

Mt Evelyn & Districts Financial Services Limited

Financial Statements

as at

31 December 2012

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Directors' Report

Your Directors submit the financial report of the Company for the half year ended 31 December 2012.

Directors

The names of directors who held office during the half year and until the date of this report are:

Jillian Lorraine Rule (Chairman)

Margaret Calder Sank

Janette Christine Simmons

Craig Keithley

Gareth Little-Hales

Iain Warren Fraser

Gai Williams

Georgia Miriam Donovan

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

Principal activities

The principal activities of the Company during the course of the financial period were providing community banking services under management rights to operate a franchised branch of Bendigo & Adelaide Bank Limited.

Review and results of operations

Operations have continued to perform in line with expectations. The net profit of the company for the financial period was \$82,384 (2011: \$58,896).

Matters subsequent to the end of the reporting period

There are no matters or circumstances that have arisen since the end of the half year reporting period that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company.

Mt Evelyn & Districts Financial Services Limited
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Directors' Report

Significant changes in the state of affairs

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

Auditor's independence declaration

The auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on page 3 for the half year ended 31 December 2012.

Signed in accordance with a resolution of the Board of Directors at Mt Evelyn & Districts Financial Services Limited on 24th January 2013.


.....
Jillian Rule, Chairman



**Richmond
Sinnott &
Delahunty**

Chartered Accountants

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Bendigo, Victoria
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Auditor's Independence Declaration under section 307C of the Corporations Act 2001 to the Directors of Mt Evelyn & Districts Financial Services Limited

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2012 there has been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

RICHMOND SINNOTT & DELAHUNTY
Chartered Accountants

Philip Delahunty
Partner
Level 2, 10-16 Forest Street
Bendigo VIC 3550

Dated, 24 January 2013

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 31 December 2012

	31-Dec 2012 \$	31-Dec 2011 \$
Revenue	911,858	842,346
Employee benefits expense	(457,605)	(445,600)
Depreciation and amortisation expense	(32,103)	(35,928)
Finance costs	(645)	(10)
Other expenses from ordinary activities	<u>(178,337)</u>	<u>(151,158)</u>
Profit before charitable donations & sponsorships	243,168	209,650
Charitable donations and sponsorship	<u>(124,834)</u>	<u>(124,869)</u>
Profit before income tax	118,334	84,781
Income tax expense	<u>35,950</u>	<u>25,885</u>
Profit for the period	82,384	58,896
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>82,384</u></u>	<u><u>58,896</u></u>
Earnings per share (cents per share)		
- basic earnings per share	2.80	2.00
- diluted earnings per share	2.80	2.00

The accompanying notes form part of these financial statements

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Condensed Statement of Financial Position
as at 31 December 2012

	31-Dec 2012 \$	30-Jun 2012 \$
ASSETS		
Current Assets		
Cash and cash equivalents	698,846	1,055,568
Trade and other receivables	164,619	183,661
Other	8,354	7,420
Total Current Assets	<u>871,819</u>	<u>1,246,649</u>
Non-Current Assets		
Property, plant and equipment	1,163,392	1,030,643
Deferred tax asset	29,523	29,723
Intangible assets	96,051	112,362
Total Non-Current Assets	<u>1,288,966</u>	<u>1,172,728</u>
Total Assets	<u>2,160,785</u>	<u>2,419,377</u>
LIABILITIES		
Current Liabilities		
Trade and other payables	74,703	450,952
Loans and borrowings	19,164	281
Current tax payable	28,381	47,795
Provisions	97,361	96,178
Total Current Liabilities	<u>219,610</u>	<u>595,206</u>
Non-Current Liabilities		
Loans and borrowings	108,122	-
Other	-	-
Total Non-Current Liabilities	<u>108,122</u>	<u>-</u>
Total Liabilities	<u>327,732</u>	<u>595,206</u>
Net Assets	<u>1,833,053</u>	<u>1,824,171</u>
Equity		
Issued capital	1,527,561	1,527,561
Retained earnings	305,492	296,610
Total Equity	<u>1,833,053</u>	<u>1,824,171</u>

The accompanying notes form part of these financial statements

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Condensed Statement of Changes in Equity
for the half-year ended 31 December 2012

		Issued Capital \$	Retained Earnings \$	Total Equity \$
Balance at 1 July 2012		1,527,561	296,610	1,824,171
Total comprehensive income for the period		-	82,384	82,384
Transactions with owners in their capacity as owners:				
Shares issued during the period		-	-	-
Dividends recognised for the period	5	-	(73,502)	(73,502)
Balance at 31 December 2012		<u>1,527,561</u>	<u>305,492</u>	<u>1,833,053</u>
Balance at 1 July 2011		1,527,561	178,640	1,706,201
Total comprehensive income for the period			58,896	58,896
Transactions with owners in their capacity as owners:				
Shares issued during the period		-	-	-
Dividends recognised for the period	5	-	(44,101)	(44,101)
Balance at 31 December 2011		<u>1,527,561</u>	<u>193,435</u>	<u>1,720,996</u>

The accompanying notes form part of these financial statements

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Condensed Statement of Cash Flows
for the half-year ended 31 December 2012

