

2021

ANNUAL REPORT



*The go-to local bank
building amazing
things*

WARWICK

CREDIT UNION

Easy | Friendly | Banking

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ROSS FRASER - CHAIR

Ross is the Managing Director of a Warwick based national livestock transport business. Ross has held several national positions in the transport industry.

ALAN OLSEN - DEPUTY

Alan owns and operates a retail hardware business in Warwick. Alan has strong business acumen and holds a Bachelor of Business degree, is a CPA and a graduate of the Australian Institute of Company Directors.

DAVID THOMSON

David owns and operates a veterinary clinic based in Killarney which services the surrounding district, including across the border into New South Wales. David is actively involved in the community and holds a Diploma of Financial Services.

PAUL MCMAHON

Paul manages the Rowe Group of companies which has a diverse investment portfolio. He holds a Master of Business Administration, an accounting degree and is a CPA. He is Treasurer of St Andrews Toowoomba Hospital, a director of the Prince Charles Hospital Foundation, a member of Toowoomba Diocesan Finance Council and the Chair of the Southern Downs Economic Advisory Committee.

BOB HOGARTH

Bob is Managing Director of his own consulting firm following a highly successful career as an executive in the banking industry. Bob is an experienced Board member and a Human Resources and Management professional with over 26 years at executive level. Bob has a Master of Business Administration and an Associate Diploma in Administration.

ELLE PEMBROKE

Elle has strong credentials in finance and an impressive background including experience with BDO, Queensland Treasury Corporation and most recently local government. She holds degrees in Business Management and Commerce.

Board of Directors 2021



Ross Fraser



Alan Olsen



David Thomson



Paul McMahon



Bob Hogarth



Elle Pembroke

Chair and CEO Report 2021 Annual Report

The 2020/21 year was an extraordinary one by any measure. Economic turbulence together with social, medical and mental health worries combined to put significant pressure on each and every person, family and business in our areas, Australia and the world generally. Against that backdrop it has been enormously encouraging to see locals helping locals take on so many unfamiliar challenges and succeed.

Warwick Credit Union went into July 2020 with a full order book of loans, robust savings balances and high quality systems which had withstood the pressures of the previous year.

“There is an essential role for a customer owned bank to play in the community”

At the same time with approximately \$20m in loans under special Covid hardship arrangements and a problematic outlook we could have decided to bunker down for the duration. We were aware of banks closing branches and restricting opening hours at others and sending staff on furlough. After careful consideration we took the view that there is an essential role for a customer owned bank to play in the community and that, while taking suitable health precautions, it was business as usual.

Consistent with putting that optimistic outlook into practice the Credit Union continued to write loans, gather savings, maintain sponsorships and maximise our local spending. We are immensely grateful to our staff for implementing and continuing Covid safe procedures particularly in relating to handling cash, documents and other parts of paper based and over the counter transactions.

Defying predictions of a downward spiral and despite lockdowns in different parts of Australia, all of our districts and the Credit Union overall enjoyed a substantial lift in business across savings, investment, payment and lending products.

Seasonal rain, commodity prices and government support for the economy, combined with our careful conservative policies, prudent lending staff and strength of our customer base led to a record loan growth year of \$31.4m.

As well as continuing strong levels of new business, every loan that went into hardship in 2020 is now back to making regular repayments. Similarly growth in retail deposits has now overtaken the need to source funds from wholesale markets, moving us back to the very important balance of loans and savings.

During the year all branches and districts served by the Credit Union performed well. Overall loans funded were \$85.6m across a mix of housing, investment, business and personal loan types. After repayments this equated to growth of \$31.4m (11%). Customer savings grew by \$36.2m (28%) and term deposits by \$4.8m (3%). Total assets increased by almost \$20.5m to \$387.2m.

Over the year the Credit Union earned income of \$12.5m. After the cost of interest paid and expenses of just over \$10.6m, profit before tax was almost \$1.8m. This is an increase of 23% on the previous year. Major contributing factors were increased volumes, favourable interest rate movements and firm cost controls. Return on Assets was 0.35% and Return on Equity was 4.82%. Cost to Income was 80.25%.

