

**Kwinana Community Financial Services Ltd**

ABN 89 169 535 228

**Half-year Financial Report - 31 December 2024**

**Kwinana Community Financial Services Ltd**  
**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:

Johannes Maria Iriks  
Wayne Milnes  
Stephen Paul Williams  
Maxwell John Bird

Leslie Harris Whiddett  
Christopher Michael Duke  
David Redpath

**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 \$50,996 (31 December 2023: \$37,295).

**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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Leslie Harris Whiddett  
Non-executive director

111 031 2025



Andrew Frewin Stewart  
61 Bull Street Bendigo VIC 3550  
ABN: 65 684 604 390  
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03 5443 0344

## Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Kwinana Community Financial Services Ltd

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', is positioned above the printed name.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 11 March 2025

A handwritten signature in black ink, appearing to read 'Lachlan Tatt', is positioned above the printed name.

**Lachlan Tatt**  
**Lead Auditor**

**Kwinana Community Financial Services Ltd**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2024**

	<b>Note</b>	<b>31-Dec-24</b> <b>\$</b>	<b>31-Dec-23</b> <b>\$</b>
Revenue from contracts with customers	3	412,425	362,406
<b>Total revenue</b>		<u>412,425</u>	<u>362,406</u>
Employee benefits expense		(254,028)	(217,985)
Advertising and marketing costs		(2,118)	(3,553)
Occupancy and associated costs		(11,538)	(10,717)
Systems costs		(14,273)	(12,681)
Depreciation and amortisation expense		(22,503)	(22,264)
Finance costs		(2,059)	(3,431)
General administration expenses		(34,382)	(40,591)
Total expenses before community contributions and income tax		<u>(340,901)</u>	<u>(311,222)</u>
<b>Profit before community contributions and income tax expense</b>		71,524	51,184
Charitable donations, sponsorships and grants expense		<u>(3,530)</u>	<u>(3,763)</u>
<b>Profit before income tax expense</b>		67,994	47,421
Income tax expense		<u>(16,998)</u>	<u>(10,126)</u>
<b>Profit after income tax expense for the half-year</b>		50,996	37,295
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>50,996</u></u>	<u><u>37,295</u></u>
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share		4.40	3.22
Diluted earnings per share		4.40	3.22

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

**Kwinana Community Financial Services Ltd**  
**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	114,699	64,013
Trade and other receivables	82,988	58,794
Total current assets	<u>197,687</u>	<u>122,807</u>
<b>Non-current assets</b>		
Property, plant and equipment	35,606	42,582
Right-of-use assets	97,911	106,887
Intangibles	6,551	13,102
Deferred tax assets	229,659	246,657
Total non-current assets	<u>369,727</u>	<u>409,228</u>
<b>Total assets</b>	<u>567,414</u>	<u>532,035</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	66,776	44,793
Lease liabilities	22,318	22,315
Employee benefits	29,250	25,261
Total current liabilities	<u>118,344</u>	<u>92,369</u>
<b>Non-current liabilities</b>		
Lease liabilities	91,353	100,635
Employee benefits	3,554	1,064
Total non-current liabilities	<u>94,907</u>	<u>101,699</u>
<b>Total liabilities</b>	<u>213,251</u>	<u>194,068</u>
<b>Net assets</b>	<u>354,163</u>	<u>337,967</u>
<b>Equity</b>		
Issued capital	1,120,118	1,120,118
Accumulated losses	<u>(765,955)</u>	<u>(782,151)</u>
<b>Total equity</b>	<u>354,163</u>	<u>337,967</u>

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

**Kwinana Community Financial Services Ltd**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2024**

	Note	Issued capital \$	Accumulated losses \$	Total equity \$
<b>Balance at 1 July 2023</b>		1,120,118	(843,989)	276,129
Profit after income tax expense		-	37,295	37,295
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	37,295	37,295
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	4	-	(34,800)	(34,800)
<b>Balance at 31 December 2023</b>		<u>1,120,118</u>	<u>(841,494)</u>	<u>278,624</u>
<b>Balance at 1 July 2024</b>		1,120,118	(782,151)	337,967
Profit after income tax expense		-	50,996	50,996
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	50,996	50,996
<i>Transactions with owners in their capacity as owners:</i>				
Dividends provided for or paid	4	-	(34,800)	(34,800)
<b>Balance at 31 December 2024</b>		<u>1,120,118</u>	<u>(765,955)</u>	<u>354,163</u>

