

# Rye & District Community Financial Services Limited

ABN 67 095 766 895

Half-year Financial Report - 31 December 2025

# **Rye & District Community Financial Services Limited**

## **Directors' report**

### **31 December 2025**

The directors present their report, together with the financial statements, on the company for the half-year ended 31 December 2025.

#### **Directors**

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

Vincent de Paul Cheers  
Renee Christiana Bowker  
Helen Mary Murphy  
Stephen De Quetteville Robin

Craig Lawrence Dowsing  
Oriana Maria Tessari  
Joshua James Oppy

#### **Principal activity**

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

#### **Review of operations**

The company recorded a profit after income tax of \$208,514 for the half-year ended 31 December 2025, compared to \$534,328 in the prior corresponding period.

The lower result was primarily attributable to a \$203,966 decrease in the fair value of property, plant and equipment, arising from a valuation decrease in one property. As there was no remaining balance in the asset revaluation reserve for that property, the decrease was recognised through profit or loss.

Total comprehensive income for the period was \$55,247, compared to \$534,328 in the prior period. This outcome was further impacted by a loss on revaluation of land and buildings, net of tax, of \$153,267, which was recognised in other comprehensive income.

Excluding the impact of property revaluation movements, the company's underlying operating performance for the period was broadly consistent with expectations, reflecting a reasonable trading result given the company's current economic environment.

#### **Significant changes in the state of affairs**

During the half-year ended 31 December 2025, the following significant matters occurred:

- The company undertook independent valuations of all land and buildings, resulting in net decreases in fair value of \$357,233, comprising \$203,966 recognised in profit or loss and \$153,267 recognised in other comprehensive income, net of tax. Further details are set out in Note 4 and Note 5.
- The company undertook a refurbishment of its Dromana branch during the period. The cost of the refurbishment was approximately \$345,168 and was recorded in trade and other payables at balance date. Further information is included in Note 4.
- The company commenced the renewal process for its franchise agreement with Bendigo Bank, with the current agreement scheduled to expire in April 2026. Further details are provided in Note 2.

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

#### **Matters subsequent to the end of the financial half-year**

No matter or circumstance has arisen since 31 December 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.

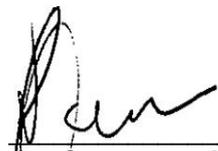
#### **Auditor's independence declaration**

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.

**Rye & District Community Financial Services Limited**  
**Directors' report**  
**31 December 2025**

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors



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Vincent de Paul Cheers

Chair

10 March 2026



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

## Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Rye & District Community Financial Services Limited

I declare that, to the best of our knowledge and belief, during the half-year ended 31 December 2025 there have been:

- a. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

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: 10 March 2026

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

**Lachlan Tatt**  
Lead Auditor

**Rye & District Community Financial Services Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2025**

	Note	31-Dec-25 \$	31-Dec-24 \$
Revenue from contracts with customers	3	2,541,657	2,596,823
Other revenue		9,579	9,956
Finance revenue		30,335	32,725
Total revenue		<u>2,581,571</u>	<u>2,639,504</u>
Employee benefits expense		(1,493,677)	(1,318,568)
Advertising and marketing costs		(37,508)	(36,360)
Occupancy and associated costs		(53,513)	(65,326)
Systems costs		(73,196)	(86,331)
Depreciation and amortisation expense		(80,329)	(65,421)
Finance costs		(345)	(1,218)
General administration expenses		(110,384)	(107,078)
Net loss on revaluation of property, plant and equipment	4	(203,966)	-
Total expenses before community contributions and income tax		<u>(2,052,918)</u>	<u>(1,680,302)</u>
<b>Profit before community contributions and income tax expense</b>		528,653	959,202
Charitable donations, sponsorships and grants expense		<u>(246,918)</u>	<u>(244,018)</u>
<b>Profit before income tax expense</b>		281,735	715,184
Income tax expense		<u>(73,221)</u>	<u>(180,856)</u>
<b>Profit after income tax expense for the half-year</b>		208,514	534,328
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Loss on the revaluation of land and buildings, net of tax	5	<u>(153,267)</u>	-
Other comprehensive income for the half-year, net of tax		<u>(153,267)</u>	-
<b>Total comprehensive income for the half-year</b>		<u><u>55,247</u></u>	<u><u>534,328</u></u>
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share		7.11	18.23
Diluted earnings per share		7.11	18.23