Individually and collectively in a competitive and volatile environment this is a tremendous achievement. We thank each and every customer and staff member for their continued support. We are greatly honoured and encouraged when individuals, families, non profit organisations and businesses trust us with their savings and borrowings. Irrespective of government supervision and the guarantee on deposits we take this responsibility very seriously.

As part of our commitment to serve customers tomorrow as well as today, the Credit Union continued to invest in technology, processes and premises. New and upgraded software costing \$1.04m was installed and following a successful upgrade to Dalby Credit Union branch we undertook a full renovation of the Gympie Credit Union branch. As some institutions transition to fewer 'bricks and mortar' sites and greater reliance on electronic communication, we believe there is a role for both. We are continuing to invest in and promote use of Apple Pay, Google Pay, OSKO fast payments, Visa card and online use as well as traditional over the counter service. As the Customer Data Right is rolled out in coming months we will further improve service for customers.

"It is this focus on great staff and being 'easy to do business with' which sets the Credit Union apart and adds so much to our communities"

However while fast remote access is important it is not everything. We see the future where a carefully calculated mix of digital and on the ground presence gives our customers what they want at an acceptable

cost. Many day to day banking needs are very well met electronically and our systems are strong, safe and have market leading protections against fraud and to ensure privacy. However when a customer or prospective customer wants to speak to a person, we are just as keen and ready to speak to them. It is this focus on great staff and being 'easy to do business with' which sets the Credit Union apart and adds so much to our communities.

Ross Fraser
Chairman



Lewis von Stieglitz
Chief Executive Officer



Warwick Credit Union Limited A.B.N 98 087 651 116

Information on Warwick Credit Union Limited Concise Financial Statements

The information contained in the concise financial statements has been derived from the full 2021 Financial Statements of Warwick Credit Union Limited.

Discussion and analysis is provided to assist members in understanding the concise financial statements.

A copy of the full financial statements and auditor's report will be sent to any member, free of charge, upon request.

Your Directors present their report on the affairs of the Credit Union for the financial year ended 30 June 2021.

The Credit Union is a company registered under the Corporations Act 2001.

Information On Directors

The names of the Directors in office at any time during or since the end of the year are:

Name: Mr Ross Charles Fraser

Position: Chairman

Experience: Director for 14 years

Qualifications: MAMI

Responsibilities: Chairman, ex officio on all other Board Committees.

Name: Mr Alan Frank Olsen

Position: Director

Qualifications: B.Bus (Acc), CPA, JP (QUAL), GAICD, FAMI

Experience: Director for 33 years

Responsibilities: Deputy Chair. Nominations Chair.

Name: Mr David Andrew Thomson

Position: Director

Qualifications: B.V Sc, MAICD, CMAVA, MAMI, Dip of Financial Services

Experience: Director for 14 years

Responsibilities: Risk Committee Chair, Audit Committee Member, Nominations Committee Member.

Warwick Credit Union Limited A.B.N 98 087 651 116

Name: Mr Paul Norman McMahon

Position: Director

Qualifications: Bachelor of Accounting, MBA, CPA

Experience: Director for 5 years

Responsibilities: Audit Committee Chair, Risk Committee Member, Remuneration Committee Member.

Name: Mr Robert Hogarth

Position: Director

Qualifications: Master of Business Administration, Associate Diploma in Administration

Experience: Director for 5 years

Responsibilities: Remuneration Committee Chair.

Name: Ms Elle Pembroke

Position: Director

Qualifications: Bachelor of Business Management, Bachelor of Commerce, CA

Experience: Director for 3 years

Responsibilities: Audit Committee Member, Risk Committee Member, Remuneration Committee Member, Nominations Committee Member.

The name of the Company Secretary in office at the end of the year is:

Name: Mr Lewis Von Stieglitz

Qualifications: Master of Business Administration, Bachelor of Arts (Honours)

Experience: Chief Executive Officer/Company Secretary of Warwick Credit Union.

All Directors have held their office from 1 July 2020 to the date of this report unless otherwise stated.

