service Officer

Chelsea has lived in Foster most of her life and joined the team in late 2020 following a career in Real Estate and in the medical field.

In her spare time, she enjoys baking cakes and loves to go camping with her husband and dog Mack. Chelsea married Luke in November 2019 and had plans to travel around Australia in their new van, but unfortunately due to covid haven't been able to go. They're hopeful to finally have their honeymoon soon.

SHANNON GEE – Customer Service Officer

Shannon joined the bank in March 2021. Her working background has been primarily the hospitality industry and administration, but her main focus for the past 18 years has been raising her 4 children.

Shannon and her husband Paul moved their family to Foster 7 years ago from Melbourne and love being a part of the small country community life that they now call home.



BREANNA HEAL - Customer Service Officer

Breanna lives in Foster with her husband Daniel and four young children. Breanna joined the Community Bank in April 2021 and is currently studying accounting and bookkeeping at Chisholm TAFE.

In her spare time Breanna likes hiking, drinks with friends and spending time with her family.

ANNETTE AVELING – Customer Service Officer

Annette joined the Community Bank team in 2021.

Annette lives in Leongatha, has 4 children and enjoys camping and family activities.



FAREWELLS:

This year past we said farewell to quite a few valued branch team members, all with their own valid and often family driven reasons for moving on. We wish Karen Dorling, Tarryn Tibbals, Kodi Pederson, Sharon Demaria, Faye Harris, Tara Hollier every success with the next steps in their careers.

On the Board we farewelled John Cheyne and Robert Liley.

John was a Director for 5 year and a keen member of our Marketing and Governance Committees.

Robert Liley was a Director for 14 years, and our Chair for 7 of those years. With Rob at the helm PDFG saw many changes within the banking industry, he always guided us through with a calm and measured hand.

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



Making good things happen

When you bank with us, profits pour into the community. \$1.41 Million so far.

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

Find out more. Call us on 5682 2287 or search Bendigo Bank Toora & Foster.



 **Bendigo Bank**

Community Bank · Toora & Foster

Bendigo and Adelaide Bank Limited ABN 11 068 049 178, AFSL/Australian Credit Licence 237879 A1390563, OUT_2309824, 20/08/2021

2021 GRANTS & SCHOLARSHIP PROGRAM

The 2021 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 9 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

ORGANISATION	PROJECT	GRANT
Foster RSL sub-branch	Installation of new front doors	\$5,000.00
Corner Inlet Junior football Club	First Aid & Helmets	\$2,500.00
Toora Bowls Club	Ride on Mower replacement	\$4,949.00
Manna Gum Community House Inc	Our Place - Manna Gum Youth Group	\$4,650.00
Manna Community Garden Inc	Noticeboard & Banner	\$ 759.00
Welshpool Coast Guard	New Fire Extinguishers & Defib	\$3,007.00
Waratah Beach Surf Lifesaving Club	Marine Rescue Training Vessel	\$2,200.00
Foster FNC	Stereo and PA system	\$4,500.00

Llew Vale Toora & Foster Community Bank Scholarship Program

Tara Whittingham	Tertiary Scholarship 1 st Year	\$5,000
Matilda Trall	Tertiary Scholarship 2 nd Year	\$5,000
Allie Lemchens	PDFG Bursary	\$500
Grace Gee	PDFG Bursary	\$500
Danielle Cashin	PDFG Bursary	\$500



2021 Llew Vale Toora & Foster Community Bank Scholarship Program



Left to right:
Jan Bull (PDFG Chair), Matilda Traill 2nd year recipient, Trudy Heiser (Branch Team Toora), Tara Whittingham our 2021 recipient and Irene Spooner (PDFG Director).

