

Annual Report 2025

Redcliffe Peninsula Financial
Services Limited

Community Bank · Margate

ABN 66 109 123 677

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A Little About Us

Sustaining, Building and Supporting our community

Redcliffe Peninsula Financial Services Limited (**RPFSL**) opened our Community Bank Margate in December 2005 to fill the gap created when other banks closed their doors. We are working to build a sustainable and resilient community and to help local people create the place they want to live. We strive to create and share value with everyone connected to our business.

Bendigo and Adelaide Bank introduced the Community Bank network to empower local communities - giving them direct equity in their banking service provider, as well as the scale advantage associated with an established banking brand. Bendigo Bank provides the balance sheet, the financial products, systems and training, while the local community provides the premises, equipment and staff.

At heart, RPFSL is a community business that focuses on supporting our community. We have three main objectives:

1. provide exceptional banking services to our community;
2. grow our capacity to invest in community projects; and
3. provide a reasonable financial return to shareholders, many of whom live locally.

We are a passionate local company, working to support our customers, people, partners, and community through a successful, dependable, and sustainable Community Bank.

RPFSL are very proud of our strong and valued brand, our commitment to great customer service and our role in the community. To date, we have invested more than \$1,000,000 back into our local community. We provide economic and social value by funding more community groups and organisations. Our financial support and investment ensures many community projects remain viable.

The main reason that we can continue this good work is because of our loyal customers who choose to bank with Community Bank Margate. Backed by Bendigo and Adelaide Bank, we can provide robust banking solutions as well as exceptional personalised customer service. In short, we are a genuine banking option for all. **So, make sure you help us tell our story!**

Key Business & Community Highlights – Year-on-Year Snapshot

	FY25	FY24	Change	
Revenue	\$1,156,537	\$1,106,307	3.57%	
Expenses <i>(before community contributions & tax)</i>	\$884,165	\$863,999	2.33%	
Profit/(Loss) <i>(after tax)</i>	\$105,008	\$104,908	0.10%	
Book Value	\$175.0 million	\$152.2 million	14.98%	
Dividend <i>(per share)</i>	\$0.04	\$0.06	-33.33	
Community Investment <i>(aggregate)</i>	\$1,049,483	\$920,035	14.07%	
Shareholders	221	222	-0.45%	
Directors	6	6	-	
Staff	6	6	0%	
Customers	4,325	4,161	3.94%	

Chair's Report



'Supporting our community has always been part of our charter since our inception 20 years ago. Contributing more than \$1.0 million, worthy community groups, sporting organisations, schools and individuals have all benefited. This is an outstanding achievement, and only made possible by the local people and businesses who bank with us.'

Dear Shareholders,

It gives me great pleasure to be able present the 20th Annual Report of Redcliffe Peninsula Financial Services Limited (**RPFSL**) for the financial year ending 30 June 2025.

This year presents two significant milestones for Community Bank Margate. The first being our 20th year of operation, and the second is that we have now distributed more than \$1.0 million in community contributions and sponsorships.

Reputation & Brand

I think it is worth repeating the principles that underpin our operations and the core values that drive both directors and staff to perform to the highest possible standards. Our Company and banking business (through our franchise agreement with Bendigo and Adelaide Bank) are founded on the establishment of valuable community relationships, and these relationships continue to develop between our Shareholders, Board, Branch Manager, our banking team, our customers and the wider community. We continue to improve and expand our business through maximising these relationships. The Board and branch activities are focused on connecting with, and servicing, our customers – supporting and developing the capacity of our community by working with community organisations, sporting clubs and local schools. This approach achieves results for the business, customers, shareholders, and the wider community.

Community Bank Margate, under our franchise arrangement with Bendigo and Adelaide Bank, strives to achieve the bank's vision to be Australia's 'Bank of Choice'. We aim to achieve this by helping our customers and the community in which we operate to be successful. Our purpose is to feed into the community's prosperity and not off it. This approach also enables us to create good brand awareness and reinforce our reputation in the community.

Performance

Once again, RPFSL has experienced encouraging results for the past year with total income of more than ~\$1.15 million as well as an increase in our overall book value to ~\$175.0 million thanks to the untiring efforts of our Branch Manager, Gavin Daw, and his hard-working team. Net profit after tax for the year was flat year-on-year at ~\$105,000, however this figure was purposely reduced by prudent pre-payments for the coming financial year as well as investments to fortify our bottom line in what could be a difficult trading year ahead. Regarding the latter, the economic outlook for the coming year shows signs of presenting tougher trading conditions, in particular reducing cash rates, as well as tightening margins with our banking partner. Profit before tax, depreciation, amortisation, community grants, sponsorships and donations amounted to ~\$339,950.

Dividend

As a result of another year of strong financial performance, the Company announced on 8 October 2025 a fully franked dividend of \$0.04 per share.

The Company is enlightened to advise that from establishment until 2025, a total of \$0.79 in dividends have been paid out per share, being \$535,821, representing a return of 79% on initial investment through the payment of dividends alone (excluding franking credits).

Community Engagement

The Company to date has invested more than \$1,000,000 back into our local community which is an incredible achievement and a key mandate when the Company was established in 2005.

The community organisations who were supported over the year include:

Organisation	Project	Amount
Chameleon Housing	Repairing of retaining walls in the food garden and the creation of a sensory garden	\$5,000
Coastguard Redcliffe	New communication technology linking with the Water Police	\$9,050
Cyclones Junior Cricket Team	2025 Team sponsorship	\$3,000
Deception Bay Little Athletics	2025 Sponsorship	\$5,000
EMM Power The Shop of Opportunity	Youth work training program	\$3,000
Humpybong State School P&C	Purchase of defibrillator`	\$1,970
Peninsula Power Community Football Club	Purchase of Marquees for Presentation days and other events	\$2,000
Peninsula Power Community Football Club	2025 and 2026 team sponsorship	\$11,000
Redcliffe & District Woodcraft Society	Repaint premises	\$2,063
Redcliffe Arts Society	Sponsor 1st prize in the RASART Exhibition of Excellence	\$2,000
Redcliffe Cricket Club	Purchasing new ground covers	\$3,000
Redcliffe Little Athletics	Amenities repair work	\$2,000
Redcliffe Senior Citizens Centre	New security fence	\$5,000
Redcliffe Show	Quiet room at show	\$2,000
Redcliffe Tennis Club	Purchase of sports equipment to support juniors	\$2,000
Redcliffe Tigers Football Club	2024 and 2025 team sponsorship	\$18,000
Redcliffe Ukulele Players	Purchase of wireless microphone and wireless instrument connector	\$2,100
Tribe Social Belonging	Running costs of the Tribe Drive car "The Beast"	\$3,500
Woody Point Special School	Purchase school shirts for every child (127 students)	\$3,500
Woody Point Special School	Purchase tech robotics for all students	\$5,000
Zonta Club Redcliffe	Donation	\$500
Other (including donated marketing)		\$8,765
	Total:	\$99,448

In addition to the sponsorships, grants and donations outlined above, the Company has continued to contribute a significant amount of funds to the Community Enterprise Foundation. This year the Company contributed a further \$30,000 increasing our total investment to \$90,000. These contributions enable the Board to carry out community project work under the Company's

Community Engagement Program. The Board continues to evaluate potential major community projects where our community Company would become a key project partner.

Our People

The success of Community Bank Margate would not be possible without our banking business partner, Bendigo and Adelaide Bank. It is through this close working relationship with the Bendigo and Adelaide Bank team that the Company can deliver to our shareholders and make a meaningful contribution to our community.

I would also like to note that the role of directors in stewarding Community Bank Margate has become increasingly demanding from a time perspective and in terms of the complexity of compliance and regulatory requirements. I am very thankful to my fellow directors who have been appointed to serve our local community. They work with care and genuine concern for the people of our local region. Each of the RPFSL directors take individual responsibility for various committees and operational roles which assist in the streamlining our operations and ensuring our compliance with all regulatory and statutory requirements.

Lastly, I would like to thank our Branch Manager Gavin Daw, Assistant Manager Suzy Hill and their hard-working banking team for their incredible efforts over the year. I look forward to continuing to working with the team, our customers, our shareholders, and our community to continue to build a sustainable banking business and to continue making a difference in our community.



Stephen Hart

Chairperson

Redcliffe Peninsula Financial Services Limited

Manager's Report



GAVIN DAW
Branch Manager

TEAM MEMBERS

Suzy Hill

Assistant Branch Manager

Maggie Hewitt

Customer Relationship Officer

Angelika Luistro

Customer Relationship Officer

Corey Sharp

Customer Service Officer

Donna Ogle

Customer Service Officer

	FY25	FY24	Change	
Book Value	\$175.0 million	\$152.2 million	14.98%	↑
Deposits	\$102.6 million	\$89.5 million	14.64%	↑
Loans	\$66.9 million	\$56.6 million	18.20%	↑
Other Business	\$5.4 million	\$5.6 million	-3.57%	↓
Business Growth Achieved	\$22.8 million	\$16.3 million	39.88%	↑

As Branch Manager of Community Bank Margate, I am pleased to present our achievements for the past financial year.

Our focus continues to be on strengthening relationships with our existing customers while welcoming new ones across the local community. This dual approach supports sustainable growth and reinforces our goal of being the most customer-connected bank on the Redcliffe Peninsula.

Our greatest challenge is strengthening brand awareness in a competitive banking environment. Many people perceive changing banks as difficult, which often discourages them from making the move – even when better options are available. At Community Bank Margate, we address this challenge by strengthening our connections with customers and community organisations, and by offering a range of competitive products and services. What sets us apart, however, is the consistent delivery of exceptional personalised service – an advantage that continues to build trust and loyalty within our community.

Our growth has allowed us to increase our support for local community groups and clubs. Over the past year, Community Bank Margate has proudly partnered with organisations including Peninsula Power FC, Redcliffe Tigers AFC, Tribe Social Belonging, Redcliffe Art Society and the Redcliffe Show Society.

