Annual Report 2024

Coleraine and District Financial Services Limited

Contents

Chairman's Report	3
Manager's Report	5
Bendigo and Adelaide Bank Report	7
Community Grants, Donations & Sponsorship	8
Directors' Report	9
Auditor's Declaration	15
Financial Statements	16
Notes to the Financial Statements	20
Directors' Declaration	45
Auditor's Report	47

Chairman's report

For year ending 30 June 2024

On behalf of the Directors of Coleraine & District Financial Services Ltd, I have the great pleasure of presenting the 2023/24 report to you, our shareholders.

I would like to start by recognising our hard-working team at the branch: Bernadette, Katrina, Jasmine, and Lauren. You have continued to provide a high standard of customer service and meet Bendigo Bank's governance requirements, which are verified through regular audits and checks to ensure compliance; for this, we thank you.

We have had a seamless transition in Branch Managers. I would like to sincerely thank Mary-Ann for her four years of employment and engagement within our community. Sadly, we said goodbye to Mary-Ann in June as she decided to relocate back to her home state of Western Australia. Under Mary-Ann's management, Community Bank Coleraine & District was able to excel from \$70 to \$110 million in funds under management. Mary-Ann has shown great leadership during her tender and ensured a successful, seamless handover of the Branch Manager role for our employees and customers. I would also like to formally congratulate Bernadette on her promotion as our current Branch Manager. Bernadette's local knowledge of our customers is a valued strength, along with her banking knowledge and desire to continue to be an active community member.

I would like to recognise the Directors of Coleraine & District Financial Services Ltd. Without the following people's support, endless volunteer hours and knowledge of our community bank we would not be the success we are today. Beccy Wishart (Secretary), Rhianna Paton (Treasurer), Steve Zippel, Geoff Mitchell, Jannelle Tooley, Fran Malone, Tim Leeming, Geoff Vickery (new board member), Owen McClure (new board member); thank you for your dedication.

Sadly, two members decided to step down during the year: Andrew Povey and Simon Ferrier, who was chairman for two years. We sincerely thank you both for your efforts.

Our banking partners Bendigo and Adelaide Bank Limited have continued their professional support via Jason Chuck, who recently moved to the Rural Bank. However, we welcome Stacey O'Neill as our Regional Manager. We look forward to working closely with Stacey, a past Coleraine local.

One of our key goals is to provide sound banking services to our communities whilst continuing to return funds to our communities. We are extremely close to marking \$1.3 million returned to our community through community grants, sponsorship, donations, and dividends. One way Community Bank Coleraine & District is providing banking services to our communities is via visits to Casterton, Balmoral, and Harrow; due to staffing issues, opportunities are not always available. however, it is one area we are trying to improve to ensure we can meet our customers' needs.

In May, we celebrated our 21st Birthday, a gathering to recognise the individuals who had a dream of starting up a Community Bank in Coleraine and made it a reality. It was great to see our bank's past board members, employees, and supporters all in one location.

Coleraine & District Financial Services Ltd's focus this year will be to continue to work together, grow our business even further, and strengthen our relationships with all stakeholders. As we say, "The more banking business we can build, the more the community benefits," and "When you understand the concept, why wouldn't you bank with Bendigo Bank?"

Finally, I would like to personally take this opportunity to thank everyone who has supported us. We have a couple of exciting upcoming announcements to make soon. I look forward to another challenging but successful year ahead.

Grant Little

Chairman of Coleraine and District Financial Services Limited

Branch Manager's report

For year ending 30 June 2024

I'm very happy to again be presenting my Branch Managers Report to you, our supporters and shareholders.

Today there are more than 300 Community Bank branches throughout Australia, partnering with one of Australia's largest retail banks, and providing banking services to customers who want their banking to make a difference to their local communities.

To date, more than \$320 million has been returned communities just like ours across Australia.

Customers

It's been another big year, with plenty of milestones to celebrate, including our 21st Birthday which we celebrated in April!

More people use our website, online banking and apps to transact and complete their everyday banking than ever before, and our older customers are gradually coming to grips with the reality of not using their cheque book to pay bills, buy groceries and get cash.

We are still available in branch for face-to-face meetings, technology training and assistance, and fraud & scam advice.

We've continued our representation in our surrounding towns of Casterton (Thursday mornings), Harrow (Friday mornings) and Balmoral (Wednesday mornings). We're grateful to Judith Cameron for her continued support of our visitations, and to the Harrow and Balmoral Bush Nursing Centres for allowing us to use their facilities.

Over the last year our funds under management remained around \$108.5M, with the number of customers supporting us remaining above 2000. It's been a tough year for our rural area, with many of our customers relying on the land for their income. At the time of writing this, the surrounding paddocks are looking very dry, with still no sign of the rain so many desperately need.

With the increased use of technology, teller transactions have dropped from 10,400 last year to 8,000 this year, and the number of accounts has risen to 3,366. This has been due to several factors, including the good work that our team have done making sure that our customers have the accounts that they need, and the support of you, our customers.

Staff

Katrina continues to assist our customers, and Bernadette has returned from maternity leave to take up her position again. They continue to be the backbone of our branch, providing professional and knowledgeable service to our customers and support to myself.

We said hello and goodbye to Tamarra and Ann, to whom we send our best wishes for their future endeavours, and welcome to Jasmine and Lauren.

There has been a lot of change in the Agribusiness area, with our previous Agri Manager Nikki Vrankovic still on maternity leave. We have a new agri business relationship manager in Anna Watson, who is based in the Dunkeld area.

The position of Small Business Manager is vacant at the moment, but our branch is still able to refer our business customers to a team who are well prepared to assist them, along with the Business Bankers who help us with our bigger Business and Commercial lending requirements.

Board of Directors & Shareholders

As always, it's been a busy year for our directors who volunteer their time to help grow our Community Bank, and to assist the communities of Coleraine, Casterton, Merino, Balmoral and Harrow with the allocation of sponsorship and grant monies. Their time and efforts are greatly appreciated by our staff, as it allows us to concentrate on looking after our customers, and we thank them for this.

Sponsorships included support to Coleraine Racing Club, Coleraine P&A Society, Casterton Football Netball Club, Coleraine Football Netball Club, the Clarice Beckett Art Show and the Harrow Balmoral Football Netball club. Our regular sponsorships of these and many more community groups have continued, and we are pleased to see them all getting back onto a normal footing for their sports and fundraising activities.

This support is only able to be made because of you, our customers, supporting our branch and trusting us with your bank accounts, your insurance policies, and your lending. Every new account, loan or insurance policy we hold adds to the money available to support our communities.

In Closing

The Southwest Vic Region is providing a well established group of branches that support each other and work well as a team, alongside the Regional Office support team.

We'd like to thank our previous Regional Manager Jason Chuck for his support and commitment over the last 12 months, and welcome Stacey O'Neill who replaced him midyear. We look forward to the next 12 months growing our Regions' prosperity alongside them, and with their continued support.

The Community Bank model says that every time people bank with their local Community Bank branch, the bottom line increases, which in turn increases the amount of community contributions and dividends available to be disbursed to the community.

This remains true with the Coleraine and District Community Bank.

We have now contributed funds of almost \$1,300,000 directly back into the communities of Coleraine, Casterton, Merino, Harrow and Balmoral, and this has happened because people like you have chosen to bank with us.

We look forward to our next milestone of \$1.5m back to the community, and to see the changes in our community that this support creates!

If you know someone who'd like to bank with us but is unsure of how to take the first step, please tell them to give us a call! We're happy to talk to anyone that wants to support their local community this way and are available at any time to answer questions.