2021 Toora & Foster Community Bank Grants



Projects in the Community



Fish Creek Bowls Club

Contributed by General Committee

Fish Creek Bowls Club is known by most as the “Friendly Club”. It is situated in the beautiful Terrill Park at Fish Creek and incorporates the sporting clubs of the Fish Creek Football Club and Fish Creek Netball Club. The Bowls Club has strong support from the local community, the Community Bank Toora & Foster and other business in the area. This support, both financially and in kind, has helped the club to grow and prosper. Fish Creek Bowls Club provides the community an opportunity to be involved in bowls as a recreational sport. It also participates with other clubs in pennant and tournament bowls events. It provides its facilities to local events and clubs. It conducts Barefoot Bowls for beginners and those who just want to have fun without the stress of competition bowls. It will launch a new short form of bowls called; “Jack Attack”, which is like the 20/20 of Cricket.

Our local Toora & Foster branches of the Bendigo Bank provided a grant in 2021 that enabled the club to build a dedicated BBQ area. This will be used for club functions and be available to others using the club's facilities.

The Club will conduct its Triples Competition on the 4th Thursday of the month, starting in September and concluding in May. Community Bank Toora & Foster will sponsor one of these events and be present to hand out prizes to the winners. The Club will also run a number of tournaments, the dates of which will be on Facebook and the Club Website.

Fish Creek Bowls Club is in the process of installing a new green. It is actively seeking new members, and it wants to build an even stronger partnerships with its sponsors and the local community.

Foster Bowls Club

Contributed by Foster Bowls Club Committee

The Foster Bowls Club has over 60 members made up with full members and social membership for the people that wants to come along to Happy Hour and fortnightly dinners each Friday night. The club has had a busy year along with Covid 19 in replacing the front green with a new playing surface and the opening finally came off after having the day cancelled once due to Covid19.

To keep members together while Covid was on the catering committee cooked meals each week when allowed to have 20 people in our rooms and also had quite a few take way meals each week. If someone missed a meal at the rooms they were first one on the list the following week. The club raised a lot of money in the off season as the members could see other members each week.

The club took advantage of the lockdown with not being able to play bowls with spending some time each week refurbishing the centre shelters during the winter break.

The club was able to finish the summer season with a couple of successful days on the green. This coming season will see our club celebrate our 70th birthday in February 2022 and will be planning a big event to celebrate this milestone.

As always the bowls club will again run corporate bowls each week with BBQ which is ran by a committee who work very hard to attract teams from the business work around the town and also sporting clubs .The clubs catering committee get very busy around Xmas time with dinners for different organisations , some small groups such as Legacy ladies and bigger groups being Foster Probus along with our club's Xmas Dinner and major Xmas Raffle that our club members contribute with around 10 plus prizes with 2 to 3 washing baskets filled with goods, ham , Xmas cakes along with bottles of wine as prizes.

Projects in the Community



Port Welshpool and District Bowling Club

Contributed by Port Welshpool Bowling Club Committee

Port Welshpool and District Bowling is 100% volunteer operated and maintained by its passionate members. We are one of the last two remaining grass bowling greens in our competition with all others converting to synthetic surfaces. Like other bowls clubs, we aren't just about playing competition bowls. We are a place where locals can meet other people in our community and join in with our members and enjoy the game of lawn bowls in a friendly social environment.

At the beginning of the 2019/20 bowls season our club was feeling the pinch, due to falling player numbers and also financially, as at that time we did not have any sponsors. Most event entry fees were being paid out as prize money and we were relying on catering, bar and raffle takings to operate our club. This was when our club was successful in having the Community Bank Toora and Foster sponsor us for the first time. The bank's contribution helped us to run our Annual 3-Day Tournament. Since then other sponsors have come on board, relieving significant financial burden from our club.

As with most sporting clubs, the COVID-19 restrictions had a huge financial impact on our club as our 2020/21 season was significantly shortened and numerous club events were cancelled. We now look forward to the 2021/22 season with great anticipation but the uncertainty of COVID-19 restrictions look to be an ongoing challenge. Fortunately, the Community Bank Toora and Foster has come on board again, this time to sponsor our very popular and successful Annual 3-Day Tournament and Invitational events. This has enabled our club to purchase equipment to aid our bowlers and visitors. The purchase of equipment would have been impossible without the support of the sponsorship, which our club is extremely grateful for.

