

Annual Report 2015

Rupanyup/Minyip
Finance Group Limited.

ABN 79 083 123 924

Rupanyup/Minyip **Community Bank**[®] Branch

Contents

Chairman's Report	Page 2
Manager's Report	Page 3
Sponsorship Reports	
- Lets Read Yarriambiack!	Pages 4-5
- Dunmunkle Lodge Shade Sail	Page 6
- Fit2Drive	Page 7
- Rupanyup Consultative Committee (Mens Shed)	Page 8
Minutes of AGM	Pages 9-10
Financial Report	Pages 11-32

Chairman's report

For year ending 30 June 2015

The year has flown and we find ourselves in a very similar position with tight conditions facing the business going into the coming financial year.

The performance of the business over the last 12 months has been dramatically reduced through tight conditions in both the financial and farming sectors.

We have had a big year at Rupanyup/Minyip Finance Group Limited (RMFGL) with several big changes for the business and several staff changes adding to the complexity of the year.

During the year, the decision was made to change the hours of the branches. The Board fully understand the impact on the community and the decision was not taken lightly. In the face of the current situation, this change of structure has allowed the branches to run seamlessly, as the staffing levels are better to cover the opening hours and manage the tighter financial position.

As staff changes and structures have occurred, I would like to thank the staff for stepping up with the changes and especially Di Walsh for her stepping into the higher duties in the current situation of no Manager for several weeks during the year.

I would also like to thank Calinda Hurley for her time with the Board as our Secretary and welcome Natalie Krause into the role, as well as Samantha Matthews & Associates for increasing their workload in the administration.

On a Board level, I would like to thank Max Hood for his excellent contribution to the Rupanyup/Minyip **Community Bank**[®] Branch over the many years he was a Director. Max also held the Chair for three years and did a wonderful job guiding the branch through these years, always putting the front foot forward for the **Community Bank**[®] branch in dealings with Bendigo and Adelaide Bank.

We have again seen the great effect that the money generated by the community through doing business through us has. The netball court at the Minyip Primary School has been a great project that will help kids in their schooling lives for many years to come.

The Rupanyup and District Men's Shed has taken shape and will also be a huge asset to the town, as will the pirate ship at the Rupanyup Primary School.

Also the driver education that was run through the Fit to Drive program will hopefully have a positive effect on the driving habits of our next generation of drivers.

After a town meeting, the Board has agreed to focus on the rejuvenation of the retail shops in Rupanyup and have taken the step of helping form part of the community group to oversee the project.

This project and the redevelopment of the Minyip Recreation Reserve are shining highlights of why we need to get people back to the **Community Bank**[®] story and remember why we embraced the concept. The retaining of banking services in our towns, and returning of any profits back into our communities.

To date over \$800,000 reasons have been put forward as to why the **Community Bank**[®] story has been great for our towns and may there be as many more reasons for us to celebrate for our communities in the future.

Anthony Chapman

Chairman

Manager's report

For year ending 30 June 2015

Welcome to the 17th Annual Report for Rupanyup/Minyip Finance Group Limited.

The 2015 financial year has proven to be another successful year during times where margins are continuing to decline and have seen the cash rate reduced to a record low.

Through the support of the local community, the Rupanyup/Minyip **Community Bank**[®] Branch has contributed more than \$811,000 to local community projects. That's a big number anyway you look at it! These contributions have gone to assist both major and minor projects and could not be done without your support!

Any profit the Rupanyup/Minyip **Community Bank**[®] Branch makes after deducting operating expenses can then be ploughed straight back into supporting local community needs. We actively support many local community organisations, ranging from sporting groups to cultural groups and have in fact supported over 60 different organisations. This would not be possible without your support. Even if you've moved away from the community you can still support and help out your town by making sure your accounts are flagged to Rupanyup or Minyip **Community Bank**[®] Branch. Simple!

Rupanyup/Minyip **Community Bank**[®] Branch staff can assist you with all of your banking and lending needs and we also have specialists in business banking, agribusiness banking and financial planning, and insurance needs, so there is no need to travel.

I would also like to thank the staff, Rae Faulkner, Kellie Oxbrow, Sheri Garton and Kirstin Campbell, for their professionalism during the year. Our staff are the face of our **Community Bank**[®] branch and their dedication ensures that Rupanyup/Minyip **Community Bank**[®] Branch has and will continue to be a success.

I would also like to thank Chairman; Anthony Chapman and the Board of Directors for their wonderful support and commitment they provide to the team over the past 12 months.

Dianne Walsh

Customer Relationship Officer

Rupanyup/Minyip **Community Bank**[®] branches

Sponsorship



Let's Read Yarriambiack!

