



References Version 1, Operative 23/8/2000

Chapter 3, BSX Listing Rules

Bendigo Community Telco Limited

Name of entity

88 089 782 203	Half yearly (tick)	<input type="checkbox"/>	30 June 2010
ABN, ACN or ARBN	Annual (tick)	<input checked="" type="checkbox"/>	Financial year ended ('Current period')

Summary

				\$A,000
Sales revenue or operating revenue	up	5.4%	to	27,064
Profit (loss) before abnormal items and after tax	up	35.2%	to	737
Abnormal items before tax		gain (loss) of		-
Profit (loss) after tax but before outside equity interests	up	35.2%	to	737
Extraordinary items after tax attributable to members		gain (loss) of		-
Profit (loss) for the period attributable to members	down	35.2%	to	737

Dividends (distributions)	Franking rate applicable	100%
Current period	Final	6.0¢
	Interim	3.0¢
Previous corresponding period	Final	5.0¢
	Interim	5.0¢
Record date for determining entitlements to the dividend, (in the case of a trust distribution)		n/a

Annexure 3A
Half Yearly/Yearly Disclosure

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	27,063	25,685
Expenses from ordinary activities	(25,903)	(24,842)
Borrowing costs	(117)	(72)
Share of net profit (loss) of associates and joint venture entities	-	-
Profit (loss) from ordinary activities before tax	1,044	772
Income tax on ordinary activities	(307)	(227)
Profit (loss) from ordinary activities after tax	737	545
Outside equity interests	-	-
Profit (loss) from ordinary activities after tax attributable to members	737	545
Profit (loss) from extraordinary activities after tax attributable to members	-	-
Profit (loss) for the period attributable to members	737	545
Retained profits (accumulated losses) at the beginning of the financial period	502	629
Net transfers to and from reserves	-	-
Net effect of changes in accounting policies	-	-
Dividends paid or payable	(448)	(672)
Retained profits (accumulated losses) at end of financial period	791	502

Annexure 3A
Half Yearly/Yearly Disclosure

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	737	545
Less (plus) outside equity interests	-	-
Profit (loss) from ordinary activities after tax (before amortisation of goodwill) attributable to members	737	545

Revenue and expenses from operating activities

	Current period \$A'000	*Previous corresponding period \$A'000
Details of revenue and expenses		
Revenue from ordinary activities	26,985	25,601
Cost of Products Sold	(17,792)	(17,115)
Other revenue	79	85
Salaries and employee benefit expense	(3,690)	(3,362)
Occupancy and associated costs	(536)	(499)
General administration expenses	(1,181)	(1,370)
Depreciation and amortisation expense	(788)	(660)
Advertising and promotion costs	(313)	(346)
Systems costs	(1,603)	(1,490)
Borrowing costs	(117)	(72)

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	(127)	38	(89)
Total amortisation of intangibles	(127)	38	(89)
Extraordinary items (details)	-	-	-
Total extraordinary items	-	-	-

Annexure 3A
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	220	269
Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year	517	276

Consolidated balance sheet

Current assets	At end of current period \$A'000	*As shown in last annual report \$A'000	As in last half yearly statement \$A'000
Cash	1,278	1,752	1,545
Receivable	2,241	1,790	1,962
Investments	-	-	-
Inventories	131	200	144
Prepayments & Intangibles	965	702	1,275
Total current assets	4,615	4,444	4,926
Non-current assets			
Receivables	-	-	-
Investments	-	-	-
Other property, plant and equipment (net)	2,140	2,237	2,251
Intangibles (net)	1,322	1,130	1,300
Other (Deferred Tax Asset)	152	167	157
Total non-current assets	3,614	3,534	3,708
Total assets	8,229	7,978	8,634
Current liabilities			
Accounts payable	3,113	2,991	3,888
Borrowings	274	328	380
Provisions	344	287	303
Taxation	71	120	(43)
Total current liabilities	3,802	3,726	4,528

Annexure 3A
Half Yearly/Yearly Disclosure

Non-current liabilities			
Accounts payable	-	-	-
Borrowings	200	325	246
Provisions	70	58	69
Other (provide details if material)	-	-	-
Total non-current liabilities	270	383	315
Total liabilities	4,072	4,109	4,843
Net assets	4,157	3,869	3,791
Equity			
Capital	3,367	3,367	3,367
Reserves	-	-	-
Retained profits (accumulated losses)	790	502	424
Equity attributable to members of the parent entity	-	-	-
Outside equity interests in controlled entities	-	-	-
Total equity	4,157	3,869	3,791
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	29,635	29,115
Payments to suppliers and employees	(28,123)	(27,564)
Dividends received	-	-
Interest and other items of similar nature received	78	85
Interest and other costs of finance paid	(117)	(72)
Income taxes paid	(341)	(281)
Other (provide details if material)	-	-
Net operating cash flows	1,132	1,283