We believe that banking is more than just about profits, it's about giving back to our communities, and seeing them grow and thrive. And that's a benefit for everyone!

Mary-Ann Summers

Branch Manager

Community Bank National Council Chair 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

Head of Community Banking.

COLERAINE AND DISTRICT FINANCIAL SERVICES LIMITED Community Grants, Donations & Sponsorships <u>Approved</u> For Year ended 30th June 2024

Tertiary/Schools/Youth:		
St Joseph's Primary School – Swimming Program	\$500	
Coleraine Primary School – Swimming Program	\$1,000	
Hands up Casterton – Start Up & Rent	\$11,400	
 Donations 2 x recipients for extended sporting achievements 	\$700	
Bendigo Bank Tertiary Scholarship & TAFE Program x 5 recipients	\$14,000	
Glenelg & Southern Grampians LLEN Youth Leadership Program	\$1,000	\$28,600
Sporting:		
 Harrow/Balmoral Football & Netball Club (2nd year of 3 year deal) 	\$5,000	
 Coleraine Football & Netball Club (2nd year of 3 year deal) 	\$5,000	
Coleraine Bowling Club – Annual Tournament	\$350	
Coleraine Golf Club – Rolling Hills Tournament	\$500	
 Coleraine Cricket Club (1st year of 3 year deal) 	\$500	
 Coleraine Racing Club Sponsorship (2nd year of 3 year deal) 	\$2,000	
 Coleraine Rope Quoits Association – Tournament 	\$2,500	
Casterton Polocrosse Club	\$500	
 Casterton-Sandford Football Netball Club (2nd year of 3 year deal) 	\$5,000	
 Casterton Racing Club Sponsorship (1st year of 3 year deal) 	\$1,000	
Casterton Bowls Club	\$300	
Wando Vale Hall Dog Trial	\$250	\$22,900
Community:		
 Coleraine Community Car – Fuel (Western District Health Service) 	\$1,000	
 Coleraine P & A Society – Fireworks display (3rd year of 3 year deal) 	\$5,000	
Coleraine Pedal Car Grand Prix	\$900	
Coleraine RSL – Van Refurbishment	\$3,125	
Coleraine Art & Photography Show	\$750	
Coleraine Christmas Carnival	\$1,000	
 Casterton P&A Society (2nd year of 3 year deal) 	\$3,000	
 Lions Club – Hamilton & Merino/Digby – Skin Cancer Checks 	\$500	
Gorman's Art Gallery – Clarice Beckett Art Award	\$300	\$15,575
Charitable:		
Coleraine Tins in the Bins Fundraiser	\$2,000	\$2,000
Community Grants:		
Hamilton-Coleraine Rail Reserve – Wannon Low Level Bridge	\$5,000	\$5,000

GRAND TOTAL:

\$74,075

^{**} The above projects were approved by the Board during 2022/2023 and some will be expended in 2023/2024 **

Coleraine & District Financial Services Limited

ABN 77 102 030 017

Financial Report for the year ended 30 June 2024

Contents

For the year ended 30 June 2024

ltem	Page
Directors' Report	1 - 5
Auditor's Independence Declaration	6
Financial Statements	
Statement of Profit or Loss and Other Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11-35
Directors' Declaration	36
Independent Auditor's Report	37

Directors' Report

For the year ended 30 June 2024

The Directors present their report, together with the financial statements, on Coleraine & District Financial Services Limited for the financial year ended 30 June 2024.

Board of Directors

The following persons were Directors of Coleraine & District Financial Services Limited during the whole of the financial year up to the date of this report, unless otherwise stated:

GRANT JAMES LITTLE		
Title:	Chair	
Qualifications:	Masters of Business Management	
Experience & Expertise:	25 years managing Nareen Station Pty Ltd, Chairman of the Coleraine Hospital Advisory Committee, local CFA captain.	
FRAN MALONE		
Title:	Minutes Secretary	
Qualifications:		
Experience & Expertise:	Administration/reception at F.T Burnett's in Dandenong. Moved into the banking sector as an administration manager with Westpac Commercial Bank in Geelong and then career was furthered by working in the Financial Planning sector for over 20 years. Became head trainer of advisers and administration staff under the Lonsdale banner from 1979 to 2004. Relocated to QLD in 2004 and worked as Commercial Administration Manager in Peabody Mine at Coppabella. Retired to Coleraine in 2017.	
RHIANNA PATON		
Title:	Treasurer	
Qualifications:	Certificate III in Financial Services (Accounts/Clerical), Certificate IV Procurement and Contracting	
Experience & Expertise:	Worked at WDHS since 2003 with experience in many roles within finance. Currently employed under aged care sector. Heavily involved on the St Josephs Primary School advisory council and parent committee. Previously held positions on Coleraine Kindergarten COM for 6 years.	
REBECCA WISHART		
Title:	Company Secretary	
Qualifications:	Bachelor of commerce (Accounting), CPA completed 2009, UNSW SMSF Specialisation	
Experience & Expertise:	Been working in the accounting industry since graduating in 2004. From 2007 to now have solely worked in the self managed superfund sector. Been a director of Grampians Accounting services since 2009 - which is my current employer. Was also treasurer of the Coleraine Football Netball Club for 7 years.	
SIMON RODERICK FER		
Title:	Non-Executive Director	
Qualifications:	Advanced Diploma in Applied Science Farm Management	
Qualifications.		
Experience & Expertise:	Training co-ordinator at RIST, lecturer/Project Officer at Murrumbidgee College of Agriculture, Consultant World Food Program (Cambodia & Thailand), Teacher in Papua New Guinea, Mechanic with Dept. Crown Lands & Survey.	

Directors' Report

For the year ended 30 June 2024

JANELLE TOOLEY	
Title:	Non-Executive Director
Qualifications:	Certificate III Financial Services, Certificate IV in Career Development (CHC41215)
Experience & Expertise:	Employed as 'SWL Coordinator' supporting senior secondary students connect with work placements to support VET studies and supporting careers pathways within the regional secondary schools. Past employee of Coleraine & District Financial Services from branch opening until 2016. Previously sat on school boards of Coleraine Primary School and Baimbridge College Hamilton.

GEOFF MITCHELL	
Title:	Non-Executive Director
Qualifications:	
Experience & Expertise:	Past president of the Young Farmers, past president and life member of the Casterton Apex Club, past president and life member of the Casterton - Sandford Football Netball Club, past captain of the Sandford Rural Fire brigade and still active in this organisation, current owner / manager of Moredun Hill Pastoral Co.

STEVE ZIPPEL	
Title:	Non-Executive Director
Qualifications:	Qualified Carpenter / Joiner
Experience & Expertise:	30 years building experience. Presently employed at Casterton Memorial Hospital as maintenance supervisor.

ANDREW POVEY	
Title:	Director - Deputy Chairperson
Qualifications:	Qualified Plumber and Gasfitter. Certificate IV In Business (Front line Management).
Experience & Expertise:	Employed at Wannon Water as Team Leader Civil Maintenance. Life Member Hamilton and District Cricket Association. Past President of three years with Coleraine Football Netball Club. Seven years as Manager of Junior Football within Coleraine Football Netball Club. Current Football Manager South West District Football Netball League.

