



**CONGRATULATIONS
TOODYAY**

**On winning 'Australia's
Tidiest Town 2015**

Thanks to all our community groups and volunteers

Toodyay & Districts **Community Bank®** Branch

**Toodyay & Districts
Community Financial Services Ltd**

*your
community bank*

2014 - 2015 ANNUAL REPORT



This Annual Report is printed on recycled paper

Contents

2. Manager's Report
3. Chairman's Report
4. Sponsorship
5. Toodyay Community Bank Recipients
6. Adopt a Spot
8. Marg's Desk
9. Northam Agency
10. Toodyay and Districts Financial Services Ltd
11. Directors' Report
13. Financial Report
14. Auditors Independence Declaration
17. Income Statement
18. Financial Position
19. Changes in Equity
20. Cashflows
21. Notes to the Financial Statements
40. Directors' Declaration
41. Independent Audit Report
43. Tidy Towns



My fifth Annual Report and another year has passed by quickly. One thing is for sure; it has been a significant year with the opening of the Northam agency. Once again Toodyay **Community Bank®** Branch has been at the forefront of initiating new ideas - the agency is one of a kind, having both agency staff and branch staff in the one location. The reason we decided to run the agency this way was to ensure that we provided similar service to a sub branch - so we could compete with the other five banks in town.

The agency is progressing well but will require all of our efforts to ensure the good name of Bendigo Bank is at the forefront of peoples' minds when looking to solve their banking needs.

Agents Bob, Tania and their staff as well as our staff member Emma have worked well to ensure the agency is professional, not only in appearance but also in service.

Banking is no different to other businesses and another year of poor economic conditions have meant that consumers are taking a "sit and wait" approach. This has created a demand for term deposits greater than the demand for lending. As funds are not being lent out the term deposit rates are less than desirable. Unfortunately with interest rates you can not keep borrowers and investors happy at the same time...hopefully after historically low rates for the last four years we can see some movement upwards to give our depositors some good news.

We continue to be blessed with good staff, having retained most of the "senior staff" - as well as Evie and Emma being with us over 12 months and fitting in well into their respective roles. Glenda has retired after six years with us, and we wish both Glenda and Neil well for their future ventures. We are currently trying to recruit a new staff to fill the vacancy left by Glenda, so keep an eye out for a new face in the branch.

I will be overseas on holiday at the time of the Annual General Meeting, so apologies for not being there. After the trip I will be taking some sick leave to get one of my dodgy knees fixed, so Kirsten will be taking over from me while I am away.

Finally thanks to you, our loyal supporters for sticking by us over the years. It is greatly appreciated and without you, we could not contribute back into this great community.

Manager's Report

Don Bates



*your
community
bank*

“

This has been my first year as Chairman. I have found it an exciting challenge and a huge learning curve. The Directors and branch staff have given me a huge amount of support and encouragement, and for this I am grateful.

”

The year has been a busy one for the Board. We have renegotiated our lease for the Building with the Landlord for a further five years. The franchise agreement with Bendigo Adelaide Bank is currently in negotiation to be renewed for a further five years.

There have been some changes to the Board with Vicki Wesley stepping down as Chair after the last AGM and resigning from the Board in February.

Expansion into Northam has finally come to fruition. The Northam agency of the Toodyay **Community Bank®** branch is situated in Bob Davey's Real Estate office and this expansion is proving to be a good decision taken by the Board. New business is coming in slowly, but it is happening. Margaret O'Sullivan, our Community Liaison Manager, is working extremely hard promoting our branch and creating new business leads for our branch Manager Don Bates and our Customer Service Officer in Northam, Emma Brown to follow up.

While The Toodyay District Community Financial Services are again in profit this year, it has taken a lot of hard work by our staff. In the current financial climate new business is hard to win. The future projections show that we will continue to be in profit, but more hard work is necessary to achieve our budget predictions.

This year the Board has implemented a new and more effective sponsorship and grant system. This process is working well, allowing us to fix a budget and provide support for our community groups to plan ahead for the year. Our sponsorships and grants programme allows us to fulfil our commitment to the Toodyay community.

We need the community to support the business so that we can support the community. As a shareholder we thank you for your support. If you're banking with your **Community Bank®** branch - thank you. If you're not, then it's worth asking yourself the question 'Am I able to investigate further with local branch staff products and services that may assist in achieving my financial goals?' We also encourage you to spread the word about our unique model of banking to your friends and family in the community so that we can all benefit.

The next year brings with it some challenging times, though I am sure that it will be just as exciting as the past year.

Thank you

Chairman's Report

Mike Knowles



“

How has community banking touched your life in 2014/2015?

This year we supported local life with \$34,118 in sponsorship funding invested in 56 community groups or activities. It is our hope that every member of this community has benefited from community banking and know that for many of you there will be multiple examples on the list below of funding that has brought something essential to daily life in our valley. To those who bank with us and make this possible we say a big thank you and congratulations because everything we do is thanks to you!

Sponsorship



*your
community
bank*

Toodyay Cricket Club

Toodyay Football Club

Toodyay Bowling Club

Federals Football club

Northam Railway Football Club

Mortlock Football Club

Toodyay Golf Club

Avon Valley Bowling League

Toodyay Race Club

Wheatbelt Regional Netball

Bolgart Bowling Club

Northam Over 60s

Toodyay Seniors Week

Bejoording Volunteer Fire Brigade

Rates Incentive – Shire of Toodyay

Toodyay RSL Sandakan Trip

Chamber of Commerce

Toodyay Tennis Club

Toodyay Junior Cricket Club

Anglican Church

Toodyay Basketball Association

Toodyay Inclusion Community Program

Toodyay District High School

Avon Vale Primary School

Bolgart Primary School

West Primary Northam

St Joesphs Secondary and Primary School

Starlight Foundation

Thank a Volunteer Day

Ronald MacDonald House

CWA Toodyay

Toodyay Agricultural Society

Fibre Festivals

Wheatbelt Science Engagement

Bolgart Progress Association

Clackline/Toodyay Karate Club

Toodyay Garden Club

First Steps Playgroup

Toodyay Autumn Club

Bejoording Community Group

A year of sponsorships



U Choose

This year we are giving the community a say in where they would like their money to go. Over a two month period every customer who opens an account, takes out insurance or applies for a credit card/personal loan/home loan - will be given a token.

