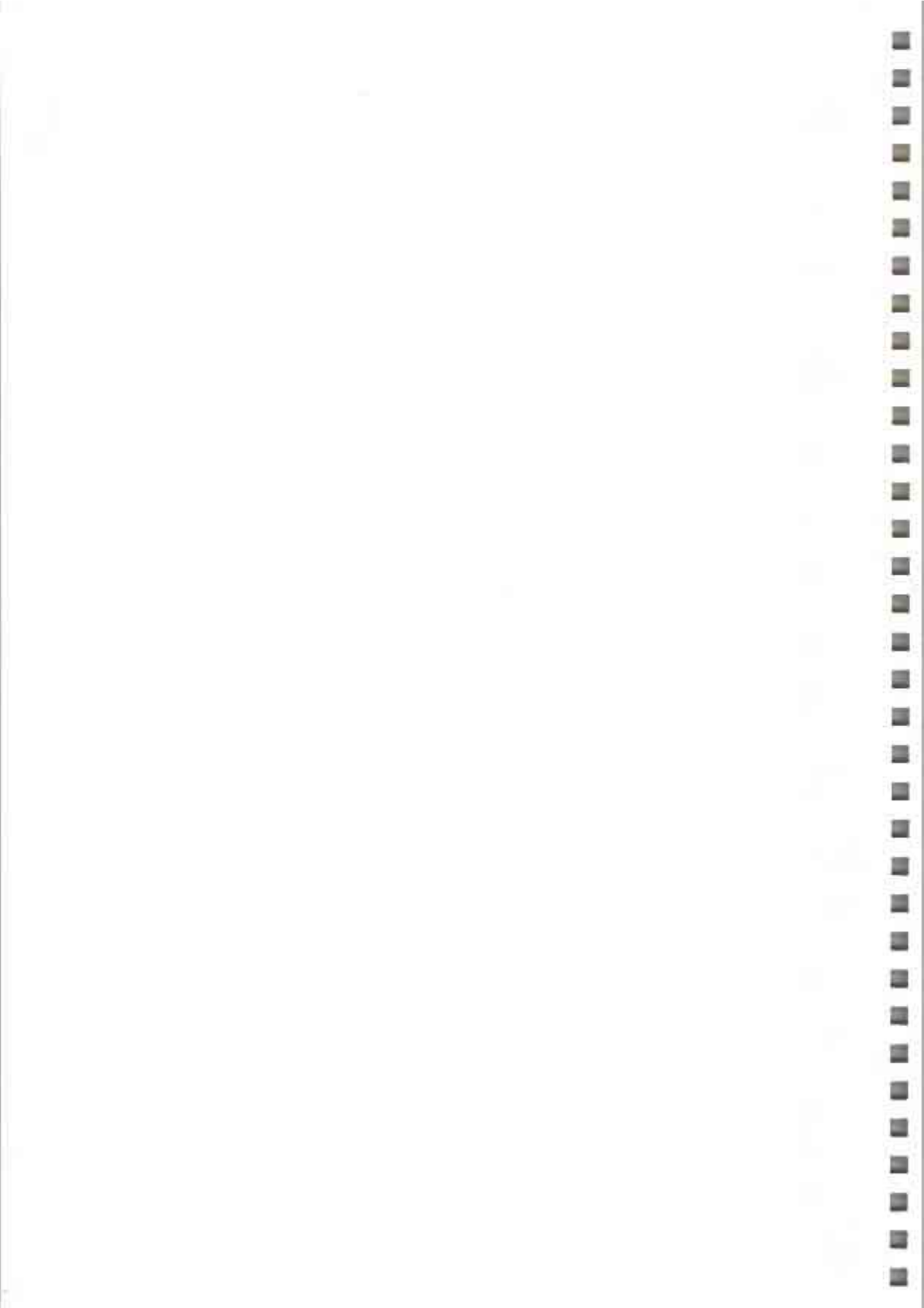


annual report
2008

rm

celebrating 10 years of supporting the local community

rupanyup minyip
finance group





rupanyup minyip finance group

The last 10 years have seen our Community Bank go from strength to strength.

When we opened the first Community Bank on the 26th June 1998 we had high hopes and felt confident that in partnership with the Bendigo Bank we could build a successful business.

It took many hours of voluntary work by many people and with the support of our two communities we can all be proud of our achievements.

On Friday the 27th June 2008 we celebrated our 10th birthday at both Rupanyup and Minyip.

We were very pleased to have the Managing Director of the Bendigo Bank, Mr Rob Hunt and many Bendigo Bank Staff who had been involved with Community Banking join with us for celebrations.

I would personally like to thank Rob Hunt, Russell Jenkins, Robert Musgrove and staff at the Bendigo Bank for their help and support over the 10 years.

Bendigo Bank has now opened 219 Community Bank Branches and in excess of \$18 million in branch profits have been returned to community projects.

Rupanyup Minyip Community Bank has returned a profit of \$175,486 for the last financial year and we are now the owners of both Rupanyup and Minyip bank premises.

Since opening in June 1998 over \$428,000 in branch profits have been channelled back into community projects and with continued strong support it will be possible to make some very significant contributions to those who support the concept.

I must thank our enthusiastic and hard working staff Branch Manager Craig Powell, Branch Supervisor Diane Walsh and Staff, Elissa Chalmers, Elaine Wilson and Helen Barry on another successful year. Our good wishes and thanks go to Sheri Gorton and Kelle Oxbrow who have taken maternity leave and we welcome Marney Rollinson who has joined our staff.

During the year we welcomed Samantha Matthews back and Chris Munro to the Board of Management.

It has been a pleasure to work with all the board members and I thank them for their support.

