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# East Gosford & Districts Financial Services Ltd

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ABN: 90 092 538 620

Financial Report  
For the half-year ended  
31 December 2025

# East Gosford & Districts Financial Services Limited

## Directors' Report

The directors present their report together with the financial statements of the company for the half-year ended 31 December 2025.

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### Board of Directors

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

Garry Samuel Morris	Linda Cooper (resigned 11 December 2025)
Mark Kevin Holton	Christina Benson
Scott Francis Evans	Emma Mason
Carolyn Kay	Bernadette McLoughlin
Paul McCubbin	Brooke Simmons (appointed 26 August 2025)

### Principal activity

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

### Review of operations

Revenue and expenses have increased following our acquisition of the Berowra Community Bank,

During the 6 months ended 31 December 2025:

Revenue has increased in line with purchase of Berowra branch footings

Employee benefits expense increased as a result of additional staff, salary increases, increased employer super contribution rate, and an additional pay period against the previous year

Amortisation expense included \$20,000 for intangibles associated with our purchase of the Berowra Community Bank

General administration expense includes legal fees for the Berowra Community Bank acquisition, and costs associated with the recognition of our Company reaching its 25 year milestone.

The net profit of the company for the financial period after the provision of income tax was:

Half-year ended 31 December 2025	Half-year ended 31 December 2024
\$ 31,126	\$ 237,738

### Significant changes in state of affairs

During the period the company finalised a Purchase Agreement, to Berowra & District Financial Services Limited (BDFSL) to acquire BDFSL's rights in relation to the revenue from its loans, deposits and other revenue generating business, currently derived from the franchise agreement between BDFSL and Bendigo and Adelaide Bank Limited. The Agreement was settled in July 2025.

During the period the Kincumber lease was renewed for a further five years, Lisarow lease was renewed for a further ten years and Berowra lease was recognised for the remaining 12 months. The company also renewed its Franchise Agreement with Bendigo and Adelaide bank limited for an additional five year term to August 2030.

### Events after 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.

### Auditor's independence declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on the following page.

Signed in accordance with a resolution of the directors at East Gosford, New South Wales on 11 March 2026.

Treasurer \_\_\_\_\_

  
Paul McCubbin



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 East Gosford & Districts Financial Services Ltd.

I declare that, to the best of our knowledge and belief, during the half-year ended 31 December 2025 there have been:

- a. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of 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 2026

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

**Joshua Griffin**  
Lead Auditor

# East Gosford & Districts Financial Services Limited

## Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2025

		31-Dec-25 \$	31-Dec-24 \$
Revenue from contracts with customers	3	1,842,903	1,541,890
Other revenue		30,776	54,614
<b>Total revenue</b>		<b>1,873,679</b>	<b>1,596,504</b>
Employee benefits expense		(1,145,782)	(847,991)
Advertising and marketing costs		(19,604)	(22,522)
Occupancy and associated costs		(96,855)	(45,676)
Systems costs		(46,017)	(38,414)
Depreciation and amortisation expense		(167,191)	(116,714)
Finance costs		(36,581)	(24,319)
General administration expenses		(251,119)	(155,240)
<b>Profit before community contributions and income tax (expense)/credit</b>		<b>110,530</b>	<b>345,628</b>
Charitable donations, sponsorships and grants expense		(81,828)	(85,012)
<b>Profit before income tax expense</b>		<b>28,702</b>	<b>260,616</b>
Income tax (expense)/credit		2,424	(22,878)
<b>Profit after income tax for the half-year</b>		<b>31,126</b>	<b>237,738</b>
Other comprehensive income for the half-year, net of tax		-	-
<b>Total comprehensive income for the half-year</b>		<b>31,126</b>	<b>237,738</b>
<b>Earnings per share</b>		¢	¢
- Basic and diluted earnings per share:		3.13	23.90

# East Gosford & Districts Financial Services Limited

## Statement of Financial Position

For the half-year ended 31 December 2025

	Note	31-Dec-25 \$	30-Jun-25 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		133,699	537,263
Trade and other receivables		340,920	258,441
<b>Total current assets</b>		<b>474,619</b>	<b>795,704</b>
<b>Non-current assets</b>			
Investments		1,013,823	1,156,269
Property, plant and equipment		398,579	406,530
Right of use assets	4	1,336,523	549,112
Intangible assets	5	723,239	-
Deferred tax assets		107,505	83,903
<b>Total non-current assets</b>		<b>3,579,669</b>	<b>2,195,814</b>
<b>TOTAL ASSETS</b>		<b>4,054,288</b>	<b>2,991,518</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		206,215	93,537
Current tax liabilities		23,038	51,426
Lease liabilities	6	290,420	100,111
Employee benefits		336,928	303,050
Provisions		28,891	37,706
<b>Total current liabilities</b>		<b>885,492</b>	<b>585,830</b>
<b>Non-current liabilities</b>			
Trade and other payables		191,270	-
Lease liabilities	6	1,155,575	525,613
Employee benefits		30,529	20,297
<b>Total non-current liabilities</b>		<b>1,377,374</b>	<b>545,910</b>
<b>TOTAL LIABILITIES</b>		<b>2,262,866</b>	<b>1,131,740</b>
<b>NET ASSETS</b>		<b>1,791,422</b>	<b>1,859,778</b>
<b>EQUITY</b>			
Issued capital		709,669	709,669
Retained earnings		1,081,753	1,150,109
<b>TOTAL EQUITY</b>		<b>1,791,422</b>	<b>1,859,778</b>