As opposed to profits from products purchased being distributed throughout the community by way of sponsorships decided upon by the Bank Board of Directors, the customer will be told that the profit from the product they have taken out will benefit the community group of their choosing. They will then be able to choose from the three little pigs which project they think deserves their sponsorship token. At the end of the two months, the Bank Board will pay the three community groups the total amount of tokens in their Piggy Banks.

If you belong to a community group and have an upcoming project, feel free to express your interest in putting your name on one of our Three Little Pigs!





Plenty Tidy A poem by Greg Warburton

Nestled in a valley on the banks of a river
In summer we boil and winter we shiver
A warmer welcome you won't find anywhere
As soon as you arrive you tell that we care
Known to the locals as the place of plenty
It is our slogan and on our statement of entry

We are community minded all ready to act
Over 50 volunteer groups and that's a fact
Events and festivals throughout the year
Celebrate our history and things we hold dear
Emergency services to protect life and limb
Volunteers give up their time on the weekend

Our Tidy Towns began with a desire
To see improvements and changes required
There was already a lot happening out there
But we needed a way all the stories to share
Tidy Towns bought it all under one umbrella
Who would have thought it would end up stellar!

From regional winner to the State Award
That flight to Tassie we couldn't wait to board
Mel commented we would be in luck
Looks like the stars are lining up
So may times called to the stage
Overwhelmed with no words left to say
So we came home flushed with pride
The joy on our faces we could not hide

So many people we needed to thank
Like Shelly and our Community Bank
Our Adopt a Spot took off like a rocket
Litter in the bag and money in the pocket
Twenty five groups rallied to the task
Even now people continue to ask
How can we become involved?
This litter problem has to be solved

Groups are out there with pick up tongs
With orange bags and safety vests on
And litter legends like Peter Robinson
Out there picking up litter by the ton
Perhaps litterers see us and think again
To keep their rubbish until they see a bin

Environmentally we are a nature hub
Preserved and promoted by the Naturalists' Club
Our heritage and history we don't take lightly
Archived and chronicled by the Historical Society

We are keen on sustainability
Of re-cycling and renewable energy
Our waste transfer station has a plan
To recycle every substance used by man
Our latest project on which we labour
To harness the hot air in the Council Chamber

Our secretary she endlessly toils
By the gallon she burns the midnight oil
Beth has made it her life's mission
To Tidy Toodyay and to write submissions

We draw much strength from our partnerships
Taking on board advice and tips
Shoulder to shoulder the council and groups
When the call goes out we jump through hoops

In the world now little sense to be found
Roadsides and bush land are dumping grounds
Our consumer desire an obsession to fulfill
But our shiny new goods end up in land fill
We see our precious wildlife suffer and die
Choking on discarded plastic and fishing line

Sending a strong message is our task
We know it's not much too much to ask
Showing respect for the place we live
Not about taking but what we can give

Without certain people this would not be
I'm talking about the team at KAB
Of Mel, Shirley, Gail and Maureen
Working hard to keep our scene clean
They keep up the fight that is the thing
Somehow operating on a shoe string

Tidy Towns bought us all together
It has changed our community forever
Now standing proudly alongside
Other winners from the western side
Of Denmark, Wyalkatchem and Collie
We are indeed in good company

In March we will be the national host
And the new winners we will toast
So come and see our place of plenty
We will polish her up like a new penny
And we will celebrate hail and hearty
Check your calendars and come to the party!!



*your
community
bank*

Adopt - a - Spot



Adopt - a - Spot

*your
community
bank*



I struggle as I sit trying to think of the words to put on paper summarising another year that has past since preparing my last page in our **Community Bank®** company Annual Report.

Sometimes I think is it ground hog day and are the days rolling into one as I set off for another day in the office, until I get there! No two days for me seem to be the same and although I may have planned what my day will hold, ultimately those plans don't often come to fruition.

I love the ownership of my position and the trust given to me by our Board of Directors and Don, empowering me to use my time in the most effective way whilst sharing our story and the effects strong partnerships can have within our community.

We have seen many changes in the financial position of our company within the past 12 months, resulting in us looking just that bit closer at what we do and how our funds are locally distributed.

What does it mean to a club or group who have lost the art of raising funds to achieve a project through the hard work and pulling together of that group? Does it strengthen the team who wins, without any effort? I don't think so. Ultimately they may loose the ability to work together towards a common goal, so we must not be the easy source of funding always. New uniforms, equipment, transport costs, contributing towards a function, just to mention a few, are part of the many requests we receive. The ever increasing demand to contribute, with the downturn in interest rates together with our new business development equates to careful scrutiny of our profits. Education, partnerships and value for money have been my focus as our sponsorship applications have gone from monthly to quarterly. The need to continually share our very basic story of business in, generates profits outwards, is as important today to be told as it was 15 years ago when we opened. I never tire of its simplistic truth and are amazed how it winds its way into my day to day conversations so easily (even when I am not working)!

Looking around our wonderful town I see the very positive effect our **Community Bank®** branch has had here in Toodyay and marvel at the diverse range of our involvements. I look further afield to our newly opened Northam agency knowing the road ahead will not be an easy one, but hopeful that the story of our success goes before us and helps to pave the way and open some doors. New business can only further enhance our existing model whilst providing many new challenges for the years ahead.

I guess it's not quite time yet for Yurtle (our caravan) to shake off its cover permanently and hit the open road, for there still seem to be a few roads locally for me to explore first, along the way. So give me a wave as I'm passing in the old Bendigo mobile and stop me for a chat if you feel the urge.

I'll be out there, doing what I do best, talking!!

