

Gympie & District Financial Services Limited

Financial Report

as at

31 December 2008

Gympie & District Financial Services Ltd
ABN 79 113 293 173
Directors Report

Your Directors submit their report of the company for the half year ended 31 December 2008.

Directors

The names of directors who held office during the period and until the date of this report are:

Beven Roy Webb
Chairman
Furniture Retailer
(appointed 23 March 2005)

Rens John Poels
Treasurer
Retired Computer Engineer
(appointed 9 March 2005)

William Bauer
Director
Retired Civil Engineer
(appointed 27 February 2008)

Vicki Shapcott (resigned 30 September 2008)
Company Secretary
Community Development Officer
(appointed 9 March 2005)

Lesley Anne O'Hern
Director
Teacher and Primary Producer
(appointed 9 March 2005)

Elaine Gwen Thomson
Director
Shop Owner
(appointed 9 March 2005)

Rae Allison Gâté
Director
Shire Councilor
(appointed 28 March 2007)

Christopher James Hodges
Director
Business Owner
(appointed 28 March 2007)

David James Weller
Director
Event Co-ordinator
(appointed 28 March 2007)

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 and Adelaide Bank Limited.

Review and results of operations

The net loss of the company for the financial period was \$7,243 (2007: \$42,748).

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.

Gympie & District Financial Services Ltd
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Directors Report

Auditor Independence Declaration

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

Richmond Sinnott & Delahunty
Chartered Accountants



172-176 McIvor Rd
PO Box 30
Bendigo. 3552
Ph. 03 5443 1177
Fax. 03 5444 4344
E-mail: rsd@rsdadvisors.com.au

Auditor's Independence Declaration

In relation to our review of the financial report of Gympie & District Financial Services Ltd for the half year ended 31 December 2008, 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.

Warren Sinnott
Partner
Richmond Sinnott & Delahunty
Bendigo
10 March 2009

Signed in accordance with a resolution of the Directors at Gympie on 10 March 2009.

.....
Rens Poels, Director

Gympie & District Financial Services Ltd
ABN 79 113 293 173
Condensed Income Statement
for the half-year ended 31 December 2008

	2008	2007
	\$	\$
Revenue from ordinary activities	175,293	137,437
Other revenue	1	241
Salaries and employee benefit expense	(95,471)	(106,572)
Depreciation and amortisation expense	(19,889)	(22,383)
Charitable donations and sponsorship	(2,537)	(2,391)
Finance costs	(495)	(21)
Other expenses from ordinary activities	<u>(66,302)</u>	<u>(62,836)</u>
Loss from ordinary activities before income tax expense	(9,400)	(56,525)
Income tax benefit relating to ordinary activities	<u>2,157</u>	<u>13,777</u>
Net loss	<u><u>(7,243)</u></u>	<u><u>(42,748)</u></u>
Earnings per share (cents per share)		
- basic for loss for the half year	(0.91)	(5.34)
- diluted for loss for the half year	(0.91)	(5.34)

Gympie & District Financial Services Ltd
ABN 79 113 293 173
Condensed Balance Sheet
as at 31 December 2008

	31-Dec 2008 \$	30-Jun 2008 \$
Current Assets		
Cash assets	250	100
Receivables	22,840	22,196
Total Current Assets	<u>23,090</u>	<u>22,296</u>
Non-Current Assets		
Property, plant and equipment	165,457	172,951
Deferred income tax asset	167,889	165,732
Intangibles	20,431	32,826
Total Non-Current Assets	<u>353,777</u>	<u>371,509</u>
Total Assets	<u>376,867</u>	<u>393,805</u>
Current Liabilities		
Bank overdraft	18,594	15,951
Payables	5,004	12,554
Provisions	11,744	16,532
Total Current Liabilities	<u>35,342</u>	<u>45,037</u>
Total Liabilities	<u>35,342</u>	<u>45,037</u>
Net Assets	<u>341,525</u>	<u>348,768</u>
Equity		
Issued capital	800,010	800,010
Accumulated losses	(458,485)	(451,242)
Total Equity	<u>341,525</u>	<u>348,768</u>

Gympie & District Financial Services Ltd
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Condensed Cashflow Statement
for the half year ended 31 December 2008

	2008	2007
	\$	\$
Cash Flows From Operating Activities		
Cash receipts in the course of operations	192,080	146,881
Cash payments in the course of operations	(194,079)	(181,497)
Interest received	1	241
Borrowing costs	<u>(495)</u>	<u>(21)</u>
Net cash flows used in operating activities	<u>(2,493)</u>	<u>(34,396)</u>
Net decrease in cash held	<u>(2,493)</u>	<u>(34,396)</u>
Opening cash brought forward	<u>(15,851)</u>	<u>30,420</u>
Closing cash carried forward	<u><u>(18,344)</u></u>	<u><u>(3,976)</u></u>