Report to Bendigo Bank
June 30th 2015

Background - a whole of community response to improve the literacy levels of young people in the Wimmera Southern Mallee

A significant number of Wimmera students are below the national proficiency level for literacy and numeracy. Rural schools, in most cases, lag behind their metro counterparts in NAPLAN scores and academic achievement. The future prosperity and well being of the Wimmera (and the nation) depends on having a skilled literate workforce. Let's Read has the potential to make a significant impact on improving literacy rates, academic achievement, engagement of young people and their families with education and, ultimately, the skill levels of our workforce. If children are not read to in the early years they start school well behind their peers – many never catch up

The issue

A 2011 ABS study shows that 44% of Australians, aged 15-74 have literacy levels below level 3. Level 3 is considered as the minimum level to meet the complex demands of life and work in the 21st century.

Literacy skills in the population are strongly linked to educational attainment and labour force participation (ABS 2006). Adult Literacy and Life Skills Survey, Australia: User Guide

Rural students (15 y.o) are on average one year of schooling behind metropolitan students in reading and scientific literacy. Students from the lowest SES quartile are, on average, 2 ½ years of schooling behind students from the highest SES quartile. Even though Australian students achieve above the OECD average, they are between one and three years behind students from the leading countries.

<http://www.acer.edu.au/documents/PISA-2012-In-Brief.pdf>

What is the Let's Read program?

- The Let's Read Yarriambiack project is a partnership led by the Wimmera Southern Mallee LLEN and includes local government, schools, kindergartens, playgroups, health providers, community groups, local business and government departments
- Let's Read is an early years literacy program aimed at promoting the importance of reading with young children from birth to 5 years.
- The program delivers support, books and resources to families at 4 different child age points. Families receive the resources and support for their babies at 4 months, 12 months, 18 months and 3½ years from Maternal and Child Health Nurses during the child's health check.
- Let's Read was developed by the Centre for Community Child Health at the Royal Children's Hospital Melbourne. The Murdoch Children's Research Institute and The Smith Family have partnered to implement Let's Read with communities across Australia.

Why is this program important?

- Reading with young children is the single most important activity that you can undertake to develop a child's future literacy skills (the ability to read and write the printed word).
- Poor literacy skills are associated with generally lower education, earnings, health and social outcomes as well as being linked to high rates of unemployment, welfare dependence and teenage parenting.
- The research evidence shows that those children who experience difficulties in learning to read are unlikely to catch up to their peers.
- Reading failure disproportionately affects children from socially disadvantaged homes, which in turn contributes to a continuation of the poverty cycle. Australian data show that more children from families with lower socio-economic status (SES) experience difficulties in learning to read than other Australian children. <http://www.letsread.com.au/About/Research/Resources/Let-s-Read-Literature-Review-PDF>

Sponsorship



Let's Read Yarriambiack!

Report to Bendigo Bank
June 30th 2015

Children who received Let's Read resources in the Yarriambiack Shire to date

The Let's Read books, DVDs, reading resources and bags have been delivered to 228 children and their families across the Yarriambiack Shire in the period from February 2014 to June 2015.

Book Pack Age	Number of Book Packs Delivered
From 4 months	80
From 12 months	61
From 18 months	42
From 3 ½ years	45
TOTAL	228

Thanks to the Rupanyup and Minyip Community Bank's support, more than 75 Let's Read books and resource bags have been distributed in the southern part of Yarriambiack Shire throughout the Rupanyup, Minyip and Murtoa communities and surrounding districts.

This sponsorship has also enabled the WSMLLEN to provide books to the Rupanyup and Minyip primary schools and Murtoa College for distribution to children from 'book poor' families.

Sustainability

Let's Read Yarriambiack continues to aim to provide every family in the shire with Let's Read books and resources at their child's key ages and stages. We are very appreciative of the support provided by the four year sponsorship commitment from the Rupanyup and Minyip Community Bank.

We are currently developing a sustainable funding model. This involves seeking a multi-year commitment from key stakeholders and local businesses and organisations. The Rupanyup and Minyip Community Bank has led the way in this regard, being the first organisation to commit a significant sponsorship over four years. Wimmera Southern Mallee LLEN has made significant contributions to the program. We are also appreciative of funding and logistical support from the Yarriambiack Shire.

Let's Read Yarriambiack has also been supported by a FRRR grant at the end of 2013 and the Horsham Sports and Community Club have committed to sponsoring the program from 2015-2017. We continue to identify and approach potential sponsors and supporters to ensure the continued delivery of the program.

Tim Shaw

Executive Officer

Wimmera Southern Mallee LLEN

Sponsorship

Dunmunkle Lodge Shade Sail

As a result of the Dunmunkle Lodge applying for a grant in 2014 with the Rupanyup Minyip Finance Group, a very attractive outdoor living area has been achieved for the residents of the Lodge. The grant was used to purchase an outdoor shade sail to cover an outdoor living area. An area of approximately 30 square metres is now covered by the shade sail. The shade sail enables the residents to use the very well used outdoor living area for longer periods during the year and much appreciated shade during the warmer months of the year.