Thankyou to Peter Knights and his staff for their efficient handling of our finances and a particular thankyou to Natalie Robbins for her work and assistance to the board.

In conclusion my thanks to all who have supported our Community Bank over the 10 years and helped to make it the success it is today.

May we continue to go from strength to strength.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Stewart Petering', written in a cursive style.

Stewart Petering

10 years in the Community. What a wonderful achievement and testament to the fortitude of two small country towns working together to create what has now turned out to be one of the most successful franchises in history. Over half a million dollars has now been returned to the community in numerous projects, and all this has been made by people banking locally.

This year we have seen so much happen, we now own both branches and have recently seen the Minyip branch undergo extensive renovation work which has given staff more room to conduct interviews and everyday duties as well as a much needed paint job. Our 10th birthday was held and both communities shared in the celebrations with an afternoon tea in each town followed by a food and wine tasting evening at the Rupanyup golf club. These events were attended by local dignitaries as well as those of the Bendigo Bank including the Managing Director Mr Rob Hunt and his wife.

We welcomed Marney Rollinson to our staff. Marney has brought with her a wealth of experience and has settled into our two little branches well, and wish her good times. We also welcomed into the world Fraser Garton and Zac and Abbey Oxbrow, three new additions to our extended family. A family is what our work environment is like. We all help each other out, enjoy each others company and are more friends than work colleagues. To be able to work with such people is a privilege and a pleasure, so a big thank you must go to the girls for their time and efforts for the last year. Without them we could not run such an efficient bank.

Last but certainly not least is a big thanks to the people of Minyip and Rupanyup, your support through Insurance, Telco, Agri business and general banking needs has enabled the finance group to continue to return a good profit and help provide funds to many community groups.

Craig Powell
Branch Manager
Minyip/Rupanyup

Rupanyup/Minyip Finance Group Limited
63 Main Street or PO Box 34, Minyip, VIC 3392 ACN 082 834 008
Franchisee of Bendigo Bank Limited ABN 11 068 049 178 AFSL 237879
32 Cromie Street or PO Box 32, Rupanyup, VIC 3388 Phone (03) 5385 5320 Fax (03) 5385 5336

Rupanyup/Minyip Community Bank® Branch



**Our Refurbished Branch at
Minyip**



**Staff Garden At
Rupanyup**



**2008 We celebrate
our 10th birthday**



Our Rupanyup Branch



Your Bank Staff
from left to right
Dianne, Branch
Manager Craig,
Helen, & Marney

Missing: Elaine &
Elissa, with Sheri &
Kellie currently on
Maternity leave



Celebrating 10 years of the **Community Bank[®]** Network

A message from Bendigo Bank

June 2008 marks ten years since Bendigo Bank and the people of Rupanyup and Minyip unveiled the first **Community Bank[®]** branches in Australia, marking a turning point not only for the two small Victorian wheat belt towns, but for the Bendigo as well.

Today, these two towns have been joined by more than 210 communities to form Australia's fastest growing banking network – community banking.

It is a significant milestone for Bendigo Bank and our **Community Bank[®]** partners.

The number of **Community Bank[®]** branches has doubled in the last four years and in the same time frame, customers have tripled their commitment of banking business to the community network, increasing it to more than \$11 billion.

More importantly, in excess of \$18 million in **Community Bank[®]** branch profits have been returned to community projects and \$12 million has been paid in dividends to more than 50,000 local shareholders.

Behind those numbers are hundreds of stories of **Community Bank[®]** branches making a real difference to the lives of local people.

Whether it's building a community hall, sponsoring an art prize or even buying new footy jumpers for the local side – these **Community Bank[®]** branches are helping improve the economic and social prospects of their local communities.

Add to those contributions the employment of more than 1000 staff members and daily expenses in the local economy and you have a truly meaningful contribution to those communities and to local prosperity.

As we reflect on the past 10 years, it's with a feeling of great pride and accomplishment for what has been achieved in partnership between our team at the Bendigo and our community partners.

The landscape of banking has changed dramatically, but more importantly – so have the communities we partner and our own organisation.

Our partners have taken charge of outcomes locally that will impact positively for many years to come. Likewise, our organisation has built on our community focussed heritage and evolved to become a true partner to community.

Your commitment, enthusiasm and belief in the **Community Bank[®]** model has been instrumental, and for that we thank you.

