

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Directors' Report

Your Directors submit their 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:

Mr G P Norman Chartered Accountant	Mrs N L Caple Retailer
Mr P Verrocchi (Resigned 22 January 2007) Builders Labourer	Mrs E Stagg Teacher
Mr A A Harris Building Contractor	Mr H Heshusius (Resigned 28 August 2006) Retailer
Mrs D J Edgley (Appointed 24 July 2006) Home Duties	Mrs G E Reardon Teacher
Mrs J M Grayling General Manager	Mr P Moloney Barrister

Directors were in office for this entire period unless otherwise stated.

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. During this period the company paid Donations and Community payments of \$16,905 (2005: \$21,153). The net profit/(loss) of the company for the financial period was \$117,009 (2005: (\$92,071)).

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.

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Directors' Report

Auditor Independence Declaration

The directors received the following independence declaration from the auditor of the company:

Mc Bain & Co
Audit & Assurance Services

55 Whitehorse Road
PO Box 82
Balwyn. 3103
Ph. 03 9817 0700
Fax. 03 9817 0799

Auditor's Independence Declaration

In relation to our review of the financial report of East Ivanhoe Community Corporation Limited for the half year ended 31 December 2006, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

David McBain
Partner
McBain & Co
Balwyn
xxxx March 2007

Signed in accordance with a resolution of the Directors at East Ivanhoe, Victoria on
5 March 2007.

Graham P Norman, Director

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Condensed Income Statement
for the half-year ended 31 December 2006

	Note	2006 \$	2005 \$
Revenue from ordinary activities		458,515	388,629
Other revenue		13,794	6,622
Salaries and employee benefit expense		(161,820)	(147,433)
Depreciation and amortisation expense		(6,130)	(9,848)
Donations and community payments		(16,905)	(21,153)
Other expenses from ordinary activities		<u>(119,870)</u>	<u>(83,144)</u>
Profit / (loss) from ordinary activities before income tax expense		167,584	133,673
Income tax expense relating to ordinary activities		<u>50,575</u>	<u>41,602</u>
Net profit / (loss) attributable to members of the entity		<u><u>117,009</u></u>	<u><u>92,071</u></u>
Earnings per share (cents per share)			
- basic for profit / (loss) for the half year		24.50	19.28
- diluted for profit / (loss) for the half year		24.50	19.28
- dividends paid per share	5	10.00	10.00

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744

Condensed Balance Sheet
as at 31 December 2006

	31-Dec 2006 \$	30-Jun 2006 \$
Current Assets		
Cash assets	504,794	393,440
Current tax asset	-	13,466
Prepayments	74,498	70,070
Receivables	44,437	47,973
Total Current Assets	<u>623,729</u>	<u>524,949</u>
Non-Current Assets		
Deferred Tax Assets	7,364	7,626
Property, plant and equipment	72,377	71,701
Intangibles	8,833	9,833
Total Non-Current Assets	<u>88,574</u>	<u>89,160</u>
Total Assets	<u>712,303</u>	<u>614,109</u>
Current Liabilities		
Payables	50,661	37,951
Interest bearing liabilities	448	3,140
Current tax liability	19,796	-
Provisions	24,549	25,422
Total Current Liabilities	<u>95,454</u>	<u>66,513</u>
Total Liabilities	<u>95,454</u>	<u>66,513</u>
Net Assets	<u>616,849</u>	<u>547,596</u>
Equity		
Issued capital	473,010	473,010
Retained earnings	143,839	74,586
Total Equity	<u>616,849</u>	<u>547,596</u>

East Ivanhoe Community Cororation Limited
ABN 62 095 312 744
Condensed Cash Flow Statement
for the half-year ended 31 December 2006

	2006	2005
	\$	\$
Cash Flows From Operating Activities		
Cash receipts in the course of operations	499,670	413,326
Cash payments in the course of operations	(324,068)	(237,180)
Interest received	13,794	1,916
Net GST refunded /(paid)	-	(28,463)
Income tax refunded / (paid)	<u>(21,788)</u>	<u>(17,865)</u>
Net cash flows from (used in) operating activities	<u>167,608</u>	<u>131,734</u>
Cash Flows From Investing Activities		
Payments for property, plant and equipment	<u>(5,806)</u>	<u>-</u>
Net cash flows from (used in) investing activities	<u>(5,806)</u>	<u>-</u>
Cash Flows From Financing Activities		
Repayment of borrowings	(2,692)	-
Dividends paid	<u>(47,756)</u>	<u>(47,756)</u>
Net cash flows from (used in) financing activities	<u>(50,448)</u>	<u>(47,756)</u>
Net increase (decrease) in cash held	111,354	83,978
Opening cash brought forward	<u>393,440</u>	<u>377,479</u>
Closing cash carried forward	<u><u>504,794</u></u>	<u><u>461,457</u></u>