# East Gosford & Districts Financial Services Limited

## Statement of Changes in Equity

For the half-year ended 31 December 2025

	Note	Issued capital \$	Retained earnings \$	Total equity \$
<b>Balance at 1 July 2024</b>		709,669	852,452	1,562,121
Total comprehensive income for the half-year		-	237,738	237,738
<b>Transactions with owners in their capacity as owners:</b>				
Dividends provided for or paid	7	-	(99,482)	(99,482)
<b>Balance at 31 December 2024</b>		<b>709,669</b>	<b>990,708</b>	<b>1,700,377</b>
<b>Balance at 1 July 2025</b>		709,669	1,150,109	1,859,778
Total comprehensive income for the half-year		-	31,126	31,126
<b>Transactions with owners in their capacity as owners:</b>				
Dividends provided for or paid	7	-	(99,482)	(99,482)
<b>Balance at 31 December 2025</b>		<b>709,669</b>	<b>1,081,753</b>	<b>1,791,422</b>

# East Gosford & Districts Financial Services Limited

## Statement of Cash Flows

For the half-year ended 31 December 2025

	Note	31-Dec-25 \$	31-Dec-24 \$
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		1,943,601	1,693,830
Payments to suppliers and employees (inclusive of GST)		(1,714,770)	(1,341,443)
Dividends received		15,116	16,780
Income taxes refunded/(paid)		(49,566)	(77,629)
<b>Net cash from operating activities</b>		<b>194,381</b>	<b>291,538</b>
<b>Cash flows from investing activities</b>			
Sale of financial assets		158,106	-
Payments for intangible assets		(480,000)	(41,400)
<b>Net cash used in investing activities</b>		<b>(321,894)</b>	<b>(41,400)</b>
<b>Cash flows from financing activities</b>			
Repayment of lease liabilities		(176,569)	(103,816)
Dividends paid	7	(99,482)	(99,482)
<b>Net cash used in financing activities</b>		<b>(276,051)</b>	<b>(203,298)</b>
<b>Net cash increase/(decrease) in cash &amp; cash equivalents</b>		<b>(403,564)</b>	<b>46,840</b>
Cash and cash equivalents at the beginning of the financial half-year		537,263	138,587
<b>Cash and cash equivalents at the end of the financial half-year</b>		<b>133,699</b>	<b>185,427</b>

# East Gosford & Districts Financial Services Limited

## Notes to the Financial Statements

For the half-year ended 31 December 2025

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### **Note 1. Material accounting policy information**

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These general purpose financial statements for the interim half-year reporting period ended 31 December 2025 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 2025 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.

#### **Going Concern**

The company has demonstrated strong financial performance, including a profit of \$31,126 and operating cash flows of \$194,381. However, the company has reported a working capital deficiency as of 31 December 2025, where current liabilities exceed current assets by \$410,873. Management is confident that the company will have sufficient resources to repay its short-term debts due to the profitability of the business (both historical and budgeted), strong forecast cashflows, \$1,013,823 of readily convertible investments and recent acquisition of Berowra.

As a result, the directors have a reasonable expectation that the company has adequate resources to pay its debts as and when they fall due for the foreseeable future.

For these reasons, the directors continue to adopt the going concern basis of accounting in preparing the half-year financial statements.

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### **Note 2. Economic dependency**

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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 in August 2030.

The directors have a reasonable expectation that a new franchise agreement will be signed prior to the expiry date. 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.

# East Gosford & Districts Financial Services Limited

## Notes to the Financial Statements

For the half-year ended 31 December 2025

	31-Dec-25	31-Dec-24
	\$	\$
<b>Note 3. Revenue from contracts with customers</b>		
Margin income	1,680,233	1,394,227
Fee income	82,318	70,804
Commission income	80,352	76,859
Revenue from contracts with customers	<u>1,842,903</u>	<u>1,541,890</u>

### *Disaggregation of revenue*

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

For the half-year ended 31 December 2025

	31-Dec-25	30-Jun-25
	\$	\$
<b>Note 4. Right-of-use assets</b>		
<i>Leased land and buildings</i>		
At cost	1,752,756	1,433,935
Less: accumulated depreciation	(416,233)	(884,823)
Total written down amount	<u>1,336,523</u>	<u>549,112</u>

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

<i>Balance at 1 July 2025</i>	549,112
Additions	859,788
Remeasurements adjustments	40,641
Depreciation expense	(113,018)
Total written down amount	<u>1,336,523</u>

See note 6 for further information regarding right of use asset remeasurement.