TIMOTHY LEEMING	
Title:	Non-Executive Director
Qualifications:	Diploma of Agriculture. Cert 4 in Workplace Training and Assessment
Experience & Expertise:	Co owner and Manager of Paradoo Prime 1997 - Current. Program Leader RIST 99-2003. Life Member of the Harrow Balmoral FNC. Regional Chair Southern Australian Livestock Research Council 2015-2019. Bestwool Bestlamb Advisory 2014-2019. Facilitated Glenelg Bestwool Bestlamb Group 2006-2019. Former President of Harrow Balmoral FNC, Balmoral P & A Society, Tussock Jumpers Fundraising. Deliverer of various extension programs in Ag. Agricultural consultant – Livestock Management.

GEOFF VICKERY	
Title:	Non-Executive Director
Qualifications:	
Experience & Expertise:	Co-owner and Managing Director of Vickery Bros. Pty Ltd, Co-owner of McDonald Rural Services, Co-owner of Southern Soils Fertiliser, Co-owner of South West Rural. All agribusiness based in Western Victoria / South East of South Australia. 50 years of agribusiness management. Hall of Fame member of the Southern Grampians Business Achievement Awards.

Directors' Report

For the year ended 30 June 2024

OWEN MCCLURE	
Title:	Non-Executive Director
Qualifications:	Bachelor of Veterinary Science / Bachelor of Veterinary Biology
Experience & Expertise:	Principal Veterinarian at Coleraine Livestock Consulting 2012 - current, Current Treasurer Coleraine Sporting Grounds Committee, Current President Casterton & District Tennis Association, past director and president of Rivcoll Student Union / Rivcoll Student representative Council, Charles Sturt University Wagga Wagga 2005-2007

Directors were in office for this entire year unless otherwise stated.

No Directors have material interests in contracts or proposed contracts with the Company.

Directors' Meetings

Attendances by each Director during the year were as follows:

Director	Board N	leetings
	A	В
GRANT JAMES LITTLE	11	11
FRAN MALONE	11	6
RHIANNA PATON	11	11
REBECCA WISHART	11	10
SIMON RODERICK FERRIER	1	0
JANELLE TOOLEY	6	5
GEOFF MITCHELL	11	8
STEVE ZIPPEL	11	4
ANDREW POVEY	4	3
TIMOTHY LEEMING	11	5
GEOFF VICKERY	6	6
OWEN MCCLURE	4	3

A - The number of meetings eligible to attend.

Company Secretary

The following person held the position of Company Secretary at the end of the financial year.

REBECCA WISHART	
Qualifications:	
Experience & Expertise:	Rebecca Wishart has been the Company Secretary of Coleraine & District Financial Services Limited since 2017. Rebecca's qualifications and experience include a Bachelor of Commerce and CPA registration.

Principal Activities

The principal activities of the Company during the course of the financial year were in providing Community Bank branch services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

There has been no significant changes in the nature of these activities during the year.

B - The number of meetings attended.

^{- -} Not a member of that committee.

Directors' Report

For the year ended 30 June 2024

Operating Results

The profit of the Company for the financial year after provision for income tax was:

	30 June 2024 (\$)	30 June 2023 (\$)	Movement
Profit After Tax	89,419	121,036	-26%

Directors' Benefits

No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

Director's Interests

	Fully P	aid Ordinary	Shares
Director	Balance at 1 July 2023	Changes During the Year	Balance at 30 June 2024
GRANT JAMES LITTLE	1		1001
FRAN MALONE	1		1
RHIANNA PATON	Toward (1986)		1
REBECCA WISHART	1		1
SIMON RODERICK FERRIER	1 1 1 1 1 1 1 1 1 1	- 1	
JANELLE TOOLEY	1		1
GEOFF MITCHELL	1		1
STEVE ZIPPEL	1		1
ANDREW POVEY	1	- 1	
TIMOTHY LEEMING	1		1
GEOFF VICKERY		1	1
OWEN MCCLURE		1	1

Dividends

During the financial year, the following dividends were provided for and paid. The dividends have been provided for in the financial statements.

	Cents per Share	Total Amount (\$)
Final fully franked dividend	7.00	\$32,723
Total Amount	7	\$32,723

Options

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

Significant Changes in the State of Affairs

In the opinion of the directors there were no other significant changes in the state of affairs of the Company that occurred during the financial year under review not otherwise disclosed in this report or the financial statements.

Directors' Report

For the year ended 30 June 2024

Events Since the end of the Financial Year

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

Likely Developments

The Company will continue its policy of providing banking services to the community.

Environmental Regulations

The Company is not subject to any significant environmental regulation.

Indemnification & Insurance of Directors & Officers

The Company has indemnified all directors and the managers in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as directors or managers of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance. The Company has not provided any insurance for an auditor of the company or a related body corporate.

Proceedings on Behalf of the Company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to 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 part of those proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the *Corporations Act 2001*.

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 in the financial report.

Signed in accordance with a resolution of the Board of Directors at Coleraine, Victoria.

Grant Little Director

Dated this 12th day of September, 2024



Auditor's Independence Declaration

As lead auditor for the audit of Coleraine & District Financial Services Ltd for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Coleraine & District Financial Services Limited.

M'CLAREN HUNT AUDIT AND ASSURANCE

N.L. MCLEAN PARTNER

Dated at Warrnambool, 16 September 2024

199 Koroit Street | PO Box 677 | Warrnambool VIC 3280

P: (03) 5562 3544 | F: (03) 5562 0689 | E: admin@mhfg.com.au

www.mclarenhunt.com.au

Liability limited by a scheme approved under Professional Standards Legislation



Statement of Profit or Loss

For the year ended 30 June 2024

	Note	2024 \$	2023 \$
Revenue			
Revenue from contracts with customers	5	868,066	912,654
Other revenue	6	12,541	62,432
Finance income	7	22,760	6,572
		903,367	981,658
Expenses			
Employee benefits expense	8 (a)	(348,719)	(320,794)
Depreciation and amortisation	8 (b)	(44,404)	(46,699)
Other expenses		(129,020)	(138,478)
		(522,143)	(505,971)
Operating profit before charitable donations and sponsorship		381,224	475,687
Charitable donations and sponsorship	8 (d)	(277,605)	(293,795)
Profit before income tax		103,619	181,893
Income tax expense	9	(14,200)	(60,857)
Profit for the year after income tax		89,419	121,036
Total comprehensive income attributable to ordinary shareholders of the company		89,419	121,036
Earnings per share		¢	¢
- basic and diluted earnings per share	29	19.13	25.78

Statement of Financial Position As at 30 June 2024

	Note	2024 \$	2023 \$
Assets			
Current assets		e le	
Cash and cash equivalents	10	40,952	57,560
Trade and other receivables	11	72,118	94,610
Financial assets	12	541,628	421,667
Current tax asset	17	14,160	=
Other assets	13	11,105	7,267
Total current assets		679,963	581,104
Non-current assets			
Property, plant and equipment	14	69,657	89,745
Right-of-use assets	15	78,863	87,790
Intangible assets	16	50,809	64,248
Total non-current assets		199,329	241,783
Total assets		879,292	822,887
Liabilities			
Current liabilities			
Trade and other payables	18	58,620	20,571
Current tax liability	17		43,362
Provisions	19	36,960	9,188
Lease liabilities	20 (b)	9,644	9,944
Employee benefits	21	9,335	8,858
Total current liabilities		114,559	91,923
Non-current liabilities			
Lease liabilities	20 (b)	78,379	86,711
Employee benefits	21	11,259	6,252
Deferred tax liability	17	9,700	27,302
Total non-current liabilities		99,338	120,265
Total liabilities		213,897	212,188
Net assets	***************************************	665,395	610,699
Equity			
Issued capital	22	467,472	469,472
Retained earnings	23	197,923	141,227
Total equity		665,395	610,699

