



Annexure 3A

BSX Listing Rules

Half yearly/Yearly Disclosure

References Version 1, Operative 23/8/2000

Chapter 3, BSX Listing Rules

Bendigo Community Telco Limited

Name of entity

88 089 782 203

ABN, ACN or ARBN

Half yearly (tick)

Annual (tick)

<input checked="checked" type="checkbox"/>
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31 December 2005

Half year/financial year ended
(‘Current period’)

Summary

				\$A,000
Sales revenue or operating revenue	up	25.3%	to	8872
Profit (loss) before abnormal items and after tax	down	3.1%	to	220
Abnormal items before tax		gain (loss) of		-
Profit (loss) after tax but before outside equity interests	down	3.1%	to	220
Extraordinary items after tax attributable to members		gain (loss) of		-
Profit (loss) for the period attributable to members	down	3.1%	to	220

Dividends (distributions)	Franking rate applicable	100%
Current period	Final	0¢
	Interim	0¢
Previous corresponding period	Final	0¢
	Interim	0¢
Record date for determining entitlements to the dividend, (in the case of a trust distribution)		

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Short details of any bonus or cash issue or other items(s) of importance not previously released to BSX:

N/A

Consolidated profit and loss account

	Current period \$A'000	Previous corresponding period \$A'000
Sales revenue or operating revenue	8872	7081
Expenses from ordinary activities	(8544)	(6758)
Borrowing costs	(14)	(20)
Share of net profit (loss) of associates and joint venture entities	0	0
Profit (loss) from ordinary activities before tax	314	303
Income tax on ordinary activities	(94)	(76)
Profit (loss) from ordinary activities after tax	220	227
Outside equity interests	0	0
Profit (loss) from ordinary activities after tax attributable to members	220	227
Profit (loss) from extraordinary activities after tax attributable to members	0	0
Profit (loss) for the period attributable to members	220	227
Retained profits (accumulated losses) at the beginning of the financial period	34	(105)
Net transfers to and from reserves	0	0
Net effect of changes in accounting policies	0	0
Dividends paid or payable	0	0
Retained profits (accumulated losses) at end of financial period	254	122

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Profit restated to exclude amortisation of goodwill

	Current period \$A'000	Previous corresponding period \$A'000
Profit (loss) from ordinary activities after tax before outside equity interests and amortisation of goodwill	220	227
Less (plus) outside equity interests	0	0
Profit (loss) from ordinary activities after tax (before amortisation of goodwill) attributable to members		

Revenue and expenses from operating activities

	Current period \$A'000	Previous corresponding period \$A'000
Details of revenue and expenses		
Revenue from ordinary activities	8817	7056
Cost of Products Sold	(6662)	(5097)
Other revenue	55	25
Salaries and employee benefit expense	(846)	(721)
Occupancy and associated costs	(96)	(56)
General administration expenses	(379)	(268)
Depreciation and amortisation expense	(96)	(95)
Advertising and promotion costs	(73)	(197)
Systems costs	(392)	(324)
Borrowing costs	(14)	(20)

Intangible and extraordinary items

	Consolidated - current period		
	Before tax \$A'000	Related tax \$A'000	After tax \$A'000
Amortisation of goodwill	-	-	-
Amortisation of other intangibles	-	-	-
Total amortisation of intangibles	-	-	-
Extraordinary items (details)	-	-	-
Total extraordinary items	-	-	-

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Half Yearly/Yearly Disclosure

Comparison of half year profits

(Annual statement only)

	Current year - \$A'000	Previous year - \$A'000
Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 1st half year	-	-
Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year	-	-

Consolidated balance sheet

	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly statement \$A'000
Current assets			
Cash	2537	926	943
Receivable	2859	2528	2427
Investments	-	-	-
Inventories	93	90	68
Prepayments & Intangibles	483	499	302
Total current assets	5972	4043	3740
Non-current assets			
Receivables	-	-	-
Investments	-	250	250
Other property, plant and equipment (net)	701	684	664
Intangibles (net)	-	-	-
Other (Deferred Tax Asset)	-	-	-
Total non-current assets	701	934	914
Total assets	6673	4977	4654
Current liabilities			
Accounts payable	2556	2540	2071
Borrowings	105	162	157
Provisions	81	80	59
Taxation	127	39	76
Total current liabilities	2869	2821	2363

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Non-current liabilities			
Accounts payable	-	-	-
Borrowings	201	184	231
Provisions	-	-	-
Other (provide details if material)	-	-	-
Total non-current liabilities	201	184	231
Total liabilities	3070	3005	2594
Net assets	3603	1972	2060
Equity			
Capital	3349	1938	1938
Reserves	-	-	-
Retained profits (accumulated losses)	254	34	122
Equity attributable to members of the parent entity	-	-	-
Outside equity interests in controlled entities	-	-	-
Total equity	3603	1972	2060
Preference capital and related premium included	-	-	-

