

Directors' report

16 December 2005

The company will report its financial performance when it closes its first full financial year of trading on 30 June 2006.

Directors

The names and details of the Company's Directors who held office during or since the end of the financial year are:

Kennedy James Bridge

Chairman

University researcher

Ian Robert Telfer

Treasurer

Building contractor

Richard Everitt Thorne

Deputy Chairman

Retired Businessman

Pamela Anne Dale

Company Secretary

Community Centre Coordinator

Pantaleo (Leo) Amato

Director

Pharmacist

Robert Anthony Barnden

Director

Owner/manager liquor store

Leslie Ronald Birch

Director

Union official

Graham Ralph Pitman

Director

Retired banker

Susan Patricia Straschko

Director

Pharmacy co-owner

Kathleen Mary Truran

Director

University teacher

No Directors have material interests in contracts or proposed contracts with the Company.

Principal activities

The principal activities of the Company since incorporation have been establishing and providing community banking services under management rights to operate a franchised branch of Bendigo Bank Limited.

There has been no significant changes in the nature of these activities during the year.

Operation results

Operations have performed in line with expectations.

Dividends

No dividends were declared or paid since incorporation and the Directors recommend that no dividend be paid for the current year.

Directors' report

16 December 2005 continued

Significant changes in the state of affairs

In the opinion of the Directors there were no significant changes in the state of affairs of the Company that occurred since incorporation not otherwise disclosed in this report.

Likely developments

The Company will continue its policy of providing banking services to the community.

Directors' benefits

Other than detailed below no Director has received or become entitled to receive, during the period since incorporation, a benefit because of a contract made by the Company, controlled entity or related body corporate with a Director, a firm which a Director is a member or an entity in which a Director has a substantial financial interest. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the Company's financial records, or the fixed salary of a full-time employee of the Company, controlled entity or related body corporate.

Indemnification and Insurance of Directors and Officers

The Company has indemnified all Directors and the Manager in respect of liabilities to other persons (other than the Company or related body corporate) that may arise from their position as Directors or Managers of the Company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance. The Company has not provided any insurance for an auditor of the Company or a related body corporate.

Share Options

No options over issued shares or interests in the Company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Environmental Regulation

The Company's operations are not regulated by any significant environmental regulation under a Law of the Commonwealth or of a State or Territory.

Directors' report

16 December 2005 continued

Directors meetings

The number of Directors meetings attended by each of the Directors of the Company during the year were:

Number of Meetings Held:	17
Number of Meetings Attended:	

Kennedy Bridge	17
Richard Thorne	17
Ian Telfer	17
Pamela Dale	13
Pantaleo Amato	15
Robert Barnden	10
Leslie Birch	11
Graham Pitman	15
Susan Straschko	15
Kathleen Truran	12

Company Secretary

Pamela Dale has been the Company Secretary of Goodwood/Highgate Community Financial Services Limited since incorporation. Pamela has worked for Goodwood Community Services for the past 21 years, the last 16 as Coordinator and since 2003 as a staff member of the City of Unley. Prior to that, she was co-publisher of a weekly newspaper in Darwin and Manager of a Tourism Resort in the Territory. She has been a member of various local, state and national committees and in 2003 was awarded the Centenary Medal for her work in the community. She recently completed a Diploma in Community Service Management.

Signed in accordance with a resolution of the Board of Directors at Goodwood, SA on 17 November 2005.

Kennedy James Bridge
Chairman

Ian Robert Telfer
Treasurer

Directors' declaration

In accordance with a resolution of the Directors of the Goodwood/Highgate Community Financial Services Limited, we state that:

In the opinion of the Directors:

- (a) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Kennedy James Bridge
Chairman

Ian Robert Telfer
Treasurer

Signed on 17 November 2005.