

Wyong Town Financial Services Ltd
ABN 59 100 313 120

Annual Report - 2015



Chairman's Report

I am pleased to present my report to you on the progress of the Wyong **Community Bank®** Branch during the 2014/15 financial year.

The 2014/15 financial year has been a year full of challenges, change and growth for the branch. We have been challenged in how best to overcome the changes to our revenue streams. We have a new Regional Manager and State Manager who bring with them different ideas and methods to years gone by. Internally Goran, our Business Development Manager has moved on and Mark Cooper replacing him in the same role. There has been some wonderful growth in our lending and our branch and staff has received awards for their outstanding efforts. The year has seen us again make a profit of \$58,658 which has allowed us to pay our fourth straight dividend.

Kim Rowley, since taking over as Branch Manager, has done a great job mentoring the staff and improving their performances to the point the branch has won 'Branch of the Month' six times this year and they were recently named 'Branch of the Year' for the region. We welcome to the team Mark Cooper. Mark has been appointed to the role of Business Development Manager, he brings a wealth of experience with him in the banking sector and we look forward to strong growth for this part of the business over the coming year.

I am extremely grateful for all of the efforts and input from my fellow Directors. I am fortunate to have many dedicated and talented people giving freely of their time to serve the local community.

Thanks to the support of **Community Bank®** Branch, customers and shareholders, the Australia-wide network has now returned more than \$130 million to support and strengthen local communities.

Our **Community Bank®** company has played a key role in this milestone, returning more than \$269,000 to our local community. These community grants and sponsorships have made a significant difference to a number of local projects and organisations including Pathway along Wyong River, Soldiers Beach Surf Club, The Iris Foundation, Wyong Neighbourhood Centre and Mens Shed We look forward to continuing to support these groups and others as more people bank with us and we become more successful.

I would urge all of our shareholders to bank with us and be an advocate for the **Community Bank®** model as these are the best ways to ensure we are not only profitable but are able to contribute significantly to our local community.

I would like to thank our Regional Manager Denise Kelly, Business Bankers Steve Deane and Paul Arnold, Jeff Downie from the Bendigo Bank Regional Office and our Financial Planner Gina Greenaway for their assistance to the Board, staff and our customers throughout the year.

I look forward to seeing you at the Annual General Meeting and invite you to feel free to contact me at any time if you have any questions or concerns.

I wish you a safe and Happy Christmas and a prosperous new year.

Ray Davidson



Chairman

Manager's Report

Wyong Community Bank® Branch of the Year 2015.

Wow what a year, it gives me great pleasure to report to you on the 2014/15 financial year.

I believe that we have had some outstanding achievements not only in our branch but also in the community.

One of the major factors that has aided this profit achievement is we have a good mix of business at Wyong and that all the branch staff work hard to gain revenue through non interest products. For example:

- Wyong **Community Bank®** Branch was recognised as 'Branch of the Year' in our Region for across the board sales activity
- Insurance sales: by protecting our customer's assets and families, we exceeded budget in both of these areas, achieving 1st in the State for Mortgage Protection Insurance for 2014/15 and exceeding budget in all other areas of insurance.

All of the above have helped achieve this year's profit, which means we are able to pay you, our shareholders a dividend. This gives me a great deal of personal satisfaction and pride.

Of course none of this could happen without our hard working staff of Jackie Martin, Julie Wing, Kylie Klaic. My staff all do their utmost to meet the needs of our customers.

As always a big thank you must also go to our support team from the Regional Office with Steve Deane and Paul Arnold our Business Bankers, being invaluable to branch. Thank you also to our Regional Manager Tony Gravas who in February this year move to take on the role of Retail Delivery Manager NSW and welcome our new Regional Manager Denice Kelly your support and guidance is of great value to our Wyong **Community Bank®** Branch.

Highlights for the year were many:

- We hosted Bendigo Bank Wyong Community Christmas Carols in the Town Park with nearly 400 people in attendance.
- Max Potential Sponsorship and participation as a coach for a local year 11 student.
- Soldiers Beach Surf Life Saving Club to the value of \$20,000 to send two junior life savers to the Gallipoli service for the 100-year ANZAC service.
- Continuation of our highly successful Junior Director Programme.
- Joint sponsorship with five other branches on the Coast, of the Central Coast Rugby League Competition (Bendigo Cup)
- Finalist in The Wyong Regional Chamber of Commerce Business awards for Community Service.

Our huge thanks must also go to our shareholders and customers for supporting the branch through banking with us. The more you utilise our products and services the more we can give back to your community and of course you the shareholder through dividends.

Lastly to our Board of Directors, thank you for your time and support and entrusting me with the role as the new Branch Manager of our **Community Bank®** Branch. I am committed to the success of our branch and running a profitable branch for shareholder and most importantly our community.

Happy Christmas and a prosperous 2016 and look forward to seeing you all at this years Bendigo Bank Wyong Community Christmas Carols.