The residents of the Lodge would like to thank all of the community that have used the **Community Bank**[®] to do their business. It is because of this involvement that we are able to get such valuable assets for our community.

This is just one example of the Rupanyup Minyip Finance Group being able to help our community. We are very proud to play a part in this venture and are pleased that this outdoor living area can be utilised to its full potential.



Sponsorship

Fit2Drive

On the 17th April 2015, year 11 students at the Murtoa College were involved in the driver education program Fit2Drive.

The program is about changing attitudes and behaviours, not driving skills. It is an important component in helping to reduce crashes involving red P plate drivers in the 18 to 21 age group.

Students were involved in a number of sessions hosted by Fit2Drive and Police presenters.

The program helps young people by using active learning methods that draw upon their own experiences, to develop a respect and pride for safe road use. Using scenarios to stimulate discussion, to consider the costs and benefits of safe and risky behaviour, and as a vehicle for rehearsing safe behaviours, planning strategies, problem solving, etc. Providing opportunities for interaction and sharing ideas.

There were also presentations about the issues for young drivers and passengers including a Victoria Police presentation and a real life case study delivered by the Country Fire Authority (CFA) or other emergency services personnel. At the culmination of the Fit2Drive workshop the young people develop a personal plan involving strategies and things they would say and do in dangerous situations in order to stay safe on the roads



Sponsorship

Rupanyup Consultative Committee Rupanyup & District Men's Shed

Stage 1: The Shed.

In 2014 the Rupanyup Consultative Committee successfully applied for a Community Project Grant to aid in the construction of the "Rupanyup and District Mens Shed".

The grant from Rupanyup Minyip **Community Bank**[®] was combined with support from the Department of Human Services (Commonwealth), Australian Mens Shed Association, Rupanyup Major Events, Rupanyup Lions Club and the many hours of volunteer labour and supply of machinery. The result was the Rupanyup and District Mens Shed - Stage 1 completed.

The shed was developed to establish an outlet for creativity and companionship. Having the shed next to Woods Museum enables a close relationship for a continual flow of restoration projects for the Rupanyup and District Mens Shed.

With Stage 1 (construction of the shed) completed, Stages 2 and 3 will see the construction of a toilet and kitchen facilities. Upon completion it is envisaged classes will be held and the venue will be available for use as a meeting venue by other community groups in the future.



Minutes of AGM

Annual General Meeting of Rupanyup/Minyip Finance Group Ltd.

Held on Wednesday, 29th October 2014, Rupanyup Community Centre.

Welcome

Anthony Chapman welcomed all in attendance to the Annual General Meeting of Rupanyup/Minyip Finance Group Ltd.

Attendees: Natalie Robbins, Kirsten Campbell, Lyall Wheaton, Graham Oxbrow, Tiena Funcke, Sheri Garton, Rae Faulkner, Chris Niewand, Peter Niewand, Hannah Ellen, Adrian Tyler, Marlene Anderson, Lynette Teasdale, Peter Teasdale, Bec Hendy, Calinda Hurley, Michelle Clark, Greg Dunlop, Russell Dunlop, Damian Bryan, Leanne Martin, Dianne Walsh, Rod Lingham, Martin Godena, Denise Isbester, David Rule, Tony Goodwin, Tracey Chenoweth, Lloyd Milgate, Kristy Davidson, Kellie Oxbrow, Barry Baker, Bruce Crafter, Gavin Young, Samantha Matthews, Peter Haney, Anthony Chapman

Apologies: John Sudholz, Sonia Petering, Jo Bourke, Mary Cantwell, Ken Milgate, Marg Lingham, Del Tyler, Marie Milgate, David Matthews, Max Hood, Nola Smith

Moved that the apologies be accepted.

Moved: Gary Bourke Sec: Lloyd Milgate

Minutes of the last Annual General Meeting:

Moved: Michelle Clark Sec: Dianne Walsh

Chairman's Report:

As per Annual Report

On behalf of the board and staff, Anthony passed on his sympathy to Dianne & Peter Newall & family on the sudden passing of Brayden, the recent recipient of the Rupanyup Minyip Finance Group Scholarship.

Anthony officially welcomed Kristy Davidson as a Director to the Board of the Rupanyup Minyip Finance Group.

Anthony farewelled Jenny Walsh as a Director of the Rupanyup Minyip Finance Group who resigned in July 2014.

Managers Report:

As per Annual Report

Financial Report:

As per Annual Report

Sam Matthews thanked Megan Turner from Samantha Matthews & Associates for her assistance throughout the year.