Toora Bowls Club

Contributed by Toora Bowls Club Committee

The Toora Bowls Club is a community based club that is operated by volunteers, a Board of Management elected annually from its members and form sub committees, i.e. pennant selection, tournaments & club championships, catering, & sponsorships.

The club has been operating for over fifty years & over this period of time membership has grown extensively, over the last 15 years the club has gradually upgraded its facilities, internally & externally with renovations of the men's toilets, carpet, commercial dish washer, split systems, concreting, fences, bbq area ride on mower. This would not have been possible without the input of our members, and our Community Bank Toora & Foster, who have helped the Club with multiple community grants & sponsorships over the years.

Our biggest expenditure during this period has been the installation of a new synthetic green to the value of \$250,000.00, fully funded by the club & its members, 'NO' Local, State or Federal funding, and the club is endeavoring to keep improving its facilities.

Our facilities are available to the community for meetings, community functions. The Club would like to thank Community Bank Toora & Foster for their sponsorship of the Club over this period of time, you are our Major Sponsor and we hope to continue this affiliation for many years to come.

Sponsorships

The last twelve months has been a challenging year for local clubs and organisations.

Our Marketing Sub-Committee made a decision early on to continue to honour ongoing club sponsorships, regardless if their season went ahead or not. The reasoning being that these clubs' committees were stretched thin, their usual income sources were vastly reduced to even non-existent, however their core club expenses still needed to be paid.

For many of these clubs, we are not the largest sponsor, but we would like to think that we are the most consistent and paired with our annual Grants Program, we are one of the largest funding bodies in our district.

As of 30th June 2021, Community Bank Toora and District & Foster have invested over \$1.41 million back into our community. For two small towns in South Gippsland, that is an amazing figure to be proud of.

List of Clubs and Organisations that we supported within the 20/21 financial year:

Corner Inlet Pony Club
Corner Inlet Junior Football Club (Stingrays)
Fish Creek Bowls Club
Fish Creek Football Netball Club
FAMDA – One Act Play Festival, Major Sponsor
Foster Bowling Club
Foster Football Netball Club
Foster Basketball
Foster Golf Club
Foster Craft and Produce Market
Foster Secondary College – Drivers Ed Program
Foster Secondary College – Addams Family
Foster Secondary College – Graduation Award
Meeniyen Golf Club

Meeniyen Football Netball Club
Meeniyen Art Gallery – Yooralla Art Exhibition
Mt Best Hall – Defib Machine
Parkville Youth Detention Centre
Prom Coast Festival – Major Sponsor
Port Welshpool Bowling Club
Prom Coast Soccer Club
Sandy Point Easter Art Show
Scholarship Program – Runners Up, Bursary's x 3
Toora Bowling Club
Toora Football Netball Club
Toora Lions Club – Licola Camp
Toora Swimming Pool
Toora Community Action Team – Light Up Toora



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 30th June 2021.

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 (Retired November, 2020)	14	5	5
Janyce Bull (Chair)	1	13	12
Clive White (Deputy Chair)	22	13	8
Irene Spooner (Treasurer)	22	13	13
Peter Tilley	22	13	10
Joseph Bucello (Secretary & HR Representative)	7	13	11
John Cheyne (Retired November 2020)	5	5	0
Gillian Nicoll	3	13	11
Andrew Oldroyd	2	13	10
Stephen Paragreen	1	13	12

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

DIRECTORS IN OFFICE as at 30th JUNE 2021

DIRECTORS NAME	OCCUPATION	QUALIFICATIONS	EXPERIENCE
Robert Liley	Farmer	Dip. Farm Management (Marcus Oldham)	55 years growing own farming business. Volunteering on numerous community committees
Clive White	Solicitor	B.Juris LLB (Monash) Barrister & Solicitor	43 years
Irene Spooner	Newsagent	-	Worked in / Owned variety of retail businesses
Peter Tilley	Accountant	B.Commerce (Melbourne) Chartered Accountant, Company Auditor	40 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	28 years Community Engagement 18 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 \$67,262 (\$69,205 in 2020)

