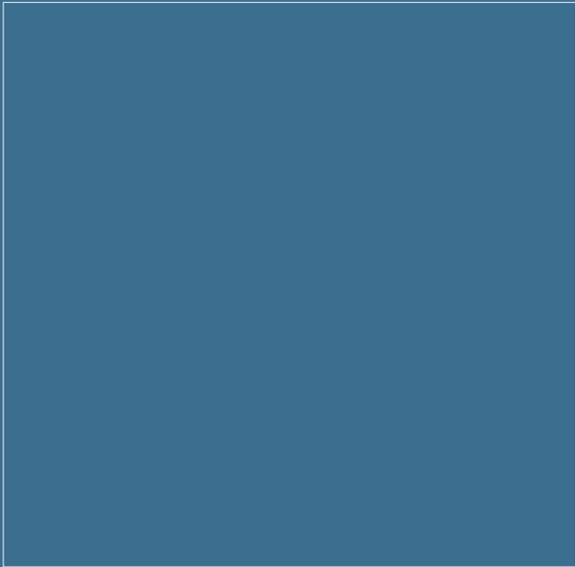


annual report | 2009



Bexley Financial
Services Limited
ABN 37 105 775 844

Bexley **Community Bank**[®] Branch

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Chairman's report

For year ending 30 June 2009

I want to start this report with positive news. The Bexley **Community Bank**[®] Branch is at break even point (again).

Last year I reported that we were cash flow positive and close to profitability.

It would be something of an understatement to say that 2008/2009 has been other year of disappointing financial performance. Just as the Company was about to move into its first period of profitable trading, the global financial crisis impacted upon us in many unforeseen and adverse ways, with the most significant of these being that our income was suddenly halved.

In the face of the forces at play during this period there was little that we could do, except weather the storm.

There are indications in more recent months that operating conditions are returning to more normal settings, but there is no doubt that our Company, along with many others, has been badly bruised by this experience: the most obvious expression of which is the loss of \$83,605 incurred during the year.

On a brighter note the Bexley **Community Bank**[®] Branch has continued to provide an excellent service to our customers, an indication of this was that once again the branch was a finalist in the Rockdale Business Excellence Awards.

Also, with the help of the market development fund, provided by Bendigo and Adelaide Bank Ltd, we have been able to maintain our support for a wide variety of local community organisations.

During the year we also celebrated our 5th birthday (18 June) and renewed the Franchise Agreement with Bendigo and Adelaide Bank Ltd for a second five year period.

An appropriate overdraft facility was also established which will, I am sure, see us through to better days.

At the time of writing total banking business is just over \$60 million, an increase of over \$20 million since last year. At this level we are, as stated earlier, at "break even point" again.

I wish to conclude this report with another positive and that is that despite all that we have faced over the past five years, I remain committed to the **Community Bank**[®] concept and enthusiastic about the future.



Stephen Kaye
Chairman

Manager's report

For year ending 30 June 2009

Last year I had two main objectives to achieve in the 2008/2009 financial year which were to add a further 250 customer accounts and to expand banking business to \$48 million. I am happy to report that we not only met these objectives but exceeded them. Total banking business as at 30 June 2009 was \$58.5 million, which translates to growth of \$20.1 million – the largest growth period in our 5 year history.

The Chairman has already outlined the impact the Global Financial Crisis had on our earnings last year. Hopefully the worst is now behind us.

The task ahead is to consolidate the business we have developed and expand upon it. My primary objectives in the current financial year are to expand total banking business to \$67 million and in so doing to increase our “loan book” by 20 per cent.

I am fortunate in this work, to have a wonderful staff and I thank them for the outstanding efforts throughout the year. I also thank the Board of Directors for their advice and support and their continuing commitment to our **Community Bank**[®] branch, despite all adversities.