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Condensed Statement of Changes in Equity
for the half-year ended 31 December 2006

	Issued Capital \$	Retained Earnings \$	Total Equity \$
As at 1 July 2006	473,010	74,586	547,596
Net profit/(loss) for the period	-	117,009	117,009
Issue of share capital	-	-	-
Equity dividends	<u>-</u>	<u>(47,756)</u>	<u>(47,756)</u>
As at 31 December 2006	<u><u>473,010</u></u>	<u><u>143,839</u></u>	<u><u>616,849</u></u>

	Issued Capital \$	Retained Earnings \$	Total Equity \$
As at 1 July 2005	473,010	495	473,505
Net profit/(loss) for the period	-	92,071	92,071
Issue of share capital	-	-	-
Equity dividends	<u>-</u>	<u>(47,756)</u>	<u>(47,756)</u>
As at 31 December 2005	<u><u>473,010</u></u>	<u><u>44,810</u></u>	<u><u>517,820</u></u>

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Notes to the Financial Statements
for the half-year ended 31 December 2006

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

(a) Basis of accounting

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the full financial report.

The half year financial report should be read in conjunction with the annual financial report of East Ivanhoe Community Corporation Limited at 30 June 2006. It is also recommended that this half year financial report be considered together with any public announcements made by East Ivanhoe Community Corporation Limited during the half year ended 31 December 2006 in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

The half year financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).

For the purpose of preparing the half year financial statements the half year has been treated as a discrete reporting period.

(b) Statement of compliance

The half year financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ('AIFRS'). Compliance with AIFRS ensures that the half year financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

(c) Summary of significant accounting policies

The accounting policies have been consistently applied and are consistent with those applied in the 30 June 2006 financial statements.

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

Since the last annual reporting date there has been no material change of any contingent assets or contingent liabilities.

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 Warburton, Victoria.

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Notes to the Financial Statements
for the half-year ended 31 December 2006

5. Dividends Paid	2006	2005
	\$	\$
<i>Dividends paid during the half year</i>		
Final franked dividend for the year ended 30 June 2006 of 10 cents (2005: 10 cents franked)	47,756	47,756
<i>Dividends proposed and not recognised as a liability</i>		
Interim franked dividend for the year ended 30 June 2007	-	-

6. Director and Related Party Disclosures

The names of directors who have held office during the half year ended 31 December 2006 are:

Mr G P Norman
Mrs N L Caple
Mr P Verrocchi (Resigned 22 January 2007)
Mrs E Stagg
Mr A A Harris
Mr H Heshusius (Resigned 28 August 2006)
Mrs D J Edgley (Appointed 24 July 2006)
Mrs G E Reardon
Mrs J M Grayling
Mr P Moloney

No director or related entity has entered into a material contract with the company. No director's fees have been paid as the positions are held on a voluntary basis.

Directors shareholdings	<u>2006</u>	<u>2005</u>
Mr G P Norman	12,751	10,251
Mrs N L Caple	5,251	5,251
Mr P Verrocchi (Resigned 22 January 2007)	10,251	10,251
Mrs E Stagg	1,000	1,000
Mr A A Harris	5,251	5,251
Mr H Heshusius (Resigned 28 August 2006)	2,751	2,751
Mrs D J Edgley (Appointed 24 July 2006)	-	-
Mrs G E Reardon	-	-
Mrs J M Grayling	-	-
Mr P Moloney	-	-

Each share held has a paid up value of \$1 and is fully paid.

<i>Mr G P Norman</i>		
Shares held at beginning of financial year	10,251	10,251
Shares purchased	2,500	0
Shares sold	0	0
Shares held at end of financial year	12,751	10,251

East Ivanhoe Community Corporation Limited
ABN 62 095 312 744
Directors Declaration
for the half-year ended 31 December 2006

In accordance with a resolution of the directors of Warburton Community Financial Services Ltd, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the company:
 - (i) give 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
 - (ii) comply with Accounting Standard AASB 134, "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Graham P Norman, Director

Signed in East Ivanhoe on this 5th day of March 2007