

Wyong Town Financial Services Limited

ABN 59 100 313 120

Half-year Financial Report - 31 December 2024

Wyong Town Financial Services Limited

Directors' report

31 December 2024

The directors present their report, together with the financial statements, on the company for the half-year ended 31 December 2024.

Directors

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

Ray Davidson
David Brine
David Evans

Geoff Hetherington
Tina Gay West

Principal activity

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

Review of operations

The profit for the company after providing for income tax amounted to \$202,375 (31 December 2023: \$201,973).

Significant changes in the state of affairs

During the period, the company renewed its lease agreement for its branch premises located at 88 Pacific Highway, Wyong for a 5-year term, increasing the company's right-of-use assets and lease liabilities.

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

Matters subsequent to the end of the financial half-year

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

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

On behalf of the directors



Ray Davidson
Chair

6th March 2025



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

Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Wyong Town Financial Services Limited

We declare that, to the best of our knowledge and belief, for the half-year ended 31 December 2024 there have been no contraventions of:

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

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart'.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 6 March 2025

A handwritten signature in black ink, appearing to read 'Lachlan Tatt'.

Lachlan Tatt
Lead Auditor

Wyong Town Financial Services Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Revenue from contracts with customers	3	742,991	695,333
Other revenue		15,669	24,161
Finance revenue		6,173	16,052
Fair value gains on financial assets		23,220	16,992
Total revenue		788,053	752,538
Employee benefits expense		(290,287)	(268,952)
Advertising and marketing costs		(25,546)	(19,996)
Occupancy and associated costs		(6,958)	(8,410)
Systems costs		(10,140)	(8,659)
Depreciation and amortisation expense		(32,863)	(31,583)
Finance costs		(15,975)	(6,763)
General administration expenses		(66,914)	(64,389)
Total expenses before community contributions and income tax		(448,683)	(408,752)
Profit before community contributions and income tax expense		339,370	343,786
Charitable donations, sponsorships and grants expense		(69,350)	(75,324)
Profit before income tax expense		270,020	268,462
Income tax expense		(67,645)	(66,489)
Profit after income tax expense for the half-year		202,375	201,973
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		202,375	201,973
		Cents	Cents
Basic earnings per share		31.13	31.07
Diluted earnings per share		31.13	31.07

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

Wyong Town Financial Services Limited
Statement of financial position
As at 31 December 2024

	31-Dec-24	30-Jun-24
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	695,588	640,951
Trade and other receivables	149,558	148,884
Current tax assets	4,470	3,801
Total current assets	<u>849,616</u>	<u>793,636</u>
Non-current assets		
Financial assets	556,201	432,981
Property, plant and equipment	64,114	70,155
Right-of-use assets	383,238	179,659
Intangibles	42,179	48,667
Deferred tax assets	8,421	9,185
Total non-current assets	<u>1,054,153</u>	<u>740,647</u>
Total assets	<u>1,903,769</u>	<u>1,534,283</u>
Liabilities		
Current liabilities		
Trade and other payables	69,375	54,012
Lease liabilities	53,065	45,045
Employee benefits	74,297	68,346
Total current liabilities	<u>196,737</u>	<u>167,403</u>
Non-current liabilities		
Trade and other payables	28,552	28,552
Lease liabilities	355,461	149,333
Employee benefits	26,225	21,290
Provisions	15,093	23,378
Total non-current liabilities	<u>425,331</u>	<u>222,553</u>
Total liabilities	<u>622,068</u>	<u>389,956</u>
Net assets	<u>1,281,701</u>	<u>1,144,327</u>
Equity		
Issued capital	650,010	650,010
Retained earnings	<u>631,691</u>	<u>494,317</u>
Total equity	<u>1,281,701</u>	<u>1,144,327</u>

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

Wyong Town Financial Services Limited
Statement of changes in equity
For the half-year ended 31 December 2024

	Note	Issued capital \$	Retained earnings \$	Total equity \$
Balance at 1 July 2023		650,010	226,984	876,994
Profit after income tax expense		-	201,973	201,973
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	201,973	201,973
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	4	-	(65,001)	(65,001)
Balance at 31 December 2023		<u>650,010</u>	<u>363,956</u>	<u>1,013,966</u>
 Balance at 1 July 2024		 650,010	 494,317	 1,144,327
Profit after income tax expense		-	202,375	202,375
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	202,375	202,375
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	4	-	(65,001)	(65,001)
Balance at 31 December 2024		<u>650,010</u>	<u>631,691</u>	<u>1,281,701</u>

