

Annual Report 2024

Boorowa Community
Financial Services Limited

Community Bank
Boorowa

ABN 76 093 519 094

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Chair's report

For year ending 30 June 2024

Community Bank Boorowa can announce a very pleasing profit of \$569k (before tax) for the year ending 30 June 2024. We are still growing our business and giving back to our community. We are also investing back into our business by expanding our lending staff, refreshing our premises and increasing our marketing activities.

Thank you to our team for their ongoing dedication and diligence. Despite the many challenges of recent times, they continue to deliver a highly valued banking service.

This year we were able to distribute a 20c fully franked dividend to shareholders. This continues the trend of paying a fully franked dividend every year since 2008.

Once again, we have returned considerable funds to the community in the form of sponsorship and grants.

Looking to the future, we will continue to evolve as community banking needs evolve. Our customers are enjoying the flexibility of digital banking but still value that personal relationship with our bank staff.

After a long and impressive 22 years as Chair, Sue Corcoran stepped aside from the role in early 2024. I thank her for her extraordinary dedication to the Boorowa community. She has put in countless volunteer hours, managed the complexities of our business, and been a champion for Boorowa and the region. She remains a very passionate member of our board. A very big thank you also to Christine Coble, a company director since 2013, and our long-standing Treasurer who resigned late 2023. In early 2024 we welcomed Anne Johnson to the board as a director.

Thank you to all involved in the success of our Community Bank. I acknowledge the valuable contributions made by the Board, our Accountants-Laterals GLP and our business partners- Bendigo and Adelaide Bank. I particularly thank our staff, led by Manager Greg Pryor, for the wonderful day-to-day service we all enjoy. Most importantly, I thank shareholders and community members for their ongoing support.

I look forward to future success in banking and the rewards it brings to our community.

Belinda Reid
Chair

Manager's report

For year ending 30 June 2024

It is once again my pleasure to submit the Branch Manager's Report for the Community Bank Boorowa.

It is with pride that I can say despite the challenges in our industry of economic uncertainty and competition, Community Bank Boorowa was again able to maintain our business levels during the last financial year, and return a very good profitable result, however, even more importantly and rewarding, was that Boorowa Community Financial Services Limited was able to support our local communities with significant financial support to a wide range of local groups, clubs and projects.

Our Branch funds under management are over \$168 million. We also continued to increase our number of customers and accounts, as local individuals and businesses are putting their trust in Community Bank Boorowa to be their Bank of choice.

These business levels allow the Board of Boorowa Community Financial Services Limited to continue its commitment to our communities with sponsorships and support to many local groups, clubs, and projects.

Our local Community Bank Board also has an ongoing commitment to supporting our customers by maintaining a full service and fully staffed Branch which is open from 9.30 am – 4.00 pm Monday to Thursday and 9.30 am – 5.00 pm Friday. Our Branch and staff are also directly contactable by either email or phone, and even in this changing banking landscape of mobile and internet banking we know that being present and available is valued by our customers and the community.

From a banking perspective, the support of Bendigo and Adelaide Bank Limited means we can offer competitive products, interest rates and banking options and services to our customers. Operational risk and regulatory requirements are a critical area of focus for Bendigo and Adelaide Bank Limited and for Community Bank Boorowa. This ensures our staff and branch adhere to its policies and procedures. The operational reviews conducted at our branch over the last 12 months confirm that our staff continue to meet these regulatory requirements.

I would again like to personally thank Cath, Julie, Darren, Sam & Nat for the support and service they provide to our customers. The personal service and care we provide to our customers is something we are proud of. The staff form a fantastic team and I thank them also the support and assistance they provide to myself and the Board. This financial year saw Jenny Dwyer leave after 23 years of great service, thank you from all of us Jenny.

We receive tremendous support from our Bendigo and Adelaide Bank Limited Business partners, such as our Business Bankers and our Rural Bank Agribusiness Managers. They are the specialists and experts in their respective area of business, finance and agribusiness and provide great support and service to our branch and to our customers.

