

Stonnington Community Financial Services Ltd

ABN 31 099 416 092

Half-year Financial Report - 31 December 2025

Stonnington Community Financial Services Ltd
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:

Lee Chia
Charlotte Rendle-Short
Giovanni Jon Caneva
Warrick King

Eileen Macken
Christine Lempick Fitzherbert
Cecile Anusha Santhiapillai (*resigned 26 September 2026*)

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 profit for the company after providing for income tax amounted to \$681,684 (31 December 2024: \$103,732).

This result includes the gain on disposal of the company's business operations completed on 31 October 2025. Excluding this one off transaction, underlying operations performed broadly in line with expectations.

Significant changes in the state of affairs

On 25 August 2025, the company executed a business sale agreement to sell the revenue rights for the Windsor branch to Caulfield Park Community Financial Services Ltd for a sale amount of \$1,400,000. The sale includes the transfer of company business operations and property, plant and equipment. As a result of the sale of the business the company also entered into discussions with the landlord to facilitate the surrender of the lease and paid a fully franked dividend of \$1.15 per share.

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

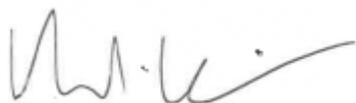
No matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

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.

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



Warrick King
Treasurer

11 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 Stonnington Community Financial Services Ltd

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.

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Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 11 March 2026

A handwritten signature in black ink, appearing to be the initials 'JG', with a horizontal line extending to the right.

Joshua Griffin
Lead Auditor

Stonnington Community Financial Services Ltd
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	358,940	591,659
Other revenue		98,930	-
Finance revenue		3,304	5,514
Sale of business		1,400,000	-
Total revenue		<u>1,861,174</u>	<u>597,173</u>
Employee benefits expense		(216,625)	(253,047)
Administration and general costs		(100,924)	(42,207)
Occupancy expenses		(2,515)	(2,587)
IT expenses		(17,350)	(17,867)
Depreciation and amortisation expense		(37,855)	(40,079)
Finance costs		(27,988)	(28,403)
Other expenses		(116,530)	(31,845)
Repairs and maintenance		(29,905)	(955)
Loss on disposal of non-current assets		(341,445)	-
Insurance expenses		(19,169)	(9,846)
ATM expenses		(4,880)	(4,096)
Motor vehicle expenses		(492)	(1,049)
Bad and doubtful debts expense		(342)	(875)
Total expenses before community contributions and income tax		<u>(916,020)</u>	<u>(432,856)</u>
Profit before community contributions and income tax expense		945,154	164,317
Charitable donations, sponsorships and grants expense		(21,030)	(12,253)
Profit before income tax expense		924,124	152,064
Income tax expense		(242,440)	(48,332)
Profit after income tax expense for the half-year		681,684	103,732
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		<u>681,684</u>	<u>103,732</u>
		Cents	Cents
Basic earnings per share		104.87	15.96
Diluted earnings per share		104.87	15.96

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

Stonnington Community Financial Services Ltd
Statement of financial position
As at 31 December 2025

	31-Dec-25 \$	30-Jun-25 \$
Assets		
Current assets		
Cash and cash equivalents	1,458,340	541,186
Trade and other receivables	328	88,431
Investments	-	216,720
Total current assets	<u>1,458,668</u>	<u>846,337</u>
Non-current assets		
Other financial assets	-	16,250
Property, plant and equipment	-	348,099
Right-of-use assets	-	924,395
Intangibles	-	31,141
Deferred tax assets	8,781	7,968
Total non-current assets	<u>8,781</u>	<u>1,327,853</u>
Total assets	<u>1,467,449</u>	<u>2,174,190</u>
Liabilities		
Current liabilities		
Trade and other payables	199,839	68,620
Lease liabilities	-	16,988
Current tax liabilities	226,997	17,924
Employee benefits	-	31,974
Lease surrender provision	101,516	-
Total current liabilities	<u>528,352</u>	<u>135,506</u>
Non-current liabilities		
Trade and other payables	-	14,681
Lease liabilities	-	973,291
Employee benefits	-	5,799
Provisions	-	40,000
Total non-current liabilities	<u>-</u>	<u>1,033,771</u>
Total liabilities	<u>528,352</u>	<u>1,169,277</u>
Net assets	<u>939,097</u>	<u>1,004,913</u>
Equity		
Issued capital	647,010	647,010
Retained earnings	<u>292,087</u>	<u>357,903</u>
Total equity	<u>939,097</u>	<u>1,004,913</u>

