

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

**For the half-year ended 31 December 2007**

**C O N T E N T S**

Directors' Report

Auditor's Independence Declaration

Income Statement

Balance Sheet

Statement of Changes in Equity

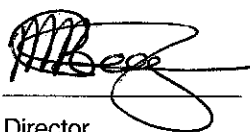
Cash Flow Statement

Notes to the Financial Statements

Directors' Declaration

Independent Review Report

*This is annexure A of 11 pages referred to in Form 7051: Notification of half-yearly reports*

  
A handwritten signature in black ink, appearing to be 'M. Beagrie', is written over a horizontal line.

Director

Dated this 6 day of March 2008

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**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:

*Malcolm Charles Kentish*

*Monica Rae Bermingham*

*Ernest Albert Hiddlestone*

*Michael Peter Faro*

*Brian Arthur Morrell*

*Evelyn Stagg (Appointed 24 July 2007)*

*Noel Henry Nancarrow (Resigned 14 November 2007)*

*Nola Louise Edwards (Resigned 19 December 2007)*

**Review of operations**

The focus of the Company's operations during the half-year was the operation of the Pinjarra Community Bank<sup>®</sup> 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

6

day of March

2008

# RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000  
GPO Box R1253 Perth WA 6844  
T +61 8 9261 9100 F +61 8 9261 9101  
www.rsmi.com.au

## AUDITOR'S INDEPENDENCE DECLARATION

As lead audit partner for the review of the financial report of Pinjarra 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 Pinjarra Community Financial Services Limited.

*RSM Bird Cameron Partners.*

RSM BIRD CAMERON PARTNERS  
Chartered Accountants

*D J Wall*

D J WALL  
Partner

Perth, WA  
Dated: *6 March 2008*

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

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

	<b>31.12.2007</b>	<b>31.12.2006</b>
	<b>\$</b>	<b>\$</b>
Revenue	408,936	376,058
Employee benefits expense	(174,710)	(123,692)
Depreciation and amortisation expense	(9,939)	(15,578)
Finance costs	(3,329)	(239)
Other expenses	(136,670)	(190,312)
Profit before income tax	84,288	46,237
Income tax expense	(27,193)	(15,006)
Profit from continuing operations	57,095	31,231
<b>Profit attributable to members of the Company for the period</b>	<b>57,095</b>	<b>31,231</b>
<b>Overall operations</b>		
Basic earnings per share (cents per share)	14.5	7.9
Diluted earnings per share (cents per share)	14.5	7.9

The accompanying notes form part of these financial statements

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

**BALANCE SHEET  
AS AT 31 DECEMBER 2007**

	<b>31.12.2007</b>	<b>30.06.2007</b>
	<b>\$</b>	<b>\$</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	187,970	190,549
Trade and other receivables	76,523	68,444
Other current assets	5,250	5,723
<b>TOTAL CURRENT ASSETS</b>	<b>269,743</b>	<b>264,716</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	35,350	40,289
Deferred tax assets	15,668	42,861
Intangible assets	39,167	44,167
<b>TOTAL NON-CURRENT ASSETS</b>	<b>90,185</b>	<b>127,317</b>
<b>TOTAL ASSETS</b>	<b>359,928</b>	<b>392,033</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	67,488	147,386
Short-term borrowings	20,529	22,197
Short-term provisions	9,864	10,779
<b>TOTAL CURRENT LIABILITIES</b>	<b>97,881</b>	<b>180,362</b>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	10,491	18,707
Long-term provisions	6,763	5,266
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>17,254</b>	<b>23,973</b>
<b>TOTAL LIABILITIES</b>	<b>115,135</b>	<b>204,335</b>
<b>NET ASSETS</b>	<b>244,793</b>	<b>187,698</b>
<b>EQUITY</b>		
Issued capital	385,805	385,805
Accumulated losses	(141,012)	(198,107)
<b>TOTAL EQUITY</b>	<b>244,793</b>	<b>187,698</b>

The accompanying notes form part of these financial statements

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

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

	Note	Issued Capital Ordinary	Accumulated Losses	Total
		\$	\$	\$
Balance at 1.7.2006		385,805	(224,249)	161,556
Profit attributable to members of the Company		-	31,231	31,231
Balance at 31.12.2006		<u>385,805</u>	<u>(193,018)</u>	<u>192,787</u>
Balance at 1.7.2007		385,805	(198,107)	187,698
Profit attributable to members of the Company		-	57,095	57,095
Balance at 31.12.2007		<u>385,805</u>	<u>(141,012)</u>	<u>244,793</u>

The accompanying notes form part of these financial statements

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

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

	<b>31.12.2007</b>	<b>31.12.2006</b>
	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	400,554	371,320
Payments to suppliers and employees	(360,662)	(309,064)
Interest received	303	274
Finance costs	(3,328)	(239)
Net cash provided by operating activities	<u>36,867</u>	<u>62,291</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of non-current assets	-	(1,333)
Net cash used in investing activities	<u>-</u>	<u>(1,333)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	(9,884)	(5,813)
Dividends paid	(29,562)	-
Net cash used in financing activities	<u>(39,446)</u>	<u>(5,813)</u>
Net increase (decrease) in cash held	(2,579)	55,145
Cash at beginning of period	190,549	82,039
<b>Cash at end of period</b>	<u><b>187,970</b></u>	<u><b>137,184</b></u>

The accompanying notes form part of these financial statements

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

**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 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 accounting policies are consistent with those in the June 2007 financial report.

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.

**NOTE 2: SEGMENT INFORMATION**

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

**NOTE 3: CONTINGENT LIABILITIES**

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

**NOTE 4: 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.



**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

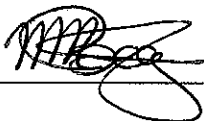
**DIRECTORS' DECLARATION**

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

6

day of

March

2008

# RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000  
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## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED

### *Report on the Half-Year Financial Report*

We have reviewed the accompanying half-year financial report of Pinjarra 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 Pinjarra 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 Pinjarra 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.

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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 Pinjarra 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: 6 March 2008