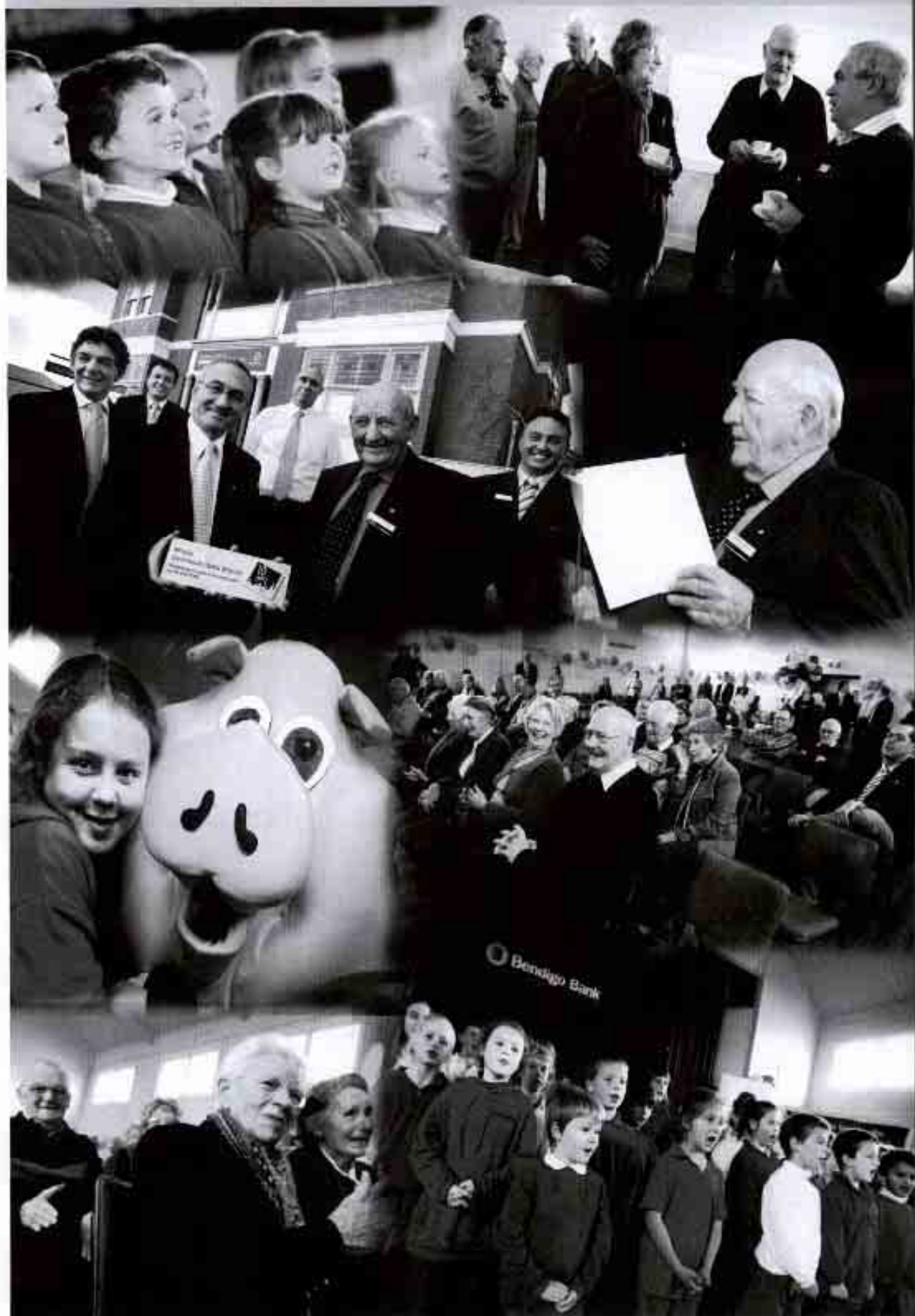
And here we are, only 10 years into this wonderful journey. Who knows what positive outcomes we'll be talking about in 10 years time, as the **Community Bank[®]** network matures?

It's an exciting prospect – and we are very proud of what our team and the communities we partner have achieved together.



Russell Jenkins
Chief General Manager
Retail & Distribution

Celebrating 10 Years Of Supporting The Local Community



Rupanyup/Minyip Community Bank Branch



Celebrating 10 Years Of Supporting The Local Community

RMFG's Donations Over The 10 Years...



Banyena Community Hall
Combined Probis Club of Rup
DHS-Rupanyup Nursing Home Support
Dunmunkle Health Services
Dunmunkle Health Services - BUS
Dunmunkle Lodge
Dunmunkle Youth Group
Lubeck Fire Brigade
Friends of the Brownie Hall
M/M Football & Netball Club
Minyip & District Field & Game
Minyip & District Historical Society
Minyip Bowls Club
Minyip Comm Enterprise Centre
Minyip Comm Recreation Facility
Minyip Cricket Club
Minyip Fire Brigade
Minyip Lions Club
Minyip Memorial Hall
Minyip Preschool
Minyip Primary School
Minyip Progress Assoc
Minyip Recreation Reserve COM
Minyip Swimming Pool
Minyip Tennis Club

Murtoa College
Rupanyup & Dist Consultative Com
Rupanyup Bowls Club
Rupanyup Dance Club
Rupanyup Fire Brigade
Rupanyup Football & Netball Club
Rupanyup Girl Guides Support Grp
Rupanyup Golf Club
Rupanyup Hall
Rupanyup Kindergarten
Rupanyup Major Events/Lions
Rupanyup Primary School
Rupanyup Recreation Reserve
Rupanyup Senior Citizens Club
Rupanyup Swimming Pool COM
Rupanyup Tennis Club
Rupanyup Welcome Matt
Rupanyup Youth Hall
Rupanyup Marnoo Uniting Church
Stonehaven Ladies Auxiliary
Sweetman Court
Rupanyup RSL

Total: \$428,556

RMFG have also purchased both branches which is great assett to the organisation.



RMFG's Donations Over The 10 Years...

Proposed Rupanyup Community Centre

With the significant financial support offered by the Rupanyup Minyip Finance Group the objective of establishing a Rupanyup Community Centre located at their Recreation Reserve is likely to be realised.

Rupanyup is renowned for the community management of its facilities and the cohesive way community decisions are made. The voluntary contribution is high, in every aspect of sporting, welfare, social and community life.

