

San Remo District Financial Services Limited
ABN 20 102 770 150

Financial Report

As at December 2015

San Remo District Financial Services Limited
ABN 20 102 770 150
Directors' Report

Your directors submit the financial report of the Company for the half year ended 31 December 2015.

Directors

The names of directors who held office during or since the end of the half-year:

Terry Ashenden	Craig Semple
Joan Matthews	Patrick Russell
Miranda Sage	Peter Paul
Caroline Talbot	Anthony Zoanetti (resigned Nov 2015)
Janice Rowlingson	Ray McNamara
Bruce Procter	

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 and 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 \$66,164 (2014: \$151,143).

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.

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 2 for the half year ended 31 December 2015.

The director's report is signed in accordance with a resolution of the Board of Directors at Newhaven on 22 February 2016.



Director

Dated: 22 February 2016

**Auditor's Independence Declaration under section 307C of the *Corporations Act 2001* to the
Directors of San Remo District Financial Services Limited**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2015
there have been no contraventions of:

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

RICHMOND SINNOTT & DELAHUNTY
Chartered Accountants



Kathie Teasdale
Partner
Level 2, 10-16 Forest Street
Bendigo VIC 3550

Dated: 10 March 2016

San Remo District Financial Services Limited
ABN 20 102 770 150
Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 31 December 2015

	31 Dec 2015 \$	31 Dec 2014 \$
Revenue	987,881	1,238,202
Employee benefits expense	(498,285)	(524,580)
Depreciation and amortisation expense	(46,325)	(43,951)
Bad and doubtful debts expense	(550)	(576)
Rental expense	(35,106)	(36,579)
Finance costs	(7,458)	(10,251)
Other expenses from ordinary activities	<u>(198,054)</u>	<u>(216,946)</u>
Profit before charitable donations & sponsorships	202,103	405,319
Charitable donations and sponsorship	<u>(104,219)</u>	<u>(185,769)</u>
Profit before income tax	97,884	219,550
Income tax expense	<u>(31,720)</u>	<u>(68,407)</u>
Profit for the period	66,164	151,143
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>66,164</u>	<u>151,143</u>
Profit attributable to members of the company	66,164	151,143
Total comprehensive income attributable to members of the company	<u>66,164</u>	<u>151,143</u>
Earnings per share (cents per share)		
- basic earnings per share	4.44	10.00
- diluted earnings per share	4.44	10.00

The accompanying notes form part of these financial statements

San Remo District Financial Services Limited
ABN 20 102 770 150
Statement of Financial Position
as at 31 December 2015

	31 Dec 2015 \$	30 Jun 2015 \$
ASSETS		
Current Assets		
Cash and cash equivalents	367,963	731,156
Current tax receivable	-	25,550
Trade and other receivables	143,909	1,062
Financial assets	314,237	165,666
Other assets	3,276	9,995
Total Current Assets	<u>829,385</u>	<u>933,429</u>
Non-Current Assets		
Property, plant and equipment	1,143,552	1,180,930
Deferred tax assets	2,203	1,383
Intangible assets	4,328	8,903
Total Non-Current Assets	<u>1,150,083</u>	<u>1,191,216</u>
Total Assets	<u>1,979,468</u>	<u>2,124,645</u>
LIABILITIES		
Current Liabilities		
Trade and other payables	90,294	295,635
Borrowings	41,176	50,448
Current tax payable	25,561	-
Provisions	47,361	55,732
Total Current Liabilities	<u>204,392</u>	<u>401,815</u>
Non-Current Liabilities		
Borrowings	280,220	294,135
Total Non-Current Liabilities	<u>280,220</u>	<u>294,135</u>
Total Liabilities	<u>484,612</u>	<u>695,950</u>
Net Assets	<u>1,494,856</u>	<u>1,428,695</u>
Equity		
Issued capital	1,423,739	1,423,739
Retained earnings	71,117	4,956
Total Equity	<u>1,494,856</u>	<u>1,428,695</u>