Marg's Desk



*your
community
bank*



“ Fifteen years of working within a very successful business mode makes us ask the question how can we further enhance what we are doing? Easy answer, we can open an Agency in Northam.

” March 16th on a Monday night saw the coming together of many like minded people as we celebrated over a little glass of bubbly or two, much planning, leg work and scheming to find a location and business that we could work with to operate our new Northam Bendigo Bank Agency .

It was a night of celebrations as we showed off our achievement and introduced everyone to Bob and his girls who have made this dream a reality.

Looking around the room it warmed our hearts to see Max Trenorden, a very strong advocate and supporter of Community Banking, sharing our latest milestone. He knows with the support of Northam township their community will be richer for the experience.

Mia Davis opened the evening whilst sharing stories of the strong partnerships she has seen between various towns and Community Banking.

Once again Toodyay is in the forefront of how an Agency works. We want to offer the optimum Bendigo experience, great banking service together with a sit down opportunity to learn everything about who we are and what is our point of difference.

New venture, new location, new opportunities. Come along with us as we walk this journey together and open the eyes of the wider Northam community whilst building on the strong foundations of Toodyay' success.

Northam Agency

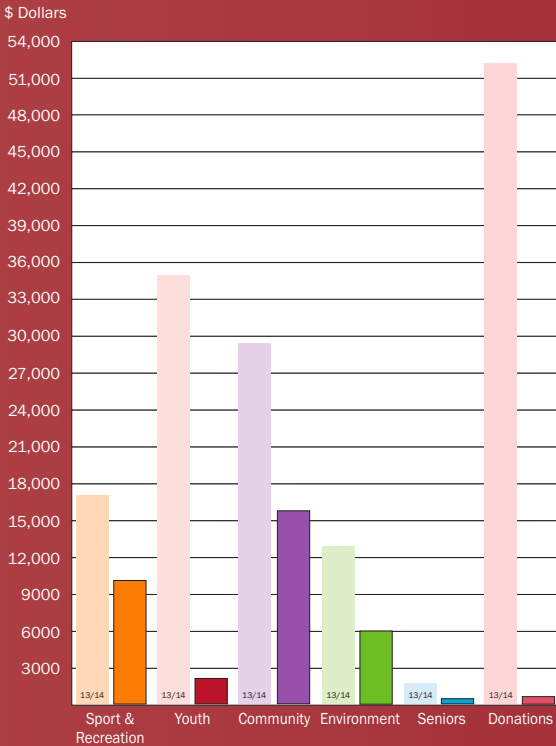


The below figures show the share of profits that have been presented back to the community since 2004.

2004	2005	2006	2007	2008	2009
\$5,514	\$14,217	\$75,340	\$74,561	\$69,886	\$40,077

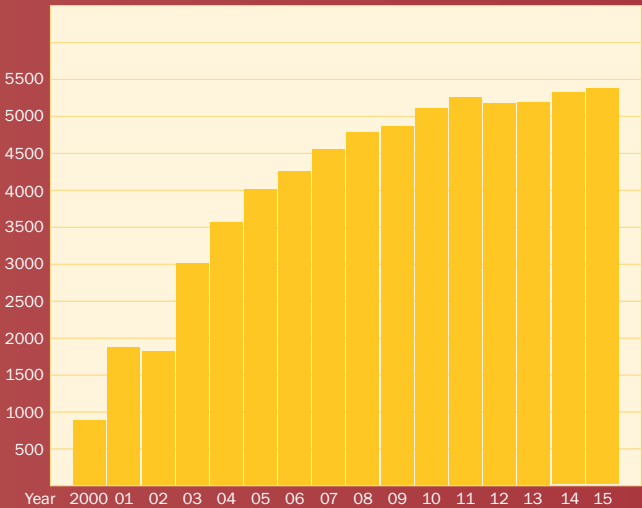
2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015
\$59,586	\$70,362	\$40,300	\$62,591	\$142,993	\$34118

Below is a chart dividing all sponsorships up into areas we have support for both this year and last year.

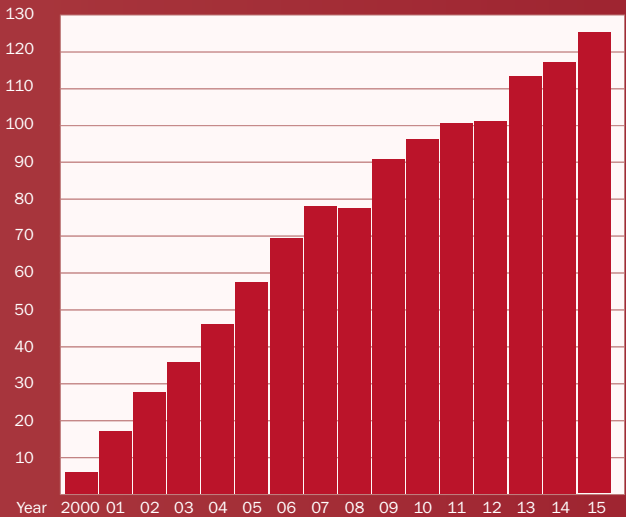


Toodyay and Districts Community Financial Services Limited has been working with the community of Toodyay and the surrounding areas for over 15 successful years and looks forward to many more years of continual growth, support and sponsorship within our community.

Total Account Numbers



Total Funds under Management (\$M)



Michael Knowles - Non Executive Director/Chairperson

Occupation: Business Proprietor

Background: Has been in Toodyay since 1999. Started and run first business 'Toodyay Freight' for four years. Opened Brewbakers and still having fun.

A director on the Community Company Board since 2009.

Directorships held in other listed entities:
None

Interest on shares and options:
5500 shares

Alan Jelly - Non Executive Director

Occupation: Business Proprietor

Background: 34 year's experience in retailing, marketing business management and information technology administration. A past President of Kenwick Rotary Club, past president of the Tenterfield Terrier Club of WA, past secretary of the Tenterfield Terrier Club of Australia and past board member of the Dachshund Club of WA, past Managing Director of Carpet Abode. Have current interests in kennelling and pedigree canine breeding under the prefix of Terralongi. Current Secretary of Bejoording Volunteer Bush Fire Brigade.