Consolidated statement of cash flows

Cash flows related to operating activities	Current period \$A'000	Previous corresponding period \$A'000
Receipts from customers	8486	6276
Payments to suppliers and employees	(8348)	(6513)
Dividends received	-	-
Interest and other items of similar nature received	55	25
Interest and other costs of finance paid	(14)	(19)
Income taxes paid	(6)	-
Other (provide details if material)	-	-
Net operating cash flows	173	(231)

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Cash flows related to investing activities		
Payments for purchases of property, plant and equipment	(182)	(114)
Proceeds from sale of property, plant and equipment	-	58
Payment for purchases of equity investments	-	-
Proceeds from sale of equity investments	250	-
Loans to other entities	-	-
Loans repaid by other entities	-	-
Other (provide details if material)	-	-
Net investing cash flows	68	(56)
Cash flows related to financing activities		
Proceeds from issues of securities (shares, options, etc.)	1675	-
Proceeds from borrowings	-	-
Repayment of borrowings	(41)	(43)
Dividends paid	-	-
Cost of Shares Issued	(264)	-
Net financing cash flows	1370	(43)
Net increase (decrease) in cash held		
Cash at beginning of period (see Reconciliation of cash)	1611	(330)
Exchange rate adjustments	-	-
Cash at end of period (see Reconciliation of cash)	2537	943

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

Nil

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Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous corresponding period \$A'000
Cash on hand and at bank	2537	943
Deposits at call	-	-
Bank overdraft	-	-
Other (provide details)	-	-
Total cash at end of period	2537	943

Ratios

	Current period	Previous corresponding period
Profit before tax/sales		
Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue	3.56%	4.31%
Profit after tax/equity interests		
Consolidated profit (loss) from ordinary activities after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period	6.12%	11.0%

Earnings per security (EPS)

	Current period	Previous corresponding period
Calculation of basic, and fully diluted, EPS in accordance with AASB 1027: Earnings per Share		
(a) Basic EPS	3.9c	11.6c
(b) Diluted EPS (if materially different from (a))	-	-

NTA backing

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	\$0.67	\$1.07

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Details of specific receipts/outlays, revenues/expenses

	Current period A\$'000	Previous corresponding period \$A'000
Interest revenue included	55	25
Interest revenue included but not yet received (if material)	-	-
Interest costs excluded from borrowing costs capitalised in asset values	-	-
Outlays (excepts those arising from the acquisition of an existing business) capitalised in intangibles (if material)	-	36
Depreciation (excluding amortisation of intangibles)	96	95
Other specific relevant items	-	-

Control gained over entities having material effect

Name of entity

N/A

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity since the date in the current period on which control was acquired

\$-

Date from which such profit has been calculated

-

Profit (loss) from ordinary activities and extraordinary items after tax of the entity for the whole of the previous corresponding period

\$-

Loss of control of entities having material effect

Name of entity

N/A

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity for the current period to the date of loss of control

\$-

Date from which the profit (loss) has been calculated

-

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity while controlled during the whole of the previous corresponding period

\$-

Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control

\$-

Reports for industry and geographical segments

N/A

Segments

Operating Revenue

Sales to customers outside the economic entity

Inter-segment sales

Unallocated revenue

Total revenue

Segment result

Unallocated expenses

Consolidated profit from ordinary activities after tax (before equity accounting)

Segment assets)	<i>Comparative data for segment assets should be as at the</i>
Unallocated assets)	<i>end of the previous corresponding period</i>
Total assets)	

Dividends

Date the dividend is payable

7 April 2006

Record date to determine entitlements to the dividend (ie. on the basis of registrable transfers received up to 5.00 pm)

15 March 2006

Amount per security

		Franking rate applicable	%	%	%
<i>(annual report only)</i>					
Final dividend:	Current year	-¢	N/A	-¢	N/A
	Previous year	-¢	¢	-¢	¢
<i>(Half yearly and annual statements)</i>					
Interim dividend:	Current year	4.5¢	100%	-¢	N/A
	Previous year	-¢	-¢	-¢	-¢

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Total annual dividend (distribution) per security

(Annual statement only)

	Current year	Previous year
Ordinary securities	-¢	-¢
Preference securities	-¢	-¢

Total dividend (distribution)

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$251	\$-
Preference securities	\$-	\$-
Total	\$251	\$-

Half yearly report – interim dividend (distribution) on all securities or Annual report – final dividend (distribution) on all securities

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$251	\$-
Preference securities	\$-	\$-
Total	\$251	\$-

The dividend or distribution plans shown below are in operation.

Nil

The last date(s) for receipt of election notices to the dividend or distribution plans 15 March 2005

Any other disclosures in relation to dividends (distributions)

N/A

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Equity accounted associated entities and other material interests

Equity accounting information attributable to the economic entity's share of investments in associated entities must be disclosed in a separate notice. See AASB 1016: Disclosure of Information about Investments in Associated Companies.