Jim Mantzikopoulos
Branch Manager

Directors' report

For year ending 30 June 2009

Directors

The names of the Directors in office at any time during or since the end of the year are:

Name of Director	Period of Director	Qualifications, experience & special responsibilities
Stephen Kaye	Since 4 August 2003	Chairman
Beverley Scott	Since 4 August 2003	Deputy Chairperson
Michael Price	Since 1 June 2004	Treasurer & Secretary
Marianthe Kamateros	Since 4 August 2003	
Edward Markland	Deceased 10 August 2008	
Walter Glaser	Since 22 November 2006	
Yvonne Bellamy	Since 22 November 2006	
Anton Dworzak	Since 03 February 2009	
Douglas Doyle	Since 7 October 2008	

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

Directors' meetings

During the year eleven (11) Directors' meetings were held which were attended by virtually all Directors.

	Directors' meetings	
	Number eligible to attend	Number attended
Stephen Kaye	11	10
Beverley Scott	11	11
Michael Price	11	9
Marianthe Kamateros	11	10
Edward Markland	2	0
Walter Glaser	11	7
Yvonne Bellamy	11	11
Anton Dworzak	5	4
Douglas Doyle	8	7

Directors' report continued

Principal activity

The principal activities of the Company during the course of the year were in providing **Community Bank**[®] services under management rights to operate a franchise branch of Bendigo and Adelaide Bank Ltd.

Result of operations

The net loss after providing for income tax amounted to \$83,605.

Dividends

No dividends were paid during the year and no recommendation is made as to dividends.

Review of operations

Despite increasing total banking business by \$20 million during the course of the year, the income produced by these operations was very adversely affected by the Global Financial Crisis and the associated adverse movements in interest rates. The resultant loss experienced by the Company has necessitated the establishment of an overdraft facility with Bendigo and Adelaide Bank Ltd and it is the funds provided by this facility which enables the Company to pay its accounts as and when they fall due.

Significant change in the state of affairs

No significant changes in the Company's state of affairs occurred during the financial year.

After balance date events

No matters of circumstance have arisen since the end of the financial year 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.

Since Balance Date the Company has renewed its Franchise Agreement with Bendigo and Adelaide Bank Ltd for a further five years.

Likely developments

The Company expects to improve its financial position as it continues to gain more banking business and banking margins return to more normal levels and therefore operate profitably.

Environmental issues

The Company's operations are not regulated by any significant environmental Regulation under a law of the Commonwealth or of a State or Territory.

Directors' report continued

Option

During the financial year, and to the date of this report, no option has been granted or is held by any person over any unissued shares of the Company.

Directors' interest in shares of the Company or related bodies corporate

The particulars of shares held by the Directors of the Company in the Company or in related bodies corporate which are required to be declared in the register of Directors' shareholdings are as follows:

Name of Director	Shareholding	
Stephen Kaye	1 Founder	5,000 Ordinary
Beverley Scott	1 Founder	7,000 Ordinary
Marianthe Kamateros	1 Founder	2,000 Ordinary
Michael Price		500 Ordinary
Walter Glaser		20,000 Ordinary
Yvonne Bellamy		5,000 Ordinary
Douglas Doyle		500 Ordinary

Directors have also subscribed to shares under the terms of the product disclosure statement.

Directors' benefits

No Director has received or has become entitled to receive, during or since the end of the financial year, a benefit because of a contract made by the Company or a related body corporate with the Director, a firm of which the Director is a member or a Company in which the Director has a substantial financial interest.

This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the Company's accounts, prepared in accordance with the Corporations Law, or the fixed salary of a full time employee of the Company or related body corporate.

Indemnifying Officer or Auditor

The Company has indemnified all Directors and the Manager in respect of liabilities to other persons (other than the Company or related body Corporate) that may arise from their position as Directors or Managers of the Company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance. The Company has not provided any insurance for an Auditor of the Company or a related body corporate.

Directors' report continued

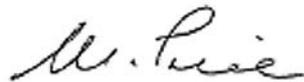
Proceeding on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not party to any such proceedings during the year.

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



Stephen Kaye
Director



Michael Price
Director

Dated 21 October 2009.

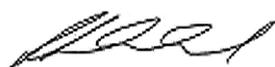
Auditor's independence declaration

Auditor's independence declaration under Section 307C of the Corporations Act 2001 to the Directors of Bexley Financial Services Limited

We declare that, to the best of our knowledge and belief, during the year ended 30th June 2009 there have been:

- (i) no contraventions of the Auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Partlett, Chave & Rowland
Chartered Accountants



Name of Partner: **Robert Bruce Rowland**

Dated 21 October 2009.