A director on the Community Company Board since 2013

Directorships held in other listed entities:
None

Interest on shares and options:
2,800 shares (direct) 2,800 shares (indirect)

Elaine Hall - Non Executive Director

Occupation: Accountant

Background: Spent 10 years in the manufacturing industry (Arnott Mill & Ware) as account clerk. Then research librarian with the WA Museum. Moved to practise manager for local GP for 9 years. Finally past 14 years as an accountant in a public practice. Have lived in Toodyay for 29 years. Have been involved in various committees.

A director on the Community Company Board since 2013.

Directorships held in other listed entities:
None

Interest on shares and options:
None

Vicki Wesley - Non Executive Director (resigned 5th February 2015)

Occupation: Business Proprietor

Background: Over 20 years within the sign and printing industry. For the past 17 years she has run her own sign and printing business. Now further expanding into promotional products. Also runs a 14 acre property in Toodyay breeding alpacas. A volunteer fire fighter for Julimar Fire Shed.

A director on the Community Company Board since 2007

Directorships held in other listed entities:
None

Interest on shares and options:
1000 shares

Shelley Kingston - Non Director Company Treasurer

Nyaree Lawler - Non Executive Director/Secretary

Occupation: Director

Background: Born and raised in Toodyay. I have two young children who are involved in numerous sporting groups. Current committee member of the karate club. Previous secretary of the P & C and committee member and coach of Kindergym. Working as a Diabetes Educator for Wheatbelt GP Network throughout the Wheatbelt. Previously worked at local GP surgery as Practise Nurse and for Silver Chain in Toodyay and Northam.

A director on the Community Company Board since 2012.

Directorships held in other listed entities:
None

Interest on shares and options:
None

Kristee Jolly - Non Executive Director

Occupation: Executive Support Officer

Background: Born and raised in Toodyay, Kristee has lived here for all 23 years of her life. After leaving high school, she started her own business as a Zumba Fitness instructor which ran successfully for 3 years. She is currently employed at the Shire of Toodyay working in Community Development with the responsibility of youth, marketing, PR and communications. In this role Kristee has developed a passion for youth, developing the award winning Toodyay Inclusive Community Program. Kristee is an active member of the Toodyay Theatre Group, Agricultural Society and Roadwise Committee.

A director on the Community Company Board since 2013.

Directorships held in other listed entities:
None

Interest on shares and options:
None



Directors meetings attended

During the financial year, 11 meetings of directors (including committees of directors) were held. Attendances by each Director during the year were as follows:

Names of Directors	Directors' Meetings	
	Number eligible to attend	Number attended
Vicki Susan Wesley (Resigned 5 February 2015)	7	6
Alan Jelly	11	11
Michael Joseph Knowles	11	11
Elaine Hall	11	10
Nyaree Lawler	11	11
Kristee Jolly	11	8

Principal activity and review of operations

The principal activity and focus of the Company's operations during the year was the operation of a Branch of Bendigo and Adelaide Bank Limited, pursuant to a franchise agreement.

Operating results

The profit of the Company after providing for income tax amounted to \$30,000.

Dividends paid or recommended

The Company paid or declared for payment dividends of \$30,812 during the year.

Financial position

The net assets of the Company have decreased from \$819,135 as at 30 June 2014 to \$818,323 as at 30 June 2015.

The directors believe the Company is in a stable financial position.

Significant changes in state of affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Company that occurred during the financial year under review, not otherwise disclosed in these financial statements.

After balance date events

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

Future developments

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report, as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

Options

No options over issued shares or interests in the Company were granted to Directors or Executives during or since the end of the financial year and there were no options outstanding at the date of this report.

The Directors and Executive do not own any options over issued shares or interests in the Company at the date of this report.

Indemnifying officers or auditor

Indemnities have been given, during and since the end of the financial year, for any persons who are or have been a Director or an officer, but not an auditor, of the Company. The insurance contract prohibits disclosure of any details of the cover.

Environmental issues

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth, State or Territory.

Proceedings on behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

Corporate governance

Corporate Governance deals with issues such as:

- a) The responsibilities and functions of the Company's board, including strategic direction and monitoring management performance.
- b) Board membership.
- c) Audit Committee.
- d) Risk management and the effectiveness of the internal business controls.
- e) Ethical standards.
- f) Accountability to all stakeholders.

The Board recognises the importance of good corporate governance as a means of protecting all current and future stakeholders. Our Company has two tiers of continuous improvement to ensure the highest level of corporate governance in the form of the following:

1. The current set of Policies and Procedures are continually being updated to facilitate greater transparency and efficiency of operation.
2. Board members are continually improving their learning of the board member function by attending and participating in internal and external education opportunities. This ensures that their knowledge is current and informed.

Non-audit services

The Board is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that the services disclosed below did not compromise the external auditor's independence for the following reasons:

all non-audit services are reviewed and approved by the Board prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and

the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

The following fees for non-audit services were paid/payable to the external auditors during the year ended 30 June 2015:

Taxation services:	\$	7,200
--------------------	----	-------

REMUNERATION REPORT

This report details the nature and amount of remuneration for key management person of the Company, and for the Executives receiving the highest remuneration.

a) Names and positions

<i>Name</i>	<i>Position</i>
Michael Joseph Knowles	Non-Executive Director / Chairperson
Nyaree Lawler	Non-Executive Director / Secretary
Vicki Wesley	Non-Executive Director
Alan Jelly	Non-Executive Director
Elaine Hall	Non-Executive Director
Kristee Jolly	Non-Executive Director

b) Remuneration of Directors

Total remuneration paid to directors of the company during the year is \$13,750 (2014: \$14,200).

c) Shareholdings

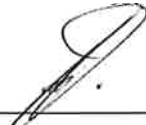
Number of ordinary shares held by key management personnel

<i>Directors</i>	Ordinary Shares			
	<i>Balance at beginning of period</i>	<i>Purchased during the period</i>	<i>Other changes</i>	<i>Balance at end of period</i>
Elaine Hall	-	-	-	-
Vicki Wesley	1,000	-	-	1,000
Alan Jelly	5,600	-	-	5,600
Michael Knowles	5,500	-	-	5,500
Nyaree Lawler	-	-	-	-
Kristee Jolly	-	-	-	-
	12,100	-	-	12,100

Auditor's Independence Declaration

The lead auditor's independence declaration under s 307C of the Corporations Act 2001 for the year ended 30 June 2015 is included within the financial statements.