Kim Rowley
Branch Manager

Wyong Town Financial Services Limited
ABN 59 100 313 120

Annual Report
For The Year Ended
30 June 2015

	<i>Page Number</i>
<i>Directors' Report</i>	2-7
<i>Auditors' Independence Declaration</i>	8
<i>Statement of Profit or Loss and Other Comprehensive Income</i>	9
<i>Statement of Financial Position</i>	10
<i>Statement of Changes in Equity</i>	11
<i>Statement of Cash Flows</i>	12
<i>Notes to the Financial Statements</i>	13-32
<i>Directors' Declaration</i>	33
<i>Independent Auditors' Report</i>	34
<i>Independent Auditors' Disclaimer</i>	35
<i>Detailed Profit and Loss Statement</i>	36-38

Wyong Town Financial Services Limited

ABN 59 100 313 120

Directors' Report

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

Directors

The names of the directors in office at any time during, or since the end of the year are:

Mrs Elizabeth Ada North
Mr Ray Davidson
Mr David Brine
Mr David Harris
Mr David Evans
Mrs Lisa McDermott retired 28 April 2015
Mr Steven Brine appointed 28 April 2015
Mr Garry Whitaker appointed 30 June 2015

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

Review of Operations

The profit of the company for the financial year after providing for income tax amounted to \$40,859 (2014 profit: \$68,877).

During the financial year the company operated the Wyong Community Bank. The company has, due to its financial performance, been able to recoup losses incurred during the previous years and due to this continued improvement in profitability has brought to account a deferred tax asset that recognises the future benefit of the balance of tax losses that are yet to be recouped.

Significant Changes in the State of Affairs

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

Principal Activities

The principal activities in the course of the year were to operate the Wyong Community Bank.

No significant change in the nature of these activities occurred during the year.

Events Subsequent to the End of the Reporting Year

No matters or circumstances have arisen since the end of the year which 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.

Likely Developments and Expected Results of Operations

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.

Environmental Regulation

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

Directors' Report (cont'd)

Dividends

Dividends paid or declared since the start of the year are as follows:

- An unfranked dividend of \$32,501 was paid during the year (5c per share).

Options

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

Indemnification of Officers

The Company has indemnified each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Company, other than involving wilful breach to the Company. Insurance premiums were paid during or since the end of the year for the Directors of the Company.

No indemnities or insurance premiums were paid during or since the end of the year for the auditor of the Company.

Proceedings on Behalf of the 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.

Wyong Town Financial Services Limited

ABN 59 100 313 120

Directors' Report (cont'd)

INFORMATION ON DIRECTORS

Mrs Elizabeth Ada North**Qualifications:**

Business Proprietor

Experience:

Liz became a director in May 2006 and is one of the proprietors of Add-Vantage Systems Pty Ltd (AVS Windows and Doors) located in Tuggerah. She is a long term resident of the Wyong Shire and business leader. Liz has been in business in the Wyong area for 35 years and has employed many local people during that time. Liz is actively involved in the business community and is currently the Assistant Governor for Rotary Central Coast. Liz is married and has a 24 year old daughter.

Meetings:

Attended 8 of the 12 meetings held.

Mr Ray Davidson**Qualifications:**

Business Proprietor

Experience:

Ray became a director in February 2008 and is the Managing Director and founder of Ausiports Pty Ltd Home Improvements and has been a resident of the Wyong Shire for many years. He has been President of The Entrance Junior Cricket Club, Wyong District Netball association, Central Coast Junior Cricket association Bateau Bay Dolphins Netball Club & Mingara Killarney Netball Club. He is a life member of The Entrance Junior Cricket Club and Bateau Bay Dolphins Netball Club. Ray brings to the board experience in marketing and general business management gained through running his own business for over 25 years. Ray is married with two adult children.

Meetings:

Attended 11 of the 12 meetings held.

Mr David Brine**Qualifications:**

Accountant

Experience:

David became a director in February 2011 and is a Director, Senior Accountant, Business Advisor and Financial Planner of Better Business Advice, a family owned business in Wyong. David was born and raised in Norville and attended Toukley Primary and Gorokan High School. He has completed his Bachelor of Accounting and Diploma of Financial Services and is a Member of CPA Australia, thus allowing him to bring practical financial and business knowledge to the board.

Meetings:

Attended all of the 12 meetings held.

