

**Clifroy
Limited**

Financial Statements

as at

31 December 2006

Clifroy Limited
ABN 31 114 604 358
Directors' Report

Your Directors submit the financial report of the company for the half-year ended 31 December 2006.

Directors

The names of directors who held office during the half year and until the date of this report are as below:

Karen Patricia Dynon

Manuel Tsirmiris

Jenny Maree Farrar

Jennifer Anne Gawne

Adrian Howard Nelson

Michelle Kellie Burns

Brendan Anthony Mitchell

Basil Lloyd Stafford

Ian David Robert Mack (*Resigned 23rd August 2006*)

Principal activities

The principal activities of the company during the course of the financial period were in providing community banking services under management rights to operate a franchised branch of Bendigo Bank Limited.

Review and results of operations

Operations have continued to perform in line with expectations. The (loss) of the company for the financial period was: \$64,093 (2005: \$83,212).

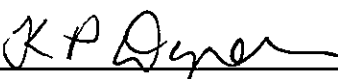
Matters subsequent to the end of the reporting period


There are no matters or circumstances that have arisen since the end of the half year reporting period that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Auditor's independence declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 2.

Signed in accordance with a resolution of the Directors at Clifton Hill, Victoria
on 14th February 2007.


Karen Patricia Dynon, Chairman


Manuel Tsirmiris

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of Clifroy Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the financial period ended 31 December 2006 there have been:

- ✓ no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review and
- ✓ no contraventions of any applicable code of professional conduct in relation to the review.



David Hutchings
Auditor

Andrew Frewin & Stewart
Bendigo, Victoria

Dated: 14 February 2007

Clifroy Limited
ABN 31 114 604 358
Income Statement
for the half-year ended 31 December 2006

	31-Dec 2006 \$	31-Dec 2005 \$
Revenue from ordinary activities	119,226	-
Other Revenue	7,159	294
Salaries and employee benefit expense	(116,050)	-
Occupancy and associated costs	(41,169)	(7,198)
Advertising and promotion expenses	(1,439)	-
Systems costs	(13,226)	-
Depreciation and amortisation expense	(12,071)	-
General administration expenses	(34,992)	(2,627)
Other Expenses	(186)	(110,000)
Profit/(loss) before income tax expense/credit	(92,747)	(119,531)
Income tax expense/credit	28,653	36,319
Profit/(loss) for the period	(64,094)	(83,212)
Profit/(loss) attributable to members of the entity	(64,094)	(83,212)
 Earnings per Share		
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Earnings per share for the period were:	(0.07)	(0.10)

The accompanying notes form part of these financial statements.

Clifroy Limited
ABN 31 114 604 358
Balance Sheet
as at 31 December 2006

	31-Dec 2006 \$	30-Jun 2006 \$
ASSETS		
Current Assets		
Cash assets	189,965	387,835
Trade and other receivables	14,660	17,032
Other financial assets	4,864	-
Total Current Assets	<u>209,489</u>	<u>404,867</u>
Non-Current Assets		
Property, plant and equipment	277,000	269,313
Deferred tax asset	106,592	77,939
Intangible assets	9,090	10,297
Total Non-Current Assets	<u>392,682</u>	<u>357,549</u>
Total Assets	<u>602,170</u>	<u>762,416</u>
LIABILITIES		
Current Liabilities		
Trade and other payables	1,000	102,015
Provisions	9,436	4,479
Total Current Liabilities	<u>10,436</u>	<u>106,494</u>
Non-Current Liabilities		
Total Non-Current Liabilities	<u>-</u>	<u>-</u>
Total Liabilities	<u>10,436</u>	<u>106,494</u>
Net Assets	<u>591,734</u>	<u>655,922</u>
Equity		
Issued capital	840,629	840,629
Retained earnings	(248,895)	(184,707)
Total Equity	<u>591,734</u>	<u>655,922</u>

The accompanying notes form part of these financial statements.