These contributions demonstrate our commitment to the community, and we look forward to further strengthening these partnerships while also developing new ones within the Peninsula.

In FY25 Community Bank Margate achieved significant growth of \$22.8 million, well above our target of \$6.8 million. This outstanding result is a testament to the hard work of our staff, the

dedication of our directors and the loyalty of our customers and shareholders. Above all, it represents a success for the Redcliffe Peninsula as a whole.

To sustain this momentum, I encourage you all to reflect on the impact your banking choices have on our local community. I also invite you to encourage your friends and family to consider banking with us. By doing so, they will receive quality products and exceptional service while directly contributing to the development and prosperity of our region.

I wish to sincerely thank our team – Suzy, Maggie, Angelika, Corey and Donna for their professionalism, commitment and teamwork throughout the year. During the year we also farewelled Carly and I thank her for her valuable contributions during her time with us.

I extend my gratitude to our Board of Directors, who dedicate their time and expertise to supporting me in my role as Branch Manager and ensuring the continued success of our business.

Finally, I thank all the shareholders, customers, and community partners for their support. I look forward to working together in the year ahead as we continue to grow and deliver positive outcomes for our community.

A handwritten signature in dark ink, appearing to read 'Gavin Daw', with a stylized, flowing script.

Gavin Daw

Branch Manager

Community Bank Margate, Bendigo & Adelaide Bank

Bendigo & Adelaide Bank Message

This year marks another significant chapter in our shared journey, one defined by adaptation, collaboration, and remarkable achievements. I'm immensely proud of our collective progress and the unwavering commitment demonstrated by our combined networks.

We began 2025 with a renewed focus on model evolution, a top priority that guided our decisions and initiatives throughout the year. This involved navigating the Franchising Code and broader regulatory changes to the Franchise Agreement. Thanks to the network's proactive engagement and cooperation, we successfully reviewed the agreement, and the necessary changes were implemented smoothly.

Beyond the operational successes, I want to highlight the invaluable contributions our Community Banks continue to make to their local communities. The dedication and commitment to supporting local initiatives remain a cornerstone of our combined success and a source of immense pride for Bendigo Bank.

In FY25, more than \$50 million was invested in local communities, adding to a total of and \$416 million since 1998. This funding enables community infrastructure development, strengthens the arts and culturally diverse communities, improving educational outcomes, and fosters healthy places for Australians to live and work.

On behalf of Bendigo Bank, thank you for being a shareholder in your local Community Bank. Your resilience, adaptability, and unwavering belief in our vision have been instrumental in our success. You are an integral part of the Bendigo Bank Community Banking family.

Your continued support is vital, and the results we've achieved together in 2025 underscore the continuing relevance and importance of the Community Bank model.

Warmest regards,

Justine Minne

Head of Community Banking
Bendigo and Adelaide Bank

Community Bank National Council Message

A warm welcome to our existing and new shareholders. Thank you for your support and for sharing in our purpose. We're immensely proud of our Community Bank network which was a first mover in Australia in 1998 through our unique social enterprise model.

The principles of the Community Bank model are the same as they were when the first Community Bank opened its doors. The principles are centred on:

- Relationships based on goodwill, trust and respect
- Local ownership, local decision making, local investment
- Decisions which are commercially focussed and community spirited
- Shared effort reward and risk; and
- Decisions which have broad based benefits

Today the network has grown to 303 Community Bank branches. We represent a diverse cross-section of Australia with more than 214 community enterprises, 70,000+ shareholders, 1500+ volunteer directors, 1700 staff and 998,000 customers.

Our Community Bank National Council (CBNC) plays a pivotal role in the success story. The CBNC consists of both elected and appointed members from every state and territory sharing and reflecting the voice of the network. It's the role of the CBNC to initiate, lead and respond to strategic issues and opportunities that enhance the sustainability, resilience and prospects of the Community Bank model.

We utilise a range of forums to ensure the ongoing success of the network. Our State Connect events have been one of many network engagement activities that have enabled Bendigo Bank execs, staff, the CBNC and directors to come together to share ideas, insights and ensure we are collaborating better together.

As consumer behaviours shift, and the environment in which we operate challenges the status quo, we embrace the opportunities that come with this new reality. We've already completed the mandatory changes to the Franchise Agreement with Bendigo Bank which were required by 1 April 2025.

The mandatory changes of the Franchise Agreement were in response to the Franchise Code of Conduct Review along with requirements from other external statutory and government bodies. This process which was led by Council in partnership with the Bank, was necessary to ensure our long-term sustainability. Council also sought legal advice on behalf of the network to ensure the changes were fair.

We also recognise the time is now to consider our model and how we combine the value of local presence with new digital capabilities that expand rather than diminish our community impact. This work forms part of the Model Evolution process which will be co-designed with Bendigo Bank and implemented over the next 12 months.

Building further on our enhanced digital presence, community roots and measurable impact, we've reached another major milestone. We now have 41 Community Bank companies formerly certified a social enterprises through Social Traders. It's a powerful endorsement of our commitment to delivering both commercial and social outcomes.

This recognition through Social Traders opens new opportunities for our network. It's paved the way for new partnerships with other enterprises in the sector that share our values and mission to build a better, stronger Australia.

Our increased engagement with the broader social enterprise sector has not only enabled us to diversify our partnerships; we've also deepened our impact. Over \$416 million and counting – that's how much has been reinvested back into local communities.

As we look to the future, we remain committed to the founding principles of the Community Bank model. Community is at the centre of everything we do, and our purpose remains clear: to create meaningful, lasting value for the communities we serve.

Warm regards,

Lauren Bean

General Manager

Community Bank National Council

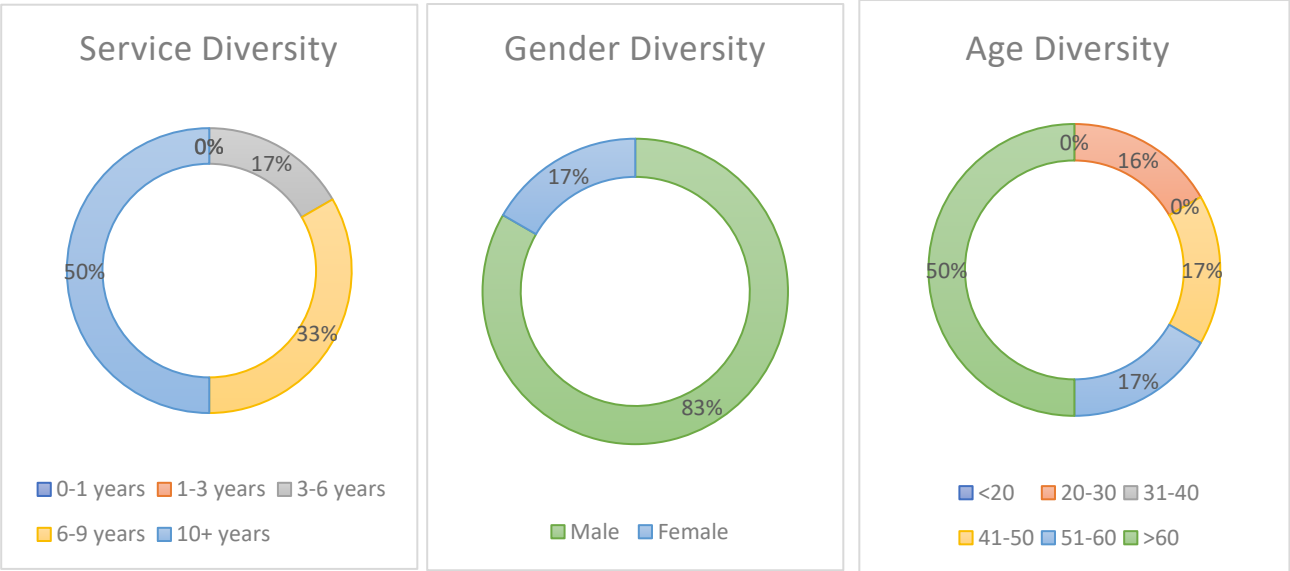
Director Profiles & Composition

The Board recognises the value of diversity to support sound decision making.

“A strong, diverse team with a broad and complementary mix of skills and experience.”

As at 30 June 2025, the Board had 6 Directors.

The Board regularly reviews its size and composition and considers a number of factors including independence, skills, experience and diversity of views. The Company discloses the following diversity metrics:



The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Mr Stephen Hart

Director and Chair of the Board



Biography

Until recently, Steve was a property consultant after having spent 5 years as the CEO of the Redcliffe Hospital Foundation until 2012. Prior to this he was the Manager of Redcliffe and Bayside Herald and Managing Director and Co-Owner of The Magazine Publishing Company. Steve brings significant experience to the Company from his vast experience in marketing, strategy and community relations.

Appointed: 24 July 2007

Other current external directorships
Nil.

Board Committees & Special Responsibilities:

Member, Community Engagement & Marketing Committee; and Chair of the Board.

Ms Rae Frawley

Director and Deputy Chair of the Board



Biography

Rae has had an extensive career as an elected local government representative where she was a Councillor for 8 years until her retirement in 2012. In addition to this, Rae has worked for the Redcliffe Hospital as a medical records and dental clinic clerk as well as being a small business operator. More recently, Rae was the Relief Manager of Peninsula Park Retirement Village.

Appointed: 26 June 2007

Other current external directorships
Nil.

Board Committees & Special Responsibilities:

Chair, Audit, Governance and Risk Committee; and Deputy Chair of the Board.

Mr Daniel Petravicius

LLB(Hons), BBus(Econ), GDLP, CertGov&RiskMgt,
J.P (Qual), GIA(Affiliated), MAICD
Director and Company Secretary



Biography

Daniel is corporate governance professional and currently a Senior Company Secretary with Source Governance and is a qualified lawyer. Prior to his current position, Daniel was a Company Secretary at BoardRoom and before that spent several years' working within boutique commercial law firms assisting clients with commercial litigation, business transactions and general corporate governance.

Appointed: 26 June 2018

Other current external directorships
Nil.