Directors' Report (cont'd)

Mr David Harris

Qualifications:

Experience:

MACE Dip Management, Dip Teach Grad Cert Ed Studies

David joined the board in November 2011. He has lived in Wyong Shire for more than 20yrs is married with two school age children. He is currently a Member of the NSW Legislative Assembly for the seat of Wyong; He holds the positions of Shadow Minister for the Central Coast, Regional Development, Skills and Small Business. Previously he was the Principal at Point Clare Public School and has over 20 years' experience in teaching and school executive roles in very small to large Primary Schools. David was a Member of the NSW Parliament representing the seat of Wyong from 2007 - 2011 and was Parliamentary Secretary for Education and Training and Central Coast. David currently holds the positions of President of Central Coast Men of Football and President of Soldiers Beach SLSC. He is dedicated to working with charity including Wyong Lions, Iris Foundation (Youth Suicide) and the Pink Butterflies Cancer Charity. David is Patron of Toukley RSL Pipes and Drums, Wyong Hospital Auxiliary, Wyong Family History Association, Wyong Historical Society and Central Coast National Serviceman's Association (Toukley).

Meetings:

Attended 7 of the 12 meetings held.

Mr David Evans

Qualifications:

Experience:

Sales & Marketing - Business Development

David joined the board in October 2012. Whilst David does not reside on the coast, he has been working with a local business on the Central Coast since 2007 and has had over 25 years of business exposure on the coast in previous roles. David's past positions include Board Level Executive Management - Sales & Marketing as well as Sales based roles. David offers the board his experience in business development through marketing, sales, management and negotiation. David is married and has 2 teenage daughters. Interests outside of work revolve around family, cars, bikes and boats

Meetings:

Attended 10 of the 12 meetings held.

Wyong Town Financial Services Limited

ABN 59 100 313 120

Directors' Report (cont'd)

Mr Brine Steven

Qualifications:

Experience:

Appointed 28th April 2015.

BSc, Dip. Teaching

Steven became a Director in April 2015 and is a retired school teacher. Steven and his wife Jenny moved to the coast from Sydney in 1984 and have lived in Noraville ever since, raising their three children and now enjoying their retirement. Steven taught at Hornsby Girl's High School when he first arrived on the coast and commuted to Hornsby until he was transferred to Northlakes High School. He spent the last 21 years as Head Teacher Administration at Belmont High School. Apart from teaching duties at Belmont High School Steven was also responsible for the school timetable, administrative and educational computers, the school servers and network and staff and student computer support and training. As a member of the school executive Steven was involved in the day to day organisation of the school, financial budgets and staff supervision. Steven brings to the board technology skills, people management skills and team experience gained over his forty years of teaching.

Meetings:

Attended 3 of the 3 meetings held whilst a director.

Mr Garry Whitaker

Qualifications:

Experience:

Appointed 30th June 2015.

Business Proprietor

Garry joined the Board in June 2015 and has over thirty years' experience in training, organisation development and change. He has extensive management experience in executive roles and twenty two years running his own consulting business. Garry's community service appointments include: Currently Chairman of the Board - Wyong Race Club. Life Member with fourteen years' as a Director, Vice President, and President of Berowra RSL Bowling & Community Club Ltd. 2004 to 2008 Hornsby Shire Council - Deputy Mayor (2005/06), "A Ward" Councillor. 2004 to 2011 MigrantLink Australia - Non-Executive Director. NSW State Emergency Service - 43 years volunteering including four years as Local Controller (Wyong). NSW Rural Fire Service - 10 years volunteering, currently President of the Yarramalong Brigade. Yarramalong School Community Centre - President 2014/15

Meetings:

No meetings held whilst a director.

Wyang Town Financial Services Limited
ABN 59 100 313 120

Directors' Report (cont'd)

Mrs Lisa McDermott

Qualifications:

Experience:

Resigned 28th April 2015.

Business Proprietor

Lisa became a director in December 2012 and lives locally in the Wyong Shire with her husband and two young children. She runs her own communications business and manages a range of projects involving communications, consultation and community relations programs for local government, business and infrastructure projects. Lisa was also a former Communications Manager for Wyong Shire Council and the Gosford/Wyong Councils Water Authority for six years. She has also spent time working for State and Federal Government Members, including five years as a senior media advisor to a State Government Minister.

Meetings:

Attended 0 of the 10 meetings held whilst a director.

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


On behalf of the directors

Director:



Mr Ray Davidson

Director:



Mr David Brine

Dated this 24th day of September 2015

Auditor's Independence Declaration
under section 307C of the *Corporations Act 2001*
to the Directors of
Wyong Town Financial Services Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 there have been:

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

FORTUNITY ASSURANCE

A handwritten signature in black ink, appearing to read 'TR Davidson', with a large, stylized circular flourish at the beginning.

