

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

ABN 54 112 676 294

Interim Financial Report

For the half-year ended 31 December 2007

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This is annexure A of 12 pages referred to in Form 7051: Notification of half-yearly reports



Ken James Bridge

Director

Dated this 10 day of March 2008

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

ABN 54 112 676 294

Interim Financial Report

DIRECTORS' REPORT

Your Directors submit the financial report of the Company for the half-year ended 31 December 2007.

Directors

The names of Directors who held office during or since the end of the half-year are:

Leslie Birch

Ken Bridge

Pamela Dale

Graham Pitman

Susan Straschko

Anthony Lapidge

Paula Stacey-Thomas

Rufus Luke Salaman

Diana Jukes

Anthony Michael Keenan

Dianna Anthea Swanson

Review of operations

The focus of the Company's operations during the half-year was the operation of the Goodwood/Highgate Community Bank[®] Branch of Bendigo Bank, pursuant to a franchise agreement.

Auditor's declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* for the half-year ended 31 December 2007 is attached to the financial report.

This report is signed in accordance with a resolution of the Board of Directors.

Director



Dated this

10

day of

March

2008

RSM Bird Cameron Partners

Chartered Accountants

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AUDITOR'S INDEPENDENCE DECLARATION

As lead audit partner for the review of the financial report of Goodwood/Highgate Community Financial Services Limited for the half-year ended 31 December 2007, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

This declaration is in respect of Goodwood/Highgate Community Financial Services Limited.

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS
Chartered Accountants

D J Wall.

D J WALL
Partner

Perth, WA

Dated: 10 MARCH 2008

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**INCOME STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

	31.12.2007	31.12.2006
	\$	\$
Revenue	121,390	75,712
Employee benefits expense	(99,617)	(109,577)
Depreciation and amortisation expense	(12,246)	(12,246)
Other expenses	(82,485)	(70,501)
Profit before income tax	(72,958)	(116,612)
Income tax expense	-	-
Loss from continuing operations	(72,958)	(116,612)
Loss attributable to members of the Company for the period	(72,958)	(116,612)
Overall operations		
Basic loss per share (cents per share)	(9.0)	(14.6)
Diluted loss per share (cents per share)	(9.0)	(14.6)

The accompanying notes form part of these financial statements

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

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**BALANCE SHEET
AS AT 31 DECEMBER 2007**

	31.12.2007	30.06.2007
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	10	10
Intangible assets	12,000	12,000
Other current assets	6,391	6,000
TOTAL CURRENT ASSETS	18,401	18,010
NON-CURRENT ASSETS		
Property, plant and equipment	226,726	229,972
Intangible assets	17,258	23,258
Other non-current assets	8,629	11,629
TOTAL NON-CURRENT ASSETS	252,613	264,859
TOTAL ASSETS	271,014	282,869
CURRENT LIABILITIES		
Trade and other payables	(6,622)	(7,094)
Short-term financial liabilities	(95,676)	(31,672)
Short-term provisions	(10,543)	(13,042)
TOTAL CURRENT LIABILITIES	(112,841)	(51,808)
TOTAL LIABILITIES	(112,841)	(51,808)
NET ASSETS	158,173	231,061
EQUITY		
Issued capital	802,691	802,691
Accumulated Losses	(644,518)	(571,630)
TOTAL EQUITY	158,173	231,061

The accompanying notes form part of these financial statements

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

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**STATEMENT OF CHANGE IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

Note	Issued Capital Ordinary	Accumulated Losses	Total
	\$	\$	\$
Balance at 1.7.2006	802,691	(380,443)	422,248
Loss attributable to members of the Company	-	(116,612)	(116,612)
Balance at 31.12.2006	802,691	(497,055)	305,636
Balance at 1.7.2007	802,691	(571,560)	231,131
Shares issued during the half-year	-	-	-
LossProfit attributable to members of the Company	-	(72,958)	(72,958)
Balance at 31.12.2007	802,691	(644,518)	158,173

The accompanying notes form part of these financial statements

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

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**CASH FLOW STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

	31.12.2007	31.12.2006
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	121,390	75,362
Payments to suppliers and employees	(185,394)	(177,682)
Interest received	-	3,122
Net cash provided by (used in) operating activities	(64,004)	(99,198)
Net increase/(decrease) in cash held	(64,004)	(99,198)
Cash at beginning of period	(31,662)	138,698
Cash at end of period	(95,666)	39,500

The accompanying notes form part of these financial statements

GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

NOTE 1: BASIS OF PREPARATION

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by the Company during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The half-year financial report has been prepared on a going concern basis after consideration by the Directors of the following matters:

- (i) The Company is budgeting to return a profit over the next twelve months; and
 - (ii) Bendigo Bank has confirmed that it will support the Company such that it will be in a position to meet its financial obligations for a period of twelve months from the date of this report.
- In consideration of the above matters, the Directors believe that it is appropriate to adopt the going concern basis of accounting in the preparation of this half-year financial report.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

NOTE 2: DIVIDENDS

	31.12.2007	31.12.2006
Distributions paid	NIL	NIL

NOTE 3: SEGMENT INFORMATION

The Company operates in the financial services sector as a branch of Bendigo Bank in South Australia.

NOTE 4: CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 5: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial period that significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

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DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial reports comprising the balance sheet, income statement, statement of changes in equity, cash flow statement, notes to the financial statements and this declaration :
 - a. comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and
 - b. give a true and fair view of the Company's financial position as at 31 December 2007 and of its performance for the half-year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



Dated this 10 day of March 2008

RSM Bird Cameron Partners

Chartered Accountants

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GOODWOOD/HIGHGATE COMMUNITY FINANCIAL SERVICES LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Goodwood/Highgate Community Financial Services Limited (the company) which comprises the balance sheet as at 31 December 2007, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, accompanying notes to the financial statements and directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of Goodwood/Highgate Community Financial Services Limited are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year 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 a conclusion on the half-year 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 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 2007 and its performance for the half-year ended on that date; and
- complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

As the auditor of Goodwood/Highgate Community Financial Services Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year 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.

Liability limited by a
scheme approved under
Professional Standards
Legislation

Major Offices in:
Perth, Sydney, Melbourne,
Adelaide and Canberra
ABN 36 965 185 036

RSM Bird Cameron Partners is an
independent member firm of RSM
International, an affiliation of independent
accounting and consulting firms.



Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Goodwood/Highgate Community Financial Services Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS
Chartered Accountants

D J Wall.

D J WALL
Partner

Perth, WA

Dated: 10 MARCH 2008