Board Committees & Special Responsibilities:

Member, Audit, Governance and Risk Committee; and Company Secretary.

Mr Peter Morley

Dip. Financial Planning. Dip. Marketing. Cert. IV
Workplace Training & Assessment. Cert. IV
Mortgage Broking
Director and Treasurer



Biography

Peter has had an extensive career as a finance professional having been a financial planner and is a former Director of Morley Investment Group Pty Ltd. In addition to this, he is a passionate and active member of several not-for-profit organisations, including the past President of the Redcliffe Rotary Club.

Appointed: 24 January 2017

Other current external directorships

Nil.

Board Committees & Special Responsibilities:

Member, Audit, Governance and Risk Committee; and Treasurer.

Mr Brent Campbell

BCom, GAICD
Director



Biography

Brent has had an extensive career of over 20 years in property management. Between his significant experience in property management, Brent is also a trusted marketing advisor having received the Property Council of Australia's Excellence in Marketing Award. During his career at Retail First he has held various positions at Peninsula Fair, Margate Village, and Bluewater Square in Redcliffe. Brent has won numerous Property Council Awards with various Retail First management teams, and is now a member of HG Property Services overseeing a number of assets in Brisbane and Canberra. Brent is a recent graduate of the Australian Institute of Company Directors.

Appointed: 24 July 2012

Other current external directorships

Nil.

Board Committees & Special Responsibilities:

Chair, Property and OH&S Committee; and Member, Community Engagement and Marketing Committee.

Mr Joel Hudson

BA(Hons), MAICD
Director



Biography

Joel has extensive experience in business, management, sales and marketing. He is currently the CEO of the Australian Institute of Professional Coaches (AIPC) and small business operator. Prior to this, he held senior management positions within AIPC including Chief Operating Officer and National Careers Manager. Before commencing with AIPC, Joel held positions in sales and business development within the employment and property sectors as well as having led local community newspapers. Joel is involved with local community sports clubs having volunteered at many events through the community.

Appointed: 23 April 2019

Board Committees & Special Responsibilities:

Chair, Community Engagement and Marketing Committee.

Other current external directorships

Nil.

Governance Report

The Company places great importance on its governance framework, adopting a proactive approach to ensure the structures, values and behaviours of the Company have the interests of its stakeholders as a primary focus.

Polices & Procedures to ensure Compliance with the Law

The Company has adopted the following governance strategies, policies and procedures to ensure it complies with the law as well as our obligations under the Company's franchise agreement and with Bendigo and Adelaide Bank. In addition to these strategies, policies and procedures, the Company has also adopted several mandatory operational policies and procedures mandated by Bendigo and Adelaide Bank under the Company's franchise agreement. Where there is a conflict between the Company's own policies and procedures and those mandated by Bendigo and Adelaide Bank, the policies and procedures mandated by Bendigo and Adelaide Bank will prevail.

Key Governance Policies and Procedures adopted by the Company

Policy and / or Procedure	Description
Board Charter & Code of Conduct	The Board has identified and documented the roles and obligations of its Directors and Officers in a Board Governance Charter. The Board Charter promotes ethical, considered and independent judgement of matters before the Board. In addition, the Boards responsibilities are further enshrined in the Company Code of Conduct which affects both the Board as well as staff. These documents highlight the statutory and common law obligations of Directors and Officeholders generally and also sets out the expectations that are placed on them in terms of the time dedicated to the Company's affairs.
Audit, Governance & Risk Committee	This Board Committee has a special role in ensuring the Company complies with its corporate governance obligations and requirements.
Authorities and Delegations Policy	The Board has adopted an Authorities and Delegations Policy which outlines how decision-making authority is distributed within the Company, specifying who (individuals and committees) can make decisions and under what circumstances. It aims to ensure efficiency, accountability, and effectiveness in the Company's operations.
Workplace Health & Safety and Pandemic Policy	The Board takes workplace health and safety (WHS) as well as our business continuity planning, extremely seriously and is committed to dedicating an appropriate level of time and planning for instances that are beyond our control. We aim to ensure that the responsibilities of the Company are able to be maintained within the minimum amount of time, with minimal disruption and at minimal cost as well as maintaining a healthy and safe working environment.
Conflict of Interest Policy	The Board is committed to promoting ethical behaviour when making decisions. The purpose of this policy is to help Directors and employees to effectively identify, disclose and manage any actual, potential or perceived conflicts of interest in order to protect the integrity of the Company and manage risk.
Director Remuneration, Education and Conference Policy	Inline with the Board's commitment to promoting ethical behaviour, the Company has adopted A Director Remuneration, Education and Conference Policy which outlines how the Company compensates its directors for their services. This policy details the types of compensation (e.g., fees and benefits), how it is determined (e.g., by shareholders, the board, or a committee), and any conditions or limits on that compensation. The policy also sets clear guidelines

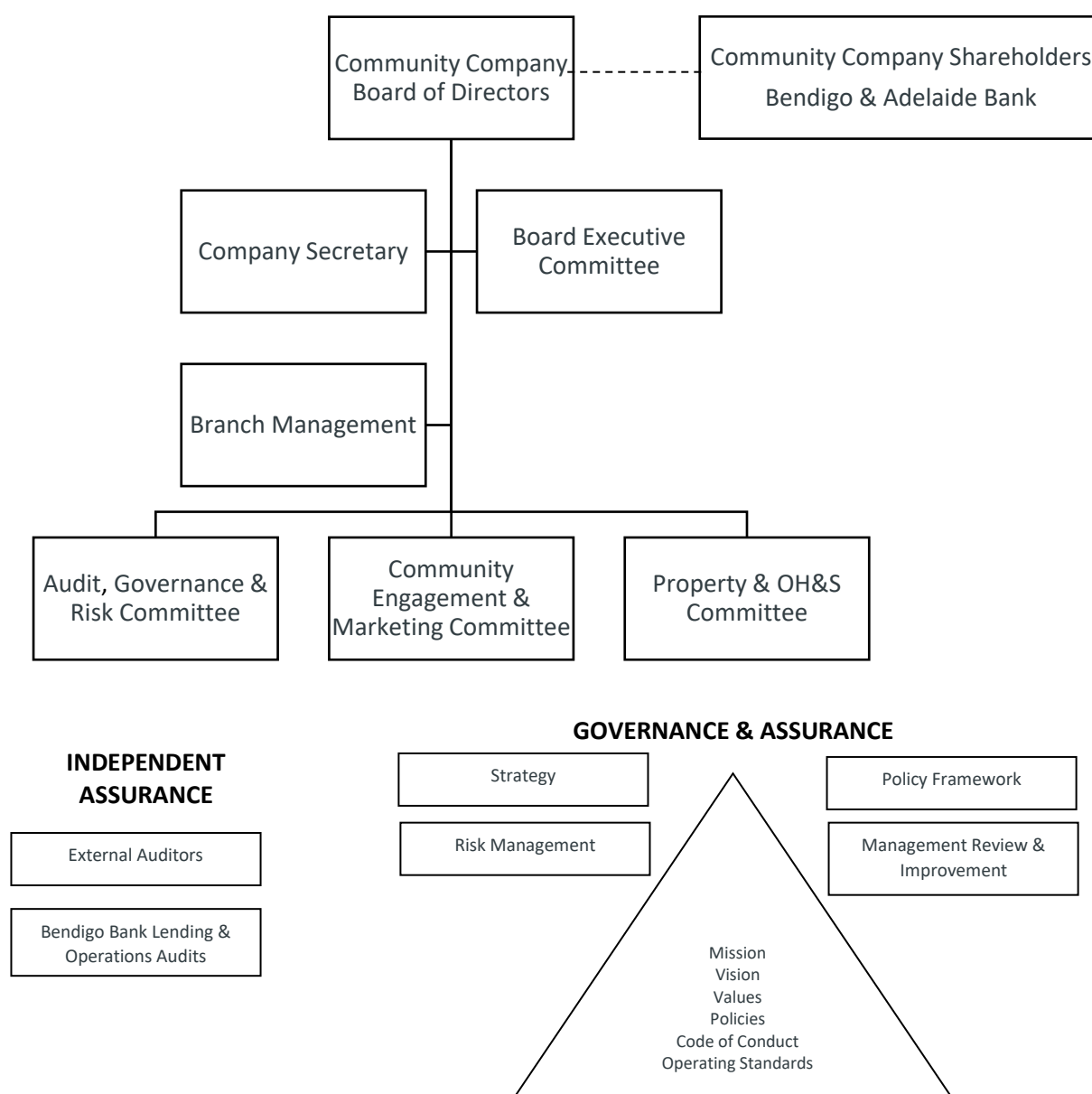
	on when a director may incur and/or be reimbursed for professional development and conference expenses.
Whistleblower Policy	The Board is committed to promoting a culture of integrity and ethical behaviour, where our decisions, actions and conduct reflect and reinforce our values. Therefore, the Company has adopted a Whistleblower Policy allowing for concerns to be raised in a safe environment free from fear of personal detriment. All whistleblower concerns raised under this policy are treated seriously and are investigated carefully in conjunction with Bendigo and Adelaide Bank.
Share Trading and Insider Trading Policy	The Board has adopted a Share Trading and Insider Trading Policy which provide a brief and high level summary of the law on insider trading; sets out the restrictions on dealing in shares by people who are directors or employees for the Company (including their associates); and assist in maintaining market and shareholder confidence in the integrity of dealings in the Company's shares.
Grievance Policy	The Board has adopted a Grievance Policy to set the formal internal grievance procedure and outline how the Company handles director and employee complaints or concerns. It details the steps for raising a grievance, the investigation process, and how the issue will be resolved. This policy aims to provide a fair and consistent process for addressing workplace issues, ensuring directors and employees feel safe to voice concerns and that their complaints are taken seriously. This policy works in conjunction with the Code of Conduct and Bullying in the Workplace Policy.
Bullying in the Workplace Policy	The Board has a responsibility to promote a safe workplace for its employees and to eliminate or minimise the risks connected with workplace bullying and harassment. This policy has been developed to provide directors and employees with information to assist them to fulfil their responsibilities to address workplace bullying and harassment by clarifying what workplace bullying and harassment is and isn't and clarifying who has responsibilities for preventing and addressing workplace bullying and harassment.
External Communications Policy	The Board has adopted an External Communications Policy to set guidelines for how the Company communicates with external parties, including shareholders, media, and the public. It outlines the appropriate channels, messaging, and authorization protocols for interacting with these external stakeholders. This policy helps manage the Company's reputation, ensure consistent messaging, and comply with legal and regulatory requirements.
Corporate Credit Card Policy	The Board has adopted a Corporate Credit Card Policy to ensure corporate credit cards are issued and used appropriately for Company related business, and all expenses incurred are properly approved and acquitted.
Budget Planning Policy	The Board has adopted a Budget Planning Policy which is designed to set out the process for compiling, monitoring and reviewing the annual budget.
Asset Protection Policy	The Board has adopted an Asset Protection Policy which sets out the strategies and measures designed to safeguard the Company's assets from potential creditors, lawsuits, or other financial risks as well as damage, theft and other forms of non-financial risks.
Appointment of Auditors & Accountant Policy	The Board has adopted an Appointment of Auditors & Accountant Policy which outlines the procedures and criteria for selecting, appointing, and potentially removing external auditors and accountants of the Company.
Privacy Policy	Bendigo and Adelaide Bank have incorporated the requirements of the Australian Privacy Principles a Privacy Policy that considers the privacy of shareholders, community groups and other stakeholders. Due to the size our