Warwick Credit Union Limited A.B.N 98 087 651 116

Directors' Meeting Attendance

Name	Board Meeting		Nomination Committee		Remuneration Committee		Audit Committee		Risk Committee	
	E	A	E	A	E	A	E	A	E	A
A Olsen	12	12	1	1	0	0	0	0	0	0
E Pembroke	12	12	1	1	0	0	4	4	4	4
R Fraser*	12	12	1	1	1	1	4	4	4	4
D Thomson	12	12	0	0	0	0	4	3	4	4
P McMahon	12	11	1	1	1	1	4	4	4	3
R Hogarth	12	12	0	0	1	1	0	0	0	0

* Mr Fraser is an ex officio member, not an appointed member of the Audit and Risk Committees.

E = Eligible to Attend

A= Attended

Insurance and Indemnification of Officers or Auditor

Insurance premiums have been paid to insure each of the Directors and officers of the Credit Union, against any costs and expenses incurred by them in defending any legal proceeding arising out of their conduct while acting in their capacity as an officer of the Credit Union. In accordance with normal commercial practice, disclosure of the premium amount and the nature of the insured liabilities is prohibited by a confidentiality clause in the contract.

No insurance cover has been provided for the benefit of the auditor of the Credit Union. No indemnities have been given to the officers or auditor.

Principal Activities

The principal activities of the Credit Union during the year were the provision of retail financial services to members in the form of taking deposits and the provision of loans and associated services to the members as prescribed by the Constitution.

No significant changes in the nature of these activities occurred during the year.

Operating Results

The net profit of the Credit Union for the year after providing for income tax was \$1,318,369 (2020: \$1,077,057).

Warwick Credit Union Limited A.B.N 98 087 651 116

Dividends

Dividends totalling \$277,540 (2020: \$316,340) were declared and paid on 60,000 Capital Notes during the year. The payments of dividends during the financial year were approved by a resolution of the Directors.

Share Options

No options over unissued shares or interests in the Credit Union were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

No shares have been issued as a result of the exercise of an option.

Review Of Operations

Overall the Credit Union's operations from its activities of providing competitive community banking services did not change significantly from those of the previous year.

In a tight economic and competitive environment, net profit after tax for the year was \$1,318,369 (2020: \$1,077,057). Net interest margin increased during the year by \$452,257 (2020: increased by \$952,915) reflecting stability of margins with the Credit Union balancing the value it can provide to members through both competitive lending and deposit rates. Loans increased by \$31,411,385 (10.95% year on year). Deposits increased by \$32,590,914 (10.03% year on year).

In managing the ongoing impact of Covid-19 while all hardship loans have reverted to performing status, as a prudent measure the Credit Union will continue to maintain a \$200,000 provision.

In such uncertain times the support from customers continues to underpin a steady performance in day to day transaction banking. There was sound growth in both new customers and the number of accounts individuals, families and businesses.

Significant Changes In State Of Affairs

Apart from disclosures elsewhere in this report, there were no significant changes in the state of affairs of the Credit Union during the year.

Events Subsequent to the End of the Reporting Period

No other matters or circumstances have arisen since the end of the reporting period which have significantly affected or may significantly affect the operations, the results of those operations, or the state of affairs of the Credit Union in subsequent financial years.

Warwick Credit Union Limited A.B.N 98 087 651 116

Likely Developments and Results

The Credit Union will continue to implement its Strategic Plan. It will continue to provide financial services, including an increasing range of savings and lending products to its customers through its network of branches in South East Queensland. Work continues to improve and promote online and App based banking, giving customers greater convenience and choice.

Looking forward, the Credit Union still faces a challenging market. In response, it remains focused on improving its current business through initiatives to both increase revenues and improve efficiencies.

Regulatory Disclosures

The qualitative and quantitative disclosures on capital and remuneration as required by APS 330 Public Disclosures can be seen on the website of the Credit Union. (wcu.com.au/about-us-publications.html)

Proceedings

No person has applied for leave of the Court to bring proceedings on behalf of the Credit Union or interfere in any proceedings to which the Credit Union is a party for the purpose of taking responsibility on behalf of the Credit Union for all or part of those proceedings. The Credit Union was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2021 as required under s307c of the Corporations Act 2001 forms part of this report and a copy of this declaration is attached.

Environmental Regulation

The Credit Union's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.



