

HARBORD FINANCIAL SERVICES LIMITED
A.B.N. 25 097 282 525

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of Harbord Financial Services Ltd will be held at 7.00pm on Tuesday, 22 November 2011 at the South Curl Curl Surf Club, Carrington Parade, CURL CURL NSW.

Ordinary Business:

1. **Receipt of Annual Report.**
To receive the Company's Financial Report, the Directors Report and the Auditor's Report for the year ended 30 June 2011.
2. **Notification the Directors have declared a fully franked dividend to shareholders of 10 cents per share.**
3. **To consider, and if thought fit pass each of the following resolutions as ordinary resolutions:**
Re-election of Directors retiring by rotation:
 - (a) That Ian Greentree be elected as a Director,
 - (b) That Garry Chadwick be elected as a Director, and
 - (c) That Ian Joynson be elected as a Director.
4. **Remuneration Report**
To consider, and if thought fit, to pass the following resolution as an ordinary resolution.
That the remuneration report as contained in the Annual Report be adopted.

DATED this 19th day of October 2011

BY ORDER OF THE BOARD

Ian Greentree
Company Secretary

Attending the Meeting

All shareholders may attend the Annual General Meeting

Joint holders: In the case of joint shareholders, all holders may attend the meeting. If only one holder attends (including by proxy), that shareholder may vote at the Meeting as if that holder were solely entitled to the shares. If more than one person of the joint shareholding is present (including by proxy), the joint holder whose name appears first in the share register may vote. The other joint shareholder can not vote.

Corporate Shareholders: A corporate shareholder must appoint one or more persons to act as its representative under section 250D of the Corporations Act. But only one representative may exercise the corporate shareholder's powers at any one time. The Company requires written evidence of a representative's appointment to be given to the Company before the meeting.

Proxy: If you are unable to attend the Meeting, you are entitled to appoint a proxy to attend and vote. See the attached Proxy Form for information on appointing a proxy.

Voting Right:

Each shareholder is entitled to **one** vote. (regardless of the number of share held)

For the purpose of voting at the Meeting, shares will be taken to be held by the shareholders who are registered as members as at 5.00pm on 18 November 2011

By Order of the Board

Ian Greentree
Company Secretary
19th October 2011

A proxy form accompanies this Notice of meeting. A member entitled to attend and vote at this meeting is entitled to appoint a proxy. The proxy need not be a member of the Company.

Explanatory Notes

This information has been included to assist you in making an informed decision about the resolutions proposed at the meeting.

Agenda Item 1

Harbord Financial Services Limited's Annual Report including the financial report and other items will be laid before the meeting in accordance with the Corporations Act. There is no requirement for shareholders to approve those reports. However, the Chairman will allow a reasonable opportunity for shareholders at the meeting to ask questions about, or make comments on the management of the Company. The Chairman will also allow reasonable opportunity for shareholders at the meeting to ask the Auditor or the Auditors representative questions relevant to the conduct of the audit, the preparation and content of the auditor's report, the accounting policies adopted by Harbord Financial Services Limited in relation to the preparation of the financial statements and the independence of the auditor in relation to the conduct of the audit.

Agenda Item 2

The Directors have approved a fully franked dividend of 10 cents per share to be paid within 90 days of the AGM. This is to notify the meeting of the dividend and does not need to be approved by shareholders

Agenda Item 3

The following information is provided about candidates for election to the Board.

- (a) Ian Greentree retires by rotation in accordance with the Constitution of the Company, and being eligible, offers himself for election.
- (b) Garry Chadwick retires by rotation in accordance with the Constitution of the Company, and being eligible, offers himself for election.
- (c) Ian Joynson retires by rotation in accordance with the Constitution of the Company, and being eligible, offers himself for election.

The above three directors have been actively involved as directors of the Company. The Board recommends the re-appointment of these three directors.

Agenda Item 4

The Remuneration Report is contained within the Directors report on page 2 of the Financial Statements. No Directors' remuneration has been paid as the directors volunteer their time on an honorary basis. (as per the Directors' Report). Nevertheless the Corporations Act 2001 requires the Directors' Report to include a separate Remuneration Report and the business of the AGM to include a resolution for its approval as an advisory (i.e. non-binding) resolution only and does not bind the Directors of the Company.

Profiles of Directors standing for re-election

Ian Greentree age 56

Ian is a Strategic Business Analyst with a not for profit organisation. He is an Accountant, Fellow Institute of Public Accountants and a Solicitor, Diploma in Law (SAB). Ian has extensive experience in business and commerce as a business consultant accountant and solicitor with over 20 years experience in the financial services industry having worked for banks, finance companies and financial planners. Ian has extensive experience in mergers and acquisitions and running businesses through-out Australia. Ian has lived in Freshwater for over 20 after moving from Central West NSW. He is married to Michele and has 2 teenage children Alexandra and Liam. Ian is the current Company Secretary and has been a director since July 2005.

Garry Chadwick age 65

Garry is a Certified Practising Accountant and Justice of the Peace for 40 years. With experience as a management consultant, property development and a local business owner, Garry has lived in Freshwater for the most part of 25 years. Garry has been a Director and Treasurer for Harbord Financial Services since October 2002.

Ian Joynson age 72

Ian has held positions previously as a Marketing executive of a Public Company for over 20 years and as proprietor and operator of Harbord and Harbord West Newsagency for over 20 years. Married to Fay for 45 years with 3 children and 3 grandchildren. Ian is a founding Director since June 2001 and an active member of the Business Development Committee and assists with the Youth Observer Program.