Moved that the Financial Reports be accepted

Moved: Dianne Walsh Sec: Rae Faulkner

Election of Directors:

Three directors retire from office by rotation being Gary Bourke, Anthony Chapman, Michelle Clark. They all offer themselves for re-election. Nominations for the board as received are as follows:

1. Gary Bourke
2. Anthony Chapman
3. Michelle Clark

Those nominated were duly elected unopposed

Moved: Ade Tyler Sec: Peter Niewand

Minutes of AGM

Annual General Meeting of Rupanyup/Minyip Finance Group Ltd.

Held on Wednesday, 29th October 2014, Rupanyup Community Centre.

Appointment of Auditor:

Crowe Harworth have made themselves available for reappointment for the completion of the audit for the year ended 30th June 2015

Moved that Crowe Harworth be appointed as auditor of Rupanyup / Minyip Finance Group Ltd for the year ended 30th June 2015.

Moved: Lloyd Milgate Sec: Sam Matthews

General Business:

Project Recipients:

11 Community Project recipients were asked to come forward and receive their agreements, those recipients were as follows: Minyip Recreation Reserve, Minyip Bowls Club, Dunmunkle Lodge, Minyip & District Field & Games, Rupanyup Minyip Cricket Club, Rupanyup Primary School, Rupanyup Golf Club, Rupanyup & District Consultative Committee, Murtoa College, Dunmunkle Fire Brigade Group, Road Safe Wimmera

Each recipient received copies of the Agreements and thanked the Rupanyup Minyip Community Bank Branches and the Rupanyup Minyip Finance Group for the funding. They also gave a brief description of what the funding will be used for.

Closing / Thankyou:

Anthony Chapman completed the meeting by congratulating applicants & thanking them all for their support & continued business. He also thanked the full community for their support.

He also thanked Leanne Martin for attending and to Regional Office for their support.

Anthony invited all present to stay for a BBQ, provided by Rupanyup Minyip Cricket Club as a thank you for the support during the past year.

Meeting closed: 7.20pm

Rupanyup Minyip Finance Group Ltd

Financial Statements For the year ended 30 June , 2015

Samantha Matthews & Associates

9 Stewart Street, PO Box 94
Rupanyup, Vic, 3388

Phone: (03) 53 855 343

Fax: (03) 53 855 362

Email: sam@smatax.com.au

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Directors Report

for the year ended 30 June 2015

DIRECTORS' REPORT

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2015.

Directors

The names and details of the company's directors who held office during or since the start of the financial year are:

Anthony Chapman- Chairman
David Matthews - Director
Jenny Walsh - Director (to 18/8/14)
Gary Bourke - Director
Maxwell Hood - Director (to 21/4/15)
Natalie Robbins - Director
Peter Niewand - Director
Samantha Matthews - Director
Michelle Clark - Director
Lloyd Milgate - Director
Kristy Davidson - Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following person held the position of entity secretary since: 30/11/2011

Samantha Matthews

Principal Activities

The principal activity of the entity during the financial year was:

Community Bank Service provision

No significant changes in the nature of the entity's activity occurred during the financial year.

Operating Results

Operations have continued to perform in line with expectations. The Profit of the company

for the year ended 30th June 2015 was \$ 45,940

For the year ended 30th June 2014 was \$ 126,008

Dividends Paid or Recommended

No dividends are payable on the basis of being a not for profit community purpose entity and as such is prohibited from distributing any income or profits to its members in any form: cash property or otherwise.

Review of Operations

A review of operations of the entity indicates that Operating Revenue decreased by 5.5% to \$541,247 during the 2015 financial year. Total Expenses increased by 6.3% to \$509,697 for the same period. This was largely due to the payment of a study into the redevelopment of the retail precinct in Rupanyup. The resulting overall decrease in Net Profit was 64% to \$45,940, of which \$49,550 was from operations (2014 \$92,967).

Significant Changes in State of Affairs

No significant changes in the entity's state of affairs occurred during the financial year.

Significant events after Balance Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.

Future Developments

The entity expects to maintain the present status and level of operations and hence there are no likely developments in the entity's operations.

