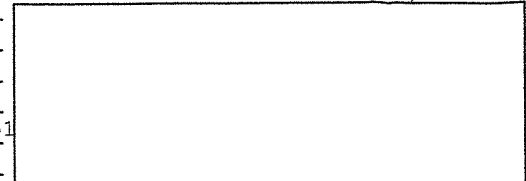


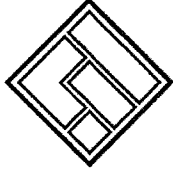
ASIC registered agent number 9984

7051 15 July 2001 1/1

**lodging party or agent name** AFS & ASSOCIATES PTY LTD  
 office, level, building name or PO Box no. \_\_\_\_\_  
 street number & name 61 - 65 BULL STREET  
 suburb/city BENDIGO state/territory VIC postcode 3551  
 telephone ( 03 ) 5443 0344  
 facsimile ( 03 ) 5443 5304  
 DX number \_\_\_\_\_ suburb/city \_\_\_\_\_



ASS.  REQ-A  
 CASH.  REQ-P  
 PROC.



**Australian Securities & Investments Commission**

notification of

**• Half Yearly Reports**

(to be lodged within 75 days of the end of the accounting period)

form **7051**

(ASX Form 1001)  
Corporations Act 2001  
285(2), 286(1), 320

**Disclosing entity**

Please complete A, B or C.

**A a company**

name BUDERIM COMMUNITY ENTERPRISES LIMITED  
 A.C.N. 136 810 074

**B a body (other than a company)**

name \_\_\_\_\_  
 A.R.B.N. (if applicable) \_\_\_\_\_

**C a registered scheme**

name \_\_\_\_\_  
 A.R.S.N. \_\_\_\_\_

**Financial period**

from 1 / 7 /13 to 31 /12 /13

**Certification**

*I certify that the attached documents comprise the half yearly reports together with every other document that is required to be lodged with the reports by a disclosing entity under the Corporations Act 2001.*

**Signature**

This form is to be signed by:

if a company or a body a director or secretary or the equivalent  
 if a registered scheme a director or secretary of the responsible entity acting in that capacity

name of responsible entity \_\_\_\_\_  
 A.C.N. \_\_\_\_\_  
 name of person signing (print) GEOFFREY REYNOLDS HOLE capacity Vice Chairman

sign here [Signature] date 25/2/14

Small Business (less than 20 employees), please provide an estimate of the time taken to complete this form

**Include**

- The time actually spent reading the instructions, working on the question and obtaining the information
- The time spent by all employees in collecting and providing this information

hrs mins

**HALF YEARLY REPORTS**

# **Buderim**

**Community Enterprises Limited**

**Financial Statements**

**for the half-year ended**

**31 December 2013**

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Directors' Report**

Your directors submit the financial report of the company for the half-year ended 31 December 2013.

**Directors**

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

John Reginald Burgess

William Wieland

Geoffrey Reynolds Hole

Judith Ann Wild

Sharee Webster

Joy Margaret Parkyn

**Principal Activities**

The principal activity of the company during the course of the financial period was in facilitating **Community Bank®** services under management rights to operate a franchised branch of Bendigo and Adelaide Bank Limited.

**Review and Results of Operations**

Operations have continued to perform in line with expectations. The net loss of the company for the financial period after the provision of income tax was: \$72,699 [2012: \$50,047].

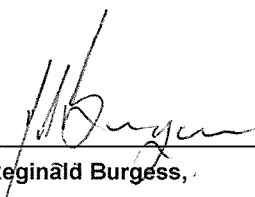
**Matters Subsequent to the End of the Reporting Period**

There are no matters or circumstances that have arisen since the end of the half year reporting period that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

**Auditors' Independence Declaration**

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 2.

Signed in accordance with a resolution of the directors at Buderim, Queensland on 21 February 2014.