Statement of Changes in Equity For the year ended 30 June 2024

	Note	Issued Capital \$	Retained Earnings \$	Total Equity \$
Balance at 1 July 2022		469,472	20,191	489,663
Comprehensive income for the year		V // 2	E HOUSEN	
Profit for the year		a=	121,036	121,036
Other comprehensive income for the year			-	-
Transactions with owners in their capacity as owners				
Dividends paid or provided	28	語	7 <u>20</u> 239	-
Balance at 30 June 2023		469,472	141,227	610,699
Balance at 1 July 2023		469,472	141,227	610,699
Comprehensive income for the year				
Profit for the year		-	89,419	89,419
Shares cancelled		(2,000)	12	(2,000)
Transactions with owners in their capacity as owners				
Dividends paid or provided	28	3.	(32,723)	(32,723)
Balance at 30 June 2024		467,472	197,923	665,395

Statement of Cash Flows For the year ended 30 June 2024

	Note	2024 \$	2023 \$
Cash flows from operating activities	Wall Market		
Receipts from customers		998,506	1,025,926
Payments to suppliers and employees		(854,934)	(847,971)
Interest paid		-	(1,018)
Interest received		19,961	6,572
Income tax paid		(46,503)	(1,053)
Net cash flows provided by operating activities	24 (b)	117,030	182,456
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		-	6,272
Purchase of property, plant and equipment		(1,950)	(36,233)
Purchase of investments		(119,961)	(108,560)
Purchase of intangible assets		-	(67,193)
Net cash flows used in investing activities		(121,911)	(205,714)
Cash flows from financing activities			
Repayment of lease liabilities		(8,632)	(4,301)
Dividends paid		(3,095)	(23,675)
Net cash flows used in financing activities		(11,727)	(27,976)
Net decrease in cash held		(16,608)	(51,234)
Cash and cash equivalents at beginning of financial year		57,560	108,794
Cash and cash equivalents at end of financial year	24 (a)	40,952	57,560

Notes to the Financial Statements For the year ended 30 June 2024

Note 1. Corporate Information

These financial statements and notes represent those of Coleraine & District Financial Services Limited (the Company) as an individual entity. Coleraine & District Financial Services Limited is a company limited by shares, incorporated and domiciled in Australia. The financial statements were authorised for issue by the Directors on 12th September 2024.

Further information on the nature of the operations and principal activity of the Company is provided in the directors' report.

Note 2. Basis of Preparation

These general purpose financial statements have been prepared in accordance with the *Corporations Act 2001*, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board (AASB) and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, were applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

The financial report is presented in Australian dollars and all values are rounded to the nearest dollar, unless otherwise stated.

Note 3. Summary of Material Accounting Policies

The Company has consistently applied the following accounting policies to all periods presented in these financial statements, except if mentioned otherwise.

(a) Economic Dependency

The Company has entered into a franchise agreement with Bendigo and Adelaide Bank Limited that governs the management of the following Community Banks branch in Coleraine.

The Company is economically dependent on the ongoing receipt of income under the franchise agreement with Bendigo Bank. The directors have no reason to believe a new franchise arrangement under mutually acceptable terms will not be forthcoming following expiry.

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

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

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

The Company promotes and sells the products and services, but is not a party to the transaction.

The credit risk (i.e. the risk that a customer will not make repayments) is for the relevant Bendigo Bank entity to bear as long as the Company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit.

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

- · the design, layout and fit out of the Community Bank premises
- training for the branch manager and other employees in banking, management systems and interface protocol
- · methods and procedures for the sale of products and provision of services
- · calculation of Company revenue and payment of many operating and administrative expenses
- · the formulation and implementation of advertising and promotional programs
- · sales techniques and proper customer relations.

(b) Revenue From Contracts With Customers

The Company has entered into a franchise agreement with Bendigo Bank. The company delivers banking and financial services of Bendigo Bank to its community. The franchise agreement provides for a share of interest, fee, and commission revenue earned by the company. Interest margin share is based on a funds transfer pricing methodology which recognises that income is derived from deposits held, and that loans granted incur a funding cost. Fees are based on the company's current fee schedule and commissions are based on the agreements in place. All margin revenue is recorded as non-interest income when the company's right to receive the payment is established.

The Company acts as an agent under the franchise agreement and revenue arises from the rendering of services through its franchise agreement.

Revenue is recognised on an accruals basis, at the fair value of consideration specified in the franchise agreement. Under AASB 15 *Revenue from Contracts with Customers* (AASB 15), revenue recognition for the Company's revenue stream is as follows:

Revenue	Includes	Performance Obligation	Timing of Recognition
Franchise agreement profit share	Margin, commission and fee income		On completion of the provision of the relevant service. Revenue is accrued monthly and paid within 10 business days of month end

All revenue is stated net of the amount of Goods and Services Tax (GST).

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

Revenue Calculation

The franchise agreement provides that three forms of revenue may be earned by the Company – margin, commission and fee income. Bendigo Bank decides the form of revenue the company earns on different types of products and services.

The revenue earned by the Company is dependent on the business that it generates. It may also be affected by other factors, such as economic and local conditions, for example, interest rates.

Margin

Margin is arrived at through the following calculation:

Interest paid by customers on loans, less interest paid to customers on deposits

plus

Deposit returns (i.e. interest return applied by BABL on deposits)

minus

Any costs of funds (i.e. interest applied by BABL to fund a loan)

The Company is entitled to a share of the margin earned by Bendigo and Adelaide Bank. If this reflects a loss, the company incurs a share of that loss.

Commission

Commission revenue is in the form of commission generated for products and services sold. This commission is recognised at a point in time which reflects when the Company has fulfilled its performance obligation.

The Company receives trailing commission for products and services sold. Ongoing trailing commission payments are recognised on receipt as there is insufficient detail readily available to estimate the most likely amount of income without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission income is outside the control of the company, and is a significant judgement area.

Fee Income

Fee income is a share of what is commonly referred to as 'bank fees and charges' charged to customers by Bendigo and Adelaide Bank entities including fees for loan applications and account transactions.

Core Banking Products

Bendigo Bank has identified some products and services as 'core banking products'. It may change the products and services which are identified as core banking products by giving the Company at least 30 days notice. Core banking products currently include Bendigo Bank branded home loans, term deposits and at call deposits.

Ability to Change Financial Return

Under the franchise agreement, Bendigo and Adelaide Bank may change the form and amount of financial return that the Company receives. The reasons it may make a change include changes in industry or economic conditions or changes in the way Bendigo and Adelaide Bank earns revenue.

The change may be to the method of calculation of margin, the amount of margin, commission and fee income or a change of a margin to a commission or vice versa. This may affect the amount of revenue the Company receives on a particular product or service. The effect of the change on the revenue earned by the company is entirely dependent on the change.

Bendigo and Adelaide Bank must not reduce the margin and commission the Company receives on core banking products and services to less than 50% (on an aggregate basis) of Bendigo and Adelaide Bank's margin at that time. For other products and services, there is no restriction on the change Bendigo and Adelaide Bank may make.

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

(c) Other Revenue

The Company's activities include the generation of income from sources other than the core products under the franchise agreement. Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and can be reliably measured.

Revenue	Revenue Recognition Policy
Discretionary financial contributions (also "Market Development Fund" or "MDF" income)	MDF income is recognised when the right to receive the payment is established. MDF income is discretionary and provided and receivable at month-end and paid within 14 days after month-end.
Other income	All other revenues that did not contain contracts with customers are recognised as goods and services are provided.