# East Gosford & Districts Financial Services Limited

## Notes to the Financial Statements

For the half-year ended 31 December 2025

<b>Note 5. Intangible assets</b>	<b>31-Dec-25</b>	<b>30-Jun-25</b>
	<b>\$</b>	<b>\$</b>
<i>Franchise fee</i>		
At cost	-	192,233
Additions	48,300	
Less: accumulated amortisation	(4,516)	(192,233)
	43,784	-
<i>Franchise renewal fee</i>		
Additions	241,504	-
Less: accumulated amortisation	(22,049)	-
	219,455	-
<i>Rights to revenue - Berowra &amp; District FSL</i>		
Additions	480,000	-
Less: accumulated amortisation	(20,000)	-
	460,000	-
Total written down amount	723,239	-

### *Additions*

During the period, the company made a strategic acquisition by purchasing the revenue rights associated with Berowra & District Financial Services Limited. The purchase price of these revenue rights was \$480,000.

The company also renewed its franchise agreement with Bendigo and Adelaide Bank Limited for all four branches, including: East Gosford, Kincumber, Lisarow and Berowra. The additional five years extending the franchise agreements to 30 August 2030.

### *Accounting policy for intangible assets*

Intangible assets of the company relate to the franchise fees paid to Bendigo and Adelaide Bank Limited which conveys the right to operate the Community Bank franchise. The company has also acquired the revenue rights associated with Berowra & District Financial Services Limited

Intangible assets are measured on initial recognition at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

The franchise fees paid by the company and rights to revenue acquired 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:

<u>Asset class</u>	<u>Method</u>	<u>Useful life</u>
Franchise fee	Straight-line	Over the franchise term (5 years)
Franchise renewal fee	Straight-line	Over the franchise term (5 years)
Rights to revenue - Berowra & District FSL	Straight-line	10 years

# East Gosford & Districts Financial Services Limited

## Notes to the Financial Statements

For the half-year ended 31 December 2025

### Note 6. Lease liabilities

	31-Dec-25 \$	30-Jun-25 \$
<i>Current liabilities</i>		
Lease liability	290,420	100,111
<i>Non-current liabilities</i>		
Lease liability	1,155,575	525,613

#### Reconciliation of lease liabilities

	31-Dec-25 \$
<i>Balance at 1 July 2025</i>	625,724
Remeasurements adjustments	929,492
Lease interest expense	35,968
Lease payments - total cash outflow	(145,189)
	<u>1,445,995</u>

During the period the company extended the lease for the Kincumber branch for a further five years to 2030 and renewed the Lisarow branch lease for a further ten years to 2035. The Berowra branch lease continued for its remaining term of 12 months. As a result of these lease modifications, the right-of-use assets and corresponding lease liabilities were remeasured using the revised lease terms.

Note 7. Dividends	31-Dec-25		31-Dec-24	
	Cents	\$	Cents	\$
<b>a) Dividends provided for and paid during the period</b>				
Fully franked dividend	10	99,482	4	39,793
Special dividend - fully franked	-	-	6	59,689
Total dividends paid during the period	<u>10</u>	<u>99,482</u>	<u>10</u>	<u>99,482</u>

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

### Note 8. Contingent assets and liabilities

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

### Note 9. Related parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2025 annual financial report.

### Note 10. Events after the reporting date

No matter or circumstance has arisen since 31 December 2025 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.

# East Gosford & Districts Financial Services Limited

## Directors' Declaration

In the opinion of the directors of East Gosford & Districts Financial Services Ltd("the company"):

1. The financial statements and notes there to are in accordance with the Corporations Act 2001 including:
  - a. giving a true and fair view of the financial position of the entity as at 31 December 2025 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date;
  - b. complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001* ; and
2. 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.

Treasurer



Paul McCubbin

Dated this

11

day of

March

2026



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

# Independent auditor's review report to the Directors of East Gosford & Districts Financial Services Ltd.

## Report on the half-year financial report

### Conclusion

We have reviewed the half-year financial report of East Gosford & Districts Financial Services Ltd. (the company), which comprises the statement of financial position as at 31 December 2025, 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, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the company does not comply with the *Corporations Act 2001* including:

- a. giving a true and fair view of the company's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- b. complying with Australian 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.

### Responsibility of the directors for the financial report

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



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

## 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 we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Australian 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', is positioned above the printed name.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 11 March 2026

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

**Joshua Griffin**  
Lead Auditor