Performance Measures

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

- to review it's 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:

	2021		2020	
	Budget	Actual	Budget	Actual
Total Banking Book	131.5M	154.7M	149.3M	145.0M
Total Revenues	931,618	814,749	943,879	1,020,502
Total Expenses	910,580	794,220	900,205	863,236
Net Profit / Loss	21,038	20,529	43,674	156,566
Grant's & Sponsorship	64,000	67,262	64,000	69,205

COMMITTEES OF THE BOARD

Audit & Finance Committee

DIRECTORS	MEETINGS Number Eligible To Attend	MEETINGS Number Attended
Peter Tilley	2	2
Clive White	2	2
Robert Liley	1	1
Irene Spooner	2	2
Joe Bucello	2	2
Gillian Nicoll	2	2
Janyce Bull	2	1

Corporate Governance Committee

DIRECTORS	MEETINGS Number Eligible To Attend	MEETINGS Number Attended
Robert Liley	1	1
Joseph Bucello	3	3
John Cheyne	1	0
Janyce Bull	3	3
Stephen Paragreen	3	3

Marketing Committee

DIRECTORS	MEETINGS Number Eligible To Attend	MEETINGS Number Attended
David Roberts	5	4
Irene Spooner	5	5
Robert Liley	2	2
Neville Buckland	5	0
Gillian Nicoll	5	5
Stephen Paragreen	5	5
Janyce Bull	5	5
Andrew Oldroyd	5	3
Alisha Adams	5	4

Grant's Advisory Committee

DIRECTORS	MEETINGS Number Eligible To Attend	MEETINGS Number Attended
Janyce Bull	2	0
Irene Spooner	2	2
Peter Tilley	2	2
Andrew Oldroyd	2	2
Trudy Heiser (Team Member)	2	2

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 30th June 2021 the number of members was 105.

Auditor's Independence

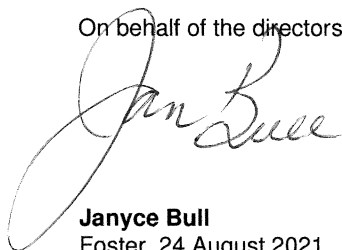
The auditors' declaration of independence appears on page 43 and forms part of the Directors' report for the year ended 30th June 2021.

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:

A handwritten signature in black ink, appearing to read 'Janyce Bull', is written over a horizontal line.

Janyce Bull
Foster, 24 August 2021

PROMONTORY DISTRICT FINANCE GROUP LTD
ABN 69 085 537 328

FINANCIAL REPORT
FOR THE YEAR ENDED 30TH JUNE 2021

PROMONTORY DISTRICT FINANCE GROUP LTD
ABN 69 085 537 328

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE, 2021

	Note	Total 2021 \$	Total 2020 \$
<i>Revenue from ordinary activities</i>	2	814,749	1,020,502
Employee benefits expense	3	(411,183)	(457,188)
Depreciation and amortisation expense	3	(44,719)	(37,978)
Borrowing costs expense	3	(2,526)	(3,583)
Other expenses from ordinary activities		<u>(272,178)</u>	<u>(295,982)</u>
Total Expenses		<u>(730,606)</u>	<u>(794,731)</u>
Profit / Loss from ordinary activities		84,143	225,771
Grants & Sponsorship to the Community	3	(67,262)	(69,205)
Profit		16,881	156,566
TOTAL CHANGES IN EQUITY		<u>16,881</u>	<u>156,566</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, 2021

