

# Inverloch & District Financial Enterprises Limited

ABN 13 117 672 590

Half-year Financial Report - 31 December 2024

# **Inverloch & District Financial Enterprises Limited**

## **Directors' report**

### **31 December 2024**

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

#### **Directors**

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

Mark Gerard McCormack  
Tristan Andrew Creed  
Susan Joy Ruffin  
Kerralie Joy Shaw

Robert Noel Murphy  
Louise Martin-Litchfield  
Nanette Gibson  
Kerrie Ann Giles

#### **Principal activity**

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

#### **Review of operations**

The profit for the company after providing for income tax amounted to \$109,827 (31 December 2023: \$127,784).

#### **Significant changes in the state of affairs**

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

#### **Matters subsequent to the end of the financial half-year**

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

#### **Auditor's independence declaration**

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

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

On behalf of the directors



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Mark Gerard McCormack  
Chair

26 February 2025



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

## Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Inverloch & District Financial Enterprises Limited

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

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

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart', written in a cursive style.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 26 February 2025

A handwritten signature in black ink, appearing to read 'A. Downing', written in a cursive style.

**Adrian Downing**  
Lead Auditor

**Inverloch & District Financial Enterprises Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2024**

	Note	31-Dec-24 \$	31-Dec-23 \$
Revenue from contracts with customers	4	443,812	464,091
Finance revenue		25,404	14,662
Total revenue		<u>469,216</u>	<u>478,753</u>
Employee benefits expense		(203,691)	(186,425)
Advertising and marketing costs		(8,131)	(7,159)
Occupancy and associated costs		(10,317)	(10,004)
Systems costs		(9,421)	(9,866)
Depreciation and amortisation expense		(36,691)	(33,609)
Finance costs		(1,135)	(1,840)
General administration expenses		(49,480)	(52,231)
Loss on disposal of assets		-	(1,820)
Total expenses before community contributions and income tax		<u>(318,866)</u>	<u>(302,954)</u>
<b>Profit before community contributions and income tax expense</b>		150,350	175,799
Charitable donations, sponsorships and grants expense		<u>(3,536)</u>	<u>(6,961)</u>
<b>Profit before income tax expense</b>		146,814	168,838
Income tax expense		<u>(36,987)</u>	<u>(41,054)</u>
<b>Profit after income tax expense for the half-year</b>		109,827	127,784
Other comprehensive income for the half-year, net of tax		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the half-year</b>		<u><u>109,827</u></u>	<u><u>127,784</u></u>
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share		14.64	17.04
Diluted earnings per share		14.64	17.04

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

**Inverloch & District Financial Enterprises Limited**  
**Statement of financial position**  
**As at 31 December 2024**

	31-Dec-24 \$	30-Jun-24 \$
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	63,218	34,241
Trade and other receivables	95,731	95,373
Investments	1,000,000	1,000,000
Total current assets	<u>1,158,949</u>	<u>1,129,614</u>
<b>Non-current assets</b>		
Property, plant and equipment	50,012	49,864
Right-of-use assets	65,516	69,252
Intangibles	15,693	22,024
Total non-current assets	<u>131,221</u>	<u>141,140</u>
<b>Total assets</b>	<u>1,290,170</u>	<u>1,270,754</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	51,203	47,490
Lease liabilities	52,086	45,305
Current tax liabilities	28,975	29,980
Employee benefits	5,575	203
Total current liabilities	<u>137,839</u>	<u>122,978</u>
<b>Non-current liabilities</b>		
Lease liabilities	8,505	29,339
Deferred tax liabilities	9,276	7,784
Employee benefits	321	-
Total non-current liabilities	<u>18,102</u>	<u>37,123</u>
<b>Total liabilities</b>	<u>155,941</u>	<u>160,101</u>
<b>Net assets</b>	<u>1,134,229</u>	<u>1,110,653</u>
<b>Equity</b>		
Issued capital	729,547	729,547
Retained earnings	404,682	381,106
<b>Total equity</b>	<u>1,134,229</u>	<u>1,110,653</u>

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

**Inverloch & District Financial Enterprises Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2024**

	<b>Issued capital \$</b>	<b>Retained earnings \$</b>	<b>Total Equity \$</b>
<b>Balance at 1 July 2023</b>	729,547	175,720	905,267
Profit after income tax expense	-	127,784	127,784
Other comprehensive income, net of tax	-	-	-
Total comprehensive income	-	127,784	127,784
<i>Transactions with owners in their capacity as owners:</i>			
Dividends provided for or paid	5 -	(67,501)	(67,501)
<b>Balance at 31 December 2023</b>	<u>729,547</u>	<u>236,003</u>	<u>965,550</u>
<b>Balance at 1 July 2024</b>	729,547	381,106	1,110,653
Profit after income tax expense	-	109,827	109,827
Other comprehensive income, net of tax	-	-	-
Total comprehensive income	-	109,827	109,827
<i>Transactions with owners in their capacity as owners:</i>			
Dividends provided for or paid	5 -	(86,251)	(86,251)
<b>Balance at 31 December 2024</b>	<u>729,547</u>	<u>404,682</u>	<u>1,134,229</u>