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

Stonnington Community Financial Services Ltd
Statement of changes in equity
For the half-year ended 31 December 2025

	Note	Issued capital \$	Retained earnings \$	Total equity \$
Balance at 1 July 2024		647,010	212,926	859,936
Profit after income tax expense		-	103,732	103,732
Other comprehensive income, net of tax		-	-	-
		-	103,732	103,732
Balance at 31 December 2024		<u>647,010</u>	<u>316,658</u>	<u>963,668</u>
Balance at 1 July 2025		647,010	357,903	1,004,913
Profit after income tax expense		-	681,684	681,684
Other comprehensive income, net of tax		-	-	-
		-	681,684	681,684
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	4	-	(747,500)	(747,500)
Balance at 31 December 2025		<u>647,010</u>	<u>292,087</u>	<u>939,097</u>

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

Stonnington Community Financial Services Ltd
Statement of cash flows
For the half-year ended 31 December 2025

	Note	31-Dec-25 \$	31-Dec-24 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		615,232	641,898
Payments to suppliers and employees (inclusive of GST)		(565,961)	(442,351)
Interest received		2,066	4,196
Income taxes paid		(34,180)	(35,847)
		<u>17,157</u>	<u>167,896</u>
Cash flows from investing activities			
Payments for intangibles		-	(13,346)
Proceeds from disposal of business		1,400,000	-
Redemption of term deposits		216,720	-
Proceeds from refund of security deposits		16,250	-
		<u>1,632,970</u>	<u>(13,346)</u>
Cash flows from financing activities			
Interest and other finance costs paid		(27,988)	(28,403)
Dividends paid	4	(697,282)	(32,500)
Repayment of lease liabilities		(7,703)	(6,249)
		<u>(732,973)</u>	<u>(67,152)</u>
Net cash used in financing activities		<u>(732,973)</u>	<u>(67,152)</u>
Net increase in cash and cash equivalents		917,154	87,398
Cash and cash equivalents at the beginning of the financial half-year		<u>541,186</u>	<u>338,773</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>1,458,340</u></u>	<u><u>426,171</u></u>

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

Stonnington Community Financial Services Ltd

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.

Going concern

Following execution of a business sale agreement and cessation of operations on 31 October 2025, the Directors have resolved to wind up the Company. Accordingly, the financial statements have not been prepared on a going concern basis. Assets and liabilities have been measured at their estimated realisable or settlement amounts.

As part of this process, right-of-use assets and property, plant and equipment were written down to their recoverable amounts as at 31 October 2025. The Company intends to complete the wind-up and apply for deregistration following settlement of remaining liabilities.

Following settlement of all outstanding liabilities including an Equal Share Reduction payment and completion of the wind-up process, any surplus assets are expected to be distributed to local community organisations or the Community Enterprise Fund (CEF). The amount and timing of any such payments remain subject to final realisation of assets and settlement of liabilities.

Note 2. Economic dependency

The company entered into a franchise agreement with Bendigo Bank that governed the management of the Community Bank. The company was economically dependent on the receipt of revenue under the franchise agreement. During the period, the company executed a business sale agreement including the transfer of the revenue rights under the franchise agreement, resulting in the cessation of operations. The company is currently undergoing wind-up procedures with an intention to deregister the company prior to 30 June 2026.

