

**Freycinet Coast Financial Services Limited**  
**Financial Statements**  
**as at**  
**31 December 2008**

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Directors' Report**

Your Directors submit their report of the company for the half year ended 31 December 2008.

**Directors**

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

Robert Woolley

Ann Browning

Jennifer Crawford

Harvey Cuthill (Appointed 27 October 2008)

Kenneth Dean

Miranda Randall

Reginald Waldren (Resigned 24 November 2008)

Shayne Williams

John Austwick

Amanda Burbury

Martin Crawford

Jeffrey Doyle

Jennifer Logie

Ian Wallace (Resigned 24 November 2008)

Directors were in office for this entire period unless otherwise stated.

**Principal activities**

The principal activities of the company during the course of the financial period were in providing community banking services under management rights to operate a franchised branch of Bendigo & 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 was \$109,352.

**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.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Directors' Report**

**Auditor Independence Declaration**

The directors received the following independence declaration from the auditor of the company:

**Richmond Sinnott & Delahunty**  
**Chartered Accountants**



172-176 McIvor Road  
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rsd@rsd advisors.com.au

**Auditor's Independence Declaration**

In relation to our review of the financial report of Freycinet Coast Financial Services Ltd for the half year ended 31 December 2008, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

A handwritten signature in black ink, appearing to read 'W Sinnott'.

**Warren Sinnott**  
**Partner**  
**Richmond Sinnott & Delahunty**  
**Bendigo**  
**23 February 2009**

Signed in accordance with a resolution of the Directors at Swansea  
on 23 February 2009.

A handwritten signature in black ink, appearing to read 'Rob Woolley'.

.....  
Robert Woolley, Director

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Condensed Income Statement**  
**for the half-year ended 31 December 2008**

	<b>2008</b> <b>\$</b>
Revenue from ordinary activities	86,175
Salaries and employee benefit expense	(97,404)
Charitable donations and sponsorship	-
Depreciation and amortisation expense	(16,812)
Other expenses from ordinary activities	<u>(128,478)</u>
<b>Loss from ordinary activities before income tax expense</b>	<b>(156,519)</b>
Income tax benefit relating to ordinary activities	<u>(47,167)</u>
<b>Net loss</b>	<b><u>(109,352)</u></b>
<b>Earnings per share (cents per share)</b>	
- basic for loss for the half year	(9.33)
- diluted for loss for the half year	(9.33)

The accompanying notes form part of these financial statements.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Condensed Balance Sheet**  
**as at 31 December 2008**

	<b>31-Dec 2008 \$</b>	<b>30-Jun 2008 \$</b>
<b>Current Assets</b>		
Cash assets	648,953	712,151
Receivables	28,420	81,391
<b>Total Current Assets</b>	<u>677,373</u>	<u>793,542</u>
<b>Non-Current Assets</b>		
Property, plant and equipment	335,389	179,014
Deferred income tax asset	81,504	34,337
Intangibles	8,927	9,737
<b>Total Non-Current Assets</b>	<u>425,820</u>	<u>223,088</u>
<b>Total Assets</b>	<u>1,103,193</u>	<u>1,016,630</u>
<b>Current Liabilities</b>		
Payables	208,384	48,622
Provisions	10,510	4,318
Interest bearing liabilities	8,607	-
<b>Total Current Liabilities</b>	<u>227,501</u>	<u>52,940</u>
<b>Non-Current Liability</b>		
Interest bearing liabilities	21,354	-
<b>Total Non-Current Liability</b>	<u>21,354</u>	<u>-</u>
<b>Total Liabilities</b>	<u>248,855</u>	<u>52,940</u>
<b>Net Assets</b>	<u>854,338</u>	<u>963,690</u>
<b>Equity</b>		
Issued capital	1,153,788	1,153,788
Accumulated losses	(299,450)	(190,098)
<b>Total Equity</b>	<u>854,338</u>	<u>963,690</u>

The accompanying notes form part of these financial statements.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Condensed Cash Flow Statement**  
**for the half-year ended 31 December 2008**

	<b>2008</b> <b>\$</b>
<b>Cash Flows From Operating Activities</b>	
Cash receipts in the course of operations	138,090
Cash payments in the course of operations	(256,872)
Interest received	<u>32,837</u>
<b>Net cash flows used in operating activities</b>	<b>(85,945)</b>
<b>Cash Flows From Investing Activities</b>	
Payments for property, plant and equipment	<u>(7,214)</u>
<b>Net cash flows used in investing activities</b>	<b>(7,214)</b>
<b>Cash Flows From Financing Activities</b>	
Proceeds from borrowings	34,233
Repayment of borrowings	<u>(4,272)</u>
<b>Net cash flows from financing activities</b>	<u>29,961</u>
<b>Net decrease in cash held</b>	<b>(63,198)</b>
Opening cash brought forward	<u>712,151</u>
<b>Closing cash carried forward</b>	<u><u>648,953</u></u>

