

19 March, 2009

The Board of Canterbury Surrey Hills Community Finance Ltd would like to advise that further to the results in Annexure 3A provided to the BSX on 5 March, 2009 the following comment is provided for the market as per Listing Rule 3.1.

Monthly revenue is below budget at Canterbury Surrey Hills **Community Bank®** branches which is now affecting the income of the company and will continue to do so over the next few months.

The reason for the drop in revenue relates directly to a squeeze on margins due to funding mix and the maturity of higher rated term deposits which is having a negative effect on revenue growth.

The Board is closely monitoring and discussing the position with Bendigo Bank regularly. We expect revenue growth to gradually improve over the next few months as these high-rate term deposits mature.

Further commentary will be provided to the market as the position warrants.



Michael Hills
COMPANY SECRETARY