Address: Baulkham Hills

Financial statements

Income statement For year ending 30 June 2009

	Note	2009 \$	2008 \$
Classification of expenses by nature			
Revenues from ordinary activities		431,545	416,699
Employee benefits expense		(237,574)	(203,450)
Depreciation and amortisation expenses	2	(60,372)	(59,920)
Borrowing costs expense		(503)	(209)
Other expenses from ordinary activities		(216,701)	(221,974)
Profit from ordinary activities before income tax expense		(83,605)	(68,854)
Income tax expense relating to ordinary activities	3	-	-
Net profit from ordinary activities after income tax attributable to members of the Company	4	(83,605)	(68,854)
Net increase (decrease) in asset revaluation reserve		-	-
Total changes in equity other than those resulting from transactions with owners as owners		(83,605)	(68,854)

The accompanying notes form part of these financial statements.

Financial statements continued

Balance sheet As at 30 June 2009

	Note	2009 \$	2008 \$
Current assets			
Cash	5	313	40,498
Receivables	6	45,165	40,509
Other	7	6,117	6,309
Total current assets		51,596	87,316
Non-current assets			
Property, plant and equipment	8	13,056	38,640
Intangibles	9	68,386	23,079
Total non-current assets		81,442	61,719
Total assets		133,037	149,035
Current liabilities			
Accounts payable	10	109,770	50,041
Borrowings	11	3,807	-
Provisions	12	14,192	10,120
Total current liabilities		127,769	60,161
Total liabilities		127,769	60,161
Net assets (liabilities)		5,268	88,873
Equity			
Issued capital	13	744,909	744,909
Accumulated Profit (losses)		(739,641)	(656,036)
Total equity		5,268	88,873

The accompanying notes form part of these financial statements.

Financial statements continued

Statement of cash flows As at 30 June 2009

	Note	2009 \$	2008 \$
Cash flows from operating activities			
Interest received		433	-
Receipts from franchise		426,201	409,401
Other receipts		708	735
Payment to suppliers & employees		(461,435)	(406,478)
Interest paid		-	1,268
Net cash provided by (used in) operating activities		(34,092)	4,926
Cash flows from investing activities			
Payment for leasehold improvements		(6,667)	(2,310)
Payment for office equipment		(3,233)	(1,617)
Net cash provided by (used in) investing activities		(9,900)	(3,927)
Net increase (decrease) in cash held		(43,991)	999
Cash at beginning of year		40,498	39,499
Cash at end of year		(3,493)	40,498

The accompanying notes form part of these financial statements.

Financial statements continued

Statement of cash flows As at 30 June 2009

	2009 \$	2008 \$
Notes to the statement of cash flows		
Reconciliation of cash		
Cash at the end of financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash on hand	8	9
Business cheque account	(3,807)	14,143
Cash management account	37	25,510
Club cheque account	268	735
Staff fund account	-	100.00
	(3,493)	40,498
Reconciliation of net cash provided by operating activities to profit from ordinary activities after income tax		
Operating profit (loss) after income tax	(83,605)	(68,854)
Non-cash flows in Profit(Loss) from ordinary activities:		
Amortisation	23,555	24,000
Depreciation	36,817	35,920
Provision for annual leave	2,178	4,575
Provision for long service leave	1,894	-
Changes in assets and liabilities:		
Decrease (Increase) in trade debtors	(4,656)	(7,976)
Decrease (Increase) in sundry debtors	103	40
Decrease (Increase) in sundry provisions	130	(11)
Decrease (Increase) in prepayments	89	1,446
Increase (Decrease) in sundry creditors	(7,180)	4,055
Increase (Decrease) in trade creditors	(2,910)	10,447
Increase (Decrease) in accrued expenses	(506)	1,284
Cash flows from operations	(34,092)	4,926

The accompanying notes form part of these financial statements.