	Note	Total 2021 \$	Total 2020 \$
CURRENT ASSETS			
Cash and cash equivalents	4	802,181	710,035
Trade and other receivables	5	54,075	138,486
Other assets	7	8,867	9,542
TOTAL CURRENT ASSETS		<u>865,123</u>	<u>858,063</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	221,711	212,505
Intangible assets	8	65,955	92,323
Right of use of leases	14	36,624	66,443
TOTAL NON-CURRENT ASSETS		<u>324,291</u>	<u>371,271</u>
TOTAL ASSETS		<u>1,189,414</u>	<u>1,229,334</u>
CURRENT LIABILITIES			
Trade and other payables	10	42,183	50,230
Short-term provisions	11	28,232	42,578
Lease Commitments	14	29,307	29,538
TOTAL CURRENT LIABILITIES		<u>99,722</u>	<u>122,346</u>
NON-CURRENT LIABILITIES			
Long-term borrowings	9	155,390	155,390
Long-term provisions	11	618	5,207
Lease Commitments	14	7,317	36,905
TOTAL NON-CURRENT LIABILITIES		<u>163,325</u>	<u>197,502</u>
TOTAL LIABILITIES		<u>263,047</u>	<u>319,848</u>
NET ASSETS		<u>926,367</u>	<u>909,486</u>
EQUITY			
Retained earnings		926,367	909,486
TOTAL EQUITY		<u>926,367</u>	<u>909,486</u>
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, 2021

	Retained Earnings \$
Balance at 30 June 2019	752,920
Profit	156,566
Balance at 30 June 2020	<u>909,486</u>
Profit	16,881
Balance at 30 June 2021	<u><u>926,367</u></u>

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, 2021

	Note	Total 2021 \$ Inflows/ (Outflows)	Total 2020 \$ Inflows/ (Outflows)
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from Bendigo Bank		904,195	989,501
Receipts from other income		64,715	56,211
Interest received		5,044	8,030
Payments to suppliers and employees		(856,624)	(916,274)
Net cash provided by (used in) operating activities	15(b)	<u>117,330</u>	<u>137,468</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from Plant & Equipment		4,839	-
Purchase of property, plant and equipment		(29,990)	(5,212)
Net cash provided by (used in) investing activities		<u>(25,151)</u>	<u>(5,212)</u>
Net increase/(decrease) in cash held		92,179	132,256
Cash at beginning of year		554,608	422,352
Cash at end of year	15(a)	<u><u>646,787</u></u>	<u><u>554,608</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 2021

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 31st 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 2021

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 2021

(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.

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 2021

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 2021

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 30th June 2021 the balance of the funds held by the CEF in respect of the company was \$3,204. (\$8,167 at the 30th June 2020).

q) New and Amended Accounting Statements

There are no new standards applicable this financial year.

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, 2021

NOTE 2. REVENUE

	2021	2020
	\$	\$
Operating activities		
Franchise margin income	588,839	662,698
Trailer Product Commission	61,304	-
Upfront Product Commission	24,301	-
Commercial loan income	-	2,463
Commission income	-	82,837
Leasing/hire purchase income	-	1,117
Market development fund	74,583	100,000
Fee income	48,069	53,656
Interest	4,371	7,681
Other Income	13,282	10,050
ATO Cash Flow Boost	-	100,000
Total revenue	<u>814,749</u>	<u>1,020,502</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, 2021

NOTE 3. PROFIT FROM ORDINARY ACTIVITIES

a) Expenses	Total 2021 \$	Total 2020 \$
Employee benefits expense		
Wages	371,488	417,782
Workcover	1,162	238
Superannuation - SG	34,780	38,883
Fringe benefits tax	826	285
Sundry Seconded Employee Expenses	2,927	-
Total employee entitlements	411,183	457,188
Borrowing cost expense		
Contributors interest	2,526	3,583
Total borrowing costs	2,526	3,583
Depreciation of non-current assets		
Buildings and improvements	5,236	5,236
Furniture and fittings	5,379	5,280
Motor vehicles	7,736	1,094
Total depreciation	18,351	11,610
Amortisation of non-current assets		
Franchise fee	26,368	26,368
Goodwill	-	-
Total amortisation	26,368	26,368
Bad debts written off	70	901
Audit Fees	4,000	3,950
Grants & Sponsorship	67,262	69,205