TR Davidson
Partner

Dated: September 2015

Wyong Town Financial Services Limited
ABN 59 100 313 120

Statement of Profit or Loss and Other Comprehensive Income
For The Year Ended 30 June 2015

	Note	2015 \$	2014 \$
Revenue	2	709,087	768,061
Accountancy expenses		(12,280)	(11,180)
ATM fees and maintenance		(32,979)	(48,748)
Advertising expenses		(6,095)	(4,206)
Auditor's remuneration	3	(3,200)	(2,000)
Bad and doubtful debt expenses	4	(81)	(516)
Delivery and courier expenses		(25,150)	(26,145)
Depreciation and amortisation expenses	4	(9,938)	(11,920)
Donations		(13,177)	(10,588)
Employee benefits expenses		(305,214)	(300,734)
Finance costs	4	(840)	(973)
Freight and cartage		(11,530)	(11,441)
Insurance		(14,462)	(17,655)
IT expenses		(29,682)	(28,919)
Loss on sale of non current assets	4	(2,247)	-
Marketing		(9,411)	(1,641)
Motor vehicle expenses		(9,630)	(5,830)
Printing and stationery		(8,137)	(12,239)
Rent expense		(45,569)	(39,271)
Share registry fees		(4,248)	(4,296)
Sponsorship		(39,682)	(68,522)
Other expenses		(66,877)	(62,281)
Profit before income tax	4	58,658	98,956
Income tax expense / (benefit)	5	17,799	30,079
Profit after income tax		40,859	68,877
Other comprehensive income		-	-
Total comprehensive income		40,859	68,877
Total comprehensive income attributable to members of the entity		40,859	68,877
Earnings Per Share			
Basic earnings per share	7	0.0629	0.1060
Diluted earnings per share	7	0.0629	0.1060

The above statement should be read in conjunction with the accompanying notes.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Statement of Financial Position
as at 30 June 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	8	257,507	191,678
Trade and other receivables	9	51,514	55,758
Inventories	10	1,982	909
Other current assets	11	41,038	48,773
TOTAL CURRENT ASSETS		<u>352,041</u>	<u>297,118</u>
NON-CURRENT ASSETS			
Property, plant and equipment	12	23,936	15,643
Tax assets	13	53,080	70,879
Other non-current assets	11	3,909	-
TOTAL NON-CURRENT ASSETS		<u>80,925</u>	<u>86,522</u>
TOTAL ASSETS		<u>432,966</u>	<u>383,640</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	14	44,532	59,534
Financial liabilities	15	8,595	-
Employee benefits	16	23,885	14,804
Provisions	17	23,030	3,342
TOTAL CURRENT LIABILITIES		<u>100,042</u>	<u>77,680</u>
NON-CURRENT LIABILITIES			
Financial liabilities	15	13,806	-
Employee benefits	16	25,323	20,523
TOTAL NON-CURRENT LIABILITIES		<u>39,129</u>	<u>20,523</u>
TOTAL LIABILITIES		<u>139,171</u>	<u>98,203</u>
NET ASSETS		<u>293,795</u>	<u>285,437</u>
EQUITY			
Issued capital	18	650,010	650,010
Accumulated losses	19	(356,215)	(364,573)
TOTAL EQUITY		<u>293,795</u>	<u>285,437</u>

The above statement should be read in conjunction with the accompanying notes.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Statement of Changes in Equity
For The Year Ended 30 June 2015

	(Accumulated losses)	Issued Capital	Total
	\$	\$	\$
Balance at 1 July 2013	(400,949)	650,010	249,061
Profit attributable to equity shareholders	68,877	-	68,877
Dividends paid or provided for	6 (32,501)	-	(32,501)
Balance at 30 June 2014	<u>(364,573)</u>	650,010	<u>285,437</u>
Profit attributable to equity shareholders	40,859	-	40,859
Dividends paid or provided for	6 (32,501)	-	(32,501)
Balance at 30 June 2015	<u><u>(356,215)</u></u>	<u><u>650,010</u></u>	<u><u>293,795</u></u>

The above statement should be read in conjunction with the accompanying notes.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Statement of Cash Flows
For The Year Ended 30 June 2015

	2015	2014
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	709,598	762,615
Payments to suppliers and employees	(609,503)	(654,865)
Dividends received	15	13
Interest received	3,718	2,788
Interest and borrowing costs paid	(840)	(973)
Net cash provided by operating activities	24	109,578
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of plant and equipment	7,637	-
Payments for property, plant and equipment	(23,715)	(3,716)
Payments for intangibles	(4,400)	-
Loan to related party	(8,400)	-
Repayment of loan	1,819	-
Net cash used in investing activities	(27,059)	(3,716)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	26,500	-
Repayment of borrowings	(4,099)	(15,252)
Dividends paid	(32,501)	(32,501)
Net cash used in financing activities	(10,100)	(47,753)
Net increase in cash held	65,829	58,109
Cash at beginning of financial year	191,678	133,569
Cash at end of year	8	191,678

The above statement should be read in conjunction with the accompanying notes.

Notes To The Financial Statements
For The Year Ended 30 June 2015

1 Statement of Significant Accounting Policies

This financial report covers Wyong Town Financial Services Limited as an individual entity. Wyong Town Financial Services Limited is a company limited by shares, incorporated and domiciled in Australia.

Basis of Preparation

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. 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. They 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 report is presented in the entities functional currency being the Australian Dollar.

Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income relates to current income tax expense plus deferred tax expense (being the movement in deferred tax assets and liabilities and unused tax losses during the year).

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (tax loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax is provided on temporary differences which are determined by comparing the carrying amounts of tax bases of assets and liabilities to the carrying amounts in the financial statements.

Deferred tax is not provided for the following:

- The initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).
- Taxable temporary differences arising on the initial recognition of goodwill.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Deferred tax assets and liabilities are measured 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 (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax consequences relating to a non-monetary asset carried at fair value are determined using the assumption that the carrying amount of the asset will be recovered through sale.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and losses can be utilised.

Current tax assets and liabilities are offset where there is a legally enforceable right to set off the recognised amounts and there is an intention either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Deferred tax assets and liabilities are offset where there is a legal right to set off current tax assets against current tax liabilities and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Current and deferred tax is recognised as income or an expense and included in profit or loss for the period except where the tax arises from a transaction which is recognised in other comprehensive income or equity, in which case the tax is recognised in other comprehensive income or equity respectively.

Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and are net of any rebates and discounts received.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Property, Plant and Equipment

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

Leasehold Improvements

Leasehold Improvements are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment.

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.

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment.

In the event the carrying value of plant and equipment is greater than the estimated recoverable amount, the carrying value is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

The cost of fixed assets constructed within the company includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

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 period in which they are incurred.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Depreciation

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the company. Depreciation commences 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 method and useful life of assets is reviewed annually to ensure they are still appropriate.

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

Class of Fixed Asset	Depreciation Rate
Leasehold improvements	20%
Office furniture and equipment	25%
Motor vehicle	15%

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

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. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the company, are classified as finance leases.

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred. The lease is not recognised in the statement of financial position.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Impairment of Non-Financial Assets

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

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 settled within one year have been measured at the amounts expected to be paid when the liability is settled.

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. Those cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Superannuation

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred. The entity has no legal obligation to provide benefits to employees on retirement.

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.

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting year. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of other comprehensive income.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Dividend revenue

Dividends are recognised when the right to receive payment is established.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

Notes To The Financial Statements
For The Year Ended 30 June 2015

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the taxation authority are classified as operating cash flows.

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

The financial report was authorised for issue on 30 September 2015 by the board of directors.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
2 Revenue and Other Income		
Revenue		
Sales revenue:		
Rendering of services	698,486	753,724
Other revenue:		
Dividends received	15	13
Insurance recoveries	532	7,354
Interest received	3,718	2,788
Sponsorship	6,336	4,182
	<u>10,601</u>	<u>14,337</u>
Total revenue	<u>709,087</u>	<u>768,061</u>
Dividend revenue from:		
Other Corporations	15	13
Total dividend revenue	<u>15</u>	<u>13</u>
Interest revenue from:		
Financial Institutions	3,418	2,788
Other entities	300	-
	<u>3,718</u>	<u>2,788</u>
Total interest revenue on financial assets	<u>3,718</u>	<u>2,788</u>
3 Auditor's Remuneration		
Auditor's Remuneration	<u>3,200</u>	<u>2,000</u>
4 Profit for the year		
Profit before income tax from continuing operations includes the following specific expenses:		
Borrowing Costs	148	-
Interest Paid	692	973
Total finance costs	<u>840</u>	<u>973</u>
Depreciation of property, plant and equipment	5,538	6,202
Amortisation of training fees	<u>4,400</u>	<u>5,718</u>
	9,938	11,920

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
Loss on sale of non-current assets	2,247	-
Bad Debts	81	516

5 Income Tax Expense

The components of tax expense comprise:

Income Tax Expense	17,799	30,079
--------------------	--------	--------

The prima facie tax payable on profit before income tax is reconciled to the income tax expense as follows:

Prima facie tax payable on profit before income tax at 30% (2014: 30%):

17,597	29,687
--------	--------

Add:

Tax effect of:

Entertainment	198	199
Employee entitlement provisions	4,164	1,440
Other provisions and accruals	6,448	(1,034)
Fines and penalties	3	193

28,410	30,485
--------	--------

Income tax expense attributable to company

28,410	30,485
--------	--------

Tax losses recouped

28,410	30,485
--------	--------

Prior year losses brought to account

28,410	30,485
--------	--------

Timing differences

(10,611)	(406)
----------	-------

Income tax benefit

17,799	30,079
--------	--------

6 Dividends

Distributions paid:

Dividends Paid	32,501	32,501
----------------	--------	--------

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
7 Earnings Per Share		
Profit attributable to members of the entity	40,859	68,877
Earnings used to calculate basic EPS	40,859	68,877
Earnings used to calculate diluted EPS	40,859	68,877
Weighted average number of ordinary shares during the year used in calculating basic EPS	650,010	650,010
Weighted average number of ordinary shares during the year used in calculating diluted EPS	650,010	650,010
8 Cash and Cash Equivalents		
Current		
Petty Cash	100	100
Bendigo - General Account	18,165	28,268
Bendigo Trust Account	750	750
Bendigo - Cash Common Fund	225,210	154,312
Payroll Cheque Account	13,282	8,248
	<u>257,507</u>	<u>191,678</u>
Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash and cash equivalents	257,507	191,678
	<u>257,507</u>	<u>191,678</u>
9 Trade and Other Receivables		
Current		
Other Debtors	51,514	55,758