Financial statements continued

Statement of changes in equity As at 30 June 2009

	Issued capital ordinary \$	Accumulated losses \$	Total \$
Balance at 1 July 2007	744,909	(587,182)	157,727
Profit/(loss) attributable to members		(68,854)	(68,854)
Balance at 30 June 2008	744,909	(656,036)	88,873
Profit/(loss) attributable to members		(83,605)	(83,605)
Balance at 30 June 2009	744,909	(739,641)	5,268

The accompanying notes form part of these financial statements.

Notes to the financial statements

For year ending 30 June 2009

Note 1. Statement of significant accounting policies

This financial report covers Bexley Financial Services Limited as an individual entity. Bexley Financial Services Limited is a Company limited by shares, incorporated and domiciled in Australia.

Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and the notes also comply with International Financial Report Standards. Material accounting policies adopted in the preparation of this financial report are presented below.

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Income tax

The income tax expense for the year comprises current income tax expenses and deferred tax expense.

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax assets and deferred tax liability balances during the year as well unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases or assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future deductions are available. No deferred income tax will be recognised from initial recognition of an asset or liability, excluding a business combination, where there is not effect on accounting or taxable profit or loss.

Notes to the financial statements continued

Note 1. Statement of significant accounting policies (continued)

Income tax (continued)

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

a) Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of Bexley Financial Services Limited to have an independent valuation every three years, with annual appraisals being made by the Directors.

The revaluation of freehold land and buildings has not taken account of the potential capital gains tax on assets acquired after the introduction of capital gains tax.

b) Plant and equipment

Plant and equipment are measured on the cost basis less depreciation.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

The cost of fixed assets constructed within Bexley Financial Services Limited includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Notes to the financial statements continued

Note 1. Statement of significant accounting policies (continued)

Property, plant and equipment (continued)

c) Depreciation

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to Bexley Financial Services Limited commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable asset are:

Class of asset	Depreciation rate %
Leasehold improvements	20%
Franchise agreement	20%
Office furniture & equipment	7 to 20%

Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to Bexley Financial Services Limited are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual value. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the economic entity will obtain ownership of the asset or over the term of the lease.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives received under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

Intangibles

Goodwill

Goodwill is initially recorded at the amount by which the purchase price for a business exceeds the fair value attributed to its net tangible assets at the date of acquisition. Purchased goodwill is amortised on a straight line basis over the period of 5 years. The balance is reviewed annually and any balance representing future benefits for which the realisation is considered to be no longer probable are written off.

Notes to the financial statements continued

Note 1. Statement of significant accounting policies (continued)

Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the Company to an employee superannuation fund and are charged as expenses when incurred.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand and deposits held at call with banks or financial institutions, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of Goods and Services Tax (GST).

Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the assets or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Notes to the financial statements continued

	2009 \$	2008 \$
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Note 2. Profit from ordinary activities

Profit from ordinary activities before income tax expense has been determined after:

Expenses:

Depreciation of property, plant and equipment	36,817	35,920
Amortisation of goodwill	23,555	24,000
	60,372	59,920

Remuneration of Auditor

Audit or review	5,500.00	5,000.00
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Note 3. Income tax expense

Income tax expense attributable to:

Operating profit before income tax	-	-
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Note 4. Retained profits

Retained profits (accumulated losses) at the beginning of the financial year

	(656,036)	(587,182)
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Net profit attributable to members of the Company	(83,605)	(68,854)
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Retrospective adjustment(s) upon introduction of accounting standard(s):

Retained profits(accumulated losses) at the end of the financial year	(739,641)	(656,036)
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Note 5. Cash assets

Cash on hand	8	9
Bendigo and Adelaide Bank Ltd business cheque A/C	-	14,143
Bendigo and Adelaide Bank Ltd cash management A/C	37	25,510
Bendigo and Adelaide Bank Ltd club cheque A/C	268	735
Bexley staff fund A/C	-	100.00
	313	40,498

Notes to the financial statements continued

	2009 \$	2008 \$
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Note 6. Receivables

Current

Trade debtors	45,165	40,509
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Note 7. Other assets