Environmental Issues

The entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Directors Report

for the year ended 30 June 2015

Information on Directors

David Matthews

Qualifications

Experience

Director 17 Years

Diploma Business (International Trade)

Graduate of the Australian Institute of Company Directors (GAICD)

Pulse Australia - Director

Australian Field Crops Association - Director (past)

Co-Chair Community Bank Strategic Advisory Board

Bendigo & Adelaide Bank - Non Executive Director

Gary Bourke

Qualifications

Director 14 years

Bachelor Economics & Politics, Diploma of Education

Graduate Diploma of Career Education

Lloyd Milgate

Qualifications

Experience

Director 17 Years

Dip. Farm Management

Board Member Dunmunkle Health Services

Board Member of Dunmunkle Lodge

Natalie Robbins

Qualifications

Experience

Director 5 Years

Peter Niewand

Qualifications

Experience

Director 12 Years

Director Rupanyup North Co-Operative, Lions President

Samantha Matthews

Qualifications

Experience

Director 14 Years

Company Secretary 9 Years

Bachelor of Business (Acc), GAICD, FIPA

Director - GWM Water

Michelle Clark

Qualifications

Experience

Director 4 Years

Anthony Chapman

Qualifications

Experience

Director 4 Years

Bachelor of Business (FBM)

Kristy Davidson

Qualifications

Experience

Director 2 Years

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Directors Report

for the year ended 30 June 2015

Meetings of Directors

During the financial year, 11 meetings of directors were held. Attendances by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Anthony Chapman- Chairman	11	9
David Matthews - Director	11	9
Jenny Walsh - Director (to 18/8/14)	1	0
Gary Bourke - Director	11	9
Maxwell Hood - Director (to 21/4/15)	8	4
Natalie Robbins - Director	11	9
Peter Niewand - Director	11	8
Samantha Matthews - Director	11	10
Michelle Clark - Director	11	11
Lloyd Milgate - Director	11	10
Kristy Davidson - Director	11	7

Indemnification and Insurance of Directors and Officers

The company had 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 Managers 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. The company has not provided any insurance for an auditor of the company or a related body corporate.

Director's 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. This statement excludes a benefit included in 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.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2015 has been received.

Signed in accordance with a resolution of the Board of Directors.

Director



Anthony Chapman

Dated this

14th

day of

September

2015



Auditor's Independence Declaration Under S307C of the *Corporations Act 2001* to the Directors of Rupanyup Minyip Finance Group Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 there have been no contraventions of:

- i. the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

CH

CROWE HORWATH WEST VIC

A handwritten signature in black ink that reads "John Findlay".

JOHN FINDLAY
Partner

Ballarat, Victoria
Dated this 14th day of September 2015

Crowe Horwath West Vic is a member of Crowe Horwath International, a Swiss Verein. Each member of Crowe Horwath is a separate and independent legal entity. Liability limited by a scheme approved under Professional Standards Legislation other than for the acts or omission of financial services licensees.

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Statement of Profit or Loss and Other Comprehensive Income

for the year ended 30 June 2015

	Note	2015 \$	2014 \$
Revenue	2	555,637	606,099
Employee Expenses		(159,934)	(254,658)
Depreciation and Amortisation Expenses	3	(28,968)	(27,263)
Other Expenses		(320,795)	(198,170)
Profit (Loss) before Income Tax Expense		<u>45,940</u>	<u>126,008</u>
Income Tax Expense		-	-
Net Profit (Loss) attributable to members		<u>45,940</u>	<u>126,008</u>

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Statement of Financial Position

for the year ended 30 June 2015

	Note	2015 \$	2014 \$
Current Assets			
Cash and Cash Equivalents	4	582,829	545,853
Trade and Other Receivables	5	47,025	51,452
Total Current Assets		629,854	597,305
Non-Current Assets			
Property, plant and equipment	6	271,837	272,578
Intangible assets	7	41,942	55,684
Total Non-Current Assets		313,779	328,262
Total Assets		943,633	925,567
Current Liabilities			
Trade and Other Payables	8	34,483	38,691
Employee Benefits	9	10,656	4,041
Total Current Liabilities		45,139	42,732
Non-Current Liabilities			
Employee Benefits	9	2,729	12,825
Total Non-Current Liabilities		2,729	12,825
Total Liabilities		47,868	55,557
Net Assets		895,765	870,010
EQUITY			
Retained profits		895,765	870,010
Total Equity		895,765	870,010

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Statement of Cash Flows

for the year ended 30 June 2015

	Note	2015 \$	2014 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		545,674	571,085
Cash payments in the course of operations		(470,418)	(440,939)
Net cash flows from / (used in) operating activities	13	<u>75,256</u>	<u>130,146</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Interest and grants received		14,390	33,040
Payments for purchase of intangibles		-	(68,713)
Payments for property, plant and equipment		(14,485)	-
Net cash flows from / (used in) investing activities		<u>(95)</u>	<u>(35,673)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Community Project Payments		(38,185)	(60,088)
Net cash flows from / (used in) financing activities		<u>(38,185)</u>	<u>(60,088)</u>
Net increase / (decrease) in cash held		36,976	34,385
Cash and cash equivalents at beginning of year		545,853	511,468
Cash and cash equivalents at end of year	4	<u>582,829</u>	<u>545,853</u>

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

**Statement of Changes in Equity
for the year ended 30 June 2015**

	Retained Earnings	Total
Balance at 1 July 2013	804,090	804,090
Profit attributable to Members	126,008	126,008
Community Funds Distribution	(60,088)	(60,088)
Balance at 30 June 2014	870,010	870,010
Balance at 1 July 2014	870,010	870,010
Profit attributable to Members	45,940	45,940
Community Funds Distribution	(20,185)	(20,185)
Balance at 30 June 2015	895,765	895,765

Note 1 - Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. Rupanyup Minyip Finance Group Ltd is a company limited by guarantee.