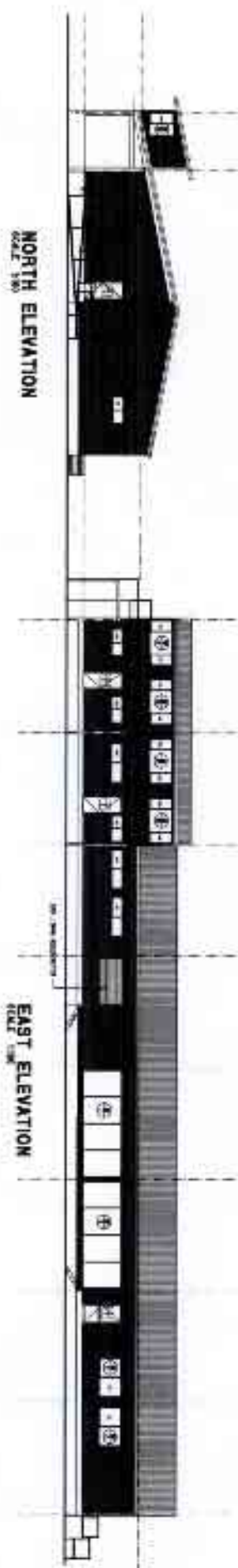
The need for improved facilities at the Rupanyup Recreation reserve has been identified for a number of years. Several community planning sessions have identified the project as a key priority, and preparatory investigations have established the scope of the project.

It has been identified that an integrated building, incorporating function room and bar, kitchen facilities, netball and football change areas and public amenity, will replace existing facilities in poor condition.

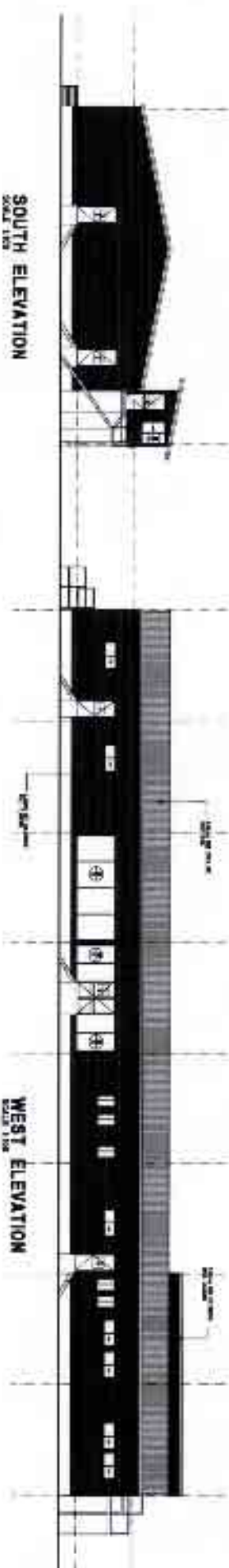
Members of the Steering Committee have included Neville Tyler, Rod Lingham, Dusty Carter, David Matthews, Peter Emmett, Gayle Emmett, Andrew Weidemann, Jo Bourke, Matt Downer, and John Matthews. The broad range of skills of people within this informal group includes business management and community development, leadership and financial management and membership of a broad cross section of local and regional community organisations. Practical construction and project management experience was targeted as additional members of the group were identified.

The steering committee has developed the design for the centre, incorporating input from community meetings and specialist advisors such as professional kitchen designers as well as the volunteer user groups.

The support of the Rupanyup Minyip Finance Group, committing \$150,000 over three years, from the profits of the community bank, has given the whole community impetus to finalise the plans for the centre.



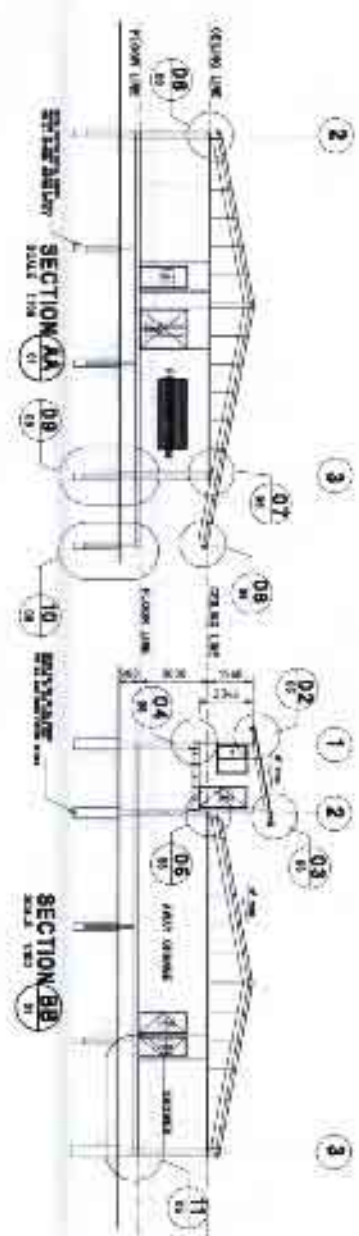
NORTH ELEVATION
SCALE 1/8"



SOUTH ELEVATION
SCALE 1/8"

EAST ELEVATION
SCALE 1/8"

WEST ELEVATION
SCALE 1/8"