Gympie & District Financial Services Ltd
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Condensed Statement of Changes in Equity
for the half year ended 31 December 2008

	Issued Capital \$	Retained Earnings \$	Total Equity \$
As at 1 July 2008	800,010	(451,242)	348,768
Net loss for the period	-	(7,243)	(7,243)
Issue of share capital	-	-	-
Equity dividends	-	-	-
As at 31 December 2008	<u>800,010</u>	<u>(458,485)</u>	<u>341,525</u>

	Issued Capital \$	Retained Earnings \$	Total Equity \$
As at 1 July 2007	800,010	(386,874)	413,136
Net loss for the period	-	(42,748)	(42,748)
Issue of share capital	-	-	-
Equity dividends	-	-	-
As at 31 December 2007	<u>800,010</u>	<u>(429,622)</u>	<u>370,388</u>

Gympie & District Financial Services Ltd
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Notes to Financial Statements
for the half year ended 31 December 2008

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 Gympie & District Financial Services Ltd as at 30 June 2008. It is also recommended that this half year financial report be considered together with any public announcements made by Gympie & District Financial Services Ltd during the half year ended 31 December 2008 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 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 2008 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.

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Notes to Financial Statements
for the half year ended 31 December 2008

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 Gympie and District.

5. Director and Related Party Disclosures

The names of directors who have held office during the half year ended 31 December 2008 are:

Beven Roy Webb
Rens John Poels
William Bauer
Vicki Shapcott (resigned 30 September 2008)
Lesley Anne O'Hern
Elaine Gwen Thomson
Rae Allison Gâté
Christopher James Hodges
David James Weller

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>Dec</u> <u>2008</u>	<u>June</u> <u>2008</u>
Beven Roy Webb	501	501
Rens John Poels	1,501	1,501
William Bauer	2,500	2,000
Vicki Shapcott (resigned 30 September 2008)	502	502
Lesley Anne O'Hern	2,001	2,001
Elaine Gwen Thomson	4,001	4,001
Rae Allison Gâté	-	-
Christopher James Hodges	500	500
David James Weller	500	500

Other than the purchase of 500 shares by William Bauer, there was no movement in directors shareholdings during the period. Each share held has a paid up value of \$1 and is fully paid.

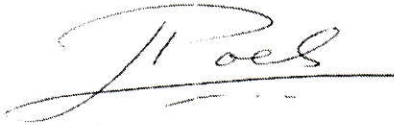
Gympie & District Financial Services Ltd
ABN 79 113 293 173
Directors Declaration
for the half year ended 31 December 2008

In accordance with a resolution of the directors of Gympie & District 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 2008 and its performance for the period 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



.....
Rens Poels, Director

Signed in Gympie on this 10th day of March 2009



Independent Review Report

To the members of Gympie & District Financial Services Ltd

Scope

The financial report comprises the condensed income statement, condensed balance sheet, condensed cash flow statement, condensed statement of changes in equity, accompanying notes to the financial statements and the directors' declaration for Gympie & District Financial Services Ltd for the half year ended 31 December 2008.

The company's directors are responsible for preparing a financial report that gives a true and fair view of the financial position and performance of the company and that complies with Accounting Standard AASB 134 "Interim Financial Reporting", in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for accounting policies and accounting estimates inherent in the financial report.

Review Approach

We conducted an independent review of the financial report in order to make a statement about it to the members of the company, and in order for the company to lodge the half year financial report with the Australian Securities and Investments Commission.

Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements, in order to state whether, on the basis or procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with the Corporations Act 2001, Accounting Standard AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements in Australia, so as to present a view which is consistent with our understanding of the company's financial position and of their performance as represented by the results of their operations and their cash flows.

A review is limited primarily to inquiries of company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance is less than that given in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Independence

We are independent of the company, and have met the independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Review Statement

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Gympie & District Financial Services Ltd is not in accordance with:

- (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 31 December 2008 and its performance for the half year ended on that date; and
 - (ii) complying with Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Regulations; and
- (b) other mandatory professional reporting requirements.

Richmond Sinnott & Delahunty

Richmond Sinnott & Delahunty
Chartered Accountants

W Sinnott

Warren Sinnott
Partner

Signed at Bendigo on 10 March 2009