



GOLDFIELDS CREDIT UNION

ABN 63 087 651 849, AFS License 246884
BSB 806-043

ANNUAL FINANCIAL REPORT

SUMMARY

2005

CHAIRMAN'S REPORT

It gives me great pleasure to present this Chairman's Report as part of the Annual Report to GCU Members for the 23rd year of successful operation.

Financial Result

The financial reports for the last financial year are included in this annual report. Please read the reports at your leisure and if you have any questions please direct them to our Manager who will be more than happy to explain the reports to you.

The Board is delighted with the profit after tax of in excess of \$400,000.00.

Community Focus

GCU has continued to support the local community with sponsorship in excess of \$15,000.00 going to various cultural and sporting groups throughout the last financial year.

Corporate Governance

The Board of Directors was very active during the year in the discharge of its Corporate Governance duties.

Elsewhere in this report you will see the number of Audit, Credit and Full Board Meetings, which indicate how busy the Board Members have been.

I would like to express my appreciation to the Chairman of each Committee in Mr Dean Willis and Mr Allan Pental for their outstanding contributions in chairing these Committees.

The Board is currently putting the final touches to strategic and business plans for the next five years or so.

These plans will provide a framework around which GCU will move in the future.

I thank the remaining Board Members, Mr Ashton George, Mrs Laura Strachan and Mr Leigh Junk for their selfless contribution to GCU during the last year.

As I have said before GCU has a Board that has a wonderful blend of talents, skills and experience.

Staff

GCU is staffed by a dedicated team of local banking professionals who possess an understanding of the local business and community environment and the issues which impact on the provision of personalised professional banking services.

In January 2005 Mr Farley Fewkes was appointed as General Manager of Goldfields Credit Union.

Mr Fewkes brings to the Credit Union many years of retail banking experience.

Farley has worked very hard and very competently since January and I am confident he will continue to lead the staff well into what will be a very exciting future.

This will be my final Chairman's Report as I intend to resign as Chairman of GCU at the first Board Meeting in October.

I trust the incoming Chair enjoys this role as much as I have done. I know that there are some wonderful opportunities for GCU to explore in the near future.

Bill McKenzie

STATEMENT OF FINANCIAL PERFORMANCE

For the year ended 30 June 2005

	2005	2004
Interest revenue	2,380,101	2,329,073
Interest expense	-1,038,883	-962,957
Net Interest Income	1,341,218	1,366,116
Non-interest revenues	1,364,004	1,267,213
Bad & doubtful debts expense	-142,790	-94,602
Other expenses	-1,974,958	-2,069,442
OPERATING PROFIT BEFORE INCOME TAX	587,474	469,285
Income tax expense	-167,540	-147,343
OPERATING PROFIT AFTER INCOME TAX	419,934	321,942
Retained Profits at the beginning of the year	0	0
Total available for appropriation	419,934	321,942
Aggregate of amounts transferred to reserves	-419,934	-321,942
RETAINED PROFITS AT THE END OF THE YEAR	0	0

STATEMENT OF FINANCIAL POSITION

For the year ended 30 June 2005

	2005	2004
Assets		
Cash and liquid assets	1,817,668	1,533,293
Due from other financial institutions	9,250,000	5,200,000
Loan advances & other receivables	22,148,790	22,590,101
Other investments	188,084	105,269
Property, plant & equipment	545,401	664,250
Other Assets	154,077	213,767
TOTAL ASSETS	34,104,020	30,306,680
Liabilities		
Deposits	30,218,379	27,003,162
Accounts payable and other liabilities	402,907	297,182
Borrowings	400,000	400,000
Provisions	129,435	72,019
TOTAL LIABILITIES	31,150,721	27,772,363
NET ASSETS	2,953,299	2,534,317
Members Funds	10,984	11,936
Reserves	2,942,315	2,522,381
TOTAL MEMBERS' FUNDS	2,953,299	2,534,317