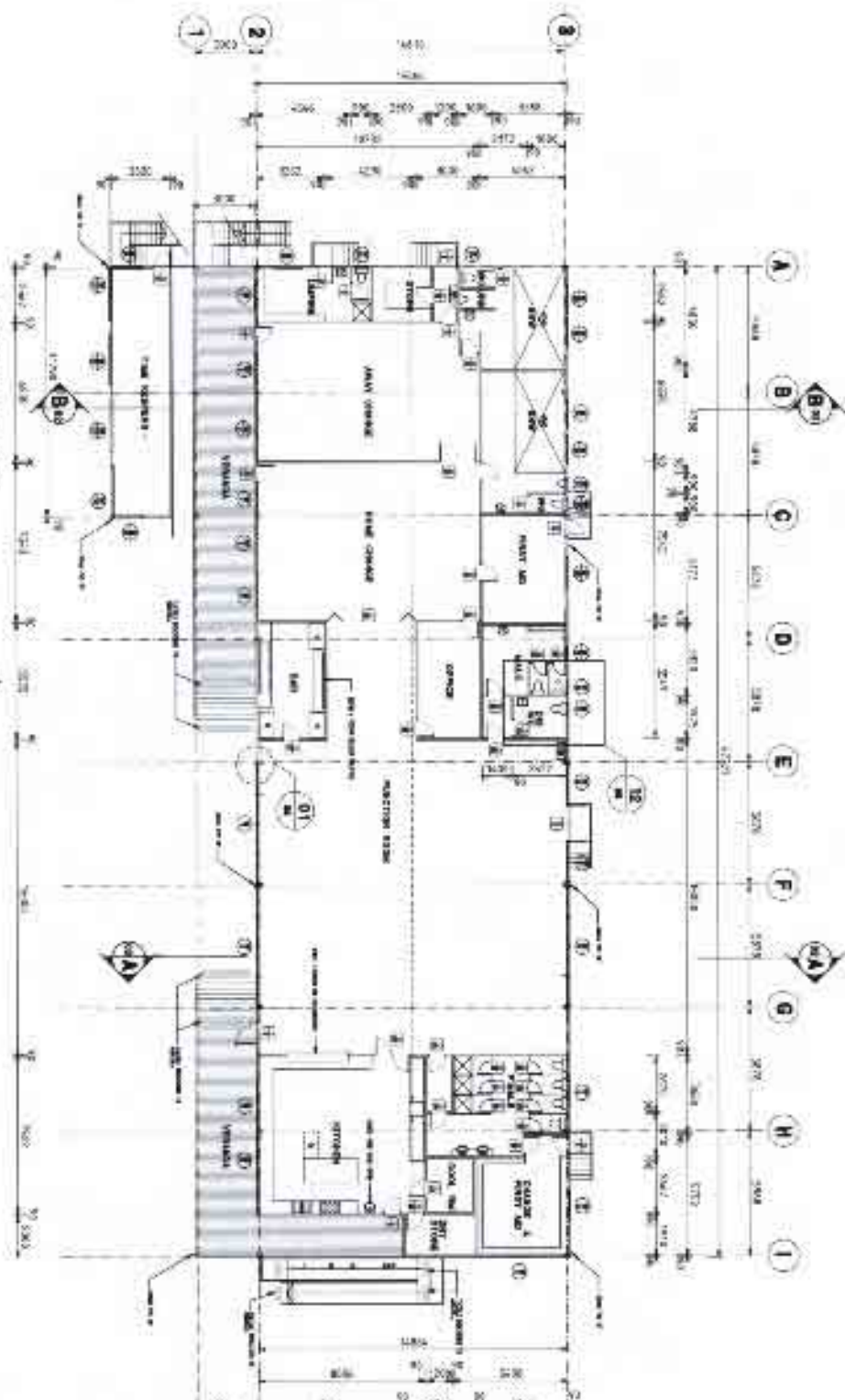


SECTION BB
SCALE 1/8"



PROJECT: NEW COMMUNITY
CENTRE
377-0803
02-07
ARCHITECT: [Signature]
DATE: 02-07
SCALE: 1/8"





FIRST FLOOR PLAN

GROUND FLOOR PLAN

LEGEND

(1)

WINDOW SCHEDULE

NO.	DESCRIPTION	QTY	UNIT
1	1.000	1.000	1.000
2	2.000	2.000	2.000
3	3.000	3.000	3.000
4	4.000	4.000	4.000
5	5.000	5.000	5.000
6	6.000	6.000	6.000
7	7.000	7.000	7.000
8	8.000	8.000	8.000
9	9.000	9.000	9.000
10	10.000	10.000	10.000

DOOR SCHEDULE

NO.	DESCRIPTION	QTY	UNIT
1	1.000	1.000	1.000
2	2.000	2.000	2.000
3	3.000	3.000	3.000
4	4.000	4.000	4.000
5	5.000	5.000	5.000
6	6.000	6.000	6.000
7	7.000	7.000	7.000
8	8.000	8.000	8.000
9	9.000	9.000	9.000
10	10.000	10.000	10.000

NOTES

1. ALL WORK SHALL BE IN ACCORDANCE WITH THE LATEST EDITIONS OF THE SINGAPORE BUILDING REGULATIONS AND THE SINGAPORE STANDARD SPECIFICATIONS FOR BUILDING MATERIALS.

2. THE CONTRACTOR SHALL BE RESPONSIBLE FOR OBTAINING ALL NECESSARY PERMITS AND APPROVALS FROM THE RELEVANT AUTHORITIES.

3. THE CONTRACTOR SHALL MAINTAIN ACCESS TO ALL ADJACENT PROPERTIES AND PUBLIC ROADS AT ALL TIMES.

4. THE CONTRACTOR SHALL PROTECT ALL EXISTING UTILITIES AND STRUCTURES NOT TO BE REMOVED.

5. THE CONTRACTOR SHALL MAINTAIN ADEQUATE DRAINAGE AND FLOOD CONTROL MEASURES THROUGHOUT THE CONSTRUCTION PERIOD.

6. THE CONTRACTOR SHALL IMPLEMENT ADEQUATE SAFETY MEASURES TO PROTECT THE PUBLIC AND WORKERS.

7. THE CONTRACTOR SHALL SUBMIT REGULAR PROGRESS REPORTS TO THE ARCHITECT.

8. THE CONTRACTOR SHALL MAINTAIN ADEQUATE RECORDS OF ALL WORK DONE.

9. THE CONTRACTOR SHALL BE RESPONSIBLE FOR THE DISPOSAL OF ALL WASTE MATERIALS IN ACCORDANCE WITH THE RELEVANT REGULATIONS.