	company, we have adopted Bendigo and Adelaide Bank's Privacy Policy which our staff must adhere to.
Bi-Monthly Secretary Reports	The Company Secretary provides a report to the Board at each monthly Board meeting regarding the various compliance obligations and notes outstanding matters. The Company Secretary oversees all low-volume market coordination and compliance as well as manages ASIC reporting (in conjunction with the Treasurer), and monitors compliance with the Franchise Agreement and Company Constitution.
Compliance Calendar	The compliance requirements of the company have been defined and listed in a Compliance/Company Calendar, which is reviewed by the Audit, Governance & Risk Committee on an ongoing basis. The individual items due for completion are reported by the Committee and the Company Secretary to the Board each month.

Company Structure

Our Company does not have an executive structure because of its scale and the desire of the Board to be directly connected to the local community. Accordingly, the Company has its management, that is the Branch Manager and Assistant Branch Manager, as well as an Executive Committee of the Board of Directors which includes the Board Chair and Deputy Chair, Treasurer and Company Secretary.

The below figure depicts the current Company structure:



Due to the size and scale of the Company, Directors are involved in many practical roles such as financial management, marketing, community engagement as well as compliance and risk management. These types of roles are usually overseen by an executive in a larger corporation. Directors are not specifically remunerated for this, rather remuneration is governed by their special responsibilities (this is contained in the Company's Director Remuneration Policy).

Role of the Chairman

The Chairman is defined in the Board Charter and is responsible for a range of roles that deal with leadership of the Board and the Company, generally. The principal role is to facilitate effective discussion and decision making at the Board level of materially relevant issues to the conduct of the Company as well as the chief spokesperson for the Company and liaison between Bendigo & Adelaide Bank and the Company. The Chairman will be an independent director where possible.

Role of the Treasurer

The Treasurer role is defined in the Board Charter and is responsible for a range of roles that deal with overseeing the Company's financial health and ensuring sound financial management. This includes budgeting, financial reporting, and monitoring financial performance. The Treasurer also plays a key role in advising the Board on financial strategy and ensuring compliance with financial regulations.

Role of the Company Secretary

The Company Secretary is defined in the Board Charter and is responsible for a range of roles that deal with ensuring good governance, managing legal and compliance (internal and external), and facilitating effective board operations. The role act as a key advisor to the Board on all governance matters, helping to uphold legal and regulatory requirements and ensuring the board functions efficiently.

Role of the Branch Manager

The Manager provides operational leadership to the Company's branch operations and is responsible for the operational aspect of the Company. The Manager is responsible for the implantation of strategy, business growth, asset management, communications, and community relations. The Manager is responsible for the banking operations and provides the Board with a direct link to Bendigo Bank and its systems and procedures.

Board Appointments

The Board has prepared a Skills Matrix to identify the various skills and experience of its current members and to assist it in identifying the skills that need to be required to the Board in the future. The Board does not have a standing Nominations Committee, rather the Risk, Governance and Risk Committee will fill in this role from time to time when considering the apportionment of a new director. All new Directors must satisfy a comprehensive due diligence process that meets the requirements of the Company's and Bendigo Bank's risk management systems.

Directors are elected by shareholders for a maximum of three years, with retirements on a rotating basis. The Chairman, as part of their annual discussion with Directors, will canvas each Director's view of their future plans to remain on the Board. The Board Charter considers the ongoing succession planning for the Board composition.

An induction procedure is in place to ensure all new Directors are able to learn as much about the company as possible in a short time frame and to be able to contribute to the Board's functions as soon as possible.

The Board does not have a formal diversity policy because of the scale of the Company and the small geographic area the Company services. The Board does have an aspiration to have greater gender and age balance on the Board but is mindful that service on the Board is not remunerated on commercial terms and the limitations this creates.

Director's Report

Your directors submit their report of the Company for the financial year ended 30 June 2025.

Review of operations

The profit of the Company for the financial year after providing for income tax amounted to:

Year ended 30 June 2025	Year ended 30 June 2024
\$	\$
\$105,008	\$104,908

Operations have continued to perform in line with expectations.

Dividend

During the financial year, the following dividends were provided for and paid. The dividends have been provided for in the financial statements.

Fully franked dividend of 6 cents per share (2024: 6 cents), being \$40,882.

Directors

The names of the Company's Directors in office during the financial year and since the end of the financial year, including their skills, experience, qualifications and responsibilities are set out in the Directors Profile section.

No Directors have material interests in contracts or proposed contracts with the Company unless otherwise specified in the Annual Report.

Indemnification and Insurance of Directors and Officers

The Company has indemnified all directors and the manager in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as directors or manager of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance.

Principal Activity

The principal activity of the company during the financial year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank).

There have been no significant changes in the nature of this activity during the financial year.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

Likely Developments

The company will continue its policy of facilitating banking services to the community.

Company Secretary

The company secretary is Mr Daniel Petravicius. Mr Petravicius was appointed to the position of Secretary on 15 April 2019 and his biography can be located in the 'Director's Profiles' section of the Annual Report.

Matters Subsequent to the End of the Financial Year

No matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Indemnity and Insurance of Auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

Shares issued on the exercise of options

There were no ordinary shares of the company issued on the exercise of options during the year ended 30 June 2024 and up to the date of this report.

Likely Developments

No matter, circumstance or likely development in operations has arisen during or since the end of the financial year that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Environment Regulations

The company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Directors' Benefits

No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest except as disclosed in note 23 and note 24 to the financial statements. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the company's accounts, or the fixed salary of a full-time employee of the company, controlled entity or related body corporate.

Shares under Option

There were no unissued ordinary shares of the company under option outstanding at the date of this report.

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the company during the financial year.

Environmental Regulation

The company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Director Interests

The interest in company shareholdings for each director are:

Director	Fully Paid Ordinary Shares		
	Balance Year Beginning	Changes	Balance Year End
Stephen Hart	1001	-	1001
Daniel Petravicius	100	-	100
Peter Morley	100	-	100
Rae Frawley	100	-	100
Brent Campbell	100	-	100
Joel Hudson	100	-	100

Meetings of Directors

The number of directors' meetings attended by each of the directors of the Company during the financial year were:

	Board Meetings	
	<u>Eligible</u>	<u>Attended</u>
Stephen Hart	6	5
Daniel Petravicius	6	6
Peter Morley	6	4
Rae Frawley	6	5
Brent Campbell	6	6
Joel Hudson	6	5

Non-Audit Services

The company may decide to employ the auditor on assignments additional to their statutory duties where the auditor's expertise and experience with the company are important. Details of the amounts paid or payable to the auditor (Andrew Frewin Stewart) for audit and non-audit services provided during the year are set out in note 25 to the accounts.

The board has considered the non-audit services provided during the year by the auditor and is satisfied that the provision of the non-audit services is compatible with, and did not compromise, the auditor independence requirements of the Corporations Act 2001 for the following reasons:

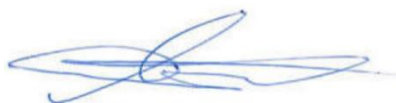
- all non-audit services have been reviewed by the board to ensure they do not impact on the impartiality, integrity and objectivity of the auditor; and
- the non-audit services provided do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the company, acting as an advocate for the company or jointly sharing risks and rewards.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the directors,



.....
Stephen Hart, Chairman

Dated: 7 October 2025



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Redcliffe Peninsula Financial Services Limited

As lead auditor for the audit of Redcliffe Peninsula Financial Services Limited for the year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

- i) no contraventions of the auditor independence requirements of 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.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart', is positioned above the printed name.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 7 October 2025

A handwritten signature in black ink, appearing to read 'Joshua Griffin', is positioned above the printed name.