This Report of the Directors is signed in accordance with a resolution of the Board of Directors.

Director MICHAEL J. KNOWLES 

Dated this 24 day of September 2015



RSM Bird Cameron Partners
8 St Georges Terrace Perth WA 6000
GPO Box R1253 Perth WA 6844
T +61 8 9261 9100 F +61 8 9261 9101
www.rsmi.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Toodyay & Districts Community Financial Services Limited for the year ended 30 June 2015, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS

David Wall

DAVID WALL
Partner

Perth, WA

Dated: **24 SEPTEMBER 2015**

Liability limited by a
scheme approved under
Professional Standards
Legislation

Major Offices in:
Perth, Sydney, Melbourne,
Adelaide and Canberra
ABN 36 965 185 036

RSM Bird Cameron Partners is a member of the RSM network. Each member
of the RSM network is an independent accounting and advisory firm which
practises in its own right. The RSM network is not itself a separate legal entity
in any jurisdiction.



		2015	2014
	Note	\$	\$
Revenue	2	930,540	1,016,493
Employee benefits expense		(533,501)	(495,097)
Depreciation and amortisation expense		(33,908)	(39,982)
Finance costs		(654)	(1,496)
Other expenses	3	<u>(316,037)</u>	<u>(392,713)</u>
Profit before income tax		46,440	87,205
Income tax expense	4	<u>(16,440)</u>	<u>(25,822)</u>
Profit for the year		30,000	61,383
Other comprehensive income		-	-
Total comprehensive income for the year attributable to members		30,000	61,383

The accompanying notes form part of these financial statements

		2015	2014
	Note	\$	\$
CURRENT ASSETS			
Cash and cash equivalents	5	99,216	86,671
Trade and other receivables	6	82,487	89,429
Other current assets	7	8,267	6,904
Current tax asset	22	9,235	-
TOTAL CURRENT ASSETS		199,205	183,004
NON-CURRENT ASSETS			
Property, plant and equipment	8	731,191	733,240
Intangible assets	9	-	5,000
Deferred tax asset	22	19,623	27,046
TOTAL NON-CURRENT ASSETS		750,814	765,286
TOTAL ASSETS		950,019	948,290
CURRENT LIABILITIES			
Trade and other payables	10	50,354	49,665
Short-term financial liabilities	11	8,835	8,135
Short-term provisions	12	50,062	50,380
Current tax liability	22	-	1,514
TOTAL CURRENT LIABILITIES		109,251	109,694
NON-CURRENT LIABILITIES			
Long-term provisions	12	22,445	19,461
TOTAL CURRENT LIABILITIES		22,445	19,461
TOTAL LIABILITIES		131,696	129,155
NET ASSETS		818,323	819,135
EQUITY			
Issued capital	13	342,359	342,359
Retained earnings		475,964	476,776
TOTAL EQUITY		818,323	819,135

The accompanying notes form part of these financial statements

	Issued Capital	Retained Earnings	Total
	\$	\$	\$
Balance at 1 July 2013	342,359	456,476	798,835
Total comprehensive income for the year	-	61,383	61,383
Subtotal	342,359	517,859	860,218
Dividends paid or provided for	-	(41,083)	(41,083)
Balance at 30 June 2014	342,359	476,776	819,135
Balance at 1 July 2014	342,359	476,776	819,135
Total comprehensive income for the year	-	30,000	30,000
Subtotal	342,359	506,776	849,135
Dividends paid or provided for	-	(30,812)	(30,812)
Balance at 30 June 2015	342,359	475,964	818,323

The accompanying notes form part of these financial statements

	Note	2015 \$	2014 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		936,932	1,019,524
Payments to suppliers and employees		(847,547)	(879,684)
Interest received		549	357
Finance costs		(654)	(1,496)
Income tax paid		(19,765)	(20,805)
Net cash provided by operating activities	14	<u>69,515</u>	<u>117,896</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		<u>(26,858)</u>	<u>-</u>
Net cash used in investing activities		<u>(26,858)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds/(Repayment) of borrowings		700	(20,140)
Dividends paid		<u>(30,812)</u>	<u>(41,083)</u>
Net cash used in financing activities		<u>(30,112)</u>	<u>(61,223)</u>
Net increase/(decrease) in cash held		12,545	56,673
Cash and cash equivalents at beginning of financial year		<u>86,671</u>	<u>29,998</u>
Cash and cash equivalents at end of financial year	5	<u>99,216</u>	<u>86,671</u>

The accompanying notes form part of these financial statements

1. Statement of significant accounting policies

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial report covers the Company as an individual entity. The Company is a public Company, incorporated and domiciled in Australia.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board (AASB) has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue on 24 September 2015 by the Directors of the Company.

(a) Income tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

(b) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Property

Freehold land and buildings are measured on the cost basis.

Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial year in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to the Company 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.

The depreciation rates used for each class of depreciable assets are:

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Buildings	2.5%
Plant and equipment	10% - 40%

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income.

(c) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to entities in the Company are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the year.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(d) Financial instruments

Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the Company becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the Company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

Classification and Subsequent Measurement

i. Financial assets at fair value through profit or loss

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short term profit taking, where they are derivatives not held for hedging purposes, or designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

ii. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

iii. Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

iv. Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

v. Financial Liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

Derivative instruments

Derivative instruments are measured at fair value. Gains and losses arising from changes in fair value are taken to the statement of comprehensive income unless they are designated as hedges.

