

ROCKINGHAM COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 102 349 655

Interim Financial Report

For the half-year ended 31 December 2007

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



Director

Dated this 11 day of March 2008

ROCKINGHAM COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 102 349 655

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:

Lennard John Sheedy

Graeme Coleman

Roland John Logue

Gaybrielle May Edis

Michael Terrance Moriarty

Robert Brown

David Vernon Oliver

Kevin Dorotich

David Warren Cashman (Appointed 18 October 2007)

Bradley Charles Dean (Resigned 18 October 2007)

Robert Lewtas (Resigned 18 October 2007)

Review of operations

The focus of the Company's operations during the half-year was the operation of the Rockingham Community Bank[®] 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

11

day of

March

2008

RSM Bird Cameron Partners

Chartered Accountants

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AUDITOR'S INDEPENDENCE DECLARATION

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

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS
Chartered Accountants

D J Wall

D J WALL
Partner

Perth, WA

Dated: 11 March 2008

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PINGELLY BROOKTON COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 098 525 252

Interim Financial Report

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

	31.12.2007	31.12.2006
	\$	\$
Revenue	283,458	247,271
Employee benefits expense	(160,086)	(133,521)
Depreciation and amortisation expense	(9,582)	(30,444)
Finance costs	(7,467)	(9,198)
Other expenses	(89,193)	(93,623)
Profit before income tax	17,130	(19,515)
Income tax expense	-	-
Profit from continuing operations	17,130	(19,515)
Profit attributable to members of the Company for the period	17,130	(19,515)
Overall operations		
Basic earnings (loss) per share (cents per share)	3.0	(3.4)
Diluted earnings (loss) per share (cents per share)	3.0	(3.4)

The accompanying notes form part of these financial statements

PINGELLY BROOKTON COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 098 525 252

Interim Financial Report

**BALANCE SHEET
AS AT 31 DECEMBER 2007**

	31.12.2007	30.06.2007
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	1,945	5,139
Trade and other receivables	38,469	34,684
Other current assets	4,125	8,250
TOTAL CURRENT ASSETS	44,539	48,073
NON-CURRENT ASSETS		
Property, plant and equipment	30,409	34,967
Intangible assets	44,538	49,562
TOTAL NON-CURRENT ASSETS	74,947	84,529
TOTAL ASSETS	119,486	132,602
CURRENT LIABILITIES		
Trade and other payables	61,734	71,598
Short-term borrowings	105,639	127,266
Short-term provisions	17,022	11,566
TOTAL CURRENT LIABILITIES	184,395	210,430
NON-CURRENT LIABILITIES		
Long-term borrowings	49,232	54,295
Long-term provisions	4,927	4,075
TOTAL NON-CURRENT LIABILITIES	54,159	58,370
TOTAL LIABILITIES	238,554	268,800
NET ASSETS	(119,068)	(136,198)
EQUITY		
Issued capital	579,410	579,410
Accumulated losses	(698,478)	(715,608)
TOTAL EQUITY	(119,068)	(136,198)

The accompanying notes form part of these financial statements

PINGELLY BROOKTON COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 098 525 252

Interim Financial Report

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

	Note	Retained	
		Earnings/	
	Issued Capital	(Accumulated	Total
	Ordinary	Losses)	
	\$	\$	\$
Balance at 1.7.2006	579,910	(716,106)	(136,196)
Shares issued during the half-year	(500)		(500)
Loss attributable to members of the Company		(19,515)	(19,515)
Balance at 31.12.2006	<u>579,410</u>	<u>(735,621)</u>	<u>(156,211)</u>
Balance at 1.7.2007	579,410	(715,608)	(136,198)
Profit attributable to members of the Company	-	17,130	17,130
Balance at 31.12.2007	<u>579,410</u>	<u>(698,478)</u>	<u>(119,068)</u>

The accompanying notes form part of these financial statements

PINGELLY BROOKTON COMMUNITY FINANCIAL SERVICES LIMITED

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Interim Financial Report

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

	31.12.2007	31.12.2006
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	279,670	239,764
Payments to suppliers and employees	(238,711)	(223,336)
Interest received	3	1
Finance costs	(7,467)	(9,198)
Net cash provided by operating activities	<u>33,495</u>	<u>7,231</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of intangible (franchise fee)	<u>(10,000)</u>	<u>-</u>
Net cash used in investing activities	<u>(10,000)</u>	<u>-</u>
 CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	<u>(4,590)</u>	<u>(6,216)</u>
Net cash used in financing activities	<u>(4,590)</u>	<u>(6,216)</u>
Net increase in cash held	18,905	1,015
Cash at beginning of period	<u>(107,753)</u>	<u>(151,065)</u>
Cash at end of period	<u>(88,848)</u>	<u>(150,050)</u>

The accompanying notes form part of these financial statements

PINGELLY BROOKTON COMMUNITY FINANCIAL SERVICES LIMITED

ABN 69 098 525 252

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.

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 for the year ended 30 June 2008; and
- (ii) The Bendigo Bank has confirmed that it will support the Company such that it will be in a position to meet its financial obligations for a period of twelve months from the date of this report.

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: 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.

ROCKINGHAM COMMUNITY FINANCIAL SERVICES LIMITED

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Interim Financial Report

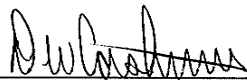
DIRECTORS' DECLARATION

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

11

day of

March

2008

RSM Bird Cameron Partners

Chartered Accountants

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ROCKINGHAM COMMUNITY FINANCIAL SERVICES LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Rockingham 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 Rockingham 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 Rockingham 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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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 Rockingham 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: 11 March 2008