All revenue is stated net of the amount of Goods and Services Tax (GST).

Discretionary Financial Contributions

In addition to margin, commission and fee income, and separate from the franchise agreement, Bendigo Bank has also made MDF payments to the Company.

The amount has been based on the volume of business attributed to a branch. The purpose of the discretionary payments is to assist with local market development activities, including community sponsorships and grants. It is for the board to decide how to use the MDF.

The payments from Bendigo Bank are discretionary and may change the amount or stop making them at any time. The Company retains control over the funds, the funds are not refundable to Bendigo Bank.

(d) Employee Benefits

Short-term Employee Benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for salary and wages (including non-monetary benefits), annual leave, and sick leave which are expected to be wholly settled within 12 months of the reporting date. They are measured at amounts expected to be paid when the liabilities are settled, plus related on-costs. Expenses for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

An annual leave liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be reliably estimated.

Other Long-term Employee Benefits

The Company's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior reporting periods.

That benefit is discounted to determine its present value. Consideration is given to expected future wage and salary levels plus related on-costs, experience of employee departures, and years of service achieved. Expected future payments are discounted using market yields at the reporting date on high quality corporate bonds with terms to maturity and currencies that match, as closely as possible, the estimate future cash outflows.

Remeasurements are recognised in profit or loss in the period in which they arise.

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

(e) Tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or other comprehensive income.

Current Income Tax

Current tax assets and liabilities are measured at amounts expected to be recovered from or paid to the taxation authorities. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets are recognised for all deductible temporary differences, carried-forward tax losses, and unused tax credits to the extent that it is probable that future taxable profits will be available against which they can be used.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Deferred tax is measured at the rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date, and reflects uncertainty related to income taxes, if any.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax and when the balances relate to taxes levied by the same taxation authority and the entity intends to settle its tax assets and liabilities on a net basis.

Goods & Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except:

- when the amount of GST incurred on a sale or purchase of assets or services is not payable to or recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the revenue or expense item
- · when receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position. Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

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

(f) Cash & Cash Equivalents

For the purposes of the statement of financial position and statement of cash flows, cash and cash equivalents comprise: cash on hand, deposits held with banks, and short-term, highly liquid investments (mainly money market funds) that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Notes to the Financial Statements

For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

(g) Property, Plant & Equipment

Recognition & Measurement

Items of property, plant and equipment are measured at cost or fair value as applicable, which includes capitalised borrowings costs, less accumulated depreciation and any accumulated impairment losses.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

Subsequent Expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

Depreciation

Depreciation is calculated to write-off the cost of items of property, plant and equipment less their estimated residual values using diminishing value method over their estimated useful lives, and is recognised in profit or loss.

The estimated useful lives of property, plant and equipment for the current and comparative periods are as follows:

Asset Class	Method	Rate
Leasehold improvements	Straight line	2.5 - 5%
Plant & equipment	Diminishing value	10 - 20%
Motor vehicles	Diminishing value	25%

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

(h) Intangible Assets

Intangible assets of the Company include the franchise fees paid to Bendigo Bank conveying the right to operate the Community Bank franchise.

Recognition & Measurement

Intangible assets acquired separately are measured on initial recognition at cost.

Subsequent Expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill, is recognised in profit or loss as incurred.

Amortisation

Intangible assets are amortised over their useful life and assessed for impairment whenever impairment indicators are present.

The estimated useful life and amortisation method for the current and comparative periods are as follows:

Asset Class	Method	Useful Life
Franchise fee	Straight line	Franchise term (5 years)

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

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

(i) Issued Capital

Ordinary Shares

Ordinary shares are recognised at the fair value of the consideration received by the Company. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

(j) Leases

As Lessee

At commencement or on modification of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for leases of property the company has elected not to separate lease and non-lease components and account for the lease and non-lease components as a single lease component.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the costs of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate.

The Company determines its incremental borrowing rate by obtaining interest rates from funding sources and where necessary makes certain adjustments to reflect the terms of the lease and type of asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

- · fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- · amounts expected to be payable under a residual guarantee; and
- the exercise price under a purchase option the Company is reasonable certain to exercise, lease
 payments in an option renewal period if the company is reasonably certain to exercise that option, and
 penalties for early termination of a lease unless the company is reasonably certain not to terminate
 early.

Notes to the Financial Statements For the year ended 30 June 2024

Note 3. Summary of Material Accounting Policies (continued)

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Short-term Leases & Leases of Low-value Assets

The Company has elected not to recognise right-of-use assets and lease liabilities for leases of short-term leases and low-value assets, including IT equipment. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

A short-term lease is a lease that, at commencement date, has a lease term of 12 months or less.

As Lesson

The Company has not been a party in an arrangement where it is a lessor.

(k) Standards Issued But Not Yet Effective

There are no new standards effective for annual reporting periods beginning after 1 July 2023 that are expected to have a significant impact on the Company's financial statements.

Note 4. Material Accounting Judgements, Estimates & Assumptions

During preparation of the financial statements, management has made judgements and estimates that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual outcomes and balances may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revisions to these estimates are recognised prospectively.

(a) Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

Note	Judgement
Note 5 - Revenue	Whether revenue is recognised over time or at a point in time
Note 20 - Leases:	
(a) Control	Whether a contract is or contains a lease at inception by assessing whether the Company has the right to direct the use of the identified asset and obtain substantially all the economic benefits from the use of that asset

Notes to the Financial Statements

For the year ended 30 June 2024

(b) Lease term	Whether the Company is reasonably certain to exercise extension options, termination periods, and purchase options
(c) Discount rates	Judgement is required to determine the discount rate, where the discount rate is the Company's incremental borrowing rate if the rate implicit in the lease cannot be readily determined. The incremental borrowing rate is determined with reference to factors specific to the Company and underlying asset including: • the amount • the lease term • economic environment • any other relevant factors.

(b) Assumptions & Estimation Uncertainty

Information about assumptions and estimation uncertainties at 30 June 2024 that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities in the next financial year is included in the following notes:

Note	Assumption
Note 17 - Recognition of deferred tax assets	Availability of future taxable profit against which deductible temporary differences and carried-forward tax losses can be utilised
Note 14 - Estimation of asset useful lives	Key assumptions on historical experience and the condition of the asset
Note 21 - Long service leave provision	Key assumptions on attrition rate of staff and expected pay increases though promotion and inflation

Notes to the Financial Statements

For the year ended 30 June 2024

Note 5. Revenue From Contracts With Customers

Revenue arises from the rendering of services through its franchise agreement with the Bendigo and Adelaide Bank Limited. The revenue recognised is measured by reference to the fair value of consideration received or receivable, excluding sales taxes, rebates, and trade discounts.

	2024 \$	2023 \$
Revenue	•	Ψ
- Revenue from contracts with customers	868,066	912,654
Disaggregation of Revenue From Contracts With Customers		
- Margin income	718,077	762,499
- Fee income	39,411	37,091
- Commission income	110,578	113,064
	868,066	912,654

All revenue from contracts customers shown above was recognised at a point in time. There was no revenue from contracts with customers recognised over time during the financial year.

Note 6. Other Revenue

The Company generates other sources of revenue as outlined below.

	2024 \$	2023 \$
Other Revenue		V
- Market development fund income		13,118
- Other income	12,541	46,014
- Profit / (Loss) on asset sales	-	3,300
	12,541	62,432

Note 7. Finance Income

The Company holds financial instruments measured at amortised cost. Interest income is recognised at the effective interest rate.

