

# Pine Rivers Community Finance Limited

ABN 14 098 199 476

## Half-year Financial Report - 31 December 2024

**Pine Rivers Community Finance 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:

Malcolm Frizzell  
Kriton Panagiotopoulos (Kris)  
Terence Hogan (Terry)

MaryAnne Morgan  
William Rayment (Bill)  
Darren Grimwade (Resigned 9th January 2025)

**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 \$236,084 (31 December 2023: \$220,900).

**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



Malcolm Frizzell  
Chair

7 March 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 Pine Rivers Community Finance 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', is positioned above the printed name.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 7 March 2025

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

**Joshua Griffin**  
**Lead Auditor**

**Pine Rivers Community Finance Limited**  
**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><br><b>\$</b> | <b>31-Dec-23</b><br><b>\$</b> |
|---------------------------------------------------------------------|-------------|-------------------------------|-------------------------------|
| Revenue from contracts with customers                               | 3           | 1,157,566                     | 948,480                       |
| Other revenue                                                       |             | -                             | 31,727                        |
| Finance revenue                                                     |             | 5,362                         | 1,248                         |
| <b>Total revenue</b>                                                |             | <b>1,162,928</b>              | <b>981,455</b>                |
| Employee benefits expense                                           |             | (645,447)                     | (474,864)                     |
| Occupancy and associated costs                                      |             | (22,781)                      | (11,405)                      |
| Systems costs                                                       |             | (18,571)                      | (15,695)                      |
| Depreciation and amortisation expense                               |             | (57,561)                      | (76,677)                      |
| Finance costs                                                       |             | (10,730)                      | (1,892)                       |
| General administration expenses                                     |             | (111,036)                     | (68,016)                      |
| <b>Total expenses before community contributions and income tax</b> |             | <b>(866,126)</b>              | <b>(648,549)</b>              |
| <b>Profit before community contributions and income tax expense</b> |             | <b>296,802</b>                | <b>332,906</b>                |
| Charitable donations, sponsorships and grants expense               |             | (47,590)                      | (28,390)                      |
| <b>Profit before income tax expense</b>                             |             | <b>249,212</b>                | <b>304,516</b>                |
| Income tax expense                                                  |             | (13,128)                      | (83,616)                      |
| <b>Profit after income tax expense for the half-year</b>            |             | <b>236,084</b>                | <b>220,900</b>                |
| Other comprehensive income for the half-year, net of tax            |             | -                             | -                             |
| <b>Total comprehensive income for the half-year</b>                 |             | <b>236,084</b>                | <b>220,900</b>                |
|                                                                     |             | <b>Cents</b>                  | <b>Cents</b>                  |
| Basic earnings per share                                            |             | 21.42                         | 20.05                         |
| Diluted earnings per share                                          |             | 21.42                         | 20.05                         |

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

**Pine Rivers Community Finance Limited**  
**Statement of financial position**  
**As at 31 December 2024**

|                                | <b>31-Dec-24</b> | <b>30-Jun-24</b> |
|--------------------------------|------------------|------------------|
|                                | <b>\$</b>        | <b>\$</b>        |
| <b>Assets</b>                  |                  |                  |
| <b>Current assets</b>          |                  |                  |
| Cash and cash equivalents      | 957,891          | 699,965          |
| Trade and other receivables    | 146,720          | 151,993          |
| Total current assets           | <u>1,104,611</u> | <u>851,958</u>   |
| <b>Non-current assets</b>      |                  |                  |
| Property, plant and equipment  | 366,038          | 390,642          |
| Right-of-use assets            | 471,072          | 488,563          |
| Intangibles                    | 64,150           | 71,056           |
| Total non-current assets       | <u>901,260</u>   | <u>950,261</u>   |
| <b>Total assets</b>            | <u>2,005,871</u> | <u>1,802,219</u> |
| <b>Liabilities</b>             |                  |                  |
| <b>Current liabilities</b>     |                  |                  |
| Trade and other payables       | 103,752          | 93,661           |
| Lease liabilities              | 64,942           | 63,812           |
| Current tax liabilities        | 99,450           | 97,522           |
| Employee benefits              | 12,207           | -                |
| Provisions                     | 38,291           | 27,036           |
| Total current liabilities      | <u>318,642</u>   | <u>282,031</u>   |
| <b>Non-current liabilities</b> |                  |                  |
| Trade and other payables       | 46,120           | -                |
| Lease liabilities              | 426,473          | 441,044          |
| Deferred tax liabilities       | 19,097           | 14,998           |
| Total non-current liabilities  | <u>491,690</u>   | <u>456,042</u>   |
| <b>Total liabilities</b>       | <u>810,332</u>   | <u>738,073</u>   |
| <b>Net assets</b>              | <u>1,195,539</u> | <u>1,064,146</u> |
| <b>Equity</b>                  |                  |                  |
| Issued capital                 | 916,808          | 916,808          |
| Retained earnings              | <u>278,731</u>   | <u>147,338</u>   |
| <b>Total equity</b>            | <u>1,195,539</u> | <u>1,064,146</u> |