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, 2021

NOTE 4. CASH AND CASH EQUIVALENTS

	Note	Total 2021 \$	Total 2020 \$
Cash at bank		375,328	388,035
Term Deposits		371,694	268,184
Term deposit (overdraft security)		37,249	36,035
Term deposit (rent security)		17,910	17,781
		<u>802,181</u>	<u>710,035</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 2021 \$	Total 2020 \$
CURRENT		
Accrued interest	410	1,083
Income share from Bendigo Bank	53,665	83,564
ATO Cash Flow Boost Entitlements	-	53,839
TOTAL CURRENT RECEIVABLES	<u>54,075</u>	<u>138,486</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, 2021

NOTE 6. PROPERTY, PLANT & EQUIPMENT

	Total 2021 \$	Total 2020 \$
Land at cost	27,524	27,524
Buildings and improvements at cost	209,427	209,427
Less accumulated depreciation	(60,369)	(55,133)
	<u>149,058</u>	<u>154,294</u>
Furniture and fittings at cost	206,941	206,941
Less accumulated depreciation	(184,185)	(178,806)
	<u>22,756</u>	<u>28,135</u>
Motor vehicles at cost	29,990	33,003
Less accumulated depreciation	(7,617)	(30,451)
	<u>22,373</u>	<u>2,552</u>
Total property, plant and equipment	<u><u>221,711</u></u>	<u><u>212,505</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	154,294	28,135	2,552	212,505
Additions	-	-	-	29,990	29,990
Disposals	-	-	-	(2,433)	(2,433)
Depreciation expense	-	(5,236)	(5,379)	(7,736)	(18,351)
Carrying amount at end of year	<u><u>27,524</u></u>	<u><u>149,058</u></u>	<u><u>22,756</u></u>	<u><u>22,373</u></u>	<u><u>221,711</u></u>

NOTE 7. OTHER ASSETS

	Total 2021 \$	Total 2020 \$
Prepaid Expenses	8,867	9,542
Total other assets	<u><u>8,867</u></u>	<u><u>9,542</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, 2021

NOTE 8. INTANGIBLE ASSETS

	Total 2021 \$	Total 2020 \$
Franchise fee	131,838	248,612
Less accumulated amortisation	<u>(65,883)</u>	<u>(156,289)</u>
Total intangible assets	<u><u>65,955</u></u>	<u><u>92,323</u></u>

NOTE 9. BORROWINGS

	Note	Total 2021 \$	Total 2020 \$
NON-CURRENT			
Bank overdraft secured	15	<u>155,390</u>	<u>155,390</u>
Total non-current		<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	149,058	154,294
Contributions from supporters	119,140	119,355
Bank Deposits	<u>37,249</u>	<u>36,035</u>
	<u><u>332,971</u></u>	<u><u>337,208</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, 2021

NOTE 10. TRADE AND OTHER PAYABLES

	Total 2021 \$	Total 2020 \$
CURRENT		
GST payable	15,410	19,081
Accrued wages	6,674	8,071
Accrued Expenses	6,993	3,357
Credit Card	4	37
Trade payables	7,380	14,306
PAYG withholding payable	5,722	5,378
Total trade and other payables	<u>42,183</u>	<u>50,230</u>

NOTE 11. PROVISIONS

	Total 2021 \$	Total 2020 \$
CURRENT		
Annual leave	18,283	25,751
Long service leave	9,949	16,827
Total current employee entitlements	<u>28,232</u>	<u>42,578</u>
NON-CURRENT		
Long service leave	618	5,207
Total non-current employee entitlements	<u>618</u>	<u>5,207</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, 2021

NOTE 12. COMMITMENTS FOR EXPENDITURE

(a) Capital Commitments

There were no capital commitments at 30th June 2021.

NOTE 13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent assets or liabilities at 30th June 2021.