	2024	2023
Finance Income	\$	\$
At amortised cost:		
- Interest from term deposits	22,760	6,572
	22,760	6,572

Notes to the Financial Statements For the year ended 30 June 2024

Note 8. Expenses

Profit before income tax from continuing operations includes the following specific expenses:

(a) Employee Benefits Expense

	2024 \$	2023 \$
Employee Benefits Expense		Ψ
- Wages & salaries	300,247	276,686
- Superannuation costs	31,330	30,937
- Movement in provisions	5,484	(1,529)
- Other expenses related to employees	11,658	14,700
	348,719	320,794

(b) Depreciation & Amortisation Expense

	2024 \$	2023 \$
Depreciation of Non-current Assets		
- leasehold improvements	14,476	15,381
- plant and equipment	930	511
- motor vehicles	6,632	8,645
	22,038	24,537
Depreciation of Right-of-use Assets		
- leased buildings	8,927	8,928
	8,927	8,928
Amortisation of Intangible Assets		
- franchise fees	13,439	13,234
	13,439	13,234
Total depreciation & amortisation expense	44,404	46,699

The non-current tangible and intangible assets listed above are depreciated and amortised in accordance with the Company's accounting policy (see Note 3(g) and 3(h) for details).

Notes to the Financial Statements

For the year ended 30 June 2024

Note 8. Expenses (continued)

(d) Community Investments & Sponsorship

The overarching philosophy of the Community Bank model, is to support the local community in which the Company operates. This is achieved by circulating the flow of financial capital into the local economy through community contributions (such as donations and grants).

	Note	2024 \$	2023 \$
Community Investments & Sponsorship			
- Direct sponsorship and grant payments		50,332	66,522
- Contribution to the Community Enterprise Foundation™	10(e)	227,273	227,273
		277,605	293,795

The funds contributed are held by the Community Enterprise Foundation (CEF) and are available for distribution as grants to eligible applicants for a specific purpose in consultation with the directors.

When the Company pays a contribution in to the CEF, the Company loses control over the funds at that point. While the directors are involved in the payment of grants, the funds are not refundable to the company.

(e) Community Enterprise Foundation™ (CEF) Contributions

During the financial year the Company contributed funds to the CEF, the philanthropic arm of the Bendigo Bank. These contributions paid in form part of community investments and sponsorship expenditure included in profit or loss.

	Note	2024 \$	2023 \$
Disaggregation of CEF Funds			
Opening balance		268,515	82,149
Contributions paid	10(d)	250,000	250,000
Grants paid out		(11,000)	(33,900)
Interest received		12,109	1,857
GST		(22,727)	(20,228)
Management fees incurred		(11,362)	(11,363)
Balance available for distribution		485,535	268,515

Notes to the Financial Statements For the year ended 30 June 2024

Note 9. Income Tax Expense

Income tax expense comprises current and deferred tax. Attributable current and deferred tax expense is recognised in the other comprehensive income or directly in equity as appropriate.

(a) The Components of Tax Expense

	2024 \$	2023 \$
Current tax expense	31,802	43,362
Deferred tax expense	(6,397)	13,001
Recoupment of prior year tax losses	- 17 (17 - 17	
Under / (over) provision of prior years	(11,205)	4,494
	14,200	60,857

(b) Prima Facie Tax Payable

The prima facie tax on profit/(loss) from ordinary activities before income tax is reconciled to the income tax expense as follows:

	2024 \$	2023 \$
Prima facie tax on profit before income tax at 25% (2023: 25%)	25,905	45,473
Add Tax Effect Of:		
- Utilisation of previously unrecognised carried forward tax losses		
- Under / (over) provision of prior years	(11,205)	4,494
- Non-deductible expenses	(500)	10,890
Income tax attributable to the entity	14,200	60,857
The applicable weighted average effective tax rate is:	13.70%	33.46%

Notes to the Financial Statements For the year ended 30 June 2024

Note 10. Cash & Cash Equivalents

	2024	2023
	\$ 1	\$
Cash at bank and on hand	40,952	57,560
	40,952	57,560

Cash and cash equivalents include cash on hand, deposits available on demand with banks, other short-term highly liquid investments with original maturities of three months or less. Any bank overdrafts are reported within short-term borrowings in current liabilities in the statement of financial position.

Note 11. Trade & Other Receivables

	2024 \$	2023 \$
Current		Ψ
Trade receivables	72,118	94,610
	72,118	94,610

Trade and other receivables are initially measured at the transaction price. Trade and other receivables are due for settlement usually no more than 30 days from the date of recognition.

The Company's main debtor relates to the Bendigo & Adelaide Bank monthly profit share distribution, which is deposited within a reasonable timeframe each month. There are no items that require the application of the lifetime expected credit loss model.

Note 12. Financial Assets

	2024	2023
	\$	\$
At Amortised Cost		
Term deposits	541,628	421,667
	541,628	421,667

Term deposits classified as financial assets include only those with a maturity period greater than three months. Where maturity periods are less than three months, these investments are recorded as cash and cash equivalents.

Note 13. Other Assets

	2024	2023
Prepayments	\$ 6,078	\$ 5,039
Accrued interest	5,027	2,228
	11,105	7,267

Other assets represent items that will provide the entity with future economic benefits controlled by the entity as a result of past transactions or other past events.

Notes to the Financial Statements For the year ended 30 June 2024

Note 14. Property, Plant & Equipment

(a) Carrying Amounts

	2024 \$			2023 \$		
	At Cost / Valuation	Accumulated Depreciation	000	At Cost / Valuation	Accumulated Depreciation	8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8
Leasehold improvements	161,357	115,286	46,071	161,357	100,810	60,547
Plant & equipment	16,618	12,929	3,689	14,668	11,999	2,669
Motor vehicles	34,769	14,872	19,897	34,769	8,240	26,529
Total	212,744	143,087	69,657	210,794	121,049	89,745

(b) Movements in Carrying Amounts

2024	Leasehold Imp. \$	Plant & Equipment \$	Motor Vehicles \$	Total
Opening carrying value	60,547	2,669	26,529	89,745
Additions	_	1,950		1,950
Depreciation expense	(14,476)	(930)	(6,632)	(22,038)
Closing carrying value	46,071	3,689	19,897	69,657

2023	Leasehold Imp. \$	Plant & Equipment \$	Motor Vehicles \$	Total
Opening carrying value	75,928	1,716	3,377	81,021
Additions		1,464	34,769	36,233
Disposals	-	-	(2,972)	(2,972)
Depreciation expense	(15,381)	(511)	(8,645)	(24,537)
Closing carrying value	60,547	2,669	26,529	89,745

(c) Capital Expenditure Commitments

The entity does not have any capital expenditure commitments as at 30 June 2024 (2023: None).

(d) Changes in Estimates

During the financial year, the Company assessed estimates used for property, plant and equipment including useful lives, residual values, and depreciation methods.

There were no changes in estimates for the current reporting period.

Notes to the Financial Statements For the year ended 30 June 2024

Note 15. Right-of-use Assets

Right-of-use assets are measured at amounts equal to the present value of enforceable future payments on the adoption date, adjusted for lease incentives, make-good provisions, and initial direct costs.

The Company derecognises right-of-use assets at the termination of the lease period or when no future economic benefits are expected to be derived from the use of the underlying asset.

The Company's lease portfolio includes buildings.