Joshua Griffin
Lead Auditor

Redcliffe Peninsula Financial Services Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2025

	Note	2025 \$	2024 \$
Revenue from contracts with customers	6	1,151,306	1,097,915
Other revenue		2,681	2,437
Fair value gain on financial assets		2,550	5,955
Total revenue		1,156,537	1,106,307
Employee benefits expense	7	(584,951)	(559,503)
Advertising and marketing costs		(11,765)	(7,185)
Occupancy and associated costs		(33,650)	(17,655)
System costs		(37,796)	(35,163)
Depreciation and amortisation expense	7	(67,578)	(93,021)
Finance costs	7	(22,263)	(19,567)
General administration expenses		(126,162)	(131,905)
Total expenses before community contributions and income tax expense		(884,165)	(863,999)
Profit before community contributions and income tax expense		272,372	242,308
Charitable donations, sponsorship and grants expense	7	(129,448)	(103,724)
Profit before income tax expense		142,924	138,584
Income tax expense	8	(37,916)	(33,676)
Profit after income tax expense for the year		105,008	104,908
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		105,008	104,908
		Cents	Cents
Basic earnings per share	27	15.41	15.40
Diluted earnings per share	27	15.41	15.40

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Redcliffe Peninsula Financial Services Limited
Statement of financial position
As at 30 June 2025

	Note	2025 \$	2024 \$
Assets			
Current assets			
Cash and cash equivalents	9	171,510	170,516
Trade and other receivables	10	47,466	70,188
Financial assets	11	106,162	101,526
Investments	12	250,000	250,000
Total current assets		<u>575,138</u>	<u>592,230</u>
Non-current assets			
Property, plant and equipment	13	167,810	142,442
Right-of-use assets	14	215,982	266,945
Intangible assets	15	62,139	6,427
Total non-current assets		<u>445,931</u>	<u>415,814</u>
Total assets		<u>1,021,069</u>	<u>1,008,044</u>
Liabilities			
Current liabilities			
Trade and other payables	16	30,102	30,093
Borrowings		58	58
Lease liabilities	17	-	36,160
Current tax liabilities	8	13,847	38,049
Total current liabilities		<u>44,007</u>	<u>104,360</u>
Non-current liabilities			
Trade and other payables	16	46,429	-
Lease liabilities	17	193,045	240,378
Deferred tax liabilities	8	12,173	3,864
Provisions		26,470	24,623
Total non-current liabilities		<u>278,117</u>	<u>268,865</u>
Total liabilities		<u>322,124</u>	<u>373,225</u>
Net assets		<u>698,945</u>	<u>634,819</u>
Equity			
Issued capital	18	644,605	644,605
Retained earnings/(accumulated losses)		54,340	(9,786)
Total equity		<u>698,945</u>	<u>634,819</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Redcliffe Peninsula Financial Services Limited
Statement of changes in equity
For the year ended 30 June 2025

	Note	Issued capital \$	Retained earnings \$	Total equity \$
Balance at 1 July 2023		644,605	(73,812)	570,793
Profit after income tax expense		-	104,908	104,908
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	104,908	104,908
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	20	-	(40,882)	(40,882)
Restated balance at 30 June 2024		<u>644,605</u>	<u>(9,786)</u>	<u>634,819</u>
 Balance at 1 July 2024		 644,605	 (9,786)	 634,819
Profit after income tax expense		-	105,008	105,008
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	105,008	105,008
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	20	-	(40,882)	(40,882)
Balance at 30 June 2025		<u>644,605</u>	<u>54,340</u>	<u>698,945</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Redcliffe Peninsula Financial Services Limited
Statement of cash flows
For the year ended 30 June 2025

	Note	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,280,721	1,214,919
Payments to suppliers and employees (inclusive of GST)		(1,039,868)	(981,051)
Interest and other finance costs paid		(351)	(347)
Income taxes paid		<u>(53,650)</u>	<u>(19,976)</u>
Net cash provided by operating activities	26	<u>186,852</u>	<u>213,545</u>
Cash flows from investing activities			
Investment in term deposits		-	(200,000)
Payments for property, plant and equipment	13	(27,532)	-
Payments for intangible assets		<u>(14,069)</u>	<u>(13,838)</u>
Net cash used in investing activities		<u>(41,601)</u>	<u>(213,838)</u>
Cash flows from financing activities			
Interest and other finance costs paid		(20,065)	(17,517)
Repayment of lease liabilities		(83,310)	(36,313)
Dividends paid	20	(40,882)	(40,882)
Repayment of borrowings		<u>-</u>	<u>26</u>
Net cash used in financing activities		<u>(144,257)</u>	<u>(94,686)</u>
Net increase/(decrease) in cash and cash equivalents		994	(94,979)
Cash and cash equivalents at the beginning of the financial year		<u>170,516</u>	<u>265,495</u>
Cash and cash equivalents at the end of the financial year	9	<u><u>171,510</u></u>	<u><u>170,516</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Redcliffe Peninsula Financial Services Limited

Notes to the financial statements

30 June 2025

Note 1. Reporting entity

The financial statements cover Redcliffe Peninsula Financial Services Limited (the company) as an individual entity, which is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The company is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is Shop 1A, 270 Oxley Avenue, Margate QLD 4019.

A description of the nature of the company's operations and its principal activity is included in the directors' report, which is not part of the financial statements.

Note 2. Basis of preparation and statement of compliance

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards and Interpretations adopted by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial statements comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB). The financial statements have been prepared on an accrual and historical cost basis and are presented in Australian dollars, which is the company's functional and presentation currency.

The directors have a reasonable expectation that the company has adequate resources to pay its debts as and when they fall due for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 7 October 2025. The directors have the power to amend and reissue the financial statements.

Note 3. Material accounting policy information

The accounting policies that are material to the company are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Adoption of new and revised accounting standards

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The company has assessed and concluded there are no material impacts.

Accounting standards issued but not yet effective

Australian Accounting Standards and Interpretations that have been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2025. The company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Investments

Investments includes non-derivative financial assets with fixed or determinable payments and fixed maturities where the company has the positive intention and ability to hold the financial asset to maturity. This category excludes financial assets that are held for an undefined period. Investments are carried at amortised cost using the effective interest rate method adjusted for any principal repayments. Gains and losses are recognised in profit or loss when the asset is derecognised or impaired.

Redcliffe Peninsula Financial Services Limited

Notes to the financial statements

30 June 2025

Note 3. Material accounting policy information (continued)

Impairment of non-financial assets

At each reporting date, the company reviews the carrying amounts of its tangible assets and intangible assets to determine whether there is any indication those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of any impairment loss.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Note 4. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires the directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The directors continually evaluate their judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

The directors base their judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events that it believes to be reasonable under the circumstances. Differences between the accounting judgements and estimates and actual results and outcomes are accounted for in future reporting periods. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Judgements

Timing of revenue recognition associated with trail commission

The company receives trailing commission from Bendigo Bank for products and services sold. Ongoing trailing commission payments are recognised on a monthly basis when earned as there is insufficient detail readily available to estimate the most likely amount of revenue without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission revenue is outside the control of the company.

Allowance for expected credit losses on trade and other receivables

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

The company has not recognised an allowance for expected credit losses in relation to trade and other receivables for the following reasons:

- The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.
- The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit. The directors are not aware of any such non-compliance at balance date.
- The company has reviewed credit ratings provided by Standard & Poors, Moody's and Fitch Ratings to determine the level of credit exposure to the company.
- The company has not experienced any instances of default in relation to receivables owed to the company from Bendigo Bank.

Fair value measurement hierarchy

The company is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: inputs are based on the quoted market price at the close of business at the end of the reporting period
- Level 2: inputs are based on a valuation performed by a third party qualified valuer using quoted prices for similar assets in an active market
- Level 3: unobservable inputs for the asset or liability.

Redcliffe Peninsula Financial Services Limited
Notes to the financial statements
30 June 2025

Note 4. Critical accounting judgements, estimates and assumptions (continued)

Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs.

Impairment of non-financial assets

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. The directors did not identify any impairment indications during the financial year.

Recovery of deferred tax assets

Deferred tax assets are recognised for deductible temporary differences only if the company considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the company's operations, comparison of terms and conditions to prevailing market rates, incurrence of significant penalties, existence of significant leasehold improvements and the costs and disruption to replace the asset. The company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

The company includes extension options applicable to the lease of branch premises in its calculations of both the right-of-use asset and lease liability except where the company is reasonably certain it will not exercise the extension option. This is due to the significant disruption of relocating premises and the loss on disposal of leasehold improvements fitted out in the leased premises.

Estimates and assumptions

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives or assets that have been abandoned or sold will be written off or written down.

Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, which is generally the case for the company's lease agreements, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. This rate is based on what the company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Note 5. Economic dependency

The company is economically dependent on the ongoing receipt of income under the franchise agreement with Bendigo Bank. The directors have no reason to believe a new franchise arrangement under mutually acceptable terms will not be forthcoming following expiry in December 2029.

Redcliffe Peninsula Financial Services Limited
Notes to the financial statements
30 June 2025

Note 5. Economic dependency (continued)

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank.

The company operates as a franchise of Bendigo Bank, using the name "Bendigo Bank" and the logo and system of operations of Bendigo Bank. The company manages the Community Bank on behalf of Bendigo Bank, however all transactions with customers conducted through the Community Bank are effectively conducted between the customers and Bendigo Bank.

All deposits are made with Bendigo Bank, and all personal and investment products are products of Bendigo Bank, with the company facilitating the provision of those products. All loans, leases or hire purchase transactions, issues of new credit or debit cards, temporary or bridging finance and any other transaction that involves creating a new debt, or increasing or changing the terms of an existing debt owed to Bendigo Bank, must be approved by Bendigo Bank. All credit transactions are made with Bendigo Bank, and all credit products are products of Bendigo Bank.

The company promotes and sells the products and services, but is not a party to the transaction.

The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit.

Bendigo Bank provides significant assistance in establishing and maintaining the Community Bank franchise operations. It also continues to provide ongoing management and operational support and other assistance and guidance in relation to all aspects of the franchise operation, including advice and assistance in relation to:

- the design, layout and fit out of the Community Bank premises
- training for the branch manager and other employees in banking, management systems and interface protocol
- methods and procedures for the sale of products and provision of services
- security and cash logistic controls
- calculation of company revenue and payment of many operating and administrative expenses
- the formulation and implementation of advertising and promotional programs
- sales techniques and proper customer relations
- providing payroll services.

Note 6. Revenue from contracts with customers

	2025	2024
	\$	\$
Margin income	1,038,792	978,578
Fee income	47,958	52,567
Commission income	64,556	66,770
	<u>1,151,306</u>	<u>1,097,915</u>

Accounting policy for revenue from contracts with customers

The company has entered into a franchise agreement with Bendigo Bank. The company delivers banking and financial services of Bendigo Bank to its community. The franchise agreement provides for a share of interest, fee, and commission revenue earned by the company. Interest margin share is based on a funds transfer pricing methodology which recognises that income is derived from deposits held, and that loans granted incur a funding cost. Fees are based on the company's current fee schedule and commissions are based on the agreements in place. All margin revenue is recorded as non-interest income when the company's right to receive the payment is established.