The company does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
10 Inventories		
Current		
At cost:		
Security tokens	<u>1,982</u>	<u>909</u>
11 Other Assets		
Current		
Ettalong Beach Bendigo Bank - Shares	500	500
Loan - Related Party	3,060	-
Less: Unexpired Interest	(388)	-
Prepayments	36,744	48,273
Prepaid Borrowing Expenses	<u>1,122</u>	<u>-</u>
	<u>41,038</u>	<u>48,773</u>
Non-Current		
Loan - Related Party	4,001	-
Less: Unexpired Interest	<u>(92)</u>	<u>-</u>
	<u>3,909</u>	<u>-</u>
12 Property, Plant and Equipment		
PROPERTY		
Leasehold Improvements at:		
At cost	225,479	225,479
Less accumulated depreciation	<u>(225,479)</u>	<u>(225,479)</u>
Total Property	<u>-</u>	<u>-</u>

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
PLANT AND EQUIPMENT		
Furniture and Equipment:		
At cost	30,176	30,176
Accumulated depreciation	<u>(27,305)</u>	<u>(25,506)</u>
	<u>2,871</u>	<u>4,670</u>
Motor Vehicle:		
At cost	23,715	28,789
Accumulated depreciation	<u>(2,650)</u>	<u>(17,816)</u>
	<u>21,065</u>	<u>10,973</u>
Total Plant and Equipment	<u>23,936</u>	<u>15,643</u>
Total Property, Plant and Equipment	<u><u>23,936</u></u>	<u><u>15,643</u></u>

Movements in Carrying Amounts

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

	Leasehold Improvements at cost \$	Furniture & Equipment \$	Motor Vehicle \$	Total \$
Balance at 1 July 2013	-	2,838	15,291	18,129
Additions	-	3,716	-	3,716
Depreciation expense	-	<u>(1,884)</u>	<u>(4,318)</u>	<u>(6,202)</u>
Balance at 30 June 2014	-	<u>4,670</u>	<u>10,973</u>	<u>15,643</u>
Additions	-	-	23,715	23,715
Disposals	-	-	(9,884)	(9,884)
Depreciation expense	-	<u>(1,799)</u>	<u>(3,739)</u>	<u>(5,538)</u>
Carrying amount at 30 June 2015	-	<u><u>2,871</u></u>	<u><u>21,065</u></u>	<u><u>23,936</u></u>

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
13 Tax		
Assets		
Deferred Tax Asset	<u>53,080</u>	<u>70,879</u>
Deferred tax assets not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 13 occur:		
Temporary differences	22,212	11,601
Tax losses: operating losses	30,868	59,228
14 Trade and Other Payables		
Current		
Trade Creditors	26,197	42,570
Other Creditors	1,515	1,916
GST Payable	10,799	11,799
PAYG Amounts Withheld	4,218	2,348
Accrued Charges	<u>1,803</u>	<u>901</u>
	<u>44,532</u>	<u>59,534</u>
15 Borrowings		
Current		
Hire Purchase Liability	9,572	-
Less: Unexpired Hire Purchase Liability	<u>(977)</u>	<u>-</u>
Total current borrowings	<u>8,595</u>	<u>-</u>
Non-Current		
Hire Purchase Liability	14,358	-
Less Unexpired Hire Purchase Liability	<u>(552)</u>	<u>-</u>
Total non-current borrowings	<u>13,806</u>	<u>-</u>
Total borrowings	<u>22,401</u>	<u>-</u>

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
16 Employee benefits		
Provision for Holiday Pay	23,885	14,804
Provision for Long Service Leave	25,323	20,523
Total employee benefits	<u>49,208</u>	<u>35,327</u>
Analysis of Total Provisions		
Current	23,885	14,804
Non-current	25,323	20,523
	<u>49,208</u>	<u>35,327</u>
17 Provisions		
Provision for Community Project	<u>23,030</u>	<u>3,342</u>
18 Issued Capital		
10 Fully Paid Ordinary Shares of \$1	10	10
650,000 Fully Paid Ordinary Shares of \$1	650,000	650,000
	<u>650,010</u>	<u>650,010</u>
19 Accumulated Losses		
Accumulated losses at the beginning of the financial year	(364,573)	(400,949)
Net profit attributable to members of the company	40,859	68,877
Dividends provided for or paid	(32,501)	(32,501)
Accumulated losses at the end of the financial year	<u>(356,215)</u>	<u>(364,573)</u>

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015	2014
	\$	\$
<hr/>		
20 Capital and Leasing Commitments		
Operating Lease Commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable - minimum lease payments		
Not later than 12 months	45,937	-
Between 12 months and five years	80,296	-
	<u>126,233</u>	<u>-</u>

The property lease is a non-cancellable lease with a 3 year term to 31 March 2018, and an option exists to renew the lease for an additional term after the 3 year period. The board of directors will assess their options and requirements prior to the expiry date. Rent is payable monthly in advance. Contingent rental provisions within the lease agreement provide for a CPI increase in April each year, the amounts disclosed above do not include any potential future CPI increases.