Options to Extend or Terminate

The option to extend or terminate is contained in the property lease of the Company. All extension or termination options are only exercisable by the Company. The extension options or termination options which were probable to be exercised have been included in the calculation of the right-of-use asset.

AASB 16 Amounts Recognised in the Statement of Financial Position

	Leased Buildings \$	Total ROU Asset \$
Leased asset	118,571	118,571
Depreciation	(39,708)	(39,708)
	78,863	78,863

AASB 16 Amounts Recognised in the Statement of Profit or Loss and Other Comprehensive Income

	2024	2023
	\$	\$
Depreciation expense related to right-of-use assets	8,927	8,928
Interest expense on lease liabilities	2,848	1,018

Note 16. Intangible Assets

(a) Carrying Amounts

		2024			2023		
		Accumulated Amortisation		At Cost / Valuation	Accumulated Amortisation		
Franchise fee	67,193	16,384	50,809	67,193	2,945	64,248	
	67,193	16,384	50,809	67,193	2,945	64,248	

(b) Movements in Carrying Amounts

2024	Franchise Fee \$	2023	Franchise Fee \$
Opening carrying value	64,248	Opening carrying value	10,289
Additions		Additions	67,193
Disposals		Disposals	-
Amortisation expense	(13,439)	Amortisation expense	(13,234)
Closing carrying value	50,809	Closing carrying value	64,248

Notes to the Financial Statements For the year ended 30 June 2024

Note 17. Tax Assets & Liabilities

(a) Current Tax

	2024 \$	2023 \$
Income tax payable/(refundable)	(14,160)	43,362

(b) Deferred Tax

Movement in the Company's deferred tax balances for the year ended 30 June 2024:

	30 June 2023 \$	30 June 2024 \$
Deferred Tax Assets		
- Expense accruals	2,162	2,545
- Provision for doubtful debts		_
- Unused tax losses		
- Property, plant & equipment		
- Employee provisions	3,778	5,149
Total deferred tax assets	5,940	7,694
Deferred Tax Liabilities		
- Right-of-use assets	78	2,310
- Accrued income	(557)	(1,257)
- Prepayments	(1,260)	(1,520)
- Property, plant & equipment	(31,503)	(16,927)
Total deferred tax liabilities	(33,242)	(17,394)
Net deferred tax assets/(liabilities)	(27,302)	(9,700)

Notes to the Financial Statements For the year ended 30 June 2024

Movement in the Company's deferred tax balances for the year ended 30 June 2023:

	30 June 2022 \$	30 June 2023 \$
Deferred Tax Assets		
- Expense accruals	1,158	2,162
- Provision for doubtful debts		-
- Prepayments	(1,352)	(1,260)
- Property, plant & equipment	-	-
- Employee provisions	4,160	3,778
Total deferred tax assets	3,966	4,680
Deferred Tax Liabilities		
- Right-of-use assets	2,049	78
- Accrued income	(61)	(557)
- Property, plant & equipment	(19,712)	(31,503)
Total deferred tax liabilities	(17,724)	(31,982)
Net deferred tax assets/(liabilities)	(13,758)	(27,302)

Notes to the Financial Statements For the year ended 30 June 2024

Note 18. Trade & Other Payables

	2024 \$	2023 \$
Current		HINDELTON CONT.
Trade creditors	5,421	5,292
GST	(5,679)	1,270
PAYGW	4,021	3,030
Other creditors and accruals	54,857	10,979
	58,620	20,571

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

Note 19. Provisions

	2024 \$	2023 \$
Current		STANDARD STANDARD
Provision for FBT	(1,857)	-
Provision for dividends	38,817	9,189
	36,960	9,189

Note 20. Lease Liabilities

Lease liabilities were measured at amounts equal to the present value of enforceable future payments of the term reasonably expected to be exercised, discounted at the appropriate incremental borrowing rate on the adoption date.

The discount rate used in calculating the present value of enforceable future payments takes into account the particular circumstances applicable to the underlying leased assets (including the amount, lease term, economic environment, and other relevant factors).

The Company has applied judgement in estimating the remaining lease term including the effects of any extension or termination options reasonably expected to be exercised, applying hindsight if appropriate.

The Company assesses at the lease commencement date whether it is reasonably certain to exercise extension options. The Company reassesses whether it is reasonably certain to exercise the options if there is a significant event or significant change in circumstances within its control.

(b) Lease Liabilities

Lease liabilities are presented in the consolidated statement of financial position as follows:

	2024 \$	2023 \$
Current	9,644	9,944
Non-current	78,379	86,711

Notes to the Financial Statements

For the year ended 30 June 2024

Note 20. Lease Liabilities (continued)

(b) Lease Liabilities (continued)

The lease liabilities are secured by the related underlying assets. Future minimum lease payments at 30 June 2024 were as follows:

		Minimum lease payments due			
	< 1 Year	1 - 2 Years	3 - 5 Years	> 5 years	Total
30 June 2024					
Lease payments	9,644	9,352	26,397	30,381	75,774
Net present values	9,644	9,352	26,397	30,381	75,774
30 June 2023					
Lease payments	9,944	18,996	26,397	30,381	85,718
Net present values	9,944	18,996	26,397	30,381	85,718

(c) Lease Payments Not Recognised as a Liability

The Company has elected not to recognise a lease liability for short term leases (leases with an expected term of 12 months or less) or for leases of low value assets. Payments made under such leases are expensed on a straight-line basis. In addition, certain variable lease payments are not permitted to be recognised as lease liabilities and are expensed as incurred.

Note 21. Employee Benefits

	2024 \$	2023 \$
Current		V
Provision for annual leave	9,335	8,858
	9,335	8,858
Non-Current Non-Current		
Provision for long service leave	11,259	6,252
	11,259	6,252

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

Employee Attrition Rates

The Company uses historical employee attrition rates in determining the probability of an employee, at a given date, achieving continuous employment eligible for entitlement in accordance with long service leave legislation.

Notes to the Financial Statements For the year ended 30 June 2024

Note 22. Issued Capital

(a) Issued Capital

	2024		2023	
	Number	\$	Number	\$
Ordinary shares - fully paid	467,472	467,472	469,472	469,472

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction from the proceeds.

(b) Movements in share capital

	2024 \$	2023 \$
Fully paid ordinary shares:		
At the beginning of the reporting period	469,472	469,472
Shares issued during the year	(2,000)	
At the end of the reporting period	467,472	469,472

Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held. At the shareholders' meetings each shareholder is entitled to one vote when a poll is called, or on a show of hands. The Company does not have authorised capital or par value in respect of its issued shares. All issued shares are fully paid. All shares rank equally with regard to the company's residual assets.