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

**Pine Rivers Community Finance Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2024**

|                                                              | Note | Issued<br>capital<br>\$ | Retained<br>earnings<br>\$ | Total<br>equity<br>\$ |
|--------------------------------------------------------------|------|-------------------------|----------------------------|-----------------------|
| <b>Balance at 1 July 2023</b>                                |      | 916,808                 | 113,766                    | 1,030,574             |
| Profit after income tax expense                              |      | -                       | 220,900                    | 220,900               |
| Other comprehensive income, net of tax                       |      | -                       | -                          | -                     |
| Total comprehensive income                                   |      | -                       | 220,900                    | 220,900               |
| <i>Transactions with owners in their capacity as owners:</i> |      |                         |                            |                       |
| Dividends provided for or paid                               | 4    | -                       | (99,180)                   | (99,180)              |
| <b>Balance at 31 December 2023</b>                           |      | <u>916,808</u>          | <u>235,486</u>             | <u>1,152,294</u>      |
| <br><b>Balance at 1 July 2024</b>                            |      | <br>916,808             | <br>147,338                | <br>1,064,146         |
| Profit after income tax expense                              |      | -                       | 236,084                    | 236,084               |
| Other comprehensive income, net of tax                       |      | -                       | -                          | -                     |
|                                                              |      | -                       | 236,084                    | 236,084               |
| <i>Transactions with owners in their capacity as owners:</i> |      |                         |                            |                       |
| Dividends provided for or paid                               | 4    | -                       | (104,691)                  | (104,691)             |
| <b>Balance at 31 December 2024</b>                           |      | <u>916,808</u>          | <u>278,731</u>             | <u>1,195,539</u>      |

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

**Pine Rivers Community Finance Limited**  
**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)                            | 1,278,595             | 1,040,609             |
| Payments to suppliers and employees (inclusive of GST)                | (878,787)             | (620,814)             |
| Interest received                                                     | 5,362                 | 362                   |
| Income taxes paid                                                     | (7,101)               | (5,143)               |
| Net cash from operating activities                                    | <u>398,069</u>        | <u>415,014</u>        |
| <b>Cash flows from investing activities</b>                           |                       |                       |
| Payments for property, plant and equipment                            | -                     | (3,989)               |
| Payments for intangibles                                              | (13,976)              | (30,766)              |
| Payment of financial assets                                           | -                     | (100,000)             |
| Net cash used in investing activities                                 | <u>(13,976)</u>       | <u>(134,755)</u>      |
| <b>Cash flows from financing activities</b>                           |                       |                       |
| Interest paid on lease liability                                      | (10,730)              | (1,892)               |
| Dividends paid                                                        | (93,436)              | (90,590)              |
| Repayment of lease liabilities                                        | (22,001)              | (46,627)              |
| Net cash used in financing activities                                 | <u>(126,167)</u>      | <u>(139,109)</u>      |
| Net increase in cash and cash equivalents                             | 257,926               | 141,150               |
| Cash and cash equivalents at the beginning of the financial half-year | <u>699,965</u>        | <u>101,688</u>        |
| Cash and cash equivalents at the end of the financial half-year       | <u><u>957,891</u></u> | <u><u>242,838</u></u> |

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

**Pine Rivers Community Finance 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 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 2029.

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

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

|                                       | 31-Dec-24<br>\$  | 31-Dec-23<br>\$ |
|---------------------------------------|------------------|-----------------|
| Margin income                         | 1,003,394        | 805,413         |
| Fee income                            | 47,058           | 42,695          |
| Commission income                     | 107,114          | 100,372         |
| Revenue from contracts with customers | <u>1,157,566</u> | <u>948,480</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 provided for and paid during the period*

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.

|                                                                            | 31-Dec-24<br>\$ | 31-Dec-23<br>\$ |
|----------------------------------------------------------------------------|-----------------|-----------------|
| Fully franked interim dividend of 3 cents per share (31-Dec-23: nil cents) | 33,060          | -               |
| Fully franked dividend of 6.5 cents per share (31-Dec-23: 9 cents)         | 71,631          | 99,180          |
|                                                                            | <u>104,691</u>  | <u>99,180</u>   |

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

**Note 5. Contingent assets and liabilities**

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

**Pine Rivers Community Finance Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 6. Related party transactions**

The company has related party transactions that include 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 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.

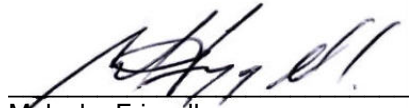
**Pine Rivers Community Finance Limited**  
**Directors' declaration**  
**31 December 2024**

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



Malcolm Frizzell  
Chair

7 March 2025



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

# Independent auditor's review report to the Directors of Pine Rivers Community Finance Limited

## Report on the half-year financial report

### Qualified Conclusion

We have reviewed the half-year financial report of Pine Rivers Community Finance 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, except for the effects of the matters described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying half-year financial report of Pine Rivers Community Finance 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 Qualified Conclusion

The financial report for the half-year ended 31 December 2023 was not reviewed by Andrew Frewin Stewart. Due to not being provided access to the prior year audit files, it was not practical for us to review the 31 December 2023 comparative balances disclosed in the financial report for the half-year ended 31 December 2024.

Since the opening balances impact directly on the determination of the results of operations, we were unable to determine whether adjustments to the results of operations might be necessary for the year half-year ended 31 December 2024, because of any potential misstatements of the opening balances. Accordingly, no conclusion on these comparative amounts is provided.

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.



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## 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 half-year financial report that is free from material misstatement, whether due to fraud or 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.

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

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated: 7 March 2025

A handwritten signature in black ink, appearing to read 'Joshua Griffin'.

**Joshua Griffin**  
Lead Auditor