John Reginald Burgess,

Chairman

**Lead auditor's independence declaration under section 307C of the *Corporations Act 2001* to the directors of Buderim Community Enterprises Limited**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2013 there have been no contraventions of:

- the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review
- any applicable code of professional conduct in relation to the review.



**David Hutchings**  
**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550

Dated: 21 February 2014

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Statement of Comprehensive Income**  
**for the half-year ended 31 December 2013**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Revenue from ordinary activities	196,565	204,983
Employee benefits expense	(140,212)	(136,193)
Charitable donations, sponsorship, advertising and promotion	(23,206)	(12,055)
Occupancy and associated costs	(39,863)	(37,961)
Systems costs	(10,683)	(10,847)
Depreciation and amortisation expense	(19,241)	(20,541)
Finance costs	(6,812)	(5,871)
General administration expenses	(29,247)	(31,562)
	<hr/>	<hr/>
<b>Loss before income tax expense</b>	<b>(72,699)</b>	<b>(50,047)</b>
Income tax expense	-	-
	<hr/>	<hr/>
<b>Loss after income tax expense</b>	<b>(72,699)</b>	<b>(50,047)</b>
	<hr/>	<hr/>
<b>Total comprehensive income for the year attributable to members</b>	<b>(72,699)</b>	<b>(50,047)</b>
	<hr/> <hr/>	<hr/> <hr/>
<b>Earnings per Share</b>	<b>¢</b>	<b>¢</b>
Basic from profit for the period:	(9.5)	(6.23)

*The accompanying notes form part of these financial statements.*

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Balance Sheet**  
**as at 31 December 2013**

	31-Dec 2013 \$	30-Jun 2013 \$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash assets	500	500
Trade and other receivables	12,138	12,046
<b>Total Current Assets</b>	<u>12,638</u>	<u>12,546</u>
<b>Non-Current Assets</b>		
Property, plant and equipment	157,385	165,626
Intangible assets	27,500	38,500
<b>Total Non-Current Assets</b>	<u>184,885</u>	<u>204,126</u>
<b>Total Assets</b>	<u>197,523</u>	<u>216,672</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Borrowings	309,873	255,234
Trade and other payables	8,688	9,777
<b>Total Current Liabilities</b>	<u>318,561</u>	<u>265,011</u>
<b>Total Liabilities</b>	<u>318,561</u>	<u>265,011</u>
<b>Net Assets</b>	<u>(121,038)</u>	<u>(48,339)</u>
<b>Equity</b>		
Issued capital	765,372	765,372
Accumulated losses	(886,410)	(813,711)
<b>Total Equity</b>	<u>(121,038)</u>	<u>(48,339)</u>

*The accompanying notes form part of these financial statements.*

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Statement of Changes in Equity**  
**for the half-year ended 31 December 2013**

	<b>Issued Capital \$</b>	<b>Accumulated Losses \$</b>	<b>Total Equity \$</b>
<b>Balance at 1 July 2012</b>	765,372	(720,503)	44,869
Total comprehensive income for the year	<u>-</u>	<u>(50,047)</u>	<u>(50,047)</u>
	<b>765,372</b>	<b>(770,550)</b>	<b>(5,178)</b>
<b>Transactions with owners in their capacity as owners:</b>			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance at 31 December 2012</b>	<b><u>765,372</u></b>	<b><u>(770,550)</u></b>	<b><u>(5,178)</u></b>
<b>Balance at 1 July 2013</b>	765,372	(813,711)	(48,339)
Total comprehensive income for the year	<u>-</u>	<u>(72,699)</u>	<u>(72,699)</u>
	<b>765,372</b>	<b>(886,410)</b>	<b>(121,038)</b>
<b>Transactions with owners in their capacity as owners:</b>			
Shares issued during period	-	-	-
Costs of issuing shares	-	-	-
Dividends provided for or paid	<u>-</u>	<u>-</u>	<u>-</u>
<b>Balance at 31 December 2013</b>	<b><u>765,372</u></b>	<b><u>(886,410)</u></b>	<b><u>(121,038)</u></b>