Entities share of:	Current period A\$'000	Previous corresponding period A\$'000
Profit (loss) from ordinary activities before tax.	-	-
Income tax	-	-
Profit (loss) from ordinary activities after tax	-	-
Extraordinary items net of tax	-	-
Net profit (loss)	-	-
Outside equity interests	-	-
Net profit (loss) attributable to members	-	-

Material interests in entities which are not controlled entities

The entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to profit (loss) from ordinary activities and extraordinary items after tax	
Equity accounted associates and joint venture entities	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period \$A'000
	-	-	-	-
	-	-	-	-
Total	-	-	-	-
Other material interests	-	-	-	-
	-	-	-	-
	-	-	-	-
Total	-	-	-	-

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Issued and listed securities

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Category of securities	Number issued	Number listed	Issue Price (cents)	Paid-up value (cents)
Preference securities <i>(description)</i>	-	-	-	-
Changes during current period	-	-	-	-
Ordinary securities	5585010	5585010	\$1.00	\$1.00
Changes during current period	1675000	5585010	\$1.00	\$1.00
Convertible debt securities <i>(description and conversion factor)</i>	-	-	-	-
Changes during current period	-	-	-	-
			Exercise price	Expiry date
Options <i>(description and conversion factor)</i>	-	-	-	-
Changes during current period	-	-	-	-
Exercised during current period	-	-	-	-
Expired during current period	-	-	-	-
Debentures	-	-		
Unsecured Notes	-	-		

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Discontinuing Operations

Consolidated profit and loss account

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Sales revenue or operation revenue	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-
Expenses from ordinary activities	-	-	-	-	-	-
Profit (loss) before tax	-	-	-	-	-	-
Less tax	-	-	-	-	-	-
Profit (loss) from ordinary activities after tax	-	-	-	-	-	-

Consolidated statement of cash flows

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Net operating cash flows	-	-	-	-	-	-
Net investing cash flows	-	-	-	-	-	-
Net financing cash flows	-	-	-	-	-	-

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Other disclosures

	Current period A\$'000	Previous corresponding period A\$'000
Carrying amount of items to be disposed of:	-	-
- total assets	-	-
- total liabilities	-	-
Profit (loss) on disposal of assets or settlement of liabilities	-	-
Related tax		
Net profit (loss) on discontinuance	-	-

Description of disposals

Nil

Comments by *directors* - Nil

Basis of accounts preparation

If this statement is a half yearly statement it should be read in conjunction with the last annual report and any announcements to the market made by the entity during the period.

Material factors affecting the revenues and expenses of the entity for the current period including seasonal or cyclical factors

Nil

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A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

Nil

Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

The interim dividend declared on 23 February 2006 of 4.5c/share will be 100% franked and it is expected that based on the dividend payment history that dividends will be 100% franked over the next year.

Changes in accounting policies since the last annual report and estimates of amounts reported in prior years are disclosed as follows.

The half year accounts have been prepared in accordance with A-IFRS including the restatement of comparative information as required. This included an impairment loss of \$55957.

Changes in the amounts of contingent liabilities or assets since the last annual report are disclosed as follows.

N/A

Additional disclosure for trusts

Number of units held by the management company or responsible entity to their related parties.

N/A

A statement of the fees and commissions payable to the management company or responsible entity.

Identify:

- Initial service charges
- Management fees
- Other fees

N/A

Annual meeting *(Annual statement only)*

The annual meeting will be held as follows:

Place N/A

Date N/A

Time N/A

Approximate date the annual report will be available N/A

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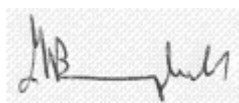
Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law.
- 2 This statement, and the financial statements under the Corporations Law (if separate), use the same accounting policies.
- 3 In the case of a half-yearly report the same accounting standards and methods of computation are/are not* (*delete one*) followed as compared with the most recent annual accounts.
- 4 This statement does/does not* (*delete one*) give a true and fair view of the matters disclosed.
- 5 This statement is based on financial statements to which one of the following applies:

(*Tick one*)

- | | |
|---|--|
| | The financial statements have been audited. |
| | The financial statements have been subject to review by a registered auditor (or overseas equivalent). |
| ✓ | The financial statements are in the process of being audited or subject to review. |
| | The financial statements have <i>not</i> yet been audited or reviewed. |

- 6 If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached/will follow immediately they are available* (*delete one*).
- 7 The entity has/does not have* (*delete one*) a formally constituted audit committee.



Sign here: Date: 16 March 2006
(Company secretary)

Print name: Malcolm Campbell

Notes

True and fair view If this statement does not give a true and fair view of a matter (for example, because compliance with an Accounting Standard is required) the entity must attach a note providing additional information and explanations to give a true and fair view.

Income tax If the amount provided for income tax in this statement differs (or would differ but for compensatory items) by more than 15% from the amount of income tax *prima facie* payable on the profit before tax, the entity must explain in a note the major items responsible for the difference and their amounts.

Additional information An entity may disclose additional information about any matter, and must do so if the information is material to an understanding of the financial statements. The information may be an expansion of the material contained in this statement, or contained in a note attached to the statement.