10. THE CONTRACTOR SHALL MAINTAIN ADEQUATE COMMUNICATION WITH ALL STAKEHOLDERS.

PROJECT NO. 12345

DATE: 15/10/2023

SCALE: 1:500

BY: [Signature]

CHECKED: [Signature]

PROJECT NO. 12345

DATE: 15/10/2023

SCALE: 1:500

BY: [Signature]

CHECKED: [Signature]

MINUTES OF THE ANNUAL GENERAL MEETING OF RUPANYUP/MINYIP FINANCE GROUP LTD HELD ON TUESDAY, 30th OCTOBER, 2007 AT MINYIP.

WELCOME

Max Hood welcomed all in attendance to the Annual General Meeting of Rupanyup/Minyip Finance Group Ltd. Max made a special welcome to Simon Cornwell and Lindsay Eaton from the Bendigo Bank.

APOLOGIES:

Sonia Petering, David Petering, Jo Bourke, Anne Edgerton, Alan Barry, Peter Niewand, Lloyd Milgate.

Moved that the apologies be accepted.

Moved: Stewart Petering Sec: Rodney Clarke

Carried unanimously.

MINUTES OF LAST ANNUAL GENERAL MEETING:

No business arising from minutes.

Moved that the minutes be accepted.

Moved: D Matthews Sec: E Wilson

Carried unanimously.

CHAIRMAN REPORT:

The highlights from the past year for RMFG would have to be the purchase of the Community Bus which is owned by Dunmunkle Health Services. RMFG instigated and partnered DVC to purchase the bus which is an exciting project for the community. RMFG also purchased the branch building in Minyip during the year, which will be undergoing extensive renovations in the coming year.

Max thanked the branch staff especially Craig for their efforts during an economically tough year. Max also thanked Jake Taylor for his design of the Annual Report cover this year. Jake is a year 11 student at Murtoa who is starting his own JT's Design business.

MANAGERS REPORT:

Craig Powell thanked the staff for their effort as they have had to work hard to sustain the profits in a tough year. Craig thanked the board for their effort over the past 12 months and thanked the community, for their support and getting behind the Community Bank.

BBL REPORT:

Simon Cornwell thanked the group for the opportunity to attend the Annual General Meeting of the Rupanyup Minyip Community Bank® and congratulated the Rupanyup Minyip board of directors and branch staff on their achievements to date.

Simon gave an update on the Community Bank® journey. Stating that this community started community banking 10 years ago this June. Today, the Community Bank® Brand is represented in all states and territories of Australia. There are now 205 Community Banks, with 20-30 opening yearly and no closures to date.

It has been an exciting time for BBL, surviving the attempted merger with BOQ, then 4 months later, Bendigo Bank's board supported a merger proposal with Adelaide Bank. The regional office has also made improvements and now has a permanent resource available to your community both in Agri/Rural Lending, in the form of the recruitment of an

Agri Business Manager, and the recruitment of a Financial Planner, is a direct result of this restructure. We now have a dedicated resource regularly visiting the branch.

Simon congratulated Max Hood and directors, branch manager Craig Powell and staff for their hard work. Simon also congratulated Rodney Clarke on his achievements as he retires after 10 years of service. We look forward to celebrating 10 years of community banking and Bendigo Bank's 150th birthday in 2008.

FINANCIAL REPORT:

Peter Knights thanked Max and directors for the opportunity to continue working with them and thanked Matt Webb and Natalie Robbins for their efforts during the year.

Peter addressed the meeting and spoke about the financial statements as issued.

The annual statements showed a year end profit of \$120,780 which is a solid result for a tough year. The reserve held in the Sandhurst Account is down slightly due to RMFG's purchase of the Minyip premises and distributing \$120,000 in community projects. The overall income remained reasonably static, however the expense levels were slightly higher which we will continue to monitor. Overall it was a good result and we look forward to maintaining this in 2008.

Moved that the financial reports be accepted

Moved: David Matthews Sec: Peter Haney

Carried unanimously.

ELECTION OF DIRECTORS:

Three directors retire from office by rotation and two directors offer themselves for re-election being Peter Niewand & Andrew Matthews. Rodney Clarke retires from office.

Nominations for the Board as received were as follows:

1. Peter Niewand
2. Andrew Matthews
3. Christine Munro
4. Samantha Matthews

Those nominated were duly elected unopposed.

Moved: Rodney Clarke Sec: Marion Petering

Carried unanimously.

APPOINTMENT OF AUDITOR:

Robert Glass, of HMG Accounting, has made himself available for reappointment for the completion of the audit for the year ended 30th June 2008.

Moved that Robert Glass of HMG Accounting be appointed as auditor of Rupanyup/Minyip Finance Group Ltd for the year ended 30th June 2008.

Moved: Samantha Matthews Sec: Christine Munro

Carried unanimously.

