

**Mareeba & Dimbulah Financial Services Limited**

**ABN 53 115 503 930**

Financial Statements

For the period from 1 July 2009 to 31 December 2009

**Millar Teitzel**

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**Mareeba and Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**

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**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Directors' Report**

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Your directors submit the financial report of the company for the half-year ended 31 December 2009. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

## Directors

The names of the directors who held office during the half year and until the date of this report are as below:

Name: Lex Starmer  
 Position: Chairman  
 Qualifications: General Manager NQ Co-op Ltd  
 Special responsibilities: Governance & Business Development Committee and Audit Committee

Name: Gilbert James Teitzel  
 Position: Secretary  
 Qualifications: Certified Practising Accountant  
 Special responsibilities: Governance & Business Development Committee and Audit Committee

Name: Patrick John Freney  
 Position: Treasurer  
 Qualifications: Consultant  
 Special responsibilities: Audit Committee

Name: Graeme Eric Ford  
 Position: Director  
 Qualifications: Automotive Dealer  
 Special responsibilities: Governance & Business Development Committee and Human Resources Committee

Name: Edward Balzarolo  
 Position: Director  
 Qualifications: Primary Producer  
 Special responsibilities: Marketing & Sponsorship Committee

Name: Gianfranco De Iacovo  
 Position: Director  
 Qualifications: Business Owner  
 Special responsibilities: Marketing & Sponsorship Committee

Name: Evan David McGrath  
 Position: Director  
 Qualifications: Grazier  
 Special responsibilities: Marketing & Sponsorship Committee

Name: Cheryl Eileen Tonkin  
 Position: Director  
 Qualifications: Civil Celebrant/Auctioneer  
 Special responsibilities: Marketing & Sponsorship Committee

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Directors' Report**

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Name: Wilfrid Ronald Blundell  
Position: Director  
Qualifications: Property Developer/Primary Producer  
Special responsibilities: Marketing & Sponsorship Committee

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

### **Principal Activities**

The principal activities of the company during the course of the period were providing Community banking services under management rights to operate a franchised branch of Bendigo Bank Limited in Mareeba and Dimbulah. No significant change in the nature of these activities occurred during the period.

### **Review of Results of Operations**

Operations have continued to perform in line with expectations. During the half year to 31 December the Company generated a profit of \$48,613.87 before tax.

The Board of Mareeba & Dimbulah Financial Services Limited advise that as a result of the economic situations, and specifically the squeeze on margin income, it was anticipated that there will be a significant drop in the forecasted profit for the company for the year ended 30 June 2010. The unaudited profit before income tax for the six months for 31 December 2009 is approximately 60% lower than the previous corresponding period.

### **Matters Subsequent to the End of the Reporting Period**

No other matters or circumstances have arisen since the end of the financial period which 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.

### **Dividends**

A fully franked dividend of \$0.06 per share was declared on 8 December 2009 and paid on 15 December 2009.

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Directors' Report**


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**Auditors Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 6.

Signed in accordance with a resolution of the Board of Directors:

  
\_\_\_\_\_  
Lex Starmer  
Director

  
\_\_\_\_\_  
Gilbert J Teitzel  
Director

Dated: *1st March 2010*

**Auditor's Independence Declaration under Section 307C of the Corporations Act 2001**

To the directors of Mareeba and Dimbulah Financial Services Ltd

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2009 there have been:

- (i) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

Signed at Cairns on 1 March 2010.