*The accompanying notes form part of these financial statements.*

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Cash Flow Statement**  
**for the half-year ended 31 December 2013**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
<b>Cash Flows From Operating Activities</b>		
Receipts from customers	216,129	214,144
Payments to suppliers and employees	(263,956)	(230,887)
Interest paid	(6,812)	(4,847)
<b>Net cash used in operating activities</b>	<b><u>(54,639)</u></b>	<b><u>(21,590)</u></b>
<b>Net decrease in cash held</b>	<b>(54,639)</b>	<b>(21,590)</b>
Cash at the beginning of the financial year	(254,734)	(206,018)
<b>Cash at the end of the half-year</b>	<b><u><u>(309,373)</u></u></b>	<b><u><u>(227,608)</u></u></b>

*The accompanying notes form part of these financial statements.*



**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Notes to the financial statements**  
**for the half-year ended 31 December 2013**

**Note 1. Summary of Significant Accounting Policies**

Statement of Compliance

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard *IAS 34: Interim Financial Reporting*.

Basis of Preparation

The half-year financial report is intended to provide users with an update on the latest annual financial statements and does not include all the notes of the type normally included in an annual financial report. Accordingly the report shall be read in conjunction with the annual financial report for the year ended 30 June 2013 and any public announcements made by the company during the period.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements and the previous corresponding interim period.

The half-year financial 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.

Going concern

The net liabilities of the company as at 31 December 2013 were \$121,038 and the loss made for the half-year was \$72,699, bringing accumulated losses to \$886,410.

In addition:	\$
Total assets	197,523
Total liabilities	318,561
Operating cash flows	(54,639)

There was a 45.26% increase in the loss recorded for the half-year ended 31 December 2013 when compared to the prior year comparative period.

The company meets its day to day working capital requirements through an overdraft facility. The overdraft has an approved limit of \$360,000 and was drawn to \$309,573 as at 31 December 2013. As at 4 February 2014 the board have applied for an extension to the overdraft of \$100,000 to \$460,000.

An interest free period of two years has expired. As a result \$6,812 of interest expense was incurred during the half-year.

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Directors' Report on page 1. The financial position of the company, its cash flows, liquidity position and borrowing facilities are described in the financial statements.

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Notes to the financial statements**  
**for the half-year ended 31 December 2013**

The current economic environment is difficult and the company has again reported an operating loss for the year. The directors' consider that the outlook presents significant challenges in terms of banking business volume and pricing as well as for operating costs. Whilst the directors have instituted measures to preserve cash and secure additional finance, these circumstances create material uncertainties over future trading results and cash flows.

The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company will be required to seek an increase in its overdraft facility.

The company has held discussions with Bendigo and Adelaide Bank Limited about its future borrowing needs. It is likely that these discussions will not be completed for some time but no matters have been drawn to its attention to suggest that renewal may not be forthcoming on acceptable terms. The company has also obtained an undertaking of support from Bendigo and Adelaide Bank Limited that it will continue to support the company and its operations for the 2013/14 financial year. This support is provided on the basis that the company continues to fulfill its obligations under the franchise agreement and continues to work closely with Bendigo and Adelaide Bank Limited to further develop its business.

The directors have concluded that the combination of the circumstances above represents a material uncertainty that casts significant doubt upon the company's ability to continue as a going concern and that, therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

Nevertheless, after making enquiries and considering the uncertainties described above, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For these reasons, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

*New and amended Accounting Standards adopted by the company*

The following Australian Accounting Standards and amendments to Australian Accounting Standards have become mandatory for adoption for the financial year commencing on 1 July 2013:

AASB 10 Consolidated Financial Statements, AASB 11 Joint Arrangements, AASB 12 Disclosure of Interests in Other Entities, AASB 128 Investments in Associates and Joint Ventures, AASB 127 Separate Financial Statements and AASB 2011-7 Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards.

AASB 2012-10 Amendments to Australian Accounting Standards – Transition Guidance and other Amendments which provides an exemption from the requirement to disclose the impact of the change in accounting policy on the current period.