GENERAL BUSINESS:

Adelaide Bank Merger – Simon Cornwell

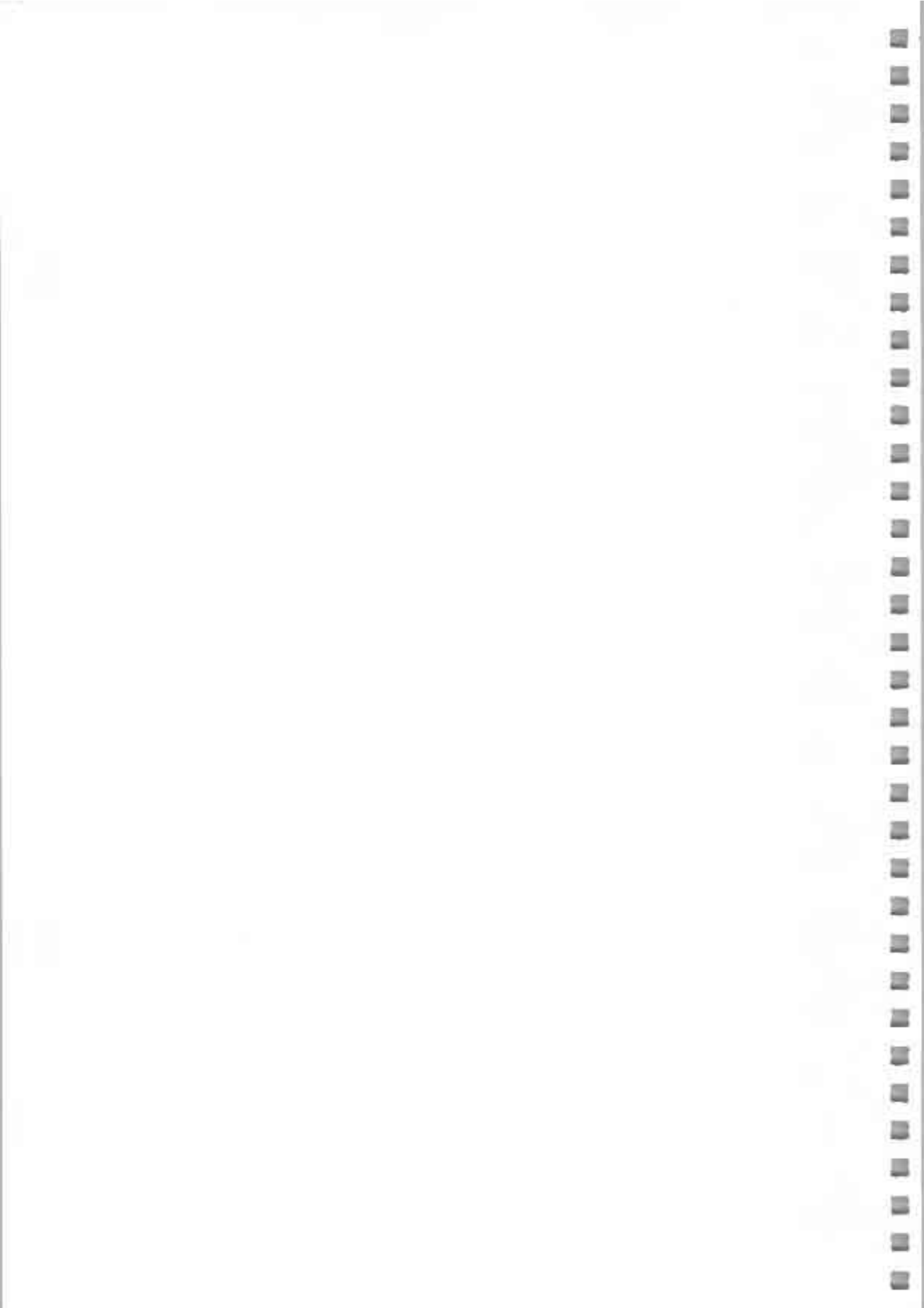
The merger will be voted on by Adelaide Bank shareholders in late-2007.

Under the merged group, our unique **Community Bank®** model will continue to grow and prosper, and new company-owned and **Community Bank®** branches will continue to open.

The Bendigo Bank brand will be retained, customers' accounts will not change and the same friendly faces will be at your local branch to provide for your banking needs. As a **Community Bank®** contributor, limited by guarantee, you will notice no changes – you remain a contributor, limited by guarantee, of your local community company.

Nationally, the merger will increase Bendigo Bank's network, delivering our customers access to 24 branches in South Australia and 90 ATMs. Over time, new products and services will follow.