Note 3. Revenue from contracts with customers

	31-Dec-25	31-Dec-24
	\$	\$
Margin income	326,651	544,283
Fee income	20,275	31,624
Commission income	12,014	15,752
Revenue from contracts with customers	<u>358,940</u>	<u>591,659</u>

Disaggregation of revenue

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

Stonnington Community Financial Services Ltd
Notes to the financial statements
31 December 2025

Note 4. Dividends

Dividends provided for during the half-year

The following dividends were provided for during the financial half-year as presented in the Statement of changes in equity.

	31-Dec-25	31-Dec-24
	\$	\$
Fully franked dividend of \$1.15 per share (31-Dec-24: nil)	<u>747,500</u>	<u>-</u>

Dividends paid during the half-year

The following dividends were paid to shareholders during the prior half-year as presented in the Statement of cash flows.

	31-Dec-25	31-Dec-24
	\$	\$
Payment of current year dividend	697,282	-
Payment of prior year dividend	<u>-</u>	<u>32,500</u>
	<u>697,282</u>	<u>32,500</u>

The tax rate at which dividends have been franked is 25%.

Note 5. Business sale accounting impacts

The execution of the business sale agreement has resulted in the following significant accounting impacts in the half-year financial report:

Lease surrender

The company had previously recognised a right-of-use asset and lease liability extending beyond 31 December 2025, as it was considered reasonably certain that operations would continue prior to signing the business sale agreement. However, the company intends to execute a deed of surrender, which will fully release the company from all future obligations under the lease, as a result the lease liability and right-of-use asset are nil on the Statement of financial position. A lease surrender liability of \$101,516 has been recognised in respect of the costs arising from the early termination of the lease.

Property, plant and equipment

At 31 December 2025, all property, plant and equipment previously recognised by the company was written off, resulting in a loss on disposal of \$341,445. The write-off reflects the cessation of operations and the winding up of the company. As a result, no property, plant and equipment was recognised in the statement of financial position at 31 December 2025.

Employee benefits

During the period, all employee benefit obligations were settled as part of the cessation of operations. Employee benefit provisions previously recognised by the Company were fully cleared, and no employee benefit provisions were recognised at 31 December 2025 as there are no active employees.

As disclosed in Note 6 – Contingent Liabilities, the Company is aware of a potential employment-related matter relating to historical circumstances. No provision has been recognised in respect of this matter as at 31 December 2025.

Make good provision

The company previously recognised a \$40,000 make-good provision in relation to its leased premises. As at 31 December 2025, management reassessed this obligation following the planned execution of a deed of surrender of lease, under which the company is released from all remaining lease obligations, including make-good. Accordingly, the provision was derecognised in full at 31 December 2025 in line with AASB 137.

Stonnington Community Financial Services Ltd
Notes to the financial statements
31 December 2025

Note 6. Contingent assets and liabilities

Contingent Liability

Stonnington Community Financial Services Limited is aware of a potential employment-related liability relating to a historical matter which is ongoing.

The Directors have sought legal advice and, based on the information currently available, the outcome and timing of any payment remain uncertain. Accordingly, no provision has been recognised in the financial statements as at 31 December 2025.

At this stage, the financial effect of the matter cannot be determined with sufficient reliability.

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

Note 7. Related party transactions

The company has related party transactions that include remuneration to directors and payments to 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.

Note 8. 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.

Stonnington Community Financial Services Ltd
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



Warrick King
Treasurer

11 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 Stonnington Community Financial Services Ltd

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Stonnington Community Financial Services Ltd (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 Stonnington Community Financial Services Ltd 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.

Emphasis of Matter

We draw attention to Note 1 in the financial report, which describes the completion of the sale of the company's revenue right on 31 October 2025 and the cessation of the company's trading operations. As disclosed in that note, the Directors have resolved to wind up the company and the financial report has therefore not been prepared on a going concern basis. Assets and liabilities have been measured at their estimated realisable and settlement amounts as appropriate. The company intends to complete the wind-up process and apply for deregistration by 30 June 2026. Our conclusion is not modified in respect of this matter.

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.

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'.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 11 March 2026

A handwritten signature in black ink, appearing to read 'Joshua Griffin'.

Joshua Griffin
Lead Auditor