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

**Rye & District Community Financial Services Limited**  
**Statement of financial position**  
**As at 31 December 2025**

	Note	31-Dec-25 \$	30-Jun-25 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		669,671	786,261
Trade and other receivables		468,547	431,818
Investments		1,497,231	1,402,407
Current tax assets		149,959	71,064
Total current assets		<u>2,785,408</u>	<u>2,691,550</u>
<b>Non-current assets</b>			
Property, plant and equipment	4	5,711,479	5,832,814
Intangibles		12,514	31,702
Total non-current assets		<u>5,723,993</u>	<u>5,864,516</u>
<b>Total assets</b>		<u>8,509,401</u>	<u>8,556,066</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		604,958	264,926
Borrowings		10,743	11,507
Employee benefits		206,735	187,614
Total current liabilities		<u>822,436</u>	<u>464,047</u>
<b>Non-current liabilities</b>			
Deferred tax liabilities		178,937	236,226
Employee benefits		54,556	47,143
Total non-current liabilities		<u>233,493</u>	<u>283,369</u>
<b>Total liabilities</b>		<u>1,055,929</u>	<u>747,416</u>
<b>Net assets</b>		<u>7,453,472</u>	<u>7,808,650</u>
<b>Equity</b>			
Issued capital		1,299,400	1,299,400
Reserves	5	856,778	1,010,045
Retained earnings		5,297,294	5,499,205
<b>Total equity</b>		<u>7,453,472</u>	<u>7,808,650</u>

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

**Rye & District Community Financial Services Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2025**

	Note	Issued capital \$	Revaluation reserve \$	Retained earnings \$	Total equity \$
<b>Balance at 1 July 2024</b>		<u>1,299,400</u>	<u>1,010,045</u>	<u>5,049,223</u>	<u>7,358,668</u>
Profit after income tax expense		-	-	534,328	534,328
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive income		<u>-</u>	<u>-</u>	<u>534,328</u>	<u>534,328</u>
<i>Transactions with owners in their capacity as owners:</i>					
Dividends provided for or paid	6	<u>-</u>	<u>-</u>	<u>(351,793)</u>	<u>(351,793)</u>
<b>Balance at 31 December 2024</b>		<u><u>1,299,400</u></u>	<u><u>1,010,045</u></u>	<u><u>5,231,758</u></u>	<u><u>7,541,203</u></u>
<b>Balance at 1 July 2025</b>		<u>1,299,400</u>	<u>1,010,045</u>	<u>5,499,205</u>	<u>7,808,650</u>
Profit after income tax expense		-	-	208,514	208,514
Other comprehensive income, net of tax		-	(153,267)	-	(153,267)
		<u>-</u>	<u>(153,267)</u>	<u>208,514</u>	<u>55,247</u>
<i>Transactions with owners in their capacity as owners:</i>					
Dividends provided for or paid	6	<u>-</u>	<u>-</u>	<u>(410,425)</u>	<u>(410,425)</u>
<b>Balance at 31 December 2025</b>		<u><u>1,299,400</u></u>	<u><u>856,778</u></u>	<u><u>5,297,294</u></u>	<u><u>7,453,472</u></u>

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

**Rye & District Community Financial Services Limited**  
**Statement of cash flows**  
**For the half-year ended 31 December 2025**

	Note	31-Dec-25 \$	31-Dec-24 \$
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		2,768,248	2,856,319
Payments to suppliers and employees (inclusive of GST)		(2,245,564)	(2,086,472)
Interest received		28,816	58,805
Interest and other finance costs paid		(345)	(1,218)
Income taxes paid		(158,316)	(279,205)
		<u>392,839</u>	<u>548,229</u>
<b>Cash flows from investing activities</b>			
Redemption of/(investment in) term deposits		(94,824)	650,761
Payments for property, plant and equipment	4	(3,416)	(55,162)
Proceeds from disposal of property, plant and equipment		-	25,454
		<u>(98,240)</u>	<u>621,053</u>
<b>Cash flows from financing activities</b>			
Dividends paid	6	(410,425)	(351,793)
Repayment of borrowings		(764)	(199,745)
		<u>(411,189)</u>	<u>(551,538)</u>
Net increase/(decrease) in cash and cash equivalents		(116,590)	617,744
Cash and cash equivalents at the beginning of the financial half-year		<u>786,261</u>	<u>190,944</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>669,671</u></u>	<u><u>808,688</u></u>

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

# Rye & District Community Financial Services Limited

## Notes to the financial statements

### 31 December 2025

#### Note 1. Material accounting policy information

These general purpose financial statements for the interim half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the company during the period.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

#### Note 2. Economic dependency

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank. The company is economically dependent on the ongoing receipt of revenue under the franchise agreement. The current term of the franchise agreement is scheduled to expire in April 2026.