*WHK Greenwood*

WHK GREENWOODS (CAIRNS)

*J Taylor*

**JASON TAYLOR**  
Partner

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Income Statement**  
**For the period 1 July 2009 to 31 December 2009**

	Note	31 Dec 2009 \$	31 Dec 2008 \$
Revenues from ordinary activities		664,584.29	664,641.25
Administration and general costs		(110,338.88)	(98,488.21)
ATM expenses		(11,646.47)	(13,204.27)
Depreciation and amortisation expenses		(18,299.00)	(17,339.00)
IT leasing and running costs		(25,665.43)	(28,085.19)
Management fees		(60,082.60)	(60,082.60)
Occupancy costs		(44,798.24)	(44,402.99)
Secondment expenses		(345,139.80)	(274,700.33)
<b>Profit from ordinary activities before income tax</b>		<b>48,613.87</b>	<b>128,338.66</b>
Income tax expense relating to ordinary activities		(14,385.34)	(38,396.55)
<b>Net profit attributable to members of the company</b>		<b>34,228.53</b>	<b>89,942.11</b>

The accompanying notes form part of these financial statements.

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Balance Sheet As At 31 December 2009**

	Note	31 Dec 2009 \$	30 Jun 2009 \$
<b>Current Assets</b>			
Cash and cash equivalents		502,515.34	464,111.73
Receivables		125,305.18	120,313.44
Current tax assets		1,665.42	18,367.24
Other		5,551.41	4,888.64
<b>Total Current Assets</b>		<b>635,037.35</b>	<b>607,681.05</b>
<b>Non-Current Assets</b>			
Property, plant and equipment		329,727.67	345,644.85
Intangible assets		190,000.00	190,000.00
<b>Total Non-Current Assets</b>		<b>519,727.67</b>	<b>535,644.85</b>
<b>Total Assets</b>		<b>1,154,765.02</b>	<b>1,143,325.90</b>
<b>Current Liabilities</b>			
Payables		102,726.94	74,308.27
Current tax liabilities		8,227.52	
<b>Total Current Liabilities</b>		<b>110,954.46</b>	<b>74,308.27</b>
<b>Total Liabilities</b>		<b>110,954.46</b>	<b>74,308.27</b>
<b>Net Assets</b>		<b>1,043,810.56</b>	<b>1,069,017.63</b>
<b>Equity</b>			
Contributed equity		1,004,511.00	1,004,511.00
Retained profits		39,299.56	64,506.63
<b>Total Equity</b>		<b>1,043,810.56</b>	<b>1,069,017.63</b>

The accompanying notes form part of these financial statements.



**Mareeba & Dimbulah Financial Services Ltd**  
**ABN 53 115 503 930**  
**Statement of Changes in Equity**  
**For the period 1 July 2009 to 31 December 2009**

	<b>Issued Capital</b>	<b>Accumulated Profit (Loss)</b>	<b>Total Equity</b>
<b>Balance at 1 July 2008</b>	1,004,511.00	56,239.42	1,060,750.42
Shares issued during year	-	-	-
Profit/(loss) attributable to the members of the company		77,328.92	77,328.92
Sub-total:	1,004,511.00	133,568.34	1,138,079.34
Dividends written back (Oct 06)		1,254.06	1,254.06
Dividends paid or provided for		(70315.77)	(70315.77)
<b>Balance at 30 June 2009</b>	<b>1,004,511.00</b>	<b>64,506.63</b>	<b>1,069,017.63</b>
 <b>Balance at 1 July 2009</b>	 1,004,511.00	 64,506.63	 1,069,017.63
Shares Issued during period	-	-	-
Profit/(loss) attributable to the members of the company		34,228.53	34,228.53
Sub-total:	1,004,511.00	98,735.16	1,103,246.16
Dividends written back		2,256.27	2,256.27
Dividends paid or provided for		(61,691.87)	(61,691.87)
<b>Balance at 31 December 2009</b>	<b>1,004,511.00</b>	<b>39,299.56</b>	<b>1,043,810.56</b>

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Statement of Cash Flows**  
**For the period 1 July 2009 to 31 December 2009**