Note 23. Retained Earnings

	Note	2024 \$	2023 \$
Balance at the beginning of the reporting period		141,227	20,191
Profit for the year after income tax		89,419	121,036
Dividends provided for / paid	28	(32,723)	
Balance at the end of the reporting period		197,923	141,227

Notes to the Financial Statements For the year ended 30 June 2024

Note 24. Cash Flow Information

(a) Cash and cash equivalents balances as shown in the Statement of Financial Position can be reconciled to the Statement of Cash Flows as follows:

	Note	2024 \$	2023 \$
Cash and cash equivalents	10	40,952	57,560
As per the Statement of Cash Flows		40,952	57,560

(b) Reconciliation of cash flow from operations with profit/loss after income tax

	2024 \$	2023 \$
Profit for the year after income tax	89,419	121,036
Non-cash flows in profit		
- Depreciation	30,965	33,466
- Amortisation	13,439	13,234
- Share transfers	(2,000)	-
- Net (profit) / loss on disposal of property, plant & equipment	-	(3,300)
Changes in assets and liabilities		
- (Increase) / decrease in trade and other receivables	22,492	(35,310)
- (Increase) / decrease in prepayments and other assets	(3,838)	-
- (Increase) / decrease in deferred tax asset	(17,602)	13,544
- Increase / (decrease) in trade and other payables	(4,771)	(7,032)
- Increase / (decrease) in current tax liability	(14,701)	46,258
- Increase / (decrease) in provisions	3,627	560
Net cash flows from operating activities	117,030	182,456

Note 25. Financial Instruments

The following shows the carrying amounts for all financial instruments at amortised cost. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Note	2024	2023
Financial Assets		\$ Decimal Note 1 (1)	\$
Trade and other receivables	11	72,118	94,610
Cash and cash equivalents	10	40,952	57,560
Term deposits	12	541,628	421,667
		654,698	573,837
Financial Liabilities			
Trade and other payables	18	62,641	20,571
Lease liabilities	20 (b)	88,023	96,655
		150,664	117,226

Notes to the Financial Statements For the year ended 30 June 2024

Note 26. Related Parties

(a) 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. The only key management personnel identified for the Company are the Board of Directors, the members of which are listed in the Directors' report.

(b) Key Management Personnel Compensation

Other than detailed below, no key management personnel or related party has entered into any contracts with the company. There has been a remuneration policy developed as executive directors receive a nominal amount for their services. All other positions are held on a voluntary basis and those directors do not receive remuneration.

	2024 \$	2023 \$
Grant Little	1,500	-
Simon Ferrier	500	2,000
Rebecca Wishart	1,500	1,625
Rhianna Paton	2,000	2,000
Fran Malone	500	375
	6,000	6,000

Short-term Employee Benefits

These amounts include fees and benefits paid to the non-executive Chair and non-executive Directors as well as all salary, paid leave benefits, fringe benefits and cash bonuses awarded to Executive Directors and other key management personnel.

Post-employment Benefits

These amounts are the current year's estimated cost of providing the Company's defined benefits scheme post-retirement, superannuation contributions made during the year and post-employment life insurance benefits.

Other Long-term Benefits

These amounts represent long service leave benefits accruing during the year, long-term disability benefits and deferred bonus payments.

Share-based payments

These amounts represent the expense related to the participation of key management personnel in equitysettled benefits schemes as measured by the fair value of the options, rights and shares granted on grant date.

(c) Other Related Parties

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel, individually or collectively with their close family members.

Notes to the Financial Statements For the year ended 30 June 2024

Note 26. Related Parties (continued)

(e) Key Management Personnel Shareholdings

The number of ordinary shares in the Company held by each key management personnel during the financial year has been disclosed in the Director's Report.

(f) Other Key Management Transactions

There has been no other transactions key management or related parties other than those described above.

Note 27. Auditor's Remuneration

The appointed auditor of Coleraine & District Financial Services Limited for the year ended 30 June 2024 is McLaren Hunt. Amounts paid or due and payable to the auditor are outlined below.

	2024	2023
	\$	\$
Audit & Review Services		
Audit and review of financial statements	3,650	2,090
	3,650	2,090

Note 28. Dividends

The following dividends were provided for and paid to shareholders during the reporting period as presented in the statement of changes in equity and statement of cash flows.

	2024		2024 2023	
	Number	\$	Number	\$
Fully franked dividend	467,472.00	32,723	-	-
Dividends provided for and paid during the year	467,472.00	32,723		

The tax rate at which dividends have been franked is 25% (2023: 25%).

Note 29. Earnings Per Share

The calculation of basic and diluted earnings per share has been based on the following profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding.

	2024 \$	2023 \$
Profit attributable to ordinary shareholders	89,419	121,036
	Number	Number
Weighted average number of ordinary shares	467,472	469,472
	¢	¢
Basic and diluted earnings per share	19.13	25.78

Notes to the Financial Statements For the year ended 30 June 2024

Note 30. Events After the Reporting Period

There have been no significant events after the end of the financial year that would have a material impact on the financial statements or the Company's state of affairs.

Note 31. Commitments & Contingencies

The Company has no other commitments requiring disclosure.

There were no contingent liabilities or assets at the date of this report that would have an impact on the financial statements.

Note 32. Company Details

The registered office of the Company is:

Coleraine & District Financial Services Limited

59 Whyte Street Coleraine VIC 3315

The principal place of business are:

Coleraine & District Financial Services Limited

59 Whyte Street

Coleraine VIC 3315

Director's Declaration
For the year ended 30 June 2024

In accordance with a resolution of the directors of Coleraine & District Financial Services Limited, we state that:

In the opinion of the directors:

- (a) The financial statements and notes of the Company are 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 2024 and of its performance for the financial year ended on that date; and
 - (ii) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
- (b) 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.

Grent Little Director

Dated this 12th day of September, 2024



INDEPENDENT AUDIT REPORT TO THE MEMBERS OF COLERAINE & DISTRICT FINANCIAL SERVICES LIMITED

Opinion

We have audited the financial report of Coleraine & District Financial Services Limited, which comprises the balance sheet as at 30 June 2024, and the comprehensive income statement, the cash flow statement, statement of changes in equity for the year then ended, a summary of material accounting policies, other explanatory notes and the directors' declaration.

In our opinion, the accompanying financial report of Coleraine & District Financial Services Limited is in accordance with the *Corporations Act 2001*, including:

- (a) 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 then ended; and
- (b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis of 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 Coleraine & District Financial Services Limited in accordance with the ethical requirements of the Accounting Professional and Ethical Standards APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia, and we have 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 report.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist Coleraine & District Financial Services Limited. in complying with the to meet the requirements of the Corporations Act 2001. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal controls as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and 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 relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Coleraine & District Financial Services Limited's financial reporting process.

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.

199 Koroit Street | PO Box 677 | Warmambool VIC 3280 P: (03) 5562 3544 | F: (03) 5562 0689 | E: admin@mhfg.com.

www.mclarenhunt.com.au

Liability limited by a scheme approved under Professional Standards Legislation





Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to audit 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 Coleraine & District Financial Services Limited's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Coleraine & District Financial Services Limited's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Coleraine & District Financial Services Limited to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and
 whether the financial report represents the underlying transactions and events in a manner that achieves fair
 presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

M'CLAREN HUNT AUDIT AND ASSURANCE

N.L. MCLEAN PARTNER

Dated at Warrnambool, 16 September 2024

199 Koroit Street | PO Box 677 | Warrnambool VIC 3280 P: (03) 5562 3544 | F: (03) 5562 0689 | E: admin@mhfg.com. www.mclarenhunt.com.au

CHARTERED ACCOUNTANTS*

Liability limited by a scheme approved under Professional Standards Legislation

Community Bank · Coleraine & District 59 Whyte Street,

Coleraine VIC 3315

Phone: 03 5575 2783 Fax: 03 5575 2826 Email: 9126@bendigoadelaide.com.au Web: bendigobank.com.au/coleraine

Franchisee: Coleraine and District Financial Services Limited

ABN: 77 102 030 017 59 Whyte Street Coleraine VIC 3315

Phone: 03 5575 2783 Fax: 03 5575 2826 Email: 9126@bedigoadelaide.com.au

Share Registry:

Coleraine & District Financial Services Ltd

PO Box 68, Coleraine VIC 3315

Phone: 0428752018

Email: becawati@hotmail.com



facebook - community bank coleraine

This Annual Report has been printed on 100% Recycled Paper