	31-Dec 2012 \$	31-Dec 2011 \$
Cash Flows From Operating Activities		
Receipts from customers	957,578	909,811
Payments to suppliers and employees	(1,187,578)	(799,725)
Interest paid	(645)	(10)
Interest received	24,125	10,521
Income tax paid	(55,164)	2,561
Net cash flows from operating activities	<u>(261,684)</u>	<u>123,158</u>
Cash Flows From Investing Activities		
Proceeds from sale of property, plant and equipment	-	-
Purchase of intangible assets	-	-
Payments for property, plant and equipment	(148,541)	(4,393)
Net cash flows used in investing activities	<u>(148,541)</u>	<u>(4,393)</u>
Cash Flows From Financing Activities		
Repayment of borrowings	-	(2,490)
Proceeds of borrowings	127,005	-
Dividends paid	(73,502)	(44,101)
Net cash flows used in financing activities	<u>53,503</u>	<u>(46,591)</u>
Net increase / (decrease) in cash held	(356,722)	72,174
Cash and cash equivalents at beginning of period	<u>1,055,568</u>	<u>909,732</u>
Cash and cash equivalents at end of period	<u><u>698,846</u></u>	<u><u>981,906</u></u>

The accompanying notes form part of these financial statements

Mt Evelyn & Districts Financial Services Limited

ABN 93 096 782 240

**Notes to the Financial Statements
for the half-year ended 31 December 2012**

1. Summary of significant accounting policies

(a) Basis of preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2012 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Mt Evelyn & Districts Financial Services Limited ("the Company"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2012, together with any public announcements made during the following half-year.

(b) Accounting policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied to the most recent annual financial statements.

(c) Critical accounting estimates and judgements

The critical estimates and judgements are consistent with those applied and disclosed in the June 2012 annual report.

(d) New and revised accounting requirements applicable to the current half year reporting period

For the half year reporting period to 31 December 2012, a number of new and revised Accounting Standard requirements became mandatory for the first time, some of which are relevant to the Company. A discussion of these new and revised requirements that are relevant to the Company is provided below:

The Company adopted AASB 2011-9: Amendments to Australian Accounting Standards- Presentation of Items of Other Comprehensive Income on 1 July 2012. AASB 2011-9 is mandatorily applicable from 1 July 2012 and amends AASB 101: Presentation of Financial Statements.

AASB 2011-9 amends the presentation requirements of other comprehensive income. As the financial report contains no other comprehensive income, this has not affected the presentation of the financial statements.

AASB 2011-9 also amends AASB 101 to change the title "Income Statement" to "Statement of Profit or Loss and Other Comprehensive Income" when the single statement approach is followed. Although other titles are also permitted, the Company has decided to use the title "Statement of Profit or Loss and Other Comprehensive Income."

The adoption of AASB 2011-9 only changed the presentation of the Company's financial statements and did not have any impact on the amounts reported for the current period or for any prior period in the Company's financial statements.

The Company has not elected to adopt any other new standards or amendments that are issued but not yet effective.

Mt Evelyn & Districts Financial Services Limited

ABN 93 096 782 240

**Notes to the Financial Statements
for the half-year ended 31 December 2012**

2. Events subsequent to reporting date

There have been no events subsequent to reporting date that would materially effect the financial statements at the reporting date.

3. Contingent assets and liabilities

Since the last annual reporting date there has been no material change of any contingent assets or contingent liabilities.

4. Segment reporting

The economic entity operates in the financial services sector where it provides banking services to its clients. The economic entity operates in one geographic area being Mt Evelyn and Districts.

5. Dividends Paid

	2012	2011
	\$	\$
<i>Dividends paid during the half year</i>		
Final franked dividend for the year ended 30 June 2012 of	73,502	44,101
2.5 cents (2011: 1.5 cents)		

There were no dividends provided or paid for during the reporting period.

6. Analysis of other comprehensive income

There was no other comprehensive income during the reporting period.

Mt Evelyn & Districts Financial Services Limited
ABN 93 096 782 240
Directors Declaration
for the half-year ended 31 December 2012

The directors of Mt Evelyn & Districts Financial Services Limited, declare that:

- (1) The financial statements and notes, as set out on pages 4 to 9 are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 134, "Interim Financial Reporting"; and
 - (b) giving a true and fair view of the Company's financial position as at 31 December 2012 and of its performance for the half-year ended on that date.
- (2) In the directors opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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


.....
Jill Rule, Chairman

Signed at Mt Evelyn on 24th January 2013

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
MT EVELYN & DISTRICTS FINANCIAL SERVICES LIMITED**

Report on the Half-year Financial Report

We have reviewed the accompanying half year financial report of Mt Evelyn & Districts Financial Services Limited, which comprises the Condensed Statement of Financial Position as at 31 December 2012, the Statement of Profit or Loss and Other Comprehensive Income, Condensed Statement of Changes in Equity, and Condensed Statement of Cash Flows for the half-year ended on 31 December 2012, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Half-year Financial Report

The directors of Mt Evelyn & Districts Financial Services Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with *Corporations Act 2001* including: giving a true and fair view of Mt Evelyn & Districts Financial Services Limited's financial position as at 31 December 2012 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Mt Evelyn & Districts Financial Services Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written auditor's independence declaration, a copy which is included in the director's report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Mt Evelyn & Districts Financial Services Limited is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of Mt Evelyn & Districts Financial Services Limited's financial position as at 31 December 2012 and of its performance for the half year ended on that date; and
- (ii) complying with AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Richmond Sinnott & Delahunty
Chartered Accountants



Philip Delahunty
Partner
Level 2, 10 – 16 Forest Street
Bendigo VIC 3550

Dated: 24th January 2013