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

Wyong Town Financial Services Limited
Statement of cash flows
For the half-year ended 31 December 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		812,428	795,755
Payments to suppliers and employees (inclusive of GST)		(524,543)	(511,371)
Dividends received		20,163	3,200
Interest received		13,164	6,936
Interest and other finance costs paid		(179)	(374)
Income taxes paid		(67,550)	(1,219)
Net cash from operating activities		<u>253,483</u>	<u>292,927</u>
Cash flows from investing activities			
Payments for financial assets		(100,000)	(100,000)
Payments for intangibles		-	(12,978)
Net cash used in investing activities		<u>(100,000)</u>	<u>(112,978)</u>
Cash flows from financing activities			
Repayment of borrowings		-	(7,017)
Interest and other finance costs paid		(15,256)	(5,794)
Dividends paid	4	(65,001)	(65,001)
Repayment of lease liabilities		(18,589)	(17,276)
Net cash used in financing activities		<u>(98,846)</u>	<u>(95,088)</u>
Net increase in cash and cash equivalents		54,637	84,861
Cash and cash equivalents at the beginning of the financial half-year		<u>640,951</u>	<u>638,266</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>695,588</u></u>	<u><u>723,127</u></u>

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

Wyong Town Financial Services Limited
Notes to the financial statements
31 December 2024

Note 1. Material accounting policy information

Statement of compliance

These general purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the company during the period.

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

Note 2. Economic dependency

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank. The company is economically dependent on the ongoing receipt of revenue under the franchise agreement. The franchise agreement expires in March 2028.

The directors have a reasonable expectation that a new franchise agreement will be signed prior to the expiry date.

Note 3. Revenue from contracts with customers

	31-Dec-24	31-Dec-23
	\$	\$
Margin income	695,440	640,725
Commission income	47,551	54,608
Revenue from contracts with customers	<u>742,991</u>	<u>695,333</u>

Disaggregation of revenue

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

Note 4. Dividends

The following dividends were declared and paid to shareholders during the financial half-year as presented in the Statement of changes in equity and Statement of cash flows.

	31-Dec-24	31-Dec-23
	\$	\$
Fully franked dividend of 10 cents per share (31-Dec-23: 10 cents)	<u>65,001</u>	<u>65,001</u>

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

Wyong Town Financial Services Limited
Notes to the financial statements
31 December 2024

Note 5. Fair value measurement

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

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

Level 1: Quoted market price at the close of business at the end of the reporting period.

Level 2: Inputs are based on a valuation performed by a third party qualified valuer using quoted prices for similar assets in an active market.

Level 3: Unobservable inputs for the asset or liability

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
31-Dec-24				
<i>Assets</i>				
Equity securities	556,201	-	-	556,201
Total assets	556,201	-	-	556,201
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
30-Jun-24				
<i>Assets</i>				
Equity securities	432,981	-	-	432,981
Total assets	432,981	-	-	432,981

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

Note 6. Contingent assets and liabilities

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

Note 7. Related party transactions

There were related party transactions during the half-year ended 31 December 2024. The nature of relationships with related parties remains consistent with those disclosed in the company's financial report for the year ended 30 June 2024, and there have been no significant changes in related party relationships or arrangements since year-end.

Note 8. Events after the reporting date

No matter or circumstance has arisen since 31 December 2024 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.

Wyong Town Financial Services Limited

Directors' declaration

31 December 2024

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



Ray Davidson
Chair

6th March 2025



Andrew Frewin Stewart
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03 5443 0344

Independent auditor's review report to the Directors of Wyong Town Financial Services Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Wyong Town Financial Services Limited (the company), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying half-year financial report of Wyong Town Financial Services Limited does not present fairly, in all material respects, the company's financial position at 31 December 2024, and of its financial performance and its cash flows for the half-year ended on that date, in accordance with the *Corporations Act 2001* and Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud error.



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Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the half-year financial report does not present fairly, in all material respects in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2024 and its performance for the half-year ended on that date, in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart'.

Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated: 6 March 2025

A handwritten signature in black ink, appearing to read 'Lachlan Tatt'.

Lachlan Tatt
Lead Auditor