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:

	Within 1 year		2 to 5 years	
	2021	2020	2021	2020
Automated Teller Machines	322	553	-	322
Foster Building	28,985	28,985	7,317	36,583
Total Lease Commitments (including GST)	29,307	29,538	7,317	36,905

(c) Carrying Amounts

	Total 2021 \$	Total 2020 \$
Leased Land and Buildings		
Carrying amount at beginning of the year	91,695	91,695
Less accumulated depreciation and impairment	(55,393)	(26,127)
	<u>36,302</u>	<u>65,568</u>
Leases Property Plant and Equipment		
Carrying amount at beginning of the year	2,126	2,126
Plus lease renewal	1,105	1,105
Less accumulated depreciation and impairment	(2,909)	(2,356)
	<u>322</u>	<u>875</u>
 Total written down amount	 <u>36,624</u>	 <u>66,443</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, 2021

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:

	Total 2021 \$	Total 2020 \$
Cash at bank	375,328	388,035
Term deposit	426,853	322,000
Bank overdrafts	(155,390)	(155,390)
Credit Cards	(4)	(37)
	<u>646,787</u>	<u>554,608</u>

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

	Total 2021	Total 2020
Profit after income tax	16,881	156,566
Non-cash flows in profit		
Depreciation and amortisation	44,719	37,978
Profit on sale of assets	(2,406)	(324)
Changes in assets and liabilities		
(Increase)/decrease in receivables	84,411	(54,380)
(Increase)/decrease in prepayments	675	1,041
Increase/(decrease) in employee entitlements	(18,935)	(3,600)
Increase/(decrease) in payables	(8,015)	(137)
Cash flows from operations	<u>117,330</u>	<u>137,144</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, 2021

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	
	2021	2020	2021	2020	Within 1 year		1 to 5 years		2021	2020
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Financial Assets										
Cash & Cash Equivalents	0.50	2.00	375,328	388,035	389,595	285,965	-	-	37,249	36,035
Receivables	-	0.00	-	-	-	-	-	-	53,665	83,564
Total Financial Assets			375,328	388,035	389,595	285,965	-	-	90,914	119,599
Financial Liabilities										
Bank Overdraft Secured	-	-	-	-	-	-	-	-	155,390	155,390
Total Financial Liabilities			-	-	-	-	-	-	155,390	155,390

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:

	Total 2021 \$	Total 2020 \$
The Bendigo Superannuation Plan	16,744	26,911
Other Funds	20,371	16,905
	<u>37,115</u>	<u>43,816</u>

- (iii) There are no contributions outstanding at June 30th 2021.
- (iv) Contributions are paid in accordance with the Superannuation Guarantee Scheme.

NOTE 18. COVID - 19

The pandemic continues to influence the companies activities with rolling State Government imposed lockdowns throughout the financial year. At the date of the report there was a State wide lockdown.

The subsequent reduction in banking activity combined with the downward pressure on margins, have required the company to take a number of actions, including reduced operating hours for the Toora branch, 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, 2021

NOTE 19. RELATED PARTY DISCLOSURES

	Total 2021 \$	Total 2020 \$
Responsible Persons		

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
Mrs. Janyce Bull
Mr Stephen Paragreen

Executive Officer Remuneration

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

Nil	Nil
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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 30th June, 2021 was \$21,736. (\$21,395 in 2020)

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

NOTE 20. 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.

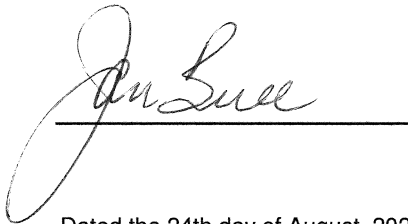
In the directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, and:

- (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 2021 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.



Irene Spooner
Director



Janyce Bill
Director

Dated the 24th day of August, 2021

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 2021 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

23 August 2021

**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 2021 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 2021 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 2021 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

26 August 2021

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48 Stanley Street,
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Email: fostermailbox@bendigoadelaide.com.au
Web: bendigobank.com.au/foster

Franchisee: Promontory District Finance Group Limited
ABN: 69 085 537 328
48 Stanley Street
Toora VIC 3962
Phone: 5686 2000 Fax: 5686 2010
Email: admin@pdfg.org.au



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Photos: Tara Whittingham Scholarship Recipient, Stingrays, Manna Gum Community Garden and Foster Bowling Club