I also thank our Bendigo and Adelaide Bank support team lead by Tim Butt (Regional Manager) who provides great support to our branch and staff.

I would also like to sincerely thank all members of our local Board of Community Bank Boorowa. We really appreciate the support and assistance provided by the Board. The Board members are all volunteers and their support, passion and commitment, does not go unnoticed.

A special thanks to Sue Corcoran who stepped down as Chairperson after 22 years.

Most importantly of all I would like to thank our local shareholders, our individual customers and the local businesses, clubs and groups that choose to do their banking with the Community Bank Boorowa. It is only because they trust their banking to us that we can provide invaluable support to our local communities.

Our success is linked to the success of our communities so assisting local groups and supporting community events and projects is ultimately good for all of us.

On behalf of our Branch staff, we look forward to the next 12 months and another year of servicing our current, new, and potential customers, growing our business and continuing to support our communities.

Thank you.

Greg Pryor
Branch Manager.

Bendigo and Adelaide Bank report

For year ending 30 June 2024

This past year has been particularly significant for Bendigo Bank and the Community Bank network. After five years apart, we had the opportunity to come together in person and connect in Bendigo at our National Conference in September.

It was lovely to see so many familiar faces and to meet many directors who haven't attended previously. We feel proud to support such an amazing network.

We are committed to our strategy and the qualities that make Bendigo Bank unique, by staying true to our connection with communities, our regional roots, and our position as Australia's most trusted bank.

As Bendigo Bank adapts to the evolving digital landscape and changing customer expectations, the Community Bank Network is organically evolving in response.

Over the past 12 months, we have seen Community Bank companies seek to enhance their presence within their communities more than ever.

This has been through expanding or consolidating branch sites, collaborating with local, state, and national governments to support community initiatives, or by prioritising social value alongside financial performance through Social Trader accreditation.

The anniversary of the Community Bank model, along with changing environmental factors, provides an opportunity to reset and establish a clear pathway towards the next 25 years.

Bendigo Bank's purpose, to feed into the prosperity of communities, and our willingness to ensure our purpose is relevant to the needs of communities in which we are present, is a key contributor to our commercial success.

When we utilise our combined strengths, exercise our imaginations and have the courage to commit to creating our own opportunities, we will be the partner of choice for customers and communities regardless of location or cause.

Community, regional presence, and trust are the distinctive attributes of Bendigo Bank that we have maintained and plan to uphold in the future.

While Bendigo Bank emphasises commercial success, our foundation remains in community values. Our aim is to generate mutual value by providing solutions to local challenges.

On behalf of Bendigo Bank, thank you for being a shareholder in your local Community Bank. Your contribution helps foster economic growth, creates employment opportunities, and provides essential financial services to the members of your community.

Your dedication and support is making a positive impact on your community.

Justine Minne
Bendigo and Adelaide Bank

Community contributions

Community Contribution 2023/24	Amount
Sponsorship	
Boorowa Quick Shear	\$1,350
Boorowa Irish Woolfest	\$8,000
Yass Bowling Club	\$1,000
Hilltops Arts Inc	\$2,000
Yass Touch Association	\$1,000
Boorowa Show Society	\$5,000
Boorowa Rugby Union Club	\$400
Boorowa Rugby Union Club	\$600
Yass Picnic Races	\$550
Boorowa Ex Services & Citizens Club	\$2,500
St Joseph's Primary School	\$500
Boorowa Rovers RLFC	\$1,000
The Boorowa Amateur Picnic Race Club	\$4,000
Scleroderma Foundation	\$800

Community Contribution 2023/24	Amount
Grant	
Yass Early Childhood Centre	\$8,823
Carinya Court Incorporated	\$26,180
Binalong Progress Association Incorporated	\$6,000
Yass Public School P&C	\$5,000
Rye Park Soldiers Memorial Hall	\$8,000
Boorowa Hostel Incorporated	\$40,000
Scholarship	
Grace Whittaker	\$5,000
Hannah Southwell	\$5,000
Lily Mckinley	\$5,000
Donations	
	\$2,700

Total community contributions 2023/24 \$140,403

Directors' report

30 June 2024

The directors present their report on Boorowa Community Financial Services Limited for the financial year ended 30 June 2024.