Ross C Fraser
Chairman



Alan F Olsen
Deputy Chairman

Dated this 31st day of August 2021

AUDITOR'S INDEPENDENCE DECLARATION

Warwick Credit Union Limited A.B.N 98 087 651 116



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Australia

DECLARATION OF INDEPENDENCE BY M CUTRI TO THE DIRECTORS OF WARWICK CREDIT UNION LIMITED

As lead auditor of Warwick Credit Union Limited for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'M Cutri', is written over a light blue horizontal line.

M Cutri
Director

BDO Audit Pty Ltd

Brisbane, 31 August 2021

BDO Audit Pty Ltd ABN 33 134 022 870 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021

Warwick Credit Union Limited A.B.N 98 087 651 116

	Note	2021 \$	2020 \$
Interest income	2	11,293,512	12,524,968
Interest expense	2	(3,233,847)	(4,917,560)
Net interest income		<u>8,059,665</u>	<u>7,607,408</u>
Non-interest revenue and other income		1,150,720	1,259,884
Impairment expense on loans and advances		(25,575)	(315,373)
Employee benefits expense		(3,146,312)	(3,118,396)
Occupancy expense		(232,621)	(237,912)
Depreciation and amortisation expense		(539,024)	(526,863)
Other expenses		(3,473,091)	(3,213,945)
Profit before income tax		<u>1,793,762</u>	<u>1,454,803</u>
Income tax expense		(475,393)	(377,746)
Profit for the year		<u>1,318,369</u>	<u>1,077,057</u>
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		<u><u>1,318,369</u></u>	<u><u>1,077,057</u></u>

The accompanying notes should be read in conjunction with these financial statements

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2021

Warwick Credit Union Limited A.B.N 98 087 651 116

	Note	2021 \$	2020 \$
Assets			
Cash and cash equivalents		15,951,260	12,679,712
Other receivables		50,737	71,617
Due from other financial institutions		47,491,989	61,455,553
Loans and advances		318,256,971	286,845,586
Investment Property		903,488	903,488
Property, plant and equipment		2,600,335	2,860,157
Deferred tax assets		267,085	314,355
Intangible assets		997,218	991,748
Other assets		301,191	216,253
Investment Securities		443,590	443,590
TOTAL ASSETS		387,263,864	366,782,059
Liabilities			
Borrowings		-	12,864,726
Deposits		357,571,336	324,980,422
Other payables		1,361,358	1,508,785
Income tax payable		50,657	190,710
Provisions		491,473	489,205
TOTAL LIABILITIES		359,474,824	340,033,848
NET ASSETS		27,789,040	26,748,211
Equity			
Capital Notes		5,833,258	5,833,258
Redeemed preference share capital		136,300	136,300
Reserve for credit losses		895,182	830,623
Retained earnings		20,924,300	19,948,030
TOTAL EQUITY		27,789,040	26,748,211

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2021

Note	Capital Notes	Redeemed Preference Share Capital	Reserve for Credit Losses	Retained Earnings	Total
Balance at June 30 2019	\$ 5,833,258	\$ 132,100	\$ 782,591	\$ 19,239,545	\$ 25,987,494
<i>Total comprehensive income for the year</i>	-	-	-	1,077,057	1,077,057
<i>Total comprehensive income for the year</i>	-	-	-	1,077,057	1,077,057
<i>Transfers</i>					
Transfers to and from reserve for credit losses	-	-	48,032	(48,032)	-
Transfers to redeemed preference share capital	-	4,200	-	(4,200)	-
<i>Total transfers</i>	-	4,200	48,032	(52,232)	-
<i>Transactions with owners in their capacity as owners</i>					
Capital Notes Issued	-	-	-	-	-
Dividends Paid and Payable	-	-	-	(316,340)	(316,340)
<i>Total Transactions with owners in their capacity as owners</i>	-	-	-	(316,340)	(316,340)
Balance at June 30 2020	5,833,258	136,300	830,623	19,948,030	26,748,211
<i>Total comprehensive income for the year</i>	-	-	-	1,318,369	1,318,369
<i>Profit for the year</i>	-	-	-	1,318,369	1,318,369
<i>Total comprehensive income for the year</i>	-	-	-	1,318,369	1,318,369
<i>Transfers</i>					
Transfers to and from reserve for credit losses	-	-	64,559	(64,559)	-
Transfers to redeemed preference share capital	-	-	-	-	-
<i>Total transfers</i>	-	-	64,559	(64,559)	-
<i>Transactions with owners in their capacity as owners</i>					
Dividends Paid and Payable	-	-	-	(277,540)	(277,540)
<i>Total Transactions with owners in their capacity as owners</i>	-	-	-	(277,540)	(277,540)
Balance at June 30 2021	5,833,258	136,300	895,182	20,924,300	27,789,040