The company acts as an agent under the franchise agreement and revenue arises from the rendering of services through its franchise agreement.

Redcliffe Peninsula Financial Services Limited

Notes to the financial statements

30 June 2025

Note 6. Revenue from contracts with customers (continued)

Revenue is recognised on an accruals basis, at the fair value of consideration specified in the franchise agreement, as follows:

<u>Revenue stream</u>	<u>Includes</u>	<u>Performance obligation</u>	<u>Timing of recognition</u>
Franchise agreement profit share	Margin, commission, and fee income	When the company satisfies its obligation to arrange for the services to be provided to the customer by the supplier (Bendigo Bank as franchisor).	On completion of the provision of the relevant service. Revenue is accrued monthly and paid within 10 business days after the end of each month.

All revenue is stated net of the amount of GST. There was no revenue from contracts with customers recognised over time during the financial year.

Revenue calculation

The franchise agreement provides that three forms of revenue may be earned by the company which are margin, commission and fee income. Bendigo Bank decides the form of revenue the company earns on different types of products and services. The revenue earned by the company is dependent on the business that it generates, interest rates and funds transfer pricing and other factors, such as economic and local conditions.

Margin income

Margin income on core banking products is arrived at through the following calculation:

	Interest paid by customers on loans less interest paid to customers on deposits
plus:	any deposit returns i.e. interest return applied by Bendigo Bank for a deposit
minus:	any costs of funds i.e. interest applied by Bendigo Bank to fund a loan.

The company is entitled to a share of the margin earned by Bendigo Bank. If this reflects a loss, the company incurs a share of that loss.

Commission income

Commission income is generated from the sale of products and services. This commission is recognised at a point in time which reflects when the company has fulfilled its performance obligation. Refer to Note 4 for further information regarding key judgements applied by the directors in relation to the timing of revenue recognition from trail commission.

Fee income

Fee income is a share of what is commonly referred to as 'bank fees and charges' charged to customers by Bendigo Bank including fees for loan applications and account transactions.

Core banking products

Bendigo Bank has identified some products and services as 'core banking products'. It may change the products and services which are identified as core banking products by giving the company at least 30 days notice. Core banking products currently include Bendigo Bank branded home loans, term deposits and at call deposits.

Ability to change financial return

Under the franchise agreement, Bendigo Bank may change the form and amount of financial return the company receives. The reasons it may make a change include changes in industry or economic conditions or changes in the way Bendigo Bank earns revenue.

The change may be to the method of calculation of margin, the amount of margin, commission and fee income or a change of a margin to a commission or vice versa. This may affect the amount of revenue the company receives on a particular product or service.

Bendigo Bank must not reduce the margin and commission the company receives on core banking products and services to less than 50% (on an aggregate basis) of Bendigo Bank's margin at that time. For other products and services, there is no restriction on the change Bendigo Bank may make.

Redcliffe Peninsula Financial Services Limited
Notes to the financial statements
30 June 2025

Note 7. Expenses

Employee benefits expense

	2025	2024
	\$	\$
Wages and salaries	472,224	455,833
Superannuation contributions	56,898	52,604
Expenses related to long service leave	2,183	(4,255)
Payroll tax	28,267	25,014
Other expenses	25,379	30,307
	<u>584,951</u>	<u>559,503</u>

Accounting policy for employee benefits

The company seconded employees from Bendigo and Adelaide Bank Limited. The total cost of these employees, including an allowance for accrued annual and long service leave, is charged to the company by Bendigo and Adelaide Bank Limited by offsetting against the monthly profit share arrangement. The company recognises these costs as an expense on a monthly basis.

Depreciation and amortisation expense

	2025	2024
	\$	\$
<i>Depreciation of non-current assets</i>		
Leasehold improvements	262	22,663
Plant and equipment	1,902	1,738
	<u>2,164</u>	<u>24,401</u>
<i>Depreciation of right-of-use assets</i>		
Leased land and buildings	50,780	49,807
<i>Amortisation of intangible assets</i>		
Franchise fee	2,439	3,136
Franchise renewal fee	12,195	15,677
	<u>14,634</u>	<u>18,813</u>
	<u>67,578</u>	<u>93,021</u>

Finance costs

	2025	2024
	\$	\$
Bank loan interest paid or accrued	351	347
Lease interest expense	20,065	17,517
Unwinding of make-good provision	1,847	1,703
	<u>22,263</u>	<u>19,567</u>

Leases recognition exemption

	2025	2024
	\$	\$
Expenses relating to low-value leases	<u>12,704</u>	<u>12,439</u>

Redcliffe Peninsula Financial Services Limited
Notes to the financial statements
30 June 2025

Note 7. Expenses (continued)

Charitable donations, sponsorships and grants expense

	2025	2024
	\$	\$
Direct donation, sponsorship and grant payments	99,448	73,724
Contribution to the Community Enterprise Foundation™	30,000	30,000
	<u>129,448</u>	<u>103,724</u>

The overarching philosophy of the Community Bank model, is to support the local community in which the company operates. This is achieved by circulating the flow of financial capital into the local economy through community contributions (such as donations, sponsorships and grants).

The funds contributed to and held by the Community Enterprise Foundation™ (CEF) are available for distribution as grants to eligible applicants for a specific purpose in consultation with the directors.

When the company pays a contribution in to the CEF, the company loses control over the funds at that point. While the directors are involved in the payment of grants, the funds are not refundable to the company.

Note 8. Income tax

	2025	2024
	\$	\$
<i>Income tax expense</i>		
Current tax	28,311	32,538
Movement in deferred tax	8,308	1,138
Under/over provision in respect to prior years	1,297	-
	<u>37,916</u>	<u>33,676</u>
Aggregate income tax expense		
<i>Prima facie income tax reconciliation</i>		
Profit before income tax expense	142,924	138,584
Tax at the statutory tax rate of 25%	35,731	34,646
Tax effect of:		
Other deductible items	888	(970)
	36,619	33,676
Under/over provision in respect to prior years	1,297	-
	<u>37,916</u>	<u>33,676</u>
Income tax expense		
	<u>37,916</u>	<u>33,676</u>
	\$	\$
<i>Deferred tax assets/(liabilities)</i>		
Lease liabilities	48,261	69,134
Provision for lease make good	6,617	6,156
Right-of-use assets	(53,995)	(66,736)
Fair value of investments	(13,056)	(12,418)
	<u>(12,173)</u>	<u>(3,864)</u>
Deferred tax liability		

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Note 8. Income tax (continued)

	2025 \$	2024 \$
Provision for income tax	<u>13,847</u>	<u>38,049</u>

Accounting policy for income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Accounting policy for current tax

Current tax assets and liabilities are measured at amounts expected to be recovered from or paid to the taxation authorities. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

Accounting policy for deferred tax

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Note 9. Cash and cash equivalents

	2025 \$	2024 \$
Cash at bank and on hand	<u>171,510</u>	<u>170,516</u>

Note 10. Trade and other receivables

	2025 \$	2024 \$
Trade receivables	<u>40,341</u>	<u>54,625</u>
Other receivables	-	3,500
Prepayments	<u>7,125</u>	<u>12,063</u>
	<u>7,125</u>	<u>15,563</u>
	<u>47,466</u>	<u>70,188</u>

	2025 \$	2024 \$
<i>Financial assets classified as trade and other receivables</i>		
Total trade and other receivables	47,466	70,188
less prepayments	<u>(7,125)</u>	<u>(12,063)</u>
	<u>40,341</u>	<u>58,125</u>

Accounting policy for trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.

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Note 11. Financial assets

	2025	2024
	\$	\$
Equity securities - designated at fair value through profit or loss	<u>106,162</u>	<u>101,526</u>

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

Opening fair value	101,526	93,751
Additions	2,681	2,437
Revaluation increments	2,550	5,955
Administration expense	<u>(595)</u>	<u>(617)</u>
Closing fair value	<u>106,162</u>	<u>101,526</u>

The company classifies financial assets as a current asset when it expects to realise the asset, or intends to sell or consume it, no more than 12 months after the reporting period. All other financial assets are classified as non-current.

Accounting policy for financial assets

Financial assets are recognised at their market value. Financial assets are derecognised when the rights to receive cash flows have been transferred and the company has transferred substantially all the risks and rewards of ownership.

Note 12. Investments

	2025	2024
	\$	\$
<i>Current assets</i>		
Term deposits	<u>250,000</u>	<u>250,000</u>

Note 13. Property, plant and equipment

	2025	2024
	\$	\$
Leasehold improvements - at cost	286,758	286,758
Less: Accumulated depreciation	<u>(166,339)</u>	<u>(166,077)</u>
	<u>120,419</u>	<u>120,681</u>
Plant and equipment - at cost	174,921	147,389
Less: Accumulated depreciation	<u>(127,530)</u>	<u>(125,628)</u>
	<u>47,391</u>	<u>21,761</u>
	<u>167,810</u>	<u>142,442</u>

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Note 13. Property, plant and equipment (continued)

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Leasehold improvements \$	Plant and equipment \$	Total \$
Balance at 1 July 2023	143,344	23,499	166,843
Depreciation	<u>(22,663)</u>	<u>(1,738)</u>	<u>(24,401)</u>
Balance at 30 June 2024	120,681	21,761	142,442
Additions	-	27,532	27,532
Depreciation	<u>(262)</u>	<u>(1,902)</u>	<u>(2,164)</u>
Balance at 30 June 2025	<u><u>120,419</u></u>	<u><u>47,391</u></u>	<u><u>167,810</u></u>

Accounting policy for property, plant and equipment

Property, plant and equipment are measured at cost or fair value as applicable, less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

Leasehold improvements	5 to 10 years
Plant and equipment	2.5 to 27 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 14. Right-of-use assets

	2025 \$	2024 \$
Land and buildings - right-of-use	497,609	497,792
Less: Accumulated depreciation	<u>(281,627)</u>	<u>(230,847)</u>
	<u><u>215,982</u></u>	<u><u>266,945</u></u>

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Note 14. Right-of-use assets (continued)

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Land and buildings \$
Balance at 1 July 2023	61,483
Remeasurement adjustments	255,269
Depreciation expense	<u>(49,807)</u>
Balance at 30 June 2024	266,945
Remeasurement adjustments	(183)
Depreciation expense	<u>(50,780)</u>
Balance at 30 June 2025	<u><u>215,982</u></u>

Accounting policy for right-of-use assets

Right-of-use assets are initially measured at cost, which comprises the initial amount of the lease liability adjusted for costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease. Right-of-use assets are subject to impairment and are adjusted for any remeasurement of lease liabilities.