Information on directors

The names of each person who has been a director during the year and to date of the report are:

Belinda Reid
Sue-Anne Corcoran
Thomas Corcoran
Michelle Fahey
Tim McGrath
Philip Gorham
Mel Whitechurch
Anne Johnson - appointed 23 January 2024
Christine Coble - resigned 2 November 2023

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

Belinda Reid

Qualifications	Bachelor of Law & Bachelor of Management
Special responsibilities	Chairperson

Sue-Anne Corcoran

Qualifications	Bachelor of Pharmacy
Special responsibilities	Treasurer

Thomas Corcoran

Experience	Farmer, landholder & contractor
Special responsibilities	Vice Chairperson

Michelle Fahey

Qualifications	Bachelor of Education in Special Education
Experience	School Principal
Special responsibilities	Company Secretary

Tim McGrath

Experience	Local farmer
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Directors' report (continued)

Philip Gorham	
Experience	Shearer & landholder
Mel Whitechurch	
Qualifications	Bachelor of Business
Experience	Local business owner
Anne Johnson	
Qualifications	Bachelor of Law, Company director
Experience	Office manager for local farming business
Christine Coble	
Experience	School administration
Special responsibilities	Treasurer

Company secretary

Michelle Fahey has been the Company Secretary of Boorowa Community Financial Services Limited since 2004.

Meetings of Directors

During the financial year, 12 meetings of directors were held. Attendances by each director during the year were as follows:

	Number eligible to attend	Number attended
Sue-Anne Corcoran	12	11
Michelle Fahey	12	9
Christine Coble - resigned 2 November 2023	4	1
Belinda Reid	12	11
Tim McGrath	12	7
Thomas Corcoran	12	10
Phillip Gorham	12	11
Mel Whitechurch	12	8
Anne Johnson - appointed 23 January 2024	6	5

Principal activities

The principal activity of Boorowa Community Financial Services Limited during the financial year was providing Community Bank branch services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

Directors' report (continued)

Operating results

The profit/(loss) of the Company after providing for income tax amounted to \$417,194 (2023: \$475,647)

Dividends paid or recommended

Dividends paid or declared during or since the end of the financial year are as follows:

- A fully franked dividend of \$0.20 was paid during the year (2023: \$0.20)
- This dividend totaled \$77,462 (2023: \$77,462)

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

No matters or circumstances have arisen since the end of the financial 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.

Environmental issues

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

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Boorowa Community Financial Services Limited.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2024 has been received and can be found on the following page of the Financial Report.

Signed in accordance with a resolution of the Board of Directors.



Sue-Anne Corcoran

Director

Dated: 24/09/2024.

Auditor's independence declaration

Auditor's independence declaration to the directors of Boorowa Community Financial Services Limited

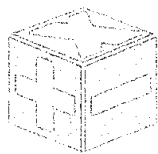
I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

- no contraventions of the auditor independence requirements as set out in section 307C of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Tim Allen

Laterals Chartered Accountants
213-215 Auburn Street
Goulburn NSW 2580

Dated: 2/08/24



LATERALS

Financial statements

Boorowa Community Financial Services Limited

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2024

	Note	2024 \$	2023 \$
Revenue	4	1,446,528	1,602,456
Finance income	5	134,676	55,697
Other income	4	-	4,785
Total income		1,581,204	1,662,938
Depreciation and amortisation	10		
Depreciation expenses		(13,912)	(21,485)
Amortisation expenses		(10,809)	(7,758)
Total Depreciation and amortisation		(24,721)	(29,243)
Employee benefit expenses		(578,027)	(582,415)
Other expenses			
Other expenses		(66,935)	(58,391)
Administrative expenses		(20,471)	(15,802)
Marketing expenses		(7,796)	(12,852)
Occupancy costs		(19,870)	(19,973)
Total Other expenses		(115,072)	(107,018)
User defined expenses			
IT Expenses		(23,345)	(19,366)
Freight & Cartage		(17,535)	(16,540)
Donations		(234,779)	(263,325)
Insurance		(18,669)	(11,224)
Total User defined expenses		(294,328)	(310,455)
Total expenses		(1,012,148)	(1,029,131)
Profit (loss) before income taxes		569,056	633,807
Income tax	6	(142,765)	(158,160)
Profit (loss) from continuing operations		426,291	475,647
Profit (loss) for the year		426,291	475,647
Total comprehensive income for the year		426,291	475,647

The accompanying notes form part of these financial statements.