The franchise agreement includes two five-year renewal options. Under the terms of the agreement, Bendigo Bank will renew the agreement upon the company's request, subject to the company satisfying certain conditions. The key conditions for renewal include:

- compliance with the terms of the existing franchise agreement;
- maintaining valid lease agreements for branch premises where applicable; and
- ensuring branch premises meet Bendigo Bank's fit-out requirements at the time of renewal.

The directors have assessed the company's ability to meet these conditions and, to the best of their knowledge, believe they have been and will continue to be satisfied. Accordingly, the directors have a reasonable expectation that the franchise agreement will be renewed for a further five-year term upon expiry in April 2026.

Based on this assessment, no material uncertainty has been identified that may cast significant doubt on the company's ability to continue as a going concern, and the half-year financial report has been prepared on a going concern basis.

#### Note 3. Revenue from contracts with customers

	31-Dec-25	31-Dec-24
	\$	\$
Margin income	2,311,835	2,333,576
Fee income	94,808	129,280
Commission income	135,014	133,967
Revenue from contracts with customers	<u>2,541,657</u>	<u>2,596,823</u>

#### *Disaggregation of revenue*

All revenue from contracts with customers has been recognised at a point in time during the half-year.

**Rye & District Community Financial Services Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 4. Property, plant and equipment**

	31-Dec-25 \$	30-Jun-25 \$
<i>Non-current assets</i>		
Land - at independent valuation	2,135,000	3,282,154
Buildings - at independent valuation	3,312,973	2,312,553
Less: Accumulated depreciation	(26,888)	(184,551)
	<u>3,286,085</u>	<u>2,128,002</u>
Fixtures and fittings - at cost	470,611	579,686
Less: Accumulated depreciation	(234,661)	(222,397)
	<u>235,950</u>	<u>357,289</u>
Motor vehicles - at cost	84,259	84,259
Less: Accumulated depreciation	(29,815)	(21,964)
	<u>54,444</u>	<u>62,295</u>
Work in progress asset - at cost	-	3,074
	<u>5,711,479</u>	<u>5,832,814</u>

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Land \$	Buildings \$	Furniture and fittings \$	Motor Vehicles \$	Work in progress \$	Total \$
Balance at 1 July 2025	3,282,154	2,128,002	357,289	62,295	3,074	5,832,814
Additions	-	348,593	-	-	-	348,593
Disposals	-	-	(465)	-	-	(465)
Revaluation increments	-	738,832	-	-	-	738,832
Revaluation decrements	(1,147,154)	-	-	-	-	(1,147,154)
Transfers in/(out)	-	107,724	(104,650)	-	(3,074)	-
Depreciation expense	-	(37,066)	(16,224)	(7,851)	-	(61,141)
Balance at 31 December 2025	<u>2,135,000</u>	<u>3,286,085</u>	<u>235,950</u>	<u>54,444</u>	<u>-</u>	<u>5,711,479</u>

*Additions*

During the financial half-year the company completed a refurbishment for the Dromana branch.

*Fair value and revaluation movements*

The fair value of land and buildings was determined by external, independent property valuers with recognised professional qualifications and recent experience in the location and category of the properties being valued. The company's properties were independently valued effective 4 September 2025 by Knight Frank Valuation & Advisory Victoria. Independent valuations are obtained every three to five years.

The independent valuations undertaken during the period resulted in an overall decrease in the fair value of land and buildings. In accordance with AASB 116 *Property, Plant and Equipment*, revaluation decreases are recognised in other comprehensive income to the extent of any existing revaluation reserve balance for the relevant property, with any excess recognised in profit or loss.

**Rye & District Community Financial Services Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 4. Property, plant and equipment (continued)**

During the period:

- a revaluation decrease relating to one property exceeded the remaining balance in the asset revaluation reserve and was therefore recognised through profit or loss, resulting in an impairment loss of \$203,966; and
- remaining revaluation decreases relating to properties with existing revaluation reserve balances were recognised through other comprehensive income, resulting in a net revaluation loss of \$153,267 (net of tax).

Further information on movements in the asset revaluation reserve is disclosed in Note 5.