	31 Dec 2009 \$	31 Dec 2008 \$
<b>Cash Flow From Operating Activities</b>		
Receipts from customers	716,952.23	717,788.46
Payments to Suppliers and employees	(636,373.95)	(581,294.84)
Interest received	9,098.75	12,106.30
Income tax paid	10,544.00	
Net cash provided by (used in) operating activities	<u>100,221.03</u>	<u>148,599.92</u>
<b>Cash Flow From Investing Activities</b>		
<b>Payment for:</b>		
Payments for property, plant and equipment	<u>(2,381.82)</u>	<u>(7,155.00)</u>
Net cash provided by (used in) investing activities	<u>(2,381.82)</u>	<u>(7,155.00)</u>
<b>Cash Flow From Financing Activities</b>		
Dividends paid	<u>(59,435.60)</u>	
Net cash provided by (used in) financing activities	<u>(59,435.60)</u>	
Net increase (decrease) in cash held	38,403.61	141,444.92
Cash at the beginning of the year	<u>464,111.73</u>	<u>526,719.48</u>
Cash held at 31 December	<u>502,515.34</u>	<u>668,164.40</u>

The accompanying notes form part of these financial statements.

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Notes to the Financial Statements**  
**For the period 1 July 2009 to 31 December 2009**

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## **Note 1: Statement of Significant Accounting Policies**

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards AASB 134: Interim Financial Reporting, Urgent Issues Group Interpretations and other pronouncements of the Australian Accounting Standards Board. Compliance with AASB 134 ensure compliance with IAS 34 'Interim Financial Report'.

The half-year report has been prepared on historical cost basis, except for land and buildings, derivative financial instruments and available-for-sale financial assets which are measured at fair value. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise stated.

It is recommended that this financial report be read in conjunction with the annual report for the year ended 30 June 2009 and any public announcements made by Mareeba & Dimbulah Financial Services Ltd during the half-year in accordance with the 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. Therefore it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the company as in the full financial report.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2009 annual financial report for the financial year ended 30 June 2009.

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Notes to the Financial Statements**  
**For the period 1 July 2009 to 31 December 2009**

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## **Note 2: Issued Capital**

1,004,511.00 Ordinary shares at \$1.00 each fully  
paid

1,004,511.00

1,004,511.00

Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

## **Note 3: Segment Reporting**

The Company operates in the financial services sector as a Community Bank branch of the Bendigo Bank at Mareeba and Dimbulah, North Queensland.

## **Note 4: Contingent Assets and Liabilities**

There were no contingent assets or liabilities at the date of this report to affect the financial statements.

## **Note 5: Events Subsequent to Reporting Date**

There have been no events subsequent to reporting date that would materially affect the financial statements at the reporting date.

**Mareeba & Dimbulah Financial Services Limited**  
**ABN 53 115 503 930**  
**Directors' Declaration**

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The directors of the company declare that:

1. the financial statements and notes set out on pages 7 to 12 are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
  - (b) give a true and fair view of the company's financial position as at 31 December 2009 and of its performance, as represented by the results of its operations and cash flows for the half-year ended 31 December 2009.
2. At the date of this statement 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.



Lex Starmer  
Director



Gilbert J Teitzel  
Director

Dated: 1st March 2010

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Mareeba and Dimbulah Financial Services Ltd

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Mareeba and Dimbulah Financial Services Ltd which comprises the balance sheet as at 31 December 2009, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the consolidated entity 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 consolidated entity's financial position as at 31 December 2009 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 Mareeba and Dimbulah Financial Services Ltd, 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.

### **Independence**

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Mareeba and Dimbulah Financial Services Ltd on 1 March 2010 would be in the same terms if provided to the directors as at the date of this auditor's review report.

## **INDEPENDENT AUDITOR'S REVIEW REPORT (continued)**

### **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 Mareeba and Dimbulah Financial Services Ltd is not in accordance with the Corporations Act 2001 including:

- (a) the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's financial position as at 31 December 2009 and of 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 2001; and

Signed at Cairns on 8 March 2010.

*WHK Greenwoods*

**WHK GREENWOODS (CAIRNS)**



**JASON TAYLOR**  
Partner