Refer to note 17 for more information on lease arrangements.

Note 15. Intangible assets

	2025 \$	2024 \$
Franchise fee	22,614	10,890
Less: Accumulated amortisation	<u>(12,258)</u>	<u>(9,819)</u>
	10,356	1,071
Franchise renewal fee	113,072	54,450
Less: Accumulated amortisation	<u>(61,289)</u>	<u>(49,094)</u>
	51,783	5,356
	<u><u>62,139</u></u>	<u><u>6,427</u></u>

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Franchise fee \$	Franchise renewal fee \$	Total \$
Balance at 1 July 2023	4,207	21,033	25,240
Amortisation expense	<u>(3,136)</u>	<u>(15,677)</u>	<u>(18,813)</u>
Balance at 30 June 2024	1,071	5,356	6,427
Additions	11,724	58,622	70,346
Amortisation expense	<u>(2,439)</u>	<u>(12,195)</u>	<u>(14,634)</u>
Balance at 30 June 2025	<u><u>10,356</u></u>	<u><u>51,783</u></u>	<u><u>62,139</u></u>

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Note 15. Intangible assets (continued)

Accounting policy for intangible assets

Intangible assets of the company relate to the franchise fees paid to Bendigo Bank which conveys the right to operate the Community Bank franchise.

Intangible assets are measured on initial recognition at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

The franchise fees paid by the company are amortised over their useful life and assessed for impairment whenever impairment indicators are present.

The estimated useful life and amortisation method for the current and comparative periods are as follows:

<u>Asset class</u>	<u>Method</u>	<u>Useful life</u>	<u>Expiry/renewal date</u>
Franchise fee	Straight-line	Over the franchise term (5 years)	December 2029
Franchise renewal fee	Straight-line	Over the franchise term (5 years)	December 2029

Amortisation methods, useful life, and residual values are reviewed and adjusted, if appropriate, at each reporting date.

Note 16. Trade and other payables

	2025	2024
	\$	\$
<i>Current liabilities</i>		
Trade payables	9,672	10,347
Other payables and accruals	20,430	19,746
	<u>30,102</u>	<u>30,093</u>
<i>Non-current liabilities</i>		
Other payables and accruals	46,429	-
	<u>46,429</u>	<u>-</u>
	2025	2024
	\$	\$
<i>Financial liabilities at amortised cost classified as trade and other payables</i>		
Total trade and other payables	76,531	30,093
add/(less) other payables and accruals (net GST refundable from/(payable to) the ATO)	12,859	(3,665)
	<u>89,390</u>	<u>26,428</u>

Note 17. Lease liabilities

	2025	2024
	\$	\$
<i>Current liabilities</i>		
Land and buildings lease liabilities	-	36,160
	<u>-</u>	<u>36,160</u>
<i>Non-current liabilities</i>		
Land and buildings lease liabilities	193,045	240,378
	<u>193,045</u>	<u>240,378</u>

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Note 17. Lease liabilities (continued)

Reconciliation of lease liabilities

	2025 \$	2024 \$
Opening balance	276,538	56,018
Remeasurement adjustments	(183)	256,833
Lease interest expense	20,065	17,517
Lease payments - total cash outflow	(103,375)	(53,830)
	<u>193,045</u>	<u>276,538</u>

Prior to the end of the period, the company paid rent for 1 July 2025 to 30 June 2026 in advance. As such, there is no current lease liability recognised.

Accounting policy for lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially measured at the present value of the lease payments to be made over the term of the lease, including renewal options if the company is reasonably certain to exercise such options, discounted using the company's incremental borrowing rate.

The company has applied the following accounting policy choices in relation to lease liabilities:

- The company has elected not to separate lease and non-lease components when calculating the lease liability for property leases.
- The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and low-value assets, which include the company's lease of information technology equipment. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Lease	Discount rate	Non-cancellable term	Renewal options available	Reasonably certain to exercise options	Lease term end date used in calculations
Margate Branch	7.5%	5 years	N/A	N/A	September 2029

Note 18. Issued capital

	2025 Shares	2024 Shares	2025 \$	2024 \$
Ordinary shares - fully paid	681,359	681,359	666,359	666,359
Less: Equity raising costs	-	-	(21,754)	(21,754)
	<u>681,359</u>	<u>681,359</u>	<u>644,605</u>	<u>644,605</u>

Accounting policy for issued capital

Ordinary shares are recognised at the fair value of the consideration received by the company being the payment received at the time of issue. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

Rights attached to issued capital

Ordinary shares

Voting rights

Subject to some limited exceptions, each member has the right to vote at a general meeting.

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Note 18. Issued capital (continued)

On a show of hands or a poll, each member attending the meeting (whether they are attending the meeting in person or by attorney, corporate representative or proxy) has one vote, regardless of the number of shares held. However, where a person attends a meeting in person and is entitled to vote in more than one capacity (for example, the person is a member and has also been appointed as proxy for another member) that person may only exercise one vote on a show of hands. On a poll, that person may exercise one vote as a member and one vote for each other member that person represents as duly appointed attorney, corporate representative or proxy.

The purpose of giving each member only one vote, regardless of the number of shares held, is to reflect the nature of the company as a community based company, by providing that all members of the community who have contributed to the establishment and ongoing operation of the Community Bank branch have the same ability to influence the operation of the company.

Dividends

Generally, dividends are payable to members in proportion to the amount of the share capital paid up on the shares held by them, subject to any special rights and restrictions for the time being attaching to shares. The franchise agreement with Bendigo Bank contains a limit on the level of profits or funds that may be distributed to shareholders. There is also a restriction on the payment of dividends to certain shareholders if they have a prohibited shareholding interest (see below).

Transfer

Generally, ordinary shares are freely transferable. However, the directors have a discretion to refuse to register a transfer of shares.

Subject to the foregoing, shareholders may transfer shares by a proper transfer effected in accordance with the company's constitution and the *Corporations Act 2001*.

Prohibited shareholding interest

A person must not have a prohibited shareholding interest in the company.

In summary, a person has a prohibited shareholding interest if any of the following applies:

- They control or own 10% or more of the shares in the company (the "10% limit").
- In the opinion of the board they do not have a close connection to the community or communities in which the company predominantly carries on business (the "close connection test").

As with voting rights, the purpose of this prohibited shareholding provision is to reflect the community-based nature of the company.

Where a person has a prohibited shareholding interest, the voting and dividend rights attaching to the shares in which the person (and their associates) has a prohibited shareholding interest in are suspended.

The board has the power to request information from a person who has (or is suspected by the board of having) a legal or beneficial interest in any shares in the company or any voting power in the company, for the purpose of determining whether a person has a prohibited shareholding interest. If the board becomes aware that a member has a prohibited shareholding interest, it must serve a notice requiring the member (or the member's associate) to dispose of the number of shares the board considers necessary to remedy the breach. If a person fails to comply with such a notice within a specified period (that must be between three and six months), the board is authorised to sell the specified shares on behalf of that person. The holder will be entitled to the consideration from the sale of the shares, less any expenses incurred by the board in selling or otherwise dealing with those shares.

In the constitution, members acknowledge and recognise that the exercise of the powers given to the board may cause considerable disadvantage to individual members, but that such a result may be necessary to enforce the prohibition.

Note 19. Capital management

The board's policy is to maintain a strong capital base so as to sustain future development of the company. The board monitor the return on capital and the level of distributions to shareholders. Capital is represented by total equity as recorded in the statement of financial position.

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Note 19. Capital management (continued)

In accordance with the franchise agreement, in any 12 month period the funds distributed to shareholders shall not exceed the distribution limit.

The distribution limit is the greater of:

- 20% of the profit or funds of the company otherwise available for distribution to shareholders in that 12 month period; and
- subject to the availability of distributable profits, the relevant rate of return multiplied by the average level of share capital of the company over that 12 month period where the relevant rate of return is equal to the weighted average interest rate on 90 day bank bills over that 12 month period plus 5%.

The board is managing the growth of the business in line with this requirement. There are no other externally imposed capital requirements, although the nature of the company is such that amounts will be paid in the form of charitable donations and sponsorship. Charitable donations and sponsorship paid for the financial year can be seen in the statement of profit or loss and other comprehensive Income.

There were no changes in the company's approach to capital management during the year.

Note 20. Dividends

The following dividends were provided for and paid to shareholders during the financial year as presented in the Statement of changes in equity and Statement of cash flows.

	2025 \$	2024 \$
Fully franked dividend of 6 cents per share (2024: 6 cents)	40,882	40,882
	<u>40,882</u>	<u>40,882</u>
Franking credits		
	2025 \$	2024 \$
Franking account balance at the beginning of the financial year	35,699	29,350
Franking credits (debits) arising from income taxes paid (refunded)	53,652	19,976
Franking debits from the payment of franked distributions	(13,627)	(13,627)
	<u>75,724</u>	<u>35,699</u>
<i>Franking transactions that will arise subsequent to the financial year end:</i>		
Balance at the end of the financial year	75,724	35,699
Franking credits (debits) that will arise from payment (refund) of income tax	13,847	15,809
Franking credits available for future reporting periods	<u>89,571</u>	<u>51,508</u>

The ability to utilise franking credits is dependent upon the company's ability to declare dividends. The tax rate at which future dividends will be franked is 25%.