The accompanying notes form part of these financial statements

San Remo District Financial Services Limited
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Statement of Changes in Equity
for the half-year ended 31 December 2015

	Note	Issued Capital \$	Retained Earnings \$	Asset Revaluation Reserve \$	Total Equity \$
Balance at 1 July 2014		1,423,739	(524)	-	1,423,215
Total comprehensive income for the period		<u>-</u>	<u>151,143</u>	<u>-</u>	<u>151,143</u>
Balance at 31 December 2014		<u>1,423,739</u>	<u>150,619</u>	<u>-</u>	<u>1,574,358</u>
Balance at 1 July 2015		1,423,739	4,956	-	1,428,695
Total comprehensive income for the period		<u>-</u>	<u>66,161</u>	<u>-</u>	<u>66,161</u>
Balance at 31 December 2015		<u>1,423,739</u>	<u>71,117</u>	<u>-</u>	<u>1,494,856</u>

The accompanying notes form part of these financial statements

San Remo District Financial Services Limited
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Statement of Cash Flows
for the half-year ended 31 December 2015

	31 Dec 2015 \$	31 Dec 2014 \$
Cash Flows From Operating Activities		
Receipts from customers	939,636	1,163,065
Payments to suppliers and employees	(1,153,491)	(947,077)
Interest received	3,780	12,454
Interest paid	(6,791)	(815)
Income tax paid	18,571	(23,950)
Net cash flows (used in) /from operating activities	(198,295)	203,677
Cash Flows From Investing Activities		
Proceeds from sale of property, plant and equipment	10,455	-
Purchase of property, plant and equipment	(3,595)	-
Purchase of investments	(148,571)	-
Net cash flows used in investing activities	(141,711)	-
Cash Flows From Financing Activities		
Repayment of borrowings	(23,187)	(5,099)
Dividends paid	-	(89,665)
Net cash flows used in financing activities	(23,187)	(94,764)
Net (decrease) / increase in cash held	(363,193)	108,913
Cash and cash equivalents at beginning of period	731,156	1,086,061
Cash and cash equivalents at end of period	367,963	1,194,974

The accompanying notes form part of these financial statements

San Remo District Financial Services Limited
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Notes to the Financial Statements
for the half-year ended 31 December 2015

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 2015 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 San Remo District 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 2015, together with any public announcements made during the following half-year.

(b) Accounting policies

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the entity's last annual financial statements for the year ended 30 June 2015.

(c) Critical accounting estimates and judgements

The critical judgements, estimates and assumptions applied in the interim financial statements were the same as those applied in the entity's last annual financial statements for the year ended 30 June 2015.

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

The following Australian Accounting Standards and amendments to Australian Accounting Standards have become mandatory for the reporting period commencing 1 July 2015:

- AASB 111 Construction Contracts
- AASB 1004 Contributions
- AASB 1039 Consise Financial Reports
- AASB 2015-3 Amendments to Australian Accounting Standards arising from the withdrawal of AASB 1031 Materiality
- AASB 2015-4 Amendments to Australian Accounting Standards – Financial Reporting Requirements for Australian Groups with a Foreign Parent

None of the above new standards and amendments to standards that are mandatory for the first time for the financial year beginning 1 July 2015 affected any of the amounts recognised in the current period or any prior period and are not likely to affect future periods. There were no other new or revised Accounting Standards and Interpretations effective for the current reporting period relevant to the company that were not disclosed in the annual financial report for the year ended 30 June 2015.

2. Events after the End of the Interim Period

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 main geographic area being the Bass Coast Shire incorporating San Remo, Phillip Island and Grantville.

San Remo District Financial Services Limited
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Directors Declaration
for the half-year ended 31 December 2015

In the opinion of the directors of San Remo District Financial Services Limited:

- (1) The financial statements and notes, as set out on pages 4 to 8 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 2015 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



Terry Ashenden

Director

Signed at Newhaven on 22nd February 2016