The Company does not hold any derivative instruments.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Financial Guarantees

Where material, financial guarantees issued, which require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due, are recognised as a financial liability at fair value on initial recognition. The guarantee is subsequently measured at the higher of the best estimate of the obligation and the amount initially recognised less, when appropriate, cumulative amortisation in accordance with AASB 118: Revenue. Where the Company gives guarantees in exchange for a fee, revenue is recognised under AASB 118.

The Company has not issued any financial guarantees.

(e) Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's 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) Intangibles

Franchise fee

The franchise fee paid by the Company pursuant to a Franchise Agreement with Bendigo Bank is being amortised over the initial five (5) years period of the agreement, being the period of expected economic benefits of the franchise fee.

(g) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

(h) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at 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 on the statement of financial position.

(j) Revenue and other income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

(k) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use of sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

(l) 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 Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(m) Comparative figures

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

(n) Critical accounting estimates and judgments

The Directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Key estimates — Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognised in respect of intangibles for the year ended 30 June 2015.

(o) **New Accounting Standards for Application in Future Periods**

Reference	Title	Summary	Application date (financial years beginning)	Expected Impact
AASB 2015-3	Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality	The Standard completes the AASB's project to remove Australian guidance on materiality from Australian Accounting Standards.	1 July 2015	The entity will adopt this standard from 1 July 2015 but there is no expected impact on the entity.
AASB 2014-4	Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation	This Standard amends AASB 116 and AASB 138 to establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset, and to clarify that revenue is generally presumed to be an inappropriate basis for that purpose.	1 January 2016	The entity will adopt this standard from 1 January 2016 but there is no expected impact on the entity.
AASB 9	Financial Instruments	This Standard supersedes both AASB 9 (December 2010) and AASB 9 (December 2009) when applied. It introduces a "fair value through other comprehensive income" category for debt instruments, contains requirements for impairment of financial assets, etc.	1 January 2018	The entity will adopt this standard from 1 January 2018 but there is no expected impact on the entity.
AASB 2014-7	Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)	Consequential amendments arising from the issuance of AASB 9	1 January 2018	The entity will adopt this standard from 1 January 2018 but there is no expected impact on the entity.

	2015 \$	2014 \$
2. Revenue		
Franchise margin income	893,756	973,246
Interest revenue	549	357
Other income	36,235	42,890
	<u>930,540</u>	<u>1,016,493</u>
3. Expenses		
Advertising and marketing	36,295	23,523
ATM leasing and running costs	13,256	11,503
Bad debts	91	13
Community sponsorship and donations	44,442	142,993
Freight and postage	13,967	15,723
Insurance	18,403	14,013
IT leasing and running costs	52,524	55,007
Occupancy running costs	31,757	25,955
Printing and stationery	15,290	13,520
Rental	21,869	23,857
Other operating expenses	68,143	66,606
	<u>316,037</u>	<u>392,713</u>
Remuneration of the auditors of the Company		
Audit services	9,670	9,350
Other Services	7,200	6,800
	<u>16,870</u>	<u>16,150</u>

	2015 \$	2014 \$
4. Income tax expense		
a. The components of tax expense comprise:		
Current tax	14,950	34,491
Deferred tax (Note 22)	1,490	(8,669)
	<u>16,440</u>	<u>25,822</u>
b. The prima facie tax on profit before income tax is reconciled to the income tax as follows:		
Prima facie tax payable on profit before income tax at 30% (2014: 30%)	13,932	26,161
Add:		
Tax effect of:		
Non deductible depreciation and amortisation	1,602	-
other non-allowable items	906	-
Less:		
Tax effect of:		
overprovision for income tax in prior years	-	-
other income items	-	(339)
Income tax attributable to the Company	<u>16,440</u>	<u>25,822</u>

	2015 \$	2014 \$
5. Cash and cash equivalents		
Cash at bank and in hand	<u>99,216</u>	<u>86,671</u>
<i>Reconciliation of cash</i>		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	<u>99,216</u>	<u>86,671</u>
6. Trade and other receivables		
Trade debtors	<u>82,487</u>	<u>89,429</u>
a. Provision For Impairment of Receivables		
<p>Current trade and term receivables are non-interest bearing loans and generally on 30-day terms. Non-current trade and term receivables are assessed for recoverability based on the underlying terms of the contract. A provision for impairment is recognised when there is an objective evidence that an individual trade or term receivable is impaired. These amounts will be included in the other expenses item of the statement of comprehensive income.</p> <p>There is no provision for impairment of receivables.</p>		
7. Other assets		
Current		
Prepayments	<u>8,267</u>	<u>6,904</u>

	2015 \$	2014 \$
8. Property, plant and equipment		
Land and Buildings - cost		
33 Hamersley Street, Toodyay	327,900	327,900
Less: accumulated depreciation	(9,845)	(9,301)
66 Stirling Terrace, Toodyay	346,007	346,007
Less: accumulated depreciation	(39,704)	(37,352)
	624,358	627,254
Plant and Equipment		
Cost	360,154	322,478
Accumulated depreciation	(253,321)	(216,492)
	106,833	105,986
Total property, plant and equipment	731,191	733,240
<i>Reconciliation of the carrying value for each class of property, plant and equipment are set out below:</i>		
<i>Land and buildings</i>		
Balance at the beginning of the year	627,254	630,696
Depreciation expense	(2,896)	(3,442)
Carrying amount at the end of the year	624,358	627,254
<i>Plant and equipment</i>		
Balance at the beginning of the year	105,986	132,526
Additions	26,859	-
Depreciation expense	(26,012)	(26,540)
Carrying amount at the end of the year	106,833	105,986

	2015 \$	2014 \$
9. Intangible assets		
Franchise fee		
Cost	50,000	50,000
Accumulated amortisation	(50,000)	(45,000)
	<u>-</u>	<u>5,000</u>

Pursuant to a five year franchise agreement with Bendigo and Adelaide Bank Limited, the Company operates branches of Bendigo and Adelaide Bank Limited, providing a core range of banking products and services. As of 30 June 2015 and at the date of issuing of this report renewal of franchise agreement was under legal review and yet to be signed.