AASB 13 Fair Value Measurement and AASB 2011-8 Amendments to Australian Accounting Standards arising from AASB 13.

AASB 119 Employee Benefits (September 2011) and AASB 2011-10 Amendments to Australian Accounting Standards arising from AASB 119 (September 2011).

AASB 2012-5 Amendments to Australian Accounting Standards arising from Annual Improvements 2009-2011 Cycle.

AASB 2012-2 Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities.

**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Notes to the financial statements**  
**for the half-year ended 31 December 2013**

**Note 1. Summary of Significant Accounting Policies (continued)**

*New and amended Accounting Standards adopted by the company (continued)*

The adoption of the revised AASB 119 Employee Benefits resulted in a change to the entity's accounting for employees' annual leave obligations. As the entity does not expect all annual leave to be taken within 12 months of the end of the reporting period, the annual leave obligations are now classified as long-term employee benefits in their entirety. This changes the measurement of these obligations, as the entire obligation is now measured using the present value of the estimated future cash outflows to be made for those benefits. However, the impact of this change is considered immaterial since the majority of the annual leave is still expected to be taken within 12 months after the end of the reporting period.

None of the remaining new standards and amendments to standards that are mandatory for the first time for the financial year beginning 1 July 2013 affected any of the amounts recognised in the current period or any prior period and are not likely to affect future periods. There were no other new or revised Accounting Standards and Interpretations effective for the current reporting period relevant to the company that were not disclosed in the annual financial report for the year ended 30 June 2013.

The company has not elected to apply any pronouncements before their mandatory operative date in the annual reporting period beginning 1 July 2013.

**Note 2. Events Subsequent to Reporting Date**

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

**Note 3. Contingent Assets and Liabilities**

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

**Note 4. Segment Reporting**

The economic entity operates in a single service sector where it facilitates community banking services in Buderim, Queensland pursuant to a franchise agreement with Bendigo and Adelaide Bank Limited.

**Note 5. Related Parties**

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2013 annual financial report.

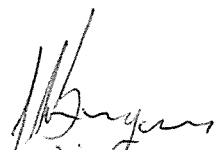
**Buderim Community Enterprises Limited**  
**ABN 28 136 810 074**  
**Directors' Declaration**

In the opinion of the directors of Buderim Community Enterprises Limited ("the company"):

- 1 The financial statements and notes thereto are in accordance with the *Corporations Act 2001* including:
  - (a) giving a true and fair view of the financial position of the entity as at 31 December 2013 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date;
  - (b) complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- 2 There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to s.303(5) of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the board of directors.



---

**John Reginald Burgess,                      Chairman**

Dated this 21st day of February 2014.

## **Independent auditor's review report to the members of Buderim Community Enterprises Limited**

### **Report on the half-year financial report**

We have reviewed the accompanying half-year financial report of Buderim Community Enterprises Limited, which comprises the balance sheet as at 31 December 2013, the statement of comprehensive income, statement of changes in equity and cash flow statement for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

### **Directors' responsibility for the half-year financial report**

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing 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 the Auditing Standard on Review Engagements ASRE 2410: Review of a 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 half-year 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 2013 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 Buderim Community Enterprises 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 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.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

## **Independence**

In conducting our review we have complied with the independence requirements of the *Corporations Act 2001*.

## **Emphasis of matter**

Without modifying our opinion, we draw attention to Note 1 in the financial report, which indicates that the company incurred a net loss of \$72,699 during the half-year ended 31 December 2013 and, as of that date, the company's liabilities exceeded its total assets by \$121,038. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt over the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

## **Auditor's opinion**

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 Buderim Community Enterprises Limited is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the company's financial position at 31 December 2013 and of its performance for the half-year ended on that date
- b) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.



**David Hutchings**

**Andrew Frewin Stewart**

61 Bull Street Bendigo Vic 3550

Dated: 21 February 2014