

27th August, 2012

Dear Shareholder,

Your Directors are pleased to announce a net profit for the 2012 Financial Year of \$186,841.

A final dividend of 3 cents per share fully franked has been declared.

The record date of the dividend will be 10th September, with the payment date 24th September, 2012.

The Kew Community Bank Branch Prospectus is currently being prepared through our due diligence committee of Directors, the financial and legal consultants and Bendigo Bank officers. Following approval of the Prospectus by ASIC those who have pledged support, our shareholders and members of our supportive community organisations will be sent a copy for their consideration.

Currently fit out of the Kew Site is being planned with Manager and staff roles being advertised.

The Annual General meeting will be held at the Kew Golf Club, 120 Belford Road, Kew East at 6.30pm on Wednesday 14th November with registration commencing at 6:00pm.

I look forward to your attendance at the AGM. Successful applicants for our 2012 Community Grants program will also be announced following the AGM.

A handwritten signature in black ink, appearing to read 'Rod Albury'.

Rod Albury
KEFS – Chairman
0438 118 148