

Bendigo Stock Exchange
PO Box 191
Flinders Lane
Melbourne Vic 8009

27 February 2006

Attention: Ian Craig

**ANNUAL REPORT
COMPLIANCE WITH BSX LISTING RULE 3.17**

I refer to your correspondence regarding the deficiencies in the 2005 annual report for Ettalong Beach Financial Services Limited and provide the additional information, relevant as at 30 June 2005, required to issue an appropriate announcement to the market.

Ettalong Beach has no disclosure to make in relation to listing rules 3.17[m] and [n].

1. Corporate Governance Statement

The Board guides and monitors the business and affairs on behalf of the shareholders to whom they are responsible.

The Board recognizes the importance of a strong corporate governance focus and methodology. The Board has compiled policies and procedures that will govern our company into the future. We believe that building policy framework will assist to clarify direction of our local company, provide accountability and transparency and ensure there are guiding principles in place for future decision making.

2. Ten Largest Shareholders

<u>Shareholder</u>	<u>Number of Shares</u>	<u>Percentage of Shares Issued</u>
Mr Lesley John Dunn	30,000	4.09%
DCR Pty Ltd Superannuation Fund	20,000	2.73%
Mr Graham Lloyd Crain & Mrs Lisa Anne Crain	15,000	2.05%
Mr Bruce Warren Bagley	10,000	1.36%
Mr Robin Samuel Day	10,000	1.36%
Mr Wilfred Dodd	10,000	1.36%
Don Fox Investments Pty Ltd	10,000	1.36%
Ettalong Markets Trading Co Pty Ltd Superannuation Fund	10,000	1.36%
Mr Norman Ashton Pill	10,000	1.36%
Mrs Elizabeth Rosemary Wright	10,000	1.36%

3. Voting Rights

Each Shareholder has one vote.

4. Distribution Schedule

As at 30 June 2005 732,711 Fully Paid Ordinary Shares had been issued distributed as follows:

1-1000	114
1,001-5,000	94
5,001-10,000	25
10,001-100,000	3
100,001 and over	nil

5. Holders of less than Marketable Parcel [\$500]

<u>Shareholder</u>	<u>Number of Shares</u>
Mr Peter John Fordham Mote	1
Mr Ronald Richard Sinclair	1
Mr David George Steele	1
Mr Matthew Donald Wales	1
Mr Michael William Pearson	1

The abovementioned shareholders were original subscriber shareholders at the time of incorporation of the company.

6. Substantial Shareholders

Nil

7. Company's Securities Register

The company's securities register is kept at 39 Stewart Street, Killcare Heights NSW 2257
Telephone – [02] 4360 1389.

Yours Faithfully

Brian G Wright
Company Secretary