The accompanying notes should be read in conjunction with these financial statements

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

Warwick Credit Union Limited A.B.N 98 087 651 116

Cash Flows from Operating Activities

	Note	2021 \$	2020 \$
Interest received		11,282,705	12,579,812
Dividends received	3	-	40,390
Other income received		132,840	140,436
Fees and commissions received		1,001,577	1,080,441
Interest paid		(3,276,141)	(5,113,771)
Payments to suppliers and employees		(7,508,540)	(6,640,726)
Income taxes paid		(65,057)	(360,619)
Net movement in financial assets		13,963,564	(26,786,021)
Net movement in loans and advances		(31,450,967)	(24,529,426)
Net movement in deposits		32,633,078	60,802,566
Net payments to borrowings		(12,864,726)	(6,000,000)
Net cash provided by operating activities		<u>3,848,333</u>	<u>5,213,082</u>

Cash Flows from Investing Activities

Payments for property, plant and equipment		(171,643)	(119,854)
Proceeds from sale of property, plant and equipment		(1,627)	-
Net cash provided by / (used in) investing activities		<u>(173,270)</u>	<u>(119,854)</u>

Cash Flows from Financing Activities

Dividends paid		(277,540)	(314,768)
Lease Principle Payments		(125,975)	(125,975)
Net cash provided by/ (used in) financing activities		<u>(403,515)</u>	<u>(440,743)</u>
Net increase/(decrease) in cash and cash equivalents		3,271,548	4,652,485
Cash and cash equivalents at the beginning of the financial year		12,679,712	8,027,227
Cash and cash equivalents at the end of the financial year		<u>15,951,260</u>	<u>12,679,712</u>

The accompanying notes should be read in conjunction with these financial statements

**Warwick Credit Union Limited
A.B.N 98 087 651 116**

Note 1: Summary of Significant Accounting Policies

The concise financial statements are extracted from the full financial statements for the year ended 30 June 2021. The concise financial statements have been prepared in accordance with Accounting Standard AASB 1039: Concise Financial Reports and the Corporations Act 2001.

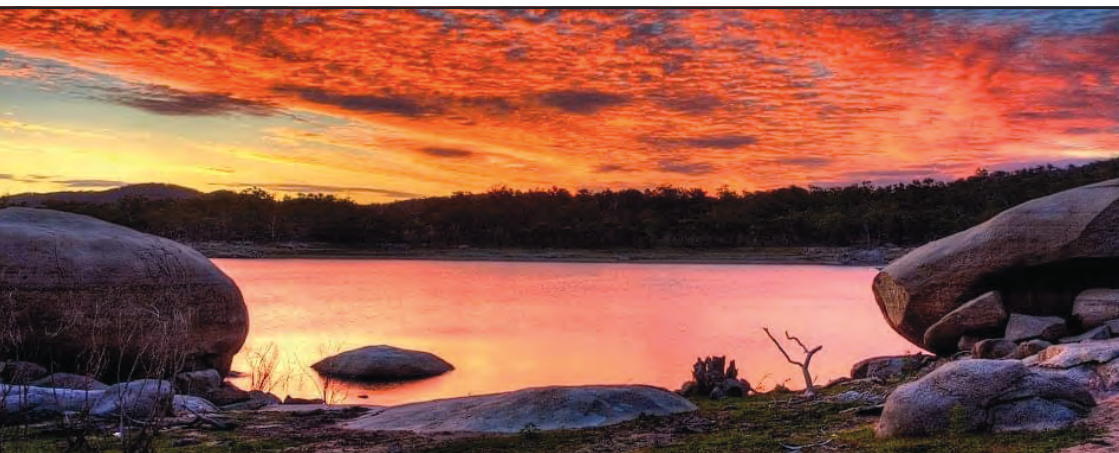
The concise financial statements are presented in Australian Dollars.