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

**Inverloch & District Financial Enterprises Limited**  
**Statement of cash flows**  
**For the half-year ended 31 December 2024**

	Note	31-Dec-24 \$	31-Dec-23 \$
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		488,291	523,747
Payments to suppliers and employees (inclusive of GST)		(320,901)	(292,243)
Interest received		26,297	20,319
Income taxes paid		(36,500)	(92,538)
		<u>157,187</u>	<u>159,285</u>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(6,990)	(20,505)
		<u>(6,990)</u>	<u>(20,505)</u>
<b>Cash flows from financing activities</b>			
Interest and other finance costs paid		(3,642)	(1,840)
Dividends paid	5	(86,251)	(67,501)
Repayment of lease liabilities		(31,327)	(21,177)
		<u>(121,220)</u>	<u>(90,518)</u>
Net increase in cash and cash equivalents		28,977	48,262
Cash and cash equivalents at the beginning of the financial half-year		<u>34,241</u>	<u>393,954</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>63,218</u></u>	<u><u>442,216</u></u>

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

# Inverloch & District Financial Enterprises Limited

## Notes to the financial statements

### 31 December 2024

#### Note 1. Material accounting policy information

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

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

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

#### Note 2. Economic dependency

The company is economically dependent on its franchise agreement with Bendigo Bank to generate revenue. The current agreement is set to expire within 15 months from the date of this half-year financial report.

The directors have assessed the company's ability to continue as a going concern and have a reasonable expectation that the franchise agreement will be renewed prior to its expiration.

For these reasons, the directors continue to prepare the financial statements on a going concern basis and do not believe this gives rise to any material uncertainty over going concern.

#### Note 3. Change to comparative figures

##### *Classification of term deposits*

In the 30 June 2024 financial statements the directors disclosed a change in classification of term deposits to align the accounting policy with the requirements of AASB 107 Statement of Cash Flows.

The change in classification had the following impacts on comparative figures:

- Opening and closing cash balances were reduced to exclude term deposits with initial investment periods greater than three months as reported in the Statement of cash flows.
- Investments in and redemptions of term deposits with initial investment periods greater than three months are now classified within investment activities as reported in the Statement of cash flows.

#### Note 4. Revenue from contracts with customers

	31-Dec-24	31-Dec-23
	\$	\$
Margin income	391,855	417,328
Fee income	22,444	19,765
Commission income	29,513	26,998
	<u>443,812</u>	<u>464,091</u>
Revenue from contracts with customers	<u>443,812</u>	<u>464,091</u>

##### *Disaggregation of revenue*

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

#### Note 5. Dividends

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



**Inverloch & District Financial Enterprises Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 5. Dividends (continued)**

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
	<b>\$</b>	<b>\$</b>
Fully franked dividend of 11.5 cents per share (31-Dec-23: 9 cents)	<u>86,251</u>	<u>67,501</u>

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

**Note 6. Contingent assets and liabilities**

There were no contingent assets or liabilities at the date of this report that would materially affect the financial statements at the reporting date.

**Note 7. Related party transactions**

The company has related party transactions that include remuneration to a director for accounting services and payments to not-for-profit organisations affiliated with certain directors. These related party transactions are consistent with those disclosed in the company's financial report for the year ended 30 June 2024. There have been no significant changes to the nature or amount of these related party transactions during the half-year ended 31 December 2024.

**Note 8. Events after the reporting date**

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

**Inverloch & District Financial Enterprises Limited**  
**Directors' declaration**  
**31 December 2024**

In the directors' opinion:

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

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

On behalf of the directors



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Mark Gerard McCormack  
Chair

26 February 2025

# Independent auditor's review report to the Directors of Inverloch & District Financial Enterprises Limited

## Report on the half-year financial report

### Conclusion

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

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

### Basis for Conclusion

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

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

### Responsibility of the directors for the financial report

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

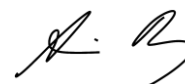
## Auditor's responsibility for the review of the financial report

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

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



**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 26 February 2025



**Adrian Downing**  
Lead Auditor