*Change in accounting estimate - apportionment between land and buildings*

Independent property valuations obtained by the company provide a single fair value for each property and do not separately identify the value of land and buildings. As land is not depreciated and buildings are depreciated, management is required to apply judgement to apportion the total fair value between these asset classes.

During the half-year ended 31 December 2025, management refined the approach used to apportion property fair values between land and buildings, having regard to available property-specific information. The refinement resulted in a reallocation between land and building values compared to prior periods.

The change represents a refinement of an accounting estimate and has been applied prospectively in accordance with AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. The change did not affect the total fair value of the company's properties, equity, or cash flows.

**Note 5. Reserves**

	31-Dec-25	30-Jun-25
	\$	\$
Revaluation reserve	<u>856,778</u>	<u>1,010,045</u>

*Revaluation reserve*

The reserve is used to recognise increments and decrements in the fair value of land and buildings.

*Movements in reserves*

Movements in each class of reserve during the current financial half-year are set out below:

	Revaluation reserve \$
Balance at 1 July 2025	1,010,045
Revaluation - gross	(204,356)
Deferred tax	<u>51,089</u>
Balance at 31 December 2025	<u><u>856,778</u></u>

The decrease in the revaluation reserve during the period reflects revaluation losses recognised in other comprehensive income for properties with existing revaluation reserve balances. Revaluation losses recognised through profit or loss are excluded from the reserve and are disclosed in Note 4.

**Note 6. Dividends**

The following dividends were declared and paid to shareholders during the financial half-year as presented in the Statement of Changes in Equity and Statement of Cash Flows.

**Rye & District Community Financial Services Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 6. Dividends (continued)**

	31-Dec-25 \$	31-Dec-24 \$
Fully franked dividend of 14 cents per share (31-Dec-24: 12 cents)	<u>410,425</u>	<u>351,793</u>

The tax rate at which dividend have been franked is 25%

**Note 7. Fair value measurement**

Some of the company's assets are measured at fair value for financial reporting purposes. The board of directors determine the appropriate valuation techniques and inputs for fair value measurements.

Fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1: 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.

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>31-Dec-25</b>				
<i>Assets</i>				
Land and buildings	-	5,421,085	-	5,421,085
Total assets	-	5,421,085	-	5,421,085
<b>30-Jun-25</b>				
<i>Assets</i>				
Land and buildings	-	5,410,156	-	5,410,156
Total assets	-	5,410,156	-	5,410,156

There were no transfers between levels during the financial half-year.

*Valuation techniques and inputs*

The fair value of land and buildings has been determined by independent external valuers using market-based valuation techniques, having regard to recent comparable sales of similar properties in the same location and condition. These valuations incorporate observable market inputs and, accordingly, have been classified as Level 2 fair value measurements.

The directors do not believe there has been a material movement in the fair value of land and buildings between the valuation date and the reporting date. Further information regarding the valuation of land and buildings, including revaluation movements recognised during the period, is disclosed in Note 4.

**Note 8. Contingent assets and liabilities**

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

**Note 9. Related party transactions**

The company has related party transactions that include remuneration to directors and payments to not-for-profit organisations affiliated with certain directors. These related party transactions are consistent with those disclosed in the company's financial report for the year ended 30 June 2025. There have been no significant changes to the nature or amount of these related party transactions during the half-year ended 31 December 2025.

**Rye & District Community Financial Services Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 10. Events after the reporting date**

No matter or circumstance has arisen since 31 December 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.

**Rye & District Community Financial Services Limited**  
**Directors' declaration**  
**31 December 2025**

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 *Interim Financial Reporting*, 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 31 December 2025 and of its performance for the financial half-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 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



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Vincent de Paul Cheers  
Chair

10 March 2026



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

# Independent auditor's review report to the Directors of Rye & District Community Financial Services Limited

## Report on the half-year financial report

### Conclusion

We have reviewed the half-year financial report of Rye & District Community Financial Services Limited (the company), which comprises the statement of financial position as at 31 December 2025, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Rye & District Community Financial Services Limited does not comply with the *Corporations Act 2001* including:

- a. giving a true and fair view of the company's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- b. complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

### Basis for conclusion

We conducted our review in accordance with ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's responsibilities for the review of the financial report* section of our report. 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 annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation of the half-year financial report that 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 half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.



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

## Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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: 10 March 2026

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

**Lachlan Tatt**  
Lead Auditor