Boorowa Community Financial Services Limited

Statement of financial position

As at 30 June 2024

	Note	2024 \$	2023 \$
Assets			
Current assets			
Cash and cash equivalents	8	3,341,167	3,104,271
Trade and other receivables	9	130,727	150,493
Other assets	12	9,791	11,794
Total current assets		3,481,685	3,266,558
Non-current assets			
Property, plant and equipment	10	210,466	208,889
Intangible assets	11	35,980	31,534
Deferred tax assets	15	26,124	24,146
Total non-current assets		272,570	264,569
Total assets		3,754,255	3,531,127
Liabilities			
Current liabilities			
Trade and other payables	13	61,466	177,999
Employee benefits	14	86,947	100,243
Total current liabilities		148,413	278,242
Non-current liabilities			
Deferred tax liabilities	15	20,671	20,671
Employee benefits	14	21,006	16,876
Total non-current liabilities		41,677	37,547
Total liabilities		190,090	315,789
Net assets		3,564,165	3,215,338
Equity			
Share capital		387,310	387,310
Retained earnings		3,112,529	2,763,702
Reserves	18	64,326	64,326
Total equity		3,564,165	3,215,338

The accompanying notes form part of these financial statements.

Boorowa Community Financial Services Limited

Statement of changes in equity
For the year ended 30 June 2024

2023	Ordinary shares \$	Retained earnings \$	Revaluation surplus \$	Total \$	Total equity \$
Opening balance	387,310	2,365,517	64,326	2,817,153	2,817,153
Profit for the year	-	475,647	-	475,647	475,647
Dividends provided for or paid	-	(77,462)	-	(77,462)	(77,462)
Closing balance	387,310	2,763,702	64,326	3,215,338	3,215,338

2024	Ordinary shares \$	Retained earnings \$	Revaluation surplus \$	Total \$	Total equity \$
Opening balance	387,310	2,763,700	64,326	3,215,336	3,215,336
Profit for the year	-	426,291	-	426,291	426,291
Dividends provided for or paid	-	(77,462)	-	(77,462)	(77,462)
Closing balance	387,310	3,112,529	64,326	3,564,165	3,564,165

The accompanying notes form part of these financial statements.

Boorowa Community Financial Services Limited

Statement of cash flows
For the year ended 30 June 2024

	2024	2023
	\$	\$
Cash flows from operating activities:		
Receipts from customers	1,466,294	1,556,652
Payments to suppliers and employees	(1,001,784)	(989,103)
Interest received	134,676	55,697
Income taxes paid	(254,082)	(22,025)
Net cash flows from/(used in) operating activities	345,104	601,221
Cash flows from investing activities:		
Proceeds from sale of plant and equipment	-	20,775
Payment for intangible asset	(15,257)	(15,257)
Purchase of plant and equipment	(15,488)	-
Net cash provided by/(used in) investing activities	(30,745)	5,518
Cash flows from financing activities:		
Dividends paid	(77,462)	(77,462)
Net increase/(decrease) in cash and cash equivalents	236,897	529,277
Cash and cash equivalents at beginning of year	3,104,271	2,574,994
Cash and cash equivalents at end of financial year	3,341,168	3,104,271

The accompanying notes form part of these financial statements.

Notes to the financial statements

For the year ended 30 June 2024

1. Basis of preparation

These financial statements comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

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

Material accounting policy information adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2. Material accounting policy information

a. Borrowing costs

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

b. Goods and services tax (GST)

Revenue, 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 payable are stated inclusive of GST.