Accounting policy for dividends

Dividends are recognised in the financial year they are declared.

Note 21. Financial risk management

The company's financial instruments include trade receivables and payables, cash and cash equivalents, investments, borrowings and lease liabilities. The company does not have any derivatives.

The directors are responsible for monitoring and managing the financial risk exposure of the company, to which end it monitors the financial risk management policies and exposures and approves financial transactions within the scope of its authority.

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Note 21. Financial risk management (continued)

The directors have identified that the only significant financial risk exposures of the company are liquidity and market (price) risk. Other financial risks are not significant to the company due to the following factors:

- The company has no foreign exchange risk as all of its account balances and transactions are in Australian Dollars.
- The company's franchise agreement limits the company's credit exposure to one financial institution, being Bendigo Bank. The company monitors credit worthiness through review of credit ratings, Bendigo Bank is rated A- on Standard & Poor's credit ratings.
- The company has no direct exposure to movements in commodity prices.
- The company's interest-bearing instruments are held at amortised cost which have fair values that approximate their carrying value since all cash and payables have maturity dates within 12 months.
- The company has minimal borrowings.

Further details regarding the categories of financial instruments held by the company that hold such exposure are detailed below.

	2025	2024
	\$	\$
Financial assets		
Trade and other receivables (note 10)	40,341	58,125
Cash and cash equivalents (note 9)	171,510	170,516
Financial assets (note 11)	106,162	101,526
Investments (note 12)	250,000	250,000
	<u>568,013</u>	<u>580,167</u>
Financial liabilities		
Trade and other payables (note 16)	89,390	26,428
Lease liabilities (note 17)	193,045	276,538
Borrowings	58	58
	<u>282,493</u>	<u>303,024</u>

At balance date, the fair value of financial instruments approximated their carrying values.

Accounting policy for financial instruments

Financial assets

Classification

The company classifies its financial assets into the following categories:

- Amortised cost
- Fair value through profit or loss (FVTPL)

Financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial asset.

The company's financial assets measured at amortised cost comprise trade and other receivables, cash and cash equivalents and investments in term deposits.

The company's financial assets measured at FVTPL comprise investments in listed entities over which the company does not have significant influence nor control.

Derecognition

A financial asset is derecognised when the company's contractual right to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

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Note 21. Financial risk management (continued)

Impairment of trade and other receivables

Impairment of trade receivables is determined using the simplified approach which uses an estimation of lifetime expected credit losses. The company has not recognised an allowance for expected credit losses in relation to trade and other receivables. Refer to note 4 for further information.

Financial liabilities

Classification

The company classifies its financial liabilities at amortised cost.

Derecognition

A financial liability is derecognised when it is extinguished, cancelled or expires.

Market risk

Market risk is the risk that changes in market prices - e.g. foreign exchange rates, interest rates, and equity prices - will affect the company's income or the value of its holdings in financial instruments.

Interest-bearing assets and liabilities are held with Bendigo Bank and earnings on those are subject to movements in market interest rates. Interest-rate risk could also arise from long-term borrowings. Borrowings issued at variable rates expose the company to cash flow interest-rate risk. The company held cash and cash equivalents of \$171,510 and term deposits of \$250,000 at 30 June 2025 (2024: \$170,516 and \$250,000).

Equity Price risk

The primary goal of the company's investment in equity securities is to hold the investments for the long term for strategic purposes.

All of the company's listed equity investments are listed on the Australian Stock Exchange (ASX). Changes in equity securities value is recognised through profit or loss or other comprehensive income.

	% change increase	Effect on profit before tax	Effect on equity	% change decrease	Effect on profit before tax	Effect on equity
2025						
Equity securities	10%	<u>10,616</u>	<u>7,962</u>	(10%)	<u>(10,616)</u>	<u>(7,962)</u>
	% change increase	Effect on profit before tax	Effect on equity	% change decrease	Effect on profit before tax	Effect on equity
2024						
Equity securities	10%	<u>10,153</u>	<u>7,614</u>	(10%)	<u>(10,153)</u>	<u>(7,614)</u>

Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.

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Note 21. Financial risk management (continued)

The following are the remaining contractual maturities of financial liabilities. The contractual cash flow amounts are gross and undiscounted and therefore may differ from their carrying amount in the statement of financial position.

	1 year or less \$	Between 1 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
2025				
Borrowings	58	-	-	58
Trade and other payables	42,961	46,429	-	89,390
Lease liabilities	-	235,502	-	235,502
Total non-derivatives	43,019	281,931	-	324,950
	1 year or less \$	Between 1 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
2024				
Borrowings	58	-	-	58
Trade and other payables	26,428	-	-	26,428
Lease liabilities	60,924	281,721	19,144	361,789
Total non-derivatives	87,410	281,721	19,144	388,275

Note 22. Fair value measurement

The following tables detail the company's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
2025				
Assets				
Equity securities	106,162	-	-	106,162
Total assets	106,162	-	-	106,162
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
2024				
Assets				
Equity securities	101,526	-	-	101,526
Total assets	101,526	-	-	101,526

There were no transfers between levels during the financial year.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

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Note 22. Fair value measurement (continued)

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. External valuers are selected based on market knowledge and reputation. Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

Note 23. Key management personnel disclosures

The following persons were directors of Redcliffe Peninsula Financial Services Limited during the financial year and/or up to the date of signing of these Financial Statements.

Stephen John Hart	Rae Amelda Frawley
Daniel Petravicius	Brent Anthony Campbell
Peter John Morley	Joel Lee Hudson

Key management personnel compensation comprised the following:

	2025	2024
	\$	\$
Short-term employee benefits	34,800	29,800
Post-employment benefits	4,002	4,075
	<u>38,802</u>	<u>33,875</u>

Compensation of the company's key management personnel includes salaries and contributions to a post-employment superannuation fund.

Note 24. Related party transactions

Key management personnel

Disclosures relating to key management personnel are set out in note 23.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Terms and conditions of transaction with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties

The following transactions occurred with related parties:

	2025	2024
	\$	\$
A director provided governance consultancy services to the company below market rates.	5,700	8,150
A director provided business budget consulting to the company below market rates.	-	1,000

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Note 25. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by Andrew Frewin Stewart, the auditor of the company:

	2025	2024
	\$	\$
<i>Audit services</i>		
Audit or review of the financial statements	10,610	7,650
<i>Other services</i>		
General advisory services	3,180	4,695
Share registry services	8,164	6,626
	11,344	11,321
	21,954	18,971

Note 26. Reconciliation of profit after income tax to net cash provided by operating activities

	2025	2024
	\$	\$
Profit after income tax expense for the year	105,008	104,908
Adjustments for:		
Depreciation and amortisation	67,578	93,021
Dividends received - non-cash	(2,681)	(2,437)
Administration expenses - non-cash	595	617
Lease liabilities interest	20,065	17,517
Increase in fair value of equity instruments designated at FVTPL	(2,550)	(5,955)
Change in operating assets and liabilities:		
Decrease in trade and other receivables	22,722	4,687
Decrease in trade and other payables	(9,839)	(3,319)
Increase/(decrease) in provision for income tax	(24,202)	12,563
Increase in deferred tax liabilities	8,309	1,137
Increase/(decrease) in other provisions	1,847	(9,194)
Net cash provided by operating activities	186,852	213,545

Note 27. Earnings per share

	2025	2024
	\$	\$
Profit after income tax	105,008	104,908
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	681,359	681,359
Weighted average number of ordinary shares used in calculating diluted earnings per share	681,359	681,359

Redcliffe Peninsula Financial Services Limited
Notes to the financial statements
30 June 2025

Note 27. Earnings per share (continued)

	Cents	Cents
Basic earnings per share	15.41	15.40
Diluted earnings per share	15.41	15.40

Accounting policy for earnings per share

Basic and diluted earnings per share is calculated by dividing the profit attributable to the owners of Redcliffe Peninsula Financial Services Limited, by the weighted average number of ordinary shares outstanding during the financial year.

Note 28. Commitments

The company has no commitments contracted for which would be provided for in future reporting periods.

Note 29. Contingencies

There were no contingent liabilities or contingent assets at the date of this report.

Note 30. Events after the reporting period

No matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

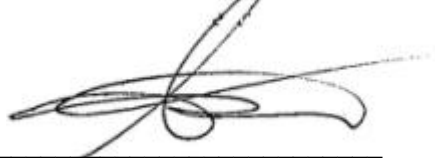
Redcliffe Peninsula Financial Services Limited
Directors' declaration
30 June 2025

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in the notes to the financial statements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2025 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
- the company does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, a consolidated entity disclosure statement has not been included as section 295(3A)(a) of the *Corporations Act 2001* does not apply to the entity.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors

A handwritten signature in black ink, appearing to read 'Stephen John Hart', written over a horizontal line.

Stephen John Hart
Chair

7 October 2025



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's report to the Directors of Redcliffe Peninsula Financial Services Limited Report on the audit of the financial report

Our opinion

In our opinion, the accompanying financial report of Redcliffe Peninsula Financial Services Limited, is in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2025 and of its financial performance for the year ended on that date; and
- ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

We have audited the financial report of Redcliffe Peninsula Financial Services Limited (the company), which comprises the:

- Statement of financial position as at 30 June 2025
- Statement of profit or loss and other comprehensive income
- Statement of changes in equity
- Statement of cash flows
- Notes to the financial statements, including material accounting policies, and the
- Directors' declaration.

Basis for 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 audit opinion.

Other information

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2025 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we will not express any form of assurance conclusion thereon.

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 that fact. We have nothing to report in this regard.



Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
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03 5443 0344

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 Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities of the directors for the financial report

The directors of the company are responsible for the preparation of the financial report that it gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as 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 related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/home.aspx>. This description forms part of our auditor's report.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 7 October 2025

Joshua Griffin
Lead Auditor

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