Annexure 3A
Half Yearly/Yearly Disclosure

Cash flows related to investing activities		
Payments for purchases of property, plant and equipment	(829)	(950)
Proceeds from sale of property, plant and equipment	44	42
Payment for purchases of equity investments	-	-
Proceeds from sale of equity investments	-	-
Loans to other entities	-	-
Loans repaid by other entities	-	-
Other (purchase of intangible assets)	(319)	(155)
Net investing cash flows	(1,104)	(1,063)
Cash flows related to financing activities		
Proceeds from issues of securities (shares, options, etc.)	-	-
Proceeds from borrowings	332	133
Repayment of borrowings	(386)	(271)
Dividends paid	(448)	(672)
Cost of Shares Issued	-	-
Net financing cash flows	(502)	(810)
Net increase (decrease) in cash held	(474)	(590)
Cash at beginning of period <i>(see Reconciliation of cash)</i>	1,752	2,342
Exchange rate adjustments	-	-
Cash at end of period <i>(see Reconciliation of cash)</i>	1,278	1,752

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

Annexure 3A
Half Yearly/Yearly Disclosure

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	1,178	1,104
Deposits at call	100	648
Bank overdraft	-	-
Other (provide details)	-	-
Total cash at end of period	1,278	1,752

Ratios

	Current period	*Previous corresponding period
Profit before tax/sales		
Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue	3.9%	3.0%
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	17.7%	14.1%

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	13.15c	9.73c
(b) Diluted EPS (if materially different from (a))	-	-

NTA backing

	Current period	*Previous corresponding period
Net tangible asset backing per ordinary security	\$0.48	\$0.46

Annexure 3A
Half Yearly/Yearly Disclosure

Details of specific receipts/outlays, revenues/expenses

	Current period A\$'000	Previous corresponding period \$A'000
Interest revenue included	79	85
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)	(319)	(155)
Depreciation (excluding amortisation of intangibles)	(661)	(628)
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 end of the previous corresponding period</i>
Unallocated assets)	
Total assets)	

Dividends

Date the dividend is payable

24 September 2010

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

17 September 2010

Amount per security

		<i>Franking rate applicable</i>	%	%	%
<i>(annual report only)</i>					
Final dividend:	Current year	6.0¢	100		
	Previous year	5.0¢	100		
<i>(Half yearly and annual statements)</i>					
Interim dividend:	Current year	3.0¢	100		
	Previous year	5.0¢	100		

Annexure 3A
Half Yearly/Yearly Disclosure

Total annual dividend (distribution) per security
(Annual statement only)

	Current year	Previous year
Ordinary securities	8.0¢	12.0¢
Preference securities	-	-

Total dividend (distribution)

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$448	\$672
Preference securities	-	-
Total	\$448	\$672

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	\$336	\$280
Preference securities	-	-
Total	\$336	\$280

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 17 September 2010

Any other disclosures in relation to dividends (distributions)

N/A

Annexure 3A
Half Yearly/Yearly Disclosure

Equity accounted associated entities and other material interests

Equity accounting information attributable to the 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	
	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period \$A'000
Equity accounted associates and joint venture entities	-	-	-	-
	-	-	-	-
Total	-	-	-	-
Other material interests	-	-	-	-
	-	-	-	-
	-	-	-	-
Total	-	-	-	-

Issued and listed securities

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

Annexure 3A
Half Yearly/Yearly Disclosure

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	5,602,722	5,593,937	\$1.00	\$1.00
Changes during current period	-	2,016	-	-
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	-	-		

Annexure 3A
Half Yearly/Yearly Disclosure

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	-	-	-	-	-	-

Annexure 3A
Half Yearly/Yearly Disclosure

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

Annexure 3A
Half Yearly/Yearly Disclosure

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)

A dividend of 6 cents per share was declared on 30 August 2010 which will be 100% franked. This will be distributed on 24 September 2010.

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

Refer to response above. It is expected, based on the history of dividends payments, 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.

Nil

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	Quality Resort All Seasons Bendigo, 171-183 Mclvor Road, Bendigo, Victoria
Date	Wednesday 20 October 2010
Time	6.00 pm
Approximate date the annual report will be available	Friday 24 September 2010

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 not followed as compared with the most recent annual accounts (due to transition to A-IFRS).
- 4 This statement does 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)

- | | |
|-------------------------------------|--------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> | The financial statements have been audited. |
| <input type="checkbox"/> | The financial statements have been subject to review by a registered auditor (or overseas equivalent). |
| <input type="checkbox"/> | The financial statements are in the process of being audited or subject to review. |
| <input type="checkbox"/> | 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 will follow immediately they are available.
- 7 The entity does have a formally constituted audit committee.



Sign here: Date: 31 August 2010
(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.