Proxy Form

Harbord Financial Services Limited

ABN 25 097 282 525

C0000000270

MR IAN JOHN GREENTREE
14A CORELLA STREET
FRESHWATER NSW 2096

All Correspondence to:

The Company Secretary
Harbord Financial Services Ltd
C/- Freshwater Community Branch of
Bendigo Bank
20 Albert Street
FRESHWATER NSW 2096

Enquires:

0412 877 800

iangmobile@hotmail.com

Appointment of proxy

I/We being a member/s of Harbord Financial Services Limited and entitled to attend and vote appoint the person named below or, if no person is named below, the Chairman of the meeting as my/our proxy to vote in accordance with directions set out below (with a discretion as to any business not referred to below) or, if no Directions are given, as my/our proxy sees fit, at the Annual General Meeting of the Company to be held at South Curl Curl Surf Club, Carrington Parade, Curl Curl at 7.00pm on Tuesday 22 November 2011 and at any adjournment of that meeting.

In the relevant Box either mark with "X" or print the name of the person

☐

The Chairman of the meeting

OR

In the box above print the name of the person you are appointing
if this person is someone other than the Chairman of the Meeting

Please refer to the next page for voting

Proxy Form (continued)

Voting directions to your proxy Please mark ☒ X to indicate your directions

Ordinary Business

| | For | Against | Abstain* |
|------------------------------------|--------------------------|--------------------------|--------------------------|
| Item 1 Receipt of financial report | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

| | |
|---------------------------------|------------------------|
| Item 2 Notification of Dividend | No Resolution Required |
|---------------------------------|------------------------|

Item 3

| | | | |
|-----------------------------------|--------------------------|--------------------------|--------------------------|
| (a) Re-election of Ian Greentree | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| (b) Re-election of Garry Chadwick | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| (c) Re-election of Ian Joynson | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

Item 4

| | | | |
|-----------------------------------------|--------------------------|--------------------------|--------------------------|
| That the remuneration report be adopted | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
|-----------------------------------------|--------------------------|--------------------------|--------------------------|

* If you mark the Abstain box for a particular item, you are directing your proxy not to vote on your behalf on a show of hands or on a poll and your vote will not be counted in working out the required majority on a poll.

Note under the Corporations Act a vote must not be cast (in any capacity) by or on behalf of a member of key management personnel, details of whose remuneration is included in the remuneration report. However as the directors all volunteer their services on an honorary basis we feel the Chairman or other Directors holding a proxy can vote on Item 4. The Chairman of the meeting intends to vote all available proxies in favour of item 3. By appointing the Chairman of the meeting as your proxy you direct the Chairman to vote in accordance with your voting instructions on Item 4. If no direction is indicated for Item 4 above, then the Chairman will vote for the resolution.

Please Sign Here

This section must be signed in accordance with the instructions overleaf to enable your directions to be implemented.

Individual or Shareholder 1

Sole Director and
Sole Company Secretary

Shareholder 2

Director

Shareholder 3

Director/Company Secretary

Please refer to the attached instructions on how to complete the Proxy Form

How to complete the Proxy Form

1 Your Name and Address

This is your name and address as it appears on the Company's share register. If this information is incorrect, please mark the box and make the correction on the form. Please note you cannot change ownership of your shares using this form.

2 Appointment of a proxy

A member entitled to attend and vote at the Meeting may appoint one proxy. A proxy need not be a member of the Company. A proxy may be an individual or a company.

3 Identity of proxy

If you wish to appointment the Chairman of the Meeting as your proxy, mark the box with "X". If the person you wish to appoint is someone is someone other than the Chairman of the Meeting please write the name of that person in the large box. If you leave this section blank, the Chairman of the meeting will act as your proxy.

4 Voting instructions

You may direct your proxy how to vote by placing a mark in one of the boxes opposite each of business. If you do not mark any of the boxes on a given item, your proxy may vote as he or she chooses. If you mark more than one box on any item your vote on that item will be invalid.

5 Signing instructions

The Proxy Form must be signed in the spaces provided.

Individual: If the shareholding is in one name, the holder must sign.

Joint holding: If the shareholding is more than one name, any one holder may sign

Power of Attorney: To sign under a power of attorney, you must have already lodged this document with the Company or attach a certified copy of the power of attorney to this form when you return the completed form

Companies: If the shareholding is in the name of a company:
If the company has a sole director who is also the sole company secretary, this form must be signed by that person.
If the company (under section 204A of the Corporations Act 2001) does not have a company secretary, a sole director can also sign alone.
Otherwise this form must be signed by a Director jointly with either another Director or a company secretary.
Please indicate the office held and sign in the appropriate place.

If a representative of the company is to attend the meeting, the appropriate "Certification of Appointment of the Corporate Representative" must be produced before the meeting to the Company.

Lodging instructions

This Proxy Form (and any power of attorney under which it is signed) must be received by the Company not later than 2 business days before the meeting by 5.00pm on Friday 18th November 2011. Any proxy Form received after that time will **not** be valid for the scheduled meeting. Documents may be lodged in any of the following ways.

By post or hand delivery to the Company's registered office at 20 Albert Street,
FRESHWATER NSW 2096

By facsimile to fax number 02 9939 6844