The financial statements, specific disclosures and other information included in the concise financial statements are derived from and are consistent with the full financial statements of Warwick Credit Union Limited. The concise financial statements cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Warwick Credit Union Limited as the full financial statements.

The Credit Union applied, for the first time, certain new and amended accounting standards and interpretations which are effective for annual reporting periods beginning on or after 1 July 2020. The changes in the accounting policy from the adoption of the new standard has been disclosed in the full financial statements.

The full financial statements of the Credit Union as an individual entity comply with all International Financial Reporting Standards (IFRS) in their entirety.

A copy of the full financial statement and auditors report will be sent to any member, free of charge, upon request.



NOTES TO THE STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

Warwick Credit Union Limited A.B.N 98 087 651 116

Note 2: Interest Income and Interest Expense

(a) Interest Income on Financial Assets at Amortised Cost

	2021 \$	2020 \$
Cash and cash equivalents	4,495	19,722
Financial assets held at Amortised Cost	218,850	514,862
Loans and advances	11,070,167	11,990,384
Total Interest Income on Assets at Amortised Cost	11,293,512	12,524,968

(b) Interest Expense on Financial Liabilities at Amortised Cost

Short term borrowings	85,892	362,975
Deposits	3,140,334	4,545,496
Interest Expense Liability	7,622	9,089
Total Interest Expense on Liabilities Carried at Amortised Cost	3,233,848	4,917,560

Note 3: Non-Interest Revenue and Other Income

Non-Interest Income

Dividends received (Investment securities measured at FVOCI)	-	40,390
Fees and commissions		
- Deposits	241,821	244,199
- Other (exc loan origination fees)	759,756	836,242
Bad debts recovered	6,939	4,400
Gain on disposal of property, plant and equipment	(1,627)	-
Rental income from investment property	83,232	82,294
Other Income	60,599	52,359
Total Non-Interest Revenue and Other Income	1,150,720	1,259,884

**Warwick Credit Union Limited
A.B.N 98 087 651 116**

Note 4: Events Subsequent to the End of the Reporting Date

There have been no significant events subsequent to reporting date.

No other matters or circumstances have arisen since the end of the reporting period which have significantly affected or may significantly affect the operations, the results of those operations, or the state of affairs of the Credit Union in subsequent financial years.

Note 5: Dividends

Fully franked capital note dividend of \$1.1937 per note was paid on 15 Sept 2020 at the tax rate of 26%.
(2020: Fully franked capital note dividend of \$1.3738 per note was paid on 16 Sept 2019 at the tax rate of 27.5%).

Fully franked capital note dividend of \$1.1794 per note was paid on 15 Dec 2020 at the tax rate of 26%.
(2019: Fully franked capital note dividend of \$1.3258 per note was paid on 15 Dec 2019 at the tax rate of 27.5%).

Fully franked capital note dividend of \$1.1528 per note was paid on 15 March 2021 at the tax rate of 26%.
(2020: Fully Franked capital note dividend of \$1.3005 per note paid on 16 March 2020 at the tax rate of 27.5%).

Fully franked capital note dividend of \$1.1819 per note was paid on 15 June 2021 at the tax rate of 26%.
(2020: Fully Franked capital note dividend of \$1.2460 per note paid on 15 June 2020 at the tax rate of 27.5%).

Dividend Payable

2021 \$	2020 \$
71,623	82,428
70,767	79,550
69,171	78,031
74,759	74,759
(8,780)	1,572
<u>277,540</u>	<u>316,340</u>

**Warwick Credit Union Limited
A.B.N 98 087 651 116**

Note 6: Discussion and Analysis

Loans and advances increased by \$31,411,385 (10.95%) to \$318,256,971. Short term funding has reduced \$12,864,726 to \$0.

Deposits increased \$32,590,914 (10.03%) closing at \$357,571,336. This increase in deposits was used to fund the increase in loans and pay down short term funding. This has seen liabilities rise by \$19,440,976 (5.72%) to \$359,474,824.