Clifroy Limited
ABN 31 114 604 358
Statement of Changes in Equity
for the half-year ended 31 December 2006

	31-Dec 2006 \$	30-Jun 2005 \$
Total equity at the beginning of the period	655,828	-
Net profit/(loss) for the period	(66,005)	(184,801)
Net income/expense recognised directly in equity	-	-
Dividends provided for or paid	-	-
Shares issued during period	-	867,013
Equity raising costs during period	-	(26,384)
Total equity at the end of the period	<u><u>589,823</u></u>	<u><u>655,828</u></u>

The accompanying notes form part of these financial statements.

Clifroy Limited
ABN 31 114 604 358
Cash Flow Statement
for the half-year ended 31 December 2006

	31-Dec 2006 \$	31-Dec 2005 \$
Cash Flows From Operating Activities		
Receipts from customers	108,817	-
Payments to suppliers and employees	(293,103)	(131,315)
Interest paid	(186)	(62)
Interest received	5,248	153
Net cash provided by/(used in) operating activities	<u>(179,224)</u>	<u>(131,224)</u>
Cash Flows From Investing Activities		
Payments for property, plant and equipment	(18,647)	-
Payments for intangible assets	-	(10,000)
Net cash provided by/(used in) investing activities	<u>(18,647)</u>	<u>(10,000)</u>
Cash Flows From Financing Activities		
Proceeds from issues of equity securities	-	867,013
Payment for share issue costs	-	(2,010)
Net cash provided by/(used in) financing activities	<u>-</u>	<u>865,003</u>
Net increase/(decrease) in cash held	(197,871)	723,779
Cash at the beginning of the financial year	387,835	-
Cash at the end of the half-year	<u><u>189,964</u></u>	<u><u>723,779</u></u>

The accompanying notes form part of these financial statements .

Clifroy Limited
ABN 31 114 604 358
Notes to the financial statements
for the half-year ended 31 December 2006

1. Basis of preparation of the Half-Year Financial Statements

Statement of compliance

The half-year financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards ('AASBs') adopted by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. The financial report also complies with the IFRSs and interpretations adopted by the International Accounting Standards Board.

Basis of accounting

The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent financial report and any public pronouncements made by the company during the period.

The accounting policies set out below have been applied in preparing the financial statements for the half-year ended 31 December 2006. All accounting policies are consistent with those applied in the 30 June 2006 financial statements except as set out below.

2. Events subsequent to Reporting Date

There have been no events subsequent to reporting date that would materially effect the financial statements at the reporting date.

3. Contingent Assets and Liabilities

There were no contingent assets or liabilities at the date of this report to affect the financial statements.

4. Segment Reporting

The economic entity operates in the financial services sector where it provides banking services to its clients. The economic entity operates in one geographic area being Clifton Hill and Fitzroy suburbs of Melbourne.

Clifroy Limited
ABN 31 114 604 358
Directors' Declaration

In the opinion of the directors of Clifroy Limited

- 1 The financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - (a) giving a true and fair view of the financial position of the entity as at 31 December 2006 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
 - (b) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
- 2 there are reasonable grounds to believe that the disclosing entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



Karen Patricia Dynon, Director

Dated this 14th day of February 2007

Independent Review Report to the Members of Clifroy Limited

Scope

We have reviewed the accompanying financial report of Caulfield Park Financial Services Limited comprising the balance sheet, income statement, statement of changes in equity, cash flow statement, accompanying notes 1 – 4 to the financial statements and the directors' declaration for the entity for the half-year ended 31 December 2006.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the interim financial report in accordance with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the interim financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of an Interim Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the company's financial position as at 31 December 2006 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Caulfield Park Financial Services Limited is not in accordance with Corporations Act 2001, including:

- i. giving a true and fair view of the entity's financial position as at 31 December 2006 and of its performance for the half-year ended on that date; and
- ii. complying with Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Regulations 2001.



David Hutchings Partner
BENDIGO 14 February 2007