New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 1L.

(a) - Revenue

Income from providing a service is recognised when the customer receives the service.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all the conditions complied with.

(b) - Current and Non-current Classification

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

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(c) - Property, Plant & Equipment

Plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight-line or diminishing value basis over the assets useful life to the group commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is recognised in the statement of profit or loss and other comprehensive income.

The depreciation rates used for each class of assets are:

Class of Fixed Assets	Depreciation Rate
Buildings	2%
Plant & Equipment	15 - 40%
Motor Vehicles	20 - 25%
Furniture & Fittings	15 - 30%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(d) - Intangible Assets**Franchise fee and IT licence**

Costs associated with franchise fee and IT licence are deferred and amortised on a straight line basis over the period of their expected benefit, being their finite life of 5 years.

(e) - Impairment of Assets

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value in use to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(f) - Employee Benefits**Short-term employee benefits**

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

(g) - Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held as-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

(h) - Income Tax

The company is an income tax exempt company. There are two requirements for a company to be accepted as income exempt. Firstly, it should be a non-profit organisation. Secondly, the company must be established for one of the exempt purposes, specified in the income tax legislation. Both requirements are satisfied as outlined below:

A non-profit organisation generally means that the company:-

- is prohibited from distributing any income or profits to its members in any form: cash property or otherwise; and
- on winding up, no money or property will be paid, given or shared amongst the members.

These two conditions are clearly stated in the Rupanyup / Minyip Finance Group Ltd constitution.

The exempt purpose for which the company has been established is for community service purposes. Clause 1.2.3.21 of the Constitution outlines one of the objects of the company: To pursue community service purposes only and to apply its income in promoting those purposes. On the basis of current ATO case law and Income Tax Rulings and Determinations the Company assesses itself as fulfilling the exemption requirements set out therein.

(i) - Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(j) - Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables and payables in the statement of financial position.

(k) - Comparative Figures

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

(I) - Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. 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.

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 technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible 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.

Employee benefits provision

As discussed in note 1(f), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

	2015	2014
	\$	\$
Note 2 - Revenue		
Operating revenue		
- Gross receipts	491,247	522,836
- Market Development	50,000	50,222
- Membership Fees	-	-
	<u>541,247</u>	<u>573,058</u>
Non-operating revenue		
- Interest received	14,390	15,041
- Grants Received	-	18,000
	<u>14,390</u>	<u>33,041</u>
Total Revenue	<u>555,637</u>	<u>606,099</u>

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Notes to the Financial Statements

for the year ended 30th June 2015

	2015 \$	2014 \$
Note 3 - Operating Profit		
Operating profit before income tax has been determined after:		
Crediting as Income:		
Interest received	14,390	15,041
Charging as Expenses:		
Bad and doubtful debts	11	80
Depreciation of non-current assets:		
- Plant and equipment	15,226	14,235
Amortisation		
- Franchise fee and IT license	13,742	13,028
Remuneration of the auditors:		
- audit	3,900	3,700
Note 4 - Cash & Cash Equivalents		
Current		
Cash At Bank	36,932	146,448
Sandhurst Trustees	545,145	398,656
Eftpos account	752	749
	<u>582,829</u>	<u>545,853</u>
Note 5 - Trade & Other Receivables		
Current		
Trade Debtors	44,810	51,452
FBT Refundable	2,215	-
	<u>47,025</u>	<u>51,452</u>
Note 6 - Property, Plant and Equipment		
Fixtures & Fittings		
At Cost	106,848	92,357
Less: Accumulated depreciation	<u>(82,546)</u>	<u>(76,411)</u>
	<u>24,302</u>	<u>15,946</u>
Plant and equipment		
At Cost	65,425	65,431
Less: Accumulated depreciation	<u>(49,516)</u>	<u>(44,075)</u>
	<u>15,909</u>	<u>21,356</u>
Land		
Freehold Land - at cost	5,200	5,200
	<u>5,200</u>	<u>5,200</u>
Buildings		
At Cost	254,409	254,409
Less: Accumulated depreciation	<u>(27,983)</u>	<u>(24,333)</u>
	<u>226,426</u>	<u>230,076</u>
	<u>271,837</u>	<u>272,578</u>

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Notes to the Financial Statements

for the year ended 30th June 2015

Movement in Carrying Amounts

Movement in the carrying amount for each class of property, plant and equipment between the beginning and the end of the current financial year.