The accompanying notes form part of these financial statements.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Condensed Statement of Changes in Equity**  
**for the half-year ended 31 December 2008**

	<b>Issued Capital \$</b>	<b>Accumulated Losses \$</b>	<b>Total Equity \$</b>
<b>As at 1 July 2008</b>	1,153,788	(190,098)	963,690
Net loss for the period	-	(109,352)	(109,352)
Issue of share capital	-	-	-
Equity dividends	-	-	-
	<hr/>	<hr/>	<hr/>
<b>As at 31 December 2008</b>	<u><u>1,153,788</u></u>	<u><u>(299,450)</u></u>	<u><u>854,338</u></u>

The accompanying notes form part of these financial statements.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Notes to the Financial Statements**  
**for the half-year ended 31 December 2008**

**1. Basis of preparation of the Half-Year Financial Report**

**(a) Basis of accounting**

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the full financial report.

The half year financial report should be read in conjunction with the annual financial report of Freycinet Coast Financial Services Ltd as at 30 June 2008. It is also recommended that this half year financial report be considered together with any public announcements made by Freycinet Coast Financial Services Ltd during the half year ended 31 December 2008 in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

The half year financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).

For the purpose of preparing the half year financial statements the half year has been treated as a discrete reporting period.

**(b) Statement of compliance**

The half year financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ('AIFRS'). Compliance with AIFRS ensures that the half year financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

**(c) Summary of significant accounting policies**

The accounting policies have been consistently applied and are consistent with those applied in the 30 June 2008 financial statements.

**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.

**3. Contingent Assets and Liabilities**

Since the last annual reporting date there has been no material change of any contingent assets or contingent liabilities.

**4. Segment Reporting**

The economic entity operates in the financial services sector where it provides banking services to its clients. The economic entity operates in one geographic area being Freycinet Coast, Tasmania.



**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Notes to the Financial Statements**  
**for the half-year ended 31 December 2008**

**5. Director and Related Party Disclosures**

The names of directors who have held office during the half year ended 31 December 2008 are:

Robert Woolley  
Ann Browning  
Jennifer Crawford  
Kenneth Dean  
Miranda Randall  
Reginald Waldren (Resigned 24 November 2008)  
Shayne Williams  
John Austwick  
Amanda Burbury  
Martin Crawford  
Jeffrey Doyle  
Jennifer Logie  
Ian Wallace (Resigned 24 November 2008)  
Harvey Cuthill (Appointed 27 October 2008)

Miranda Randall (Company Secretary) has received a fee for providing secretarial and related services to the company. The amount paid during the period was \$9,000.

Ann Browning, Ken Dean, Jeffrey Doyle, Robert Woolley and Shayne Williams are directors of VSW Pty Ltd that own the property which is leased to the company for use as the Bicheno bank premises. Rent paid during the period was \$9,646.

No other director entity has entered into a material contract with the company. No Director's fees have been paid as the positions are held on a voluntary basis.

<b>Directors shareholdings</b>	<b><u>2008</u></b>
Robert Woolley	20,001
Ann Browning	30,001
Jennifer Crawford	3,001
Kenneth Dean	3,501
Miranda Randall	3,001
Reginald Waldren (Resigned 24 November 2008)	5,001
Shayne Williams	10,001
John Austwick	6,001
Amanda Burbury	5,001
Martin Crawford	10,001
Jeffrey Doyle	20,001
Jennifer Logie	20,001
Ian Wallace (Resigned 24 November 2008)	501
Harvey Cuthill (Appointed 27 October 2008)	10,000

There was no movement in directors shareholdings during the period. Each share held has a paid up value of \$1 and is fully paid.

**6. Dividends Paid**

There were no dividends paid or proposed during the half year.

**7. Comparative Figures**

The entity commenced operations during the 2008 financial year and hence there are no comparative figures.

**Freycinet Coast Financial Services Limited**  
**ABN 32 127 068 222**  
**Directors Declaration**  
**for the half-year ended 31 December 2008**

In accordance with a resolution of the directors of Freycinet Coast Financial Services Limited, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the company:
  - (i) give 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
  - (ii) comply with Accounting Standard AASB 134, "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



.....  
Robert Woolley, Director

Signed in Swansea on this 23rd day of February 2009