Current

Accrued income	1	104
Prepayments	6,116	6,205
	6,117	6,309

Note 8. Property, plant and equipment

Land and buildings

Leasehold improvements	189,063	181,063
Less: Accumulated amortisation	(180,911)	(144,554)
	8,152	36,509

Office furniture & equipment	5,606	2,373
Less: accumulated depreciation	(702)	(242)

Total plant and equipment	4,904	2,131
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Total property, plant and equipment	13,056	38,640
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Note 9. Intangible assets

Goodwill	188,862	120,000
Less accumulated amortisation	(120,476)	(96,921)
	68,386	23,079

Notes to the financial statements continued

	2009 \$	2008 \$
Note 10. Payables		
Current		
Sundry creditors	80,462	4,858
Trade creditors	12,514	14,091
Accrued expenses	13,125	13,631
GST payable	3,669	17,462
	109,770	50,041

Note 11. Interest bearing liabilities

Current

Bendigo and Adelaide Bank Ltd business cheque A/C	3,807
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Note 12. Provisions

Current

Provision for long service leave	1,894	-
Provision for annual leave	12,298	10,120
	14,192	10,120

Note 13. Issued capital

Issued and paid up capital:

Ordinary shares issued	744,909	744,909
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Notes to the financial statements continued

	2009 \$	2008 \$
Note 14. Leasing commitments		
Operating lease commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements		
Payable – minimum lease payments		
• not later than 12 months	41,493	40,495
• between 12 months and five years	82,986	-
• greater than five years	-	-
	124,479	40,495

The property lease is a non-cancellable lease with a three-year term, with rent payable monthly in advance. Contingent rental provisions within the lease agreement require that the minimum lease payments shall be increased by CPI per annum.

Directors' declaration

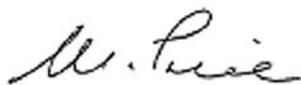
The Directors of the Company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30 June 2008 and performance for the year ended on that date of the Company;
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.



Stephen Kaye
Director



Michael Price
Director

Dated 21 October 2009.

Independent audit report

Independent audit report to the members of Bexley Financial Services Limited

A.B.N. 37 105 775 844

Scope

Report on the financial report

We have audited the accompanying financial report of Bexley Financial Services Limited, which comprises of the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Directors' declaration of the Company at the year's end and from time to time during the financial year.

Directors' responsibility for the financial report

The Directors of the Company are responsible for the preparation and fair presentation of the 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 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. In Note 1 the Directors also state, the financial report complies with the International Financial Reporting Standards (IFRS).

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the Auditor's judgment including the assessment of the risk of material misstatements of the financial report, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent audit report continued

Independence

In conducting our audit, 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 Bexley Financial Services Limited on 21 October 2009 would be in the same terms if provided to the Directors as at the date of this Auditor's report.

Qualification

Disclaimer regarding continuity as a going concern:

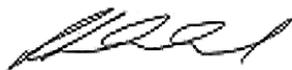
As a consequence of the Company's continuance of operating on a loss basis there is a significant uncertainty whether the Company will be able to continue as a going concern and therefore will be able to extinguish its liabilities in the normal course of business. However Bendigo and Adelaide Bank Ltd has advised they will provide an overdraft facility for working capital and if operations can attain the level indicated by the Directors the Company will attain profitability. Notwithstanding this uncertainty, in our opinion it is still appropriate for the financial report to be prepared on a going concern basis.

Qualified Audit opinion

In our opinion, except for the effects on the financial report of the matter referred to in the qualification paragraph:

- (a) the financial report of Bexley Financial Services Limited is in accordance with the Corporations Act 2001, including:
- (i) giving a true and fair view of the Company's financial position as at 30 June 2009 and of their performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Name of Firm: Partlett, Chave & Rowland
Chartered Accountants



Name of Partner: **Robert Bruce Rowland**

Address: Baulkham Hills

Dated 21 October 2009.

Bexley **Community Bank**[®] Branch
416-418 Forest Road, Bexley NSW 2207
Phone: (02) 9567 4519

Franchisee: Bexley Financial Services Limited
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