2014	Land	Buildings	Fixtures & Fittings	Plant & Equipment	Total
Balance at Beginning of Year	5,200	233,724	19,165	28,723	286,812
Additions					-
Disposals					-
Loss on disposal					-
Depreciation Expense		(3,649)	(3,219)	(7,367)	(14,235)
Carrying Amount at End of Year	5,200	230,075	15,946	21,356	272,577

Movement in Carrying Amounts (continued)

2015	Land	Buildings	Fixtures & Fittings	Plant & Equipment	Total
Balance at Beginning of Year	5,200	230,076	15,946	21,356	272,578
Additions			14,491	(6)	14,485
Disposals					-
Loss on disposal					-
Depreciation Expense		(3,650)	(6,135)	(5,441)	(15,226)
Carrying Amount at End of Year	5,200	226,426	24,302	15,909	271,837

2015
\$

2014
\$

Note 7 - Intangible Assets

Franchise Fee and IT Licence - at cost	109,713	109,713
Less: Accumulated amortisation	(67,771)	(54,029)
	<u>41,942</u>	<u>55,684</u>
	<u>41,942</u>	<u>55,684</u>

Note 8 - Trade and Other Payables

Current

Unsecured		
Trade Creditors	27,034	26,096
Net GST Payable	7,449	12,595
	<u>34,483</u>	<u>38,691</u>

Note 9 - Provisions

Current

Employee Benefits	10,656	4,041
	<u>10,656</u>	<u>4,041</u>

Non Current

Employee Benefits	2,729	12,825
	<u>2,729</u>	<u>12,825</u>

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Notes to the Financial Statements

for the year ended 30th June 2015

Note 10 - Superannuation Commitments

The company has registered as an employer with the fund nominated by each employee. Contributions to the funds are based on percentage of employee gross remuneration and are made by the employer or by the employee and the employer. Contributions to the plans will not exceed the permitted levels prescribed by income tax legislation from time to time.

Note 11 - Remuneration of Auditor

Amounts received, or due and receivable by the auditor of the company for:

	2015 \$	2014 \$
Auditing the accounts	3,900	3,700
Other services	-	-
	<u>3,900</u>	<u>3,700</u>

Note 12 - 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:

Professional fees of \$19,583 for accounting and taxation were paid to Samantha Matthews & Associates, of which Samantha Matthews is the principal.

Note 13 - Cashflow Information**Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities after Income Tax**

	2015 \$	2014 \$
Profit (Loss) from ordinary activities	45,940	126,008
Revenue and expenditure disclosed as investing and financing activities in statement of cash flows		
Interest revenue	(14,390)	(15,041)
Grants received	-	(18,000)
Retail precinct expenses	18,000	-
Non-cash flows in profit from ordinary activities		
Amortisation	13,742	13,028
Depreciation	15,226	14,235
Net loss on disposal of plant and equipment	-	-
Changes in assets and liabilities		
Decrease/(Increase) in receivables	6,642	(1,971)
Decrease/(Increase) in other assets	(2,216)	-
Increase/(Decrease) in payables	(4,208)	13,252
Increase/(Decrease) in provisions	(3,480)	(1,365)
Cash flows from operations	<u>75,256</u>	<u>130,146</u>

Note 14 - Members' Guarantees

The company is limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the company. At 30 June 2015, the number of members was 167.

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Notes to the Financial Statements

for the year ended 30th June 2015

Note 15 - Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2015	2014
	\$	\$
Aggregate compensation	<u>5,200</u>	<u>-</u>

Note 16 - Economic Dependency

The normal trading activities of the Company (which undertakes the branch activities of the Bendigo Bank in Rupanyup and Minyip districts) rely on the franchise contracts with the Bendigo Bank Group.

Note 17 - Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term and long term investments, accounts receivable and payable, and leases. The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	2015	2014
	\$	\$
Financial Assets		
Cash and cash equivalents	582,829	545,853
Loans and receivables	47,025	51,452
Total Financial Assets	<u>629,854</u>	<u>597,306</u>
Financial Liabilities		
Financial liabilities at amortised cost		
- trade and other payables	34,483	38,691
- borrowings	-	-
Total Financial Liabilities	<u>34,483</u>	<u>38,691</u>

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to and forming part of the financial statements.

Note 18 - Company Details

The registered office of the company is:
Rupanyup / Minyip Finance Group Ltd
9 Stewart Street
Rupanyup Vic 3388

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Directors Declaration

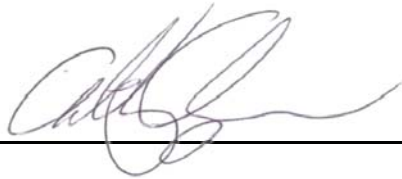
for the year ended 30 June 2015

In the directors opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2015 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.