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

**Kwinana Community Financial Services Ltd**  
**Statement of cash flows**  
**For the half-year ended 31 December 2024**

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers (inclusive of GST)	429,267	401,633
Payments to suppliers and employees (inclusive of GST)	(353,702)	(317,374)
Interest and other finance costs paid	-	(1,099)
	<u>75,565</u>	<u>83,160</u>
<b>Cash flows from investing activities</b>		
Payments for intangible assets	<u>(13,541)</u>	<u>(13,541)</u>
Net cash used in investing activities	<u>(13,541)</u>	<u>(13,541)</u>
<b>Cash flows from financing activities</b>		
Interest and other finance costs paid	(2,059)	(2,332)
Repayment of lease liabilities	<u>(9,279)</u>	<u>(8,841)</u>
Net cash used in financing activities	<u>(11,338)</u>	<u>(11,173)</u>
Net increase in cash and cash equivalents	50,686	58,446
Cash and cash equivalents at the beginning of the financial half-year	<u>64,013</u>	<u>(47,260)</u>
Cash and cash equivalents at the end of the financial half-year	<u><u>114,699</u></u>	<u><u>11,186</u></u>

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

**Kwinana Community Financial Services Ltd**  
**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, except for the policies stated below.

**Note 2. Economic dependency and material uncertainty**

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank. The company is economically dependent on the ongoing receipt of revenue under the franchise agreement. The franchise agreement expires on 17 June 2025.

The franchise agreement includes a five-year renewal option. Under the terms of the franchise agreement, Bendigo Bank will renew the agreement upon the company's request, subject to the company satisfying certain conditions. The key conditions for renewal include:

- compliance with conditions under the existing agreement
- maintaining valid lease agreement/s for branch premises where applicable
- ensuring branch premises meet Bendigo Bank's fit-out requirements at the time of renewal

Subsequent to 31 December 2024, the directors commenced negotiations with Bendigo Bank to renew the franchise agreement for an additional five years. The directors have assessed the company's ability to meet these conditions and, to the best of their knowledge, believe they have been and will continue to be satisfied. Accordingly, the directors have a reasonable expectation that a new franchise agreement will be signed prior to the expiry of the existing term of the agreement.

**Note 3. Revenue from contracts with customers**

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
	\$	\$
Margin income	373,482	319,310
Fee income	20,789	18,512
Commission income	18,154	24,584
	<u>412,425</u>	<u>362,406</u>
Revenue from contracts with customers	<u>412,425</u>	<u>362,406</u>

*Disaggregation of revenue*

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

**Note 4. Dividends**

*Dividends declared during the half-year and payable*

The following dividends were declared but not paid during the half-year as presented in the Statement of changes in equity.

	<b>31-Dec-24</b>	<b>31-Dec-23</b>
	\$	\$
Unfranked dividend of 3 cents per share (31-Dec-23: 3 cents)	<u>34,800</u>	<u>34,800</u>

**Kwinana Community Financial Services Ltd**  
**Notes to the financial statements**  
**31 December 2024**

**Note 5. Contingent assets and liabilities**

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

**Note 6. Related party transactions**

The company has related party transactions that include rental payments to KPC Investments Pty Ltd who a company director is also a director and shareholder of. 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 7. 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.

**Kwinana Community Financial Services Ltd**  
**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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Leslie Harris Whiddett  
Non-executive director

11/03/ 2025



Andrew Frewin Stewart  
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# Independent auditor's review report to the Directors of Kwinana Community Financial Services Ltd

## Report on the half-year financial report

### Conclusion

We have reviewed the half-year financial report of Kwinana Community Financial Services Ltd (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 Kwinana Community Financial Services Ltd 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.



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

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

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

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

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 11 March 2025

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

**Lachlan Tatt**  
**Lead Auditor**