Cash flows in the Statement of cash flows are included net of GST.

c. Impairment of non-financial assets

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

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset 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.

d. Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

2. Material accounting policy information (continued)

d. Financial instruments (continued)

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

i. Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI.

2. Material accounting policy information (continued)

d. Financial instruments (continued)

i. Financial assets (continued)

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

Where the simplified approach to expected credit loss (ECL) is not applied, the Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables and contract assets

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The Company has determined the probability of non-payment of the receivable and contract asset and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

2. Material accounting policy information (continued)

d. Financial instruments (continued)

ii. Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

e. Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2024, refer to the Change in accounting policy note, for details of the changes due to standards adopted.

f. New accounting standards and interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards.

3. Critical accounting estimates and judgements

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

a. Key estimates - impairment of property, plant and equipment

As described in Note 2, the Company reviews the estimated useful lives of property, plant and equipment at the end of each reporting period.

b. Key estimates - revenue recognition - long term contracts

The Company undertakes long term contracts which span a number of reporting periods. Recognition of revenue in relation to these contracts involves estimation of future costs of completing the contract and the expected outcome of the contract. The assumptions are based on the information available to management at the reporting date, however future changes or additional information may mean the expected revenue recognition pattern has to be amended.

c. Key estimates - property held at fair value

The land upon which the branch is located was revalued during the 2006 financial year.

Notes to the financial statements (continued)

3. Critical accounting estimates and judgements (continued)

c. Key estimates - property held at fair value (continued)

The carrying amount of land is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from this asset. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset employment and subsequent disposal.

d. Key judgments - taxes

Deferred tax assets

Determining income tax provisions involves judgment on the tax treatment of certain transactions. Deferred tax is recognised on tax losses not yet used and on temporary differences where it is probable that there will be taxable revenue against which these can be offset. Management has made judgments as to the probability of future taxable revenues being generated against which tax losses will be available for offset based on budgets, current and future expected economic conditions.

4. Revenue and other income

a. Accounting policy

i. Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Generally, the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

ii. Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

b. Revenue from continuing operations

	2024	2023
	\$	\$
Revenue from contracts with customers (AASB 15)		
Provision of services		
Subsidiary Product/ Service Income	75,537	62,243
Margin Share	1,313,437	1,477,261
Fee Income	57,554	62,952
Total Provision of services	1,446,528	1,602,456

Notes to the financial statements (continued)

4. Revenue and other income (continued)

c. Other income

	2024	2023
	\$	\$
Net gain on disposal of plant & equipment	-	4,785

5. Finance income and expenses

Finance income	2024	2023
	\$	\$
Interest income		
Other interest income	134,676	55,697
	134,676	55,697

6. Income tax expense

a. Accounting policy

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises of current income tax expense plus deferred tax expense.

b. The major components of tax expense/(income) comprise:

	2024	2023
	\$	\$
Current tax expense		
Local income tax current period	142,765	158,160
	142,765	158,160

c. Reconciliation of income tax to accounting profit:

	2024	2023
	\$	\$
Profit for the year	569,056	633,807
Prima facie tax payable on profit from ordinary activities before income tax at 25%	142,264	158,452
Add tax effect of:		
Non-deductible expenses	500	-
Less tax effect of:		
Other deductible expenses	-	292
Income tax expense	142,764	158,160
Weighted average effective tax rate (%)	25	25

Notes to the financial statements (continued)

7. Auditor's remuneration

	2024	2023
	\$	\$
Remuneration of the auditor of the Company, Laterals Accounting Solutions, for:		
Auditing or reviewing the financial statements	7,100	6,100
Taxation services	770	1,200
	7,870	7,300

8. Cash and cash equivalents

a. Accounting policy

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

b. Cash and cash equivalent details

	2024	2023
	\$	\$
Cash at bank	3,341,167	3,104,271

c. Reconciliation of cash

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:

	2024	2023
	\$	\$
Cash and cash equivalents		
Cheque Account	64,618	358,988
Card Account	1,023	1,893
Term Deposit	3,167,606	2,640,607
Term Deposit No 2	107,920	102,783
Total Cash and cash equivalents	3,341,167	3,104,271

9. Trade and other receivables

Current	2024	2023
	\$	\$
Trade receivables	130,727	150,493
	130,727	150,493

Notes to the financial statements (continued)

10. Property, plant and equipment

a. Accounting policy

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

i. Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Land	0%
Buildings	3%
Plant and equipment	10-40%
Motor vehicles	25%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

When an asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

b. Property, plant and equipment details

Summary	2024	2023
	\$	\$
Land	135,980	135,980
Buildings	22,561	24,771
Plant and equipment	21,165	7,124
Motor vehicles	30,760	41,014
	210,466	208,889

Movements in carrying amounts

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

Notes to the financial statements (continued)

10. Property, plant and equipment (continued)

b. Property, plant and equipment details (continued)

Description	Freehold land	Buildings	Plant and equipment	Motor vehicles	Formula
Balance at 1 July 2022	135,980	27,773	8,024	74,587	246,364
Disposals	-	-	-	(15,990)	(15,990)
Depreciation expense	-	(3,002)	(900)	(17,583)	(21,485)
Balance at 30 June 2023	135,980	24,771	7,124	41,014	208,889
Balance at 1 July 2023	135,980	24,771	7,124	41,014	208,889
Additions	-	-	15,489	-	15,489
Depreciation expense	-	(2,210)	(1,448)	(10,254)	(13,912)
Balance at 30 June 2024	135,980	22,561	21,165	30,760	210,466

11. Intangible assets

a. Accounting policy

i. Amortisation

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, from the date that they are available for use.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

b. Intangible asset details

Summary	2024	2023
	\$	\$
Franchise fees	35,980	31,534

Franchise fees have been initially recorded at cost and amortised on a straight line basis at a rate of 20% per annum. The current amortisation charges for intangible assets are included under depreciation and amortisation in the Statement of financial position.

Notes to the financial statements (continued)

11. Intangible assets (continued)

b. Intangible asset details (continued)

Movement in carrying amounts	2024	2023
	\$	\$
Balance at beginning of year	31,534	24,034
Additions	15,257	15,257
Amortisation charge	(10,809)	(7,757)
Closing balance	35,980	31,534

12. Other assets

Current	2024	2023
	\$	\$
Other assets		
Prepayments	9,791	11,794

13. Trade and other payables

Current	2024	2023
	\$	\$
Trade payables	7,609	9,340
GST payable	22,332	29,542
Employee benefits	9,045	7,297
Provision for tax	22,480	131,820
	61,466	177,999

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

14. Employee benefits

a. Accounting policy

Provision is made for the Company's liability for employee benefits, those 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.

Notes to the financial statements (continued)

14. Employee benefits (continued)

a. Accounting policy (continued)

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

b. Employee benefit details

Current	2024	2023
	\$	\$
Long service leave	55,296	70,476
Annual leave	31,651	29,767
	86,947	100,243
Non-current	2024	2023
	\$	\$
Long service leave	21,006	16,876

15. Tax assets and liabilities

a. Accounting policy

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

b. Tax assets and liabilities details

2024	Opening balance	Charged to income	Charged directly to equity	Changes in tax rate	Exchange difference	Closing balance
	\$	\$	\$	\$	\$	\$
Deferred tax assets	24,146	1,978	-	-	-	26,124

Notes to the financial statements (continued)

15. Tax assets and liabilities (continued)

b. Tax assets and liabilities details (continued)

2024	Opening balance	Charged to income	Charged directly to equity	Changes in tax rate	Exchange difference	Closing balance
	\$	\$	\$	\$	\$	\$
Deferred tax liabilities	20,671	-	-	-	-	20,671

16. Financial risk management

Financial assets	2024	2023
	\$	\$
Held at amortised cost		
Cash and cash equivalents	3,341,167	3,104,271
Trade and other receivables	130,727	150,493
	3,471,894	3,254,764

17. Dividends

a. Dividends declared or paid

	2024	2023	2024	2023
	cents per share	cents per share	\$	\$
The following dividends were declared and paid:				
Final franked ordinary dividends	20	20	77,462	77,462

Franked dividends declared or paid during the year were franked at the tax rate of 25%.

b. Franking credits account

	2024	2023
	\$	\$
The franking credits available for subsequent financial years at a tax rate of 25%	1,158,888	930,627

The above available balance is based on the dividend franking account at year-end.