21 Contingent Liabilities

The company had no contingent liabilities as at 30 June 2015 and 30 June 2014.

22 Events After the Reporting Period

No matter or circumstance has arisen since 30 June 2015 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.

23 Related Party Transactions

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

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

Wyong Town Financial Services Limited
ABN 59 100 313 120

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015 \$	2014 \$
<hr/>		
<i>Loans to/from related parties</i>		
Loans to related parties are on normal commercial terms and conditions.		
<i>Loan - Kim Rowley - Branch Manager</i>		
Commercial based loan agreement provided for the personal acquisition of her company motor vehicle.		8,400
		<hr/>
24 Cash Flow Information		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit after income tax	40,859	68,877
Non-cash flows in loss		
Loss on sale of non-current assets	2,247	-
Amortisation	4,400	5,718
Depreciation	5,538	6,202
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
(Increase) Decrease in inventories	(1,073)	273
Decrease (Increase) in receivables	4,244	(2,645)
Decrease in prepayments	10,407	5,803
(Decrease) in creditors & accruals	(15,002)	(6,081)
Increase in provisions	33,569	1,352
Decrease in deferred tax	17,799	30,079
	<hr/> 102,988 <hr/>	<hr/> 109,578 <hr/>

Notes To The Financial Statements
For The Year Ended 30 June 2015

	2015	2014
	\$	\$

25 Financial Risk Management

The company's activities expose it to a variety of financial risks: market risk (including interest rate risk), credit risk and liquidity risk. The Company's overall risk management program focuses on the financial performance of the Company. The Company uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate risk and aging analysis for credit risk.

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

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements are as follows:

	2015	2014
	\$	\$
Financial Assets		
Cash and cash equivalents	257,507	191,678
Trade receivables	<u>51,514</u>	<u>55,758</u>
Total Financial Assets	<u><u>309,021</u></u>	<u><u>247,436</u></u>
Financial Liabilities		
Trade payables	(26,197)	(42,570)
Interest bearing liabilities	<u>(23,930)</u>	<u>-</u>
Total Financial Liabilities	<u><u>(50,127)</u></u>	<u><u>(42,570)</u></u>

Financial Risk Management Policies

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

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

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

Specific Financial Risk Exposures and Management

Credit Risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss.

Wyong Town Financial Services Limited

ABN 59 100 313 120

Notes To The Financial Statements For The Year Ended 30 June 2015

	2015	2014
	\$	\$

Credit risk is managed through the maintenance of procedures (such procedures include the utilisation of systems for the approval, granting and renewal of credit limits, regular monitoring of exposures against such limits and the monitoring of the financial stability of significant customers and counterparties), ensuring to the extent possible that customers and counterparties to transactions are of sound credit worthiness. Such monitoring is used in assessing receivables for impairment.

Credit risk arises from credit exposure on outstanding receivables. The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets as summarised in Note 9.

Market Risk

Interest rate risk

The exposure to interest rate risk on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments.

All interest bearing liabilities are held at fixed rates.

	2015	2014
	\$	\$
Floating Rate Instruments		
Cash and cash equivalents	257,407	191,578
Total floating rate financial assets	<u>257,407</u>	<u>191,578</u>

Liquidity Risk

Liquidity risk arises from the risk that the company may encounter difficulty in settling its debt or otherwise meeting its obligations related to financial liabilities. The company manages this risk through prudent liquidity risk management policies which imply maintaining sufficient cash and available funding through an adequate amount of committed credit facilities.

Financing arrangements

The company has access to the following undrawn borrowing facilities at the reporting date:

	2015	2015
	\$	\$
Floating rate		
Expiring within one year		
- Bank overdraft	250,000	250,000
	<u>250,000</u>	<u>250,000</u>

Wyang Town Financial Services Limited

ABN 59 100 313 120

Notes To The Financial Statements For The Year Ended 30 June 2015

	2015 \$	2014 \$
Sensitivity Analysis		
Interest rates		
The company has performed a sensitivity analysis relating to its exposure to Interest rates risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.		
Interest rates Sensitivity Analysis:		
At 30 June 2015, the effect on profit and equity as a result of changes in the Interest rates, with all other variables remaining constant would be as follows:		
	2015 \$	2014 \$
Change in profit		
Increase in Interest rates by 1%	2,574	1,916
Decrease in Interest rates by 1%	(2,574)	(1,916)

26 Company Details

Wyang Town Financial Services Limited

The registered office and principal place of business is:

88 Pacific Highway
WYONG NSW 2259

27 Segment Reporting

The Company operates predominantly in one industry, that being the operation of a Community Bank. The Company operates predominantly in one geographical location, being Wyong, NSW.

Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 2 to 32, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); 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. 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:



Mr Ray Davidson

Director:



Mr David Brine

Dated this

24th day of September 2015

Wyong Town Financial Services Limited

ABN 59 100 313 120

Independent Auditor's Report To The Members Of Wyong Town Financial Services Limited

Report on the Financial Report

We have audited the accompanying financial report of Wyong Town Financial Services Limited, 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 ended that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), and the Corporations Act 2001. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation 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, provided to the Directors Wyong Town Financial Services Limited would be in the same terms if provided to the Directors as at the date of this auditor's report.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Independent Auditor's Report To The Members Of
Wyong Town Financial Services Limited

Auditor's Opinion

In our opinion:

- (a) the financial report of Wyong Town 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 (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

FORTUNITY ASSURANCE



TR Davidson
Partner

Dated: September 2015

Wyong Town Financial Services Limited
ABN 59 100 313 120

Profit and Loss Statement
For The Year Ended 30 June 2015

	2015 \$	2014 \$
INCOME		
Margin & Fee Income	648,486	703,724
Market Development Fund	50,000	50,000
	<u>698,486</u>	<u>753,724</u>
OTHER INCOME		
Dividends Received	15	13
Interest Received	3,718	2,788
Insurance Recoveries	532	7,354
Sponsorship	6,336	4,182
	<u>10,601</u>	<u>14,337</u>
	<u>709,087</u>	<u>768,061</u>

The above statement should be read in conjunction with the accompanying notes.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Profit and Loss Statement
For The Year Ended 30 June 2015

	2015	2014
	\$	\$
EXPENSES		
Accountancy Fees	12,280	11,180
Advertising	6,095	4,206
AGM Expenses	945	-
Amortisation	4,400	5,718
Annual Reports	976	4,500
ATM Fees & Maintenance	32,979	48,748
Auditor's Remuneration	3,200	2,000
Bad Debts	81	516
Bank Charges	484	238
Borrowing Costs	148	-
Business Development Expenses	483	-
Cash Delivery Expenses	4,581	8,355
Cleaning	7,332	7,175
Commission Paid	17	239
Courier Expenses	20,569	17,790
Conference Expenses	1,679	35
Credit Reference Fees	671	999
Depreciation	5,538	6,202
Donations	13,177	10,588
Electricity	6,805	7,073
Entertainment Expenses	576	663
Fringe Benefits Tax	5,520	5,885
Filing Fees	1,220	1,113
Fines & Penalties	10	644
Franchise Fees	11,530	11,441
Hire of Plant & Equipment	933	702
Insurance	14,462	17,655
Interest Paid	692	973
IT Expenses	29,682	28,919
Legal Costs	91	2,762
Loss on Sale of Non-current Assets	2,247	-
Long Service Leave	4,800	4,800
Marketing	9,411	1,641
Membership Fees	86	664
Motor Vehicle Expenses	9,630	5,830
Payroll Service Fee	1,230	1,510
Postage	868	1,283
Printing & Stationery	8,137	12,239

The above statement should be read in conjunction with the accompanying notes.

Wyong Town Financial Services Limited
ABN 59 100 313 120

Profit and Loss Statement
For The Year Ended 30 June 2015

	2015 \$	2014 \$
Procedural Write-off	1,380	3,499
Rates & Taxes	1,264	-
Rent	45,569	39,271
Repairs & Maintenance	1,930	2,472
Salaries & Wages	272,150	266,212
Secretarial Services	2,845	5,445
Security Costs	8,721	7,704
Share Registry Fees	4,248	4,296
Sponsorship	39,682	68,522
Staff Training & Welfare	4,982	5,226
Staff Share Scheme	-	520
Subscriptions	722	-
Sundry Expenses	257	234
Superannuation Contributions	23,282	24,496
Telephone	8,203	6,308
Travelling Expenses	7,646	385
Uniforms	3,983	229
	<u>650,429</u>	<u>669,105</u>
Profit before income tax	<u>58,658</u>	<u>98,956</u>

The above statement should be read in conjunction with the accompanying notes.

Wyong Community Bank

Franchisee: Wyong Town Financial Services Ltd

ABN 59 100 313 120

88 Pacific Highway Wyong NSW 2259 (PO Box 688 Wyong)

Ph: 02 4353 8800 Fx: 02 4353 8899

Franchisor: Bendigo & Adelaide Bank Limited

ACN 068 049 178

Fountain Court (PO Box 480) Bendigo Victoria 3552

Ph: 1300 366 666