Assets grew by \$20,481,805 (5.58%) to \$387,263,864. The increase is due to the growth in loans.

Over the year interest income decreased \$1,231,456 (9.83%), while interest expense decreased \$1,683,713 (34.24%).

Non-interest income and other income fell by \$109,164 (8.66%).

The level of provisioning for bad debts expense decreased \$289,798. This decrease was due to not needing the additional provisioning from deferred loans from Covid in 20/21 year.

Strong risk management processes ensure the Credit Union remains well positioned to assist members and the community into the future.

Warwick Credit Union Limited A.B.N 98 087 651 116

Declaration by Directors

The Directors of Warwick Credit Union Limited declare that the Concise Financial Statements of Warwick Credit Union Limited for the financial year ended 30 June 2021, being Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Concise Financial Statements;

o comply with Accounting Standard AASB 1039: Concise Financial Reports, and

o is an extract from, that has been derived from and is consistent with the full financial statements of Warwick Credit Union Limited for the year ended 30 June 2021.

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



Ross C Fraser
Chairman



Alan F Olsen
Deputy Chairman

Dated this 31st day of August 2021

Warwick Credit Union Limited A.B.N 98 087 651 116



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Australia

INDEPENDENT AUDITOR'S REPORT

To the members of Warwick Credit Union Limited

Report on the Concise Financial Report

Opinion

We have audited the concise financial report of Warwick Credit Union Limited (the Company), which comprises the statement of financial position as 30 June 2021, the statement of comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, and related notes, derived from the financial report of Warwick Credit Union Limited for the year 30 June 2021 and the discussion and analysis.

In our opinion, the accompanying concise financial report including the discussion and analysis of Warwick Credit Union Limited complies with Accounting Standard AASB 1039 **Concise Financial Reports**.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities 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 (the Code) that are relevant to our audit of the concise financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Concise financial report

The concise financial report does not contain all the disclosures required by the Australian Accounting Standards in the preparation of the financial report. Reading the concise financial report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial report and the auditor's report thereon. The concise financial report and the audited financial report do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial report.

Warwick Credit Union Limited A.B.N 98 087 651 116



The financial report and our report thereon

We expressed an unmodified audit opinion on the financial report in our report dated 30 June 2021.

Responsibility of the Director's for the concise financial report

The directors are responsible for the preparation of the concise financial report in accordance with Accounting Standard AASB 1039 **Concise Financial Reports**, and the **Corporations Act 2001**, and for such internal control as the directors determine is necessary to enable the preparation of the concise financial report.

Auditor's responsibility for the audit of the concise financial report

Our responsibility is to express an opinion on whether the concise financial report complies in all material respects, with AASB 1039 **Concise Financial Reports** of the based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 **Engagements to Report on Summary Financial Statements**.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'M Cutri', is written over the printed name.

M Cutri

Director

Brisbane, 31 August 2021

Warwick Credit Union Limited
A.B.N 98 087 651 116

Lord, make me an instrument of your peace;

Where there is hatred, let me show love;

Where there is injury, pardon;

Where there is doubt, faith;

Where there is despair, hope;

Where there is darkness, light;

And where there is sadness, Joy.

O Divine Master, grant that I may not so much seek

To be consoled as to console;

To be understood, as to understand;

To be loved, as to love;

For it is in giving that we receive,

It is in pardoning that we are pardoned,

And it is in dying that we are born to eternal life.

Amen



OUR LOCAL BRANCHES

Warwick - 101 Palmerin St Warwick

Lending Centre - 60 Palmerin St Warwick

Gympie Credit Union - 212 Mary St Gympie

Dalby Credit Union - Shop 26 Dalby Shoppingworld Dalby

Allora - 66 Herbert St Allora

Killarney - Cnr Willow & Ivy St Killarney

Inglewood - 76 Albert St Inglewood

 **1300 724 433**

 **wcu.com.au**

Warwick Credit Union Ltd ABN 98 087 651 116. Trading as Warwick Credit Union, Gympie Credit Union and Dalby Credit Union, AFSL and Australian credit licence 240556.