

Notice of Annual General Meeting

30 September 2012

Dear Shareholder

It is my pleasure to invite you to the 2012 Annual General Meeting of :

Redlands Community Financial Services Limited
A.B.N. 52 116 190 875

Commencing at 6:30pm on Monday 12th November 2012
at

Sharks Sporting Club
Colburn Avenue, VICTORIA POINT

Shareholder registration will commence from 6.15pm

This year there is one Director standing for re-election, Fred Powers. James Andrew McNamara and Stefan Peter Floratos, having been appointed to the Board since the last AGM, are also standing for election. Ann Reed has notified the Board of her intention to retire effective at the conclusion of the 2012 AGM and is not standing for re-election. The Board thanks Ann for her contribution to the Company, including her service as Vice Chairman and on the Marketing Committee.

The Board (other than the relevant Director in relation to his/her own election or re-election) recommends the election and re-election of your standing directors.

In response to Shareholder requests for information relating to how support is provided to community organisations and what differences can be made through our support, we have arranged for special guests to present something for you at the AGM. We encourage you to attend and hear their story and be entertained by their presentation.

If you are unable to attend the meeting, please remember to lodge your vote.

Yours sincerely

Garry F White

Notice of Annual General Meeting

Items of Business

1. Receipt of Annual Report

To receive the Company's Financial Report, the Director's Report and the Auditor's Report for the year ended 30 June 2012.

2. Election and re-election of Directors

To consider and, if thought fit, pass each of the following resolutions as separate ordinary resolutions:

- (a) 'That **Frederick James Powers**, being eligible, be re-elected as a Director of the Company';
- (b) 'That **James Andrew McNamara**, being eligible, be elected as a Director of the Company';
- (c) 'That **Stefan Peter Floratos**, being eligible, be elected as a Director of the Company'.

Special Resolutions

3. Company Seal

To consider and, if thought fit, pass the following resolution as a special resolution:

'That Redlands Community Financial Services Limited dispense with the requirement for the use of the Company Seal'.

4. Low Volume Market

To consider and, if thought fit, pass the following resolution as a special resolution:

'That the Company voluntarily withdraw the listing of Redlands Community Financial Services Limited from the NSXA at the close of business on 15 February 2013'

5. Remuneration Report

To consider and, if thought fit, pass the following resolution as an ordinary resolution:

'That the Remuneration Report for the year ended 30 June 2012 be adopted.'

Additional Information

Attending the meeting

All shareholders may attend the Annual General Meeting.

Joint holders: In the case of joint shareholders, all holders may attend the Meeting. If only one holder attends (including by proxy), that shareholder may vote at the Meeting as if that holder were solely entitled to the shares. If more than one joint holder is present (including by proxy), the joint holder whose name appears first in the register may vote.

Proxy: If you are unable to attend the Meeting, you are entitled to appoint a proxy to attend and vote. See the attached Proxy Form for information on appointing a proxy.

Notice of Annual General Meeting

Voting rights

Each shareholder is entitled to **one** vote. For the purposes of voting at the Meeting, shares will be taken to be held by the persons who are registered as members as at **5:00pm** on **9th November 2012**.

By order of the Board

Fred Powers

Company Secretary

30 September 2012

Explanatory Notes

This information has been included to assist you in making an informed decision about the resolutions proposed at the meeting.

Agenda item 2. Ordinary Resolutions - Election and re-election of Directors

The following information is provided about candidates for election to the Board.

- (a) **Frederick James Powers** retires in accordance with the provisions of the constitution of the Company, and being eligible, offers himself for re- election.
- (b) **Stefan Peter Floratos**, having been appointed to the Board since the last annual general meeting, and being eligible, offers himself for election

Stefan lives in Victoria Point. He and his family have embraced the Community Bank model and have supported our work within community organisations and events at BBQ etc. Stefan runs his own IT business and is a member of our marketing sub-committee and contributes to its initiatives.

- (c) **James Andrew McNamara**, having been appointed to the Board since the last annual general meeting, and being eligible, offers himself for election.

James lives in Victoria Point. He and his family have embraced the Community Bank model and have supported our work within community organisations and events at BBQ etc. James runs his own marketing & leadership business and is a member of our marketing sub-committee and contributes to its initiatives.

Agenda item 3 Special Resolution – Company Seal

Public companies no longer have to stamp formal and corporate documents with the company seal. The Board has no need for the seal. Only shareholders attending the AGM can, through a special resolution, resolve to dispense with the requirement for use of company seal.

Agenda item 4 Special Resolution – Low Volume Market (LVM)

Community Bank companies can train in the requirements and processes of the Low Volume Market (LVM). Moving to the LVM will allow us, with ASIC approval, to voluntarily withdraw from the National Stock Exchange Australia (NSXA), saving significant costs for registration and other associated fees. This will also allow the Board to facilitate share trading of respective Community Bank share parcels. This does not allow the Board to set the share price or negotiate share price as an intermediary for the seller and/or buyer. Moving to an LVM will save shareholders commission and fees as charged by NSXA accredited brokers. NSXA Listing rules state under “Voluntary withdrawal of listing section 2.25”;

“An issuer whose primary listing is on the Exchange may only voluntarily withdraw its listing if it gives the Exchange at least 90 days notice and the issuer has obtained the approval of the holders of each class of its listed securities by way of a three quarters majority vote at duly convened meetings of those holders”.

The company’s primary listing is “RDL” on the NSXA.

Notice of Annual General Meeting

Supplementary information for NSXA-listed companies

Agenda item 5. Remuneration Report

Resolution

The following additional resolution is required.

Consider and, if though fit, resolve that the remuneration report be adopted.

The Corporations Act requires a resolution that the remuneration report contained in the Company's annual report be adopted. The vote on this item is advisory only and will not bind the Directors or the Company.

Annual Reporting to Shareholders

To reduce the cost of printing and postage; Annual Reports will only be distributed electronically. Hard copies are available for pick up from the branch. Shareholders who wish to receive a copy of their Annual Report electronically please contact Garry White; gwhite@iprimus.com.au; or see Justine in-branch to update your records.