10. Trade and other payables		
Trade creditors and accruals	43,864	38,843
GST payable	6,490	10,822
	<u>50,354</u>	<u>49,665</u>

11. Financial liabilities		
Current		
Mortgage loan	8,835	8,135
	<u>8,835</u>	<u>8,135</u>

Security:

The bank overdraft and mortgage loan are secured by a floating charge over the Company's assets.

The loans are principal and interest variable facilities taken out to fund purchase of properties at 33 Hamersley Street and 66 Stirling Terrace, Toodyay. The loans have terms of 20 and 25 years, respectively ending on 16 Oct 2032 and 16 Oct 2027. The full amount of the loans outstanding at 30 June 2015 have been classified as a current liability due to a clause in the general terms and conditions of the loan agreement that gives the bank the right to terminate the facility at its annual review for whatever reason.

	2015 \$	2014 \$
12. Provisions		
Current		
Provision for employee entitlements	<u>50,062</u>	<u>50,380</u>
Non-Current		
Provision for employee entitlements	<u>22,445</u>	<u>19,461</u>
Number of employees at year end	<u>9</u>	<u>10</u>
13. Equity		
342,359 (2014: 342,359) fully paid ordinary shares	<u>342,359</u>	<u>342,359</u>
14. Cash flow information		
a. Reconciliation of cash flow from operations with profit after tax		
Profit after tax	30,000	61,383
Depreciation and amortisation	33,908	39,982
<i>Movement in assets and liabilities</i>		
Receivables	6,941	3,388
Other assets	(1,362)	656
Payables	688	(1,268)
Deferred tax asset	7,423	(8,669)
Provisions	2,666	8,738
Current tax asset/liability	<u>(10,749)</u>	<u>13,686</u>
Net cash provided by operating activities	<u>69,515</u>	<u>117,896</u>
b. Credit Standby Arrangement and Loan Facilities		
The Company does not use its bank overdraft facility or have any other loan facilities at 30 June 2015 than those disclosed under Note 11.		

15. Related party transactions

During the year ended 30 June 2015, the following related party transactions occurred:

Vicki Wesley was paid \$10,946 (by way of Grove Wesley Design Art) for signwriting and printing services. The amount was paid under commercial terms and conditions.

	2015	2014
	\$	\$

16. Leasing commitments

Non cancellable operating lease commitment contracted for but not capitalised in the financial statements

Payable

Not longer than 1 year	27,435	15,984
Longer than 1 year but not longer than 5 years	100,596	-
	<u>128,031</u>	<u>15,984</u>

17. Dividends

Distributions paid

Fully franked dividend of 9 cents per share franked (2014 fully franked 12 cents per share)

	30,812	41,083
	<u>30,812</u>	<u>41,083</u>

a. Balance of franking account at beginning of year	273,508	270,500
adjusted for franking credits arising from:		
- payment of provision for income tax	33,857	50,695
- prior years tax refunds 2013 and 2014	(14,092)	(29,889)
- dividends recognised as receivables and franking debits arising from payment of proposed dividends, and franking credits that may be prevented from distribution in subsequent financial years	(13,205)	(17,798)
	<u>280,068</u>	<u>273,508</u>
Balance of franking account at year end		

18. Financial risk management

The Company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, loans, bills and leases.

The directors' overall risk management strategy seeks to assist the Company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

a. Financial risk management policies

Risk management policies are approved and reviewed by the Board of Directors on a regular basis. These include the credit risk policies and future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for Company operations.

The Company does not have any derivative instruments at 30 June 2015.

b. Financial risk exposures and management

The main risks the Company is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

i. Interest rate risk

Interest rate risk is managed with a mixture of fixed and floating rate debt.

ii. Liquidity risk

The Company manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained.

iii. Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at reporting date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

There are no material amounts of collateral held as security at 30 June 2015.

The Company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Company.

Credit risk is managed reviewed regularly by the Board of Directors. It arises from exposures to customers as well as through deposits with financial institutions.

The Board of Directors monitors credit risk by actively assessing the rating quality and liquidity of counter parties:

all potential customers are rated for credit worthiness taking into account their size, market position and financial standing; and

customers that do not meet the Company's strict credit policies may only purchase in cash or using recognised credit cards.

The trade receivables balances at 30 June 2015 and 30 June 2014 do not include any counterparties with external credit ratings. Customers are assessed for credit worthiness using the criteria detailed above.

c. Financial instrument composition and maturity analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the statement of financial position.

2015		Variable	Fixed			
	Weighted Average Effective Interest Rate	Floating Interest Rate	Within 1 Year	Within 1 to 5 Years	Non Interest Bearing	Total
<i>Financial Assets</i>						
Cash and cash equivalents	0.5%	99,216	-	-	-	99,216
Loans and receivables		-	-	-	82,487	82,487
Total Financial Assets		99,216	-	-	82,487	181,703
<i>Financial Liability</i>						
Bank loan - secured	5.06%	8,835	-	-	-	8,835
Trade and other payables		-	-	-	48,429	48,429
Credit card	13.99%	1,925	-	-	-	1,925
Total Financial Liabilities		10,760	-	-	48,429	59,189
2014		Variable	Fixed			
	Weighted Average Effective Interest Rate	Floating Interest Rate	Within 1 Year	Within 1 to 5 Years	Non Interest Bearing	Total
<i>Financial Assets</i>						
Cash and cash equivalents	0.5%	86,671	-	-	-	86,671
Loans and receivables		-	-	-	89,429	89,429
Total Financial Assets		86,671	-	-	89,429	176,100
<i>Financial Liability</i>						
Bank loan - secured	5.51%	8,135	-	-	-	8,135
Trade and other payables		-	-	-	48,527	48,527
Credit card	16.64%	1,138	-	-	-	1,138
Total Financial Liabilities		9,273	-	-	48,527	57,800

2015
\$

2014
\$

Trade and sundry payables are expected to be paid as followed:

Less than 6 months	50,354	49,665
--------------------	--------	--------

d. Net Fair Values

The net fair values of investments have been valued at the quoted market bid price at reporting date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the Company intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

Fair values are materially in line with carrying values.

e. Sensitivity Analysis

i. Interest Rate Risk

The Company has performed a sensitivity analysis relating to its exposure to interest rate risk at reporting date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.

ii. Interest Rate Sensitivity Analysis

At the reporting date 30 June 2015, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows:

2015

		-2 %		+ 2%	
	Carrying Amount \$	Profit \$	Equity \$	Profit \$	Equity \$
<i>Financial Assets</i>					
Cash and cash equivalents	99,216	(1,984)	(1,984)	1,984	1,984
<i>Financial Liability</i>					
Bank loan secured	8,835	178	178	(178)	(178)

2014

		-2 %		+ 2%	
	Carrying Amount \$	Profit \$	Equity \$	Profit \$	Equity \$
<i>Financial Assets</i>					
Cash and cash equivalents	86,671	(1,733)	(1,733)	1,733	1,733
<i>Financial Liability</i>					
Bank loan secured	8,135	163	163	(163)	(163)

19. Operating Segments**Types of products and services by segment**

The Company operates in the financial services sector as branches of Bendigo and Adelaide Bank Limited in Western Australia.

Major customers

The Company operates under the terms of a franchise agreement with Bendigo and Adelaide Bank Limited, which accounts for all of the franchise margin income.

20. Events after the Statement of Financial Position date

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

21. Contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets at the reporting date.

	2015 \$	2014 \$
22. Tax		
a. Liability		
Current		
Income tax payable	-	1,514
b. Assets		
Current tax receivable	9,235	-
Deferred tax assets comprise:		
Provisions	19,623	27,046
c. Reconciliations		
i. Gross Movements		
The overall movement in the deferred tax account is as follows:		
Opening balance	27,046	18,377
Credit adjustment to current tax asset	(5,933)	-
Credit to statement of comprehensive income	(1,490)	8,669
Closing balance	19,623	27,046
ii. Deferred Tax Assets		
The movement in deferred tax assets for each temporary difference during the year is as follows:		
<i>Provisions</i>		
Opening balance	27,046	18,377
Credit adjustment to current tax asset	(5,933)	-
Credit to statement of comprehensive income	(1,490)	8,669
Closing balance	19,623	27,046

23. Economic dependency – Bendigo and Adelaide Bank Limited

The Company has entered into a franchise agreement with Bendigo and Adelaide Bank Limited that governs the management of the Community Bank branches at Toodyay & Districts, Western Australia.

The branches operate as a franchise of Bendigo Bank, using the name “Bendigo Bank” and the logo and system of operations of Bendigo Bank. The Company manages the Community Bank branches on behalf of the Bendigo Bank, however all transactions with customers conducted through the Community Bank branches are effectively conducted between the customers and Bendigo Bank.

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

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

- Advice and assistance in relation to the design, layout and fit out of the Community Bank branches;
- Training for the branch manager and other employees in banking management systems and interface protocol;
- Methods and procedures for the sale of products and provision of services;
- Security and cash logistic controls;
- Calculation of company revenue and payment of many operating and administrative expenses;
- The formulation and implementation of advertising and promotional programs; and
- Sales techniques and proper customer relations.

24. Company details

The registered office and principal place of business of the Company is:

108 Stirling Terrace
Toodyay WA 6566

The Directors of the Company declare that:

1. the accompanying financial statements and notes are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards; and
 - b. give a true and fair view of the financial position as at 30 June 2015 and of the performance for the year ended on that date of the Company;
2. the financial statements and notes thereto also comply with International Financial Reporting Standards, as disclosed in Note 1; and
3. in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director

MICHAEL J. KNOWLES



Dated this

24

day of September 2015

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
TOODYAY & DISTRICTS COMMUNITY FINANCIAL SERVICES LIMITED

Report on the Financial Report

We have audited the accompanying financial report of Toodyay & Districts Community Financial Services Limited ("the company"), which comprises the statement of financial position as at 30 June 2015, and the statement of comprehensive income, statement 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 and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

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. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 judgement, 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 entity's preparation and fair presentation of the financial report 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 Toodyay & Districts Community Financial Services Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion:

- (a) the financial report of Toodyay & Districts Community Financial Services Limited is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- (b) the financial report also complies with *International Financial Reporting Standards* as disclosed in Note 1.

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS

David W. U.

David Wall
Partner

Perth, Western Australia

Dated: **24 SEPTEMBER 2015**



When Kristee from the Shire asked the Tidy Towns Committee to be part of the Toodyay Inclusive Community Program who knew the response we would get.

We had three weeks to pull it together, we researched projects and as the Avon Descent was coming up, we decided on the idea of creating art as well as encouraging people to keep our River clean. Other communities and schools have done similar projects, with some stating it took them twelve months to save enough bottle tops. In true Toodyay style we managed to pull it off in the three weeks with our wonderful Community getting on board.

The Bank provided help with the funding and a collection point for the bottle tops. Poor Don was tired of Shelley harassing customers for donations of bottle tops and was left wondering what the bank was turning into! Rob from the Waste Management Station donated a kayak, Carolyn from Makit Hardware saved the day and loaned us 20 glue guns and our wonderful Community donated at a rough guess over 3000 plastic bottle tops.

We had 70 people involved on the day. Uniquely Toodyay, who kindly allowed us to put the display in their garden, reported that a lot of tourists and locals stopped to take photos with the display.

Once again when we get involved in projects like this we are left amazed and in awe of what a fantastic Community we live in. Toodyay the Place of Plenty, plenty of Community Spirit!

Tidy Towns





**Toodyay & Districts
Community Financial Services Limited**

ABN 67 090 105 249 ACN 090 105 249

108 Stirling Terrace, Toodyay WA 6566
Phone 08 9574 4077

Designed and printed by Grove Wesley Design Art www.groveswesley.com