

**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

**For the half-year ended 31 December 2008**

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

Directors' Report

Auditor's Independence Declaration

Income Statement

Balance Sheet

Statement of Changes in Equity

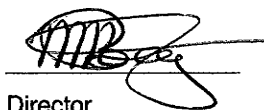
Cash Flow Statement

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. B. G.', is written over a horizontal line.

Director

Dated this 11 day of March 2009

**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 2008.

**Directors**

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

*Michael Peter Faro*

*Ernest Albert Hiddlestone*

*Brian Arthur Morrell*

*Monica Rae Bermingham*

*Evelyn Stagg*

*Barbara Dimasi*

*Rosemarree Reynolds*

**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.

Due to the current economic environment of rapidly falling interest rates, the Company has experienced a significant decline in the budgeted income received from Bendigo Limited. This reduction of income is expected to materially and adversely effect the operating performance for the financial year ended the 30 June 2009

**Auditor's declaration**

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* for the half-year ended 31 December 2008 is attached to the financial report.

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

Director



Dated this

11

day of

March

2009

# 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 9111  
www.rsmi.com.au

## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Pinjarra Community Financial Services Limited for the half year ended 31 December 2008, 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.

*RSM Bird Cameron Partners.*

RSM BIRD CAMERON PARTNERS  
Chartered Accountants

*D J Wall.*

D J WALL  
Partner

Perth, WA

Dated: 11 March 2009

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.



**PINJARRA COMMUNITY FINANCIAL SERVICES LIMITED**

**ABN 31 097 389 547**

**Interim Financial Report**

**INCOME STATEMENT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008**

	<b>31.12.2008</b>	<b>31.12.2007</b>
	<b>\$</b>	<b>\$</b>
Revenue	399,831	408,936
Employee benefits expense	(228,084)	(174,710)
Depreciation and amortisation expense	(25,667)	(9,939)
Finance costs	(5,056)	(3,329)
Other expenses	(238,868)	(136,670)
	<hr/>	<hr/>
Profit/(loss) before income tax	(97,844)	84,288
Income tax benefit/(expense)	29,700	(27,193)
	<hr/>	<hr/>
<b>Profit/(loss) attributable to members</b>	<b>(68,144)</b>	<b>57,095</b>
	<hr/>	<hr/>
<b>Overall operations</b>		
Basic earnings (loss) per share (cents per share)	(17.3)	14.5
Diluted earnings (loss) per share (cents per share)	(17.3)	14.5

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 2008**

	<b>31.12.2008</b>	<b>30.06.2008</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	76,678	142,366
Trade and other receivables	60,058	78,050
Other current assets	14,423	5,187
<b>TOTAL CURRENT ASSETS</b>	<b>151,159</b>	<b>225,603</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	177,760	129,185
Intangible assets	46,834	53,834
Deferred tax asset	33,948	4,248
<b>TOTAL NON-CURRENT ASSETS</b>	<b>258,542</b>	<b>187,267</b>
<b>TOTAL ASSETS</b>	<b>409,701</b>	<b>412,870</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	50,870	58,488
Short-term financial liabilities	9,000	1,822
Current tax liability	23,713	24,836
Short-term provisions	10,342	7,575
<b>TOTAL CURRENT LIABILITIES</b>	<b>93,925</b>	<b>92,721</b>
<b>NON-CURRENT LIABILITIES</b>		
Long-term financial liabilities	86,486	-
Long-term provisions	15,402	6,584
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>101,888</b>	<b>6,584</b>
<b>TOTAL LIABILITIES</b>	<b>195,813</b>	<b>99,305</b>
<b>NET ASSETS</b>	<b>213,888</b>	<b>313,565</b>
<b>EQUITY</b>		
Issued capital	385,805	385,805
Accumulated losses	(171,917)	(72,240)
<b>TOTAL EQUITY</b>	<b>213,888</b>	<b>313,565</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 2008**

	<b>Note</b>	<b>Issued Capital</b>	<b>Accumulated losses</b>	<b>Total</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance at 1 July 2007		385,805	(198,107)	187,698
Profit attributable to the members of the Company		-	57,095	57,095
<b>Balance at 31 December 2007</b>		<b>385,805</b>	<b>(141,012)</b>	<b>244,793</b>
Balance at 1 July 2008		385,805	(72,240)	313,565
Loss attributable to the members of the Company		-	(68,144)	(68,144)
Dividends paid or provided	2	-	(31,533)	(31,533)
<b>Balance at 31 December 2008</b>		<b>385,805</b>	<b>(171,917)</b>	<b>213,888</b>

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 2008**

	<b>31.12.2008</b>	<b>31.12.2007</b>
	<b>\$</b>	<b>\$</b>
Cash flows from operating activities		
Receipts from customers	414,276	400,554
Payments to suppliers and employees	(471,653)	(360,662)
Interest received	3,547	303
Finance costs	(5,056)	(3,328)
Income tax paid	(1,023)	-
Net cash provided by/(used in) operating activities	<u>(59,909)</u>	<u>36,867</u>
Cash flows from investing activities		
Payments for plant and equipment	(75,728)	-
Proceeds from plant and equipment	<u>7,818</u>	<u>-</u>
Net cash used in investing activities	<u>(67,910)</u>	<u>-</u>
Cash flows from financing activities		
Proceeds from borrowings	100,000	-
Repayments of borrowings	(6,336)	(9,884)
Dividends paid	(31,533)	(29,562)
Net cash provided by/(used in) financing activities	<u>62,131</u>	<u>(39,446)</u>
Net decrease in cash held	(65,688)	(2,579)
Cash at beginning of period	<u>142,366</u>	<u>190,549</u>
<b>Cash at end of period</b>	<b><u>76,678</u></b>	<b><u>187,970</u></b>

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 2008**

**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 2008 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 2008 financial report.

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

The financial report has been prepared on a going concern basis after consideration by the Directors of the following matter:

- (i) The Company is budgeting to return a profit within the next 12 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 the next calendar year.

In consideration of the above matter, the Directors believe that it is appropriate to adopt the going concern basis of accounting in the preparation of this 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: DIVIDENDS**

	<b>31.12.2008</b>	<b>31.12.2007</b>
Distributions paid		
Unfranked final dividend was declared on <b>24 September 2008</b> of 8 (2007: 7.5) cents per share.	<b>31,533</b>	<b>29,562</b>

**NOTE 3: SEGMENT INFORMATION**

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



**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 report 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 2008 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

11

day of

March

2009

# 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 9111  
www.rsmi.com.au

## 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 2008 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 the directors' declaration.

#### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the company 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 controls 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 2008 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.

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 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 2008 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: 11 March 2009