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



Director



Director

Dated: 14th September 2015

Independent Auditor's Report to the Members of Rupanyup Minyip Finance Group Ltd

Report on the financial report

We have audited the accompanying financial report of Rupanyup Minyip Finance Group Ltd (the company), which comprises the statement of financial position as at 30 June 2015, the statement of comprehensive income, statements of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – *Reduced Disclosure Requirements* 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.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Rupanyup Minyip Finance Group Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

Crowe Horwath West Vic is a member of Crowe Horwath International, a Swiss Verein. Each member of Crowe Horwath is a separate and independent legal entity. Liability limited by a scheme approved under Professional Standards Legislation other than for the acts or omission of financial services licensees.



Opinion

In our opinion, the financial report of Rupanyup Minyip Finance Group Ltd 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 2015 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – *Reduced Disclosure Requirements* and the *Corporations Regulations 2001*.

CH

CROWE HORWATH WEST VIC

A handwritten signature in black ink that reads "John Findlay".

JOHN FINDLAY
Partner

Ballarat, Victoria

Dated this 14th day of September 2015

The relationship you can count on

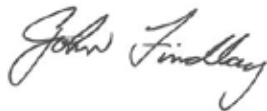
Rupanyup Minyip Finance Group Ltd

DISCLAIMER TO THE MEMBERS OF RUPANYUP MINYIP FINANCE GROUP LTD

The additional financial data presented on the following page is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 30 June 2015. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Rupanyup Minyip Finance Group Ltd.) in respect of such data, including any errors or omissions therein however caused.

CH

CROWE HORWATH WEST VIC



JOHN FINDLAY
Partner

Ballarat, Victoria

Dated this 14th day of September 2015

Crowe Horwath West Vic is a member of Crowe Horwath International, a Swiss Verein. Each member of Crowe Horwath is a separate and independent legal entity. Liability limited by a scheme approved under Professional Standards Legislation other than for the acts or omission of financial services licensees.

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Income Statement

for the year ended 30 June 2015

	2015	2014
	\$	\$
INCOME		
Gross Receipts	491,247	522,836
Market Development Incentive	50,000	50,222
Membership fees		
Interest Received	14,390	15,041
Profit on Sale of Non-current Assets		
Grants Received		18,000
	555,637	606,099
EXPENDITURE		
Accountancy Fees	19,583	11,049
Amortisation - Franchise Fee	13,742	13,028
Advertising	15,341	24,485
Auditor's Remuneration	3,900	3,700
Bad Debts	11	80
Bank Charges	770	656
Cleaning / Rubbish Removal	13	-
Cash Delivery & Management Fees	5,455	4,840
Depreciation	15,226	14,235
Expense Reimbursement	5,200	-
Filing Fees	74	757
Freight & Cartage	15,568	16,898
Fringe Benefits Tax	-	2,176
Insurance	16,322	16,670
Legal Costs	2,000	58
Leasing Charges	14,523	13,739
Light & Power	5,320	5,301
Loss on Sale of Non-Current Assets	-	-
IT Running & Support Costs	27,341	26,437
Meeting expense	1,325	150
Motor Vehicle Expenses	7,303	7,875
Postage	1,044	1,046
Printing & Stationery	8,828	8,932
Rates & Taxes	3,759	3,179
Retail Precinct Expenses	18,000	-
Repairs & Maintenance	4,090	4,752
Salaries & Wages	128,255	233,468
Secondment Manager	113,758	12,976
Security Costs	2,455	4,125
Search Fees & Credit Checks	892	1,225
Staff Amenities	14,504	16,191
Subscriptions	-	-
Sundry Expenses	992	1,386
Superannuation	30,902	18,320
Telephone	11,307	10,839
Travel, Accom & Conferences	1,119	825
Workcover	777	695
	509,697	480,091
OPERATING PROFIT BEFORE INCOME TAX	45,940	126,008

Rupanyup **Community Bank**[®] Branch
32 Cromie Street, Rupanyup VIC 3388
Phone: (03) 5385 5320 Fax: (03) 5385 5336

Minyip **Community Bank**[®] Branch
63 Main Street, Minyip VIC 3392
Phone: (03) 5385 7680 Fax: (03) 5385 7675

Franchisee: Rupanyup/Minyip Finance Group Limited
16 Cromie Street, Rupanyup VIC 3388
ABN: 79 083 123 924
www.bendigobank.com.au/rupanyup_minyip

 **Bendigo Bank**
Bigger than a bank.®

bendigobank.com.au