The ability to use the franking credits is dependent upon the Company's future ability to declare dividends.

Notes to the financial statements (continued)

18. Reserves

	2024	2023
	\$	\$
Revaluation surplus	64,326	64,326

a. Revaluation surplus

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

19. Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 2024 (2023: None).

20. Related parties

a. The Company's main related parties are as follows:

Key management personnel

Key management personnel includes any person having authority or responsibility for planning, directing or controlling the activities of the entity, directly or indirectly including any Director (whether executive or otherwise) of that company.

Key management personnel - refer to Note .

Transactions with key management personnel and related parties

No key management personnel or related party has entered into any contracts with the company. No Director fees have been paid as the positions are held on a voluntary basis.

b. Key management personnel shareholdings

The number of ordinary shares in Boorowa Community Financial Services Limited held by each key management personnel of the company during the financial year is as follows:

	2024	2023
Sue-Anne Corcoran	5,000	5,000
Michelle Fahey (jointly held with spouse)	500	500
Christine Coble (jointly held with spouse)	600	600
Belinda Reid	100	100
Tim McGrath	500	500
Thomas Corcoran	500	500
Phillip Gorham	5,000	5,000
Anne Johnson (jointly held with spouse)	500	-
Mel Whitechurch	500	500
	12,700	12,700

Notes to the financial statements (continued)

20. Related parties (continued)

b. Key management personnel shareholdings (continued)

There was no movement in key management personnel shareholdings during the year. Each share held is fully paid.

c. Other key management transactions

There have been no other transactions involving equity instruments other than those described above.

21. Cash flow information

Reconciliation of net income to net cash provided by operating activities:

	2024	2023
	\$	\$
Profit for the year	426,291	475,647
Add / (less) non-cash items:		
(Profit) / loss on sale of assets	-	(4,785)
Depreciation and amortisation	24,721	29,243
Changes in assets and liabilities:		
(increase) / decrease in receivables	19,766	(45,569)
(increase) / decrease in other assets	2,003	(1,166)
(increase) / decrease in deferred tax assets	(1,978)	4,369
increase / (decrease) in payables	(116,533)	144,385
increase / (decrease) in employee benefits	(9,166)	(902)
Cash flows from operations	345,104	601,222

22. Events occurring after the reporting date

No matters or circumstances have arisen since the end of the financial 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.

23. Statutory information

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

Boorowa Community Financial Services Limited
32 Marsden Street
Boorowa NSW Australia
2586

Directors' declaration

The directors of the Company declare that:

The financial statements and notes for the year ended 30 June 2024 are in accordance with the *Corporations Act 2001* and:

- comply with Australian Accounting Standards; and
- give a true and fair view of the financial position as at 30 June 2024 and of the performance for the year ended on that date of the Company.

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 with the continuing support of creditors.

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



Sue-Anne Corcoran
Director

Dated: 24/09/2024.

Independent audit report

Independent audit report to the members of Boorowa Community Financial Services Limited

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of Boorowa Community Financial Services Limited (the Company), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements and the .

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

1. giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year ended; and
2. complying with Australian Accounting Standards and the *Corporations Act 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (the Code)* that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Directors 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 and the *Corporations Act 2001*, and for such internal control as the directors determine is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

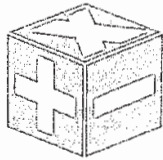
Tim Allen

Director 20/09/24

Laterals Chartered Accountants

213-215 Auburn Street

Goulburn NSW 2580



LATERALS

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 /communitybankboorowa

 **Bendigo Bank**