MEETING CLOSED AT 8:25PM



Rupanyup Minyip Finance Group Ltd

Financial Statements
For the year ended 30 June , 2008

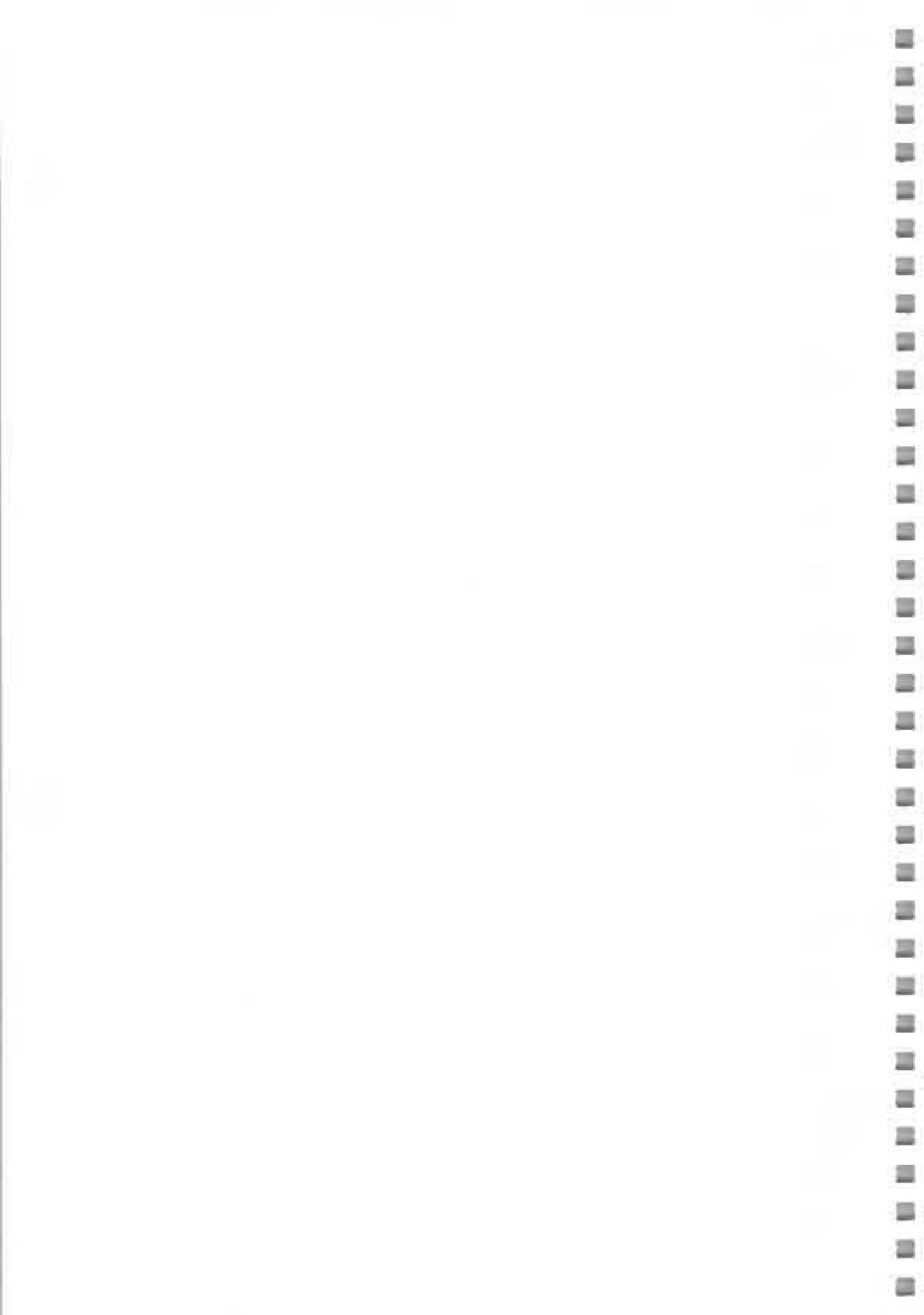
Knights Accounting

16 Cromie Street, PO Box 95
Rupanyup, Vic, 3388

Phone: (03) 53 855 330

Fax: (03) 53 855 375

Email: rupanyup@knightsaccounting.com.au



Rupanyup Minyip Finance Group Ltd
ACN 083 123 924
Statement of Income
For the Year ended 30 June 2008

	Note	2008 \$	2007 \$
Revenues from ordinary activities	2	550,965	491,625
Employee Expenses		(199,753)	(193,595)
Depreciation and Amortisation Expenses	3	(12,322)	(8,762)
Other Expenses from Ordinary Activities		(163,404)	(168,486)
Profit (Loss) from Ordinary Activities before Extraordinary Item		<u>175,486</u>	<u>120,782</u>
Net Profit (Loss)		<u>175,486</u>	<u>120,782</u>

The accompanying notes form part of these financial statements.

Rupanyup Minyip Finance Group Ltd
ACN 083 123 924
Balance Sheet
For the Year ended 30 June 2008

	Note	2008 \$	2007 \$
Current Assets			
Cash and Cash Equivalents	4	230,872	296,876
Trade and Other Receivables	5	46,809	42,895
Total Current Assets		<u>277,681</u>	<u>339,771</u>
Non-Current Assets			
Property, plant and equipment	6	211,163	106,746
Intangible assets	7	9,968	2,000
Total Non-Current Assets		<u>221,131</u>	<u>108,746</u>
Total Assets		<u>498,812</u>	<u>448,517</u>
Current Liabilities			
Trade and Other Payables	8	24,749	26,125
Provisions	9	4,363	9,132
Total Current Liabilities		<u>29,112</u>	<u>35,257</u>
Total Liabilities		<u>29,112</u>	<u>35,257</u>
Net Assets		<u>469,700</u>	<u>413,260</u>
EQUITY			
Retained profits		<u>469,700</u>	<u>413,260</u>
Total Equity		<u>469,700</u>	<u>413,260</u>

The accompanying notes form part of these financial statements.

Rupanyup Minyip Finance Group Ltd
ACN 083 123 924
Statement of Changes in Equity
For the Year ended 30 June 2008

	Retained Earnings	Total
Balance at 1 July 2006	440,692	440,692
Profit attributable to Members	120,782	120,782
Community Funds Distribution	(148,214)	(148,214)
Balance at 30 June 2007	<u>413,260</u>	<u>413,260</u>
 Balance at 1 July 2007	 413,260	 413,260
Profit attributable to Members	175,486	175,486
Community Funds Distribution	(119,046)	(119,046)
Balance at 30 June 2008	<u>469,700</u>	<u>469,700</u>

The accompanying notes form part of these financial statements.

Rupanyup Minyip Finance Group Ltd
ACN 083 123 924
Statement of Cash Flows
As at 30 June 2008

	Note	2008 \$	2007 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		523,199	470,815
Payments to suppliers and employees		(352,512)	(342,612)
Interest received		18,977	22,005
Interest and other costs of finance		(11,915)	(13,880)
Income tax paid		-	-
Net cash provided by (used in) operating activities	13	<u>177,749</u>	<u>136,328</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Proceeds from sale of investments		-	-
Payment for property, plant and equipment		(124,707)	(84,589)
Net cash provided by (used in) investing activities		<u>(124,707)</u>	<u>(84,589)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Community Project Payments		(119,046)	(148,214)
Net cash provided by (used in) financing activities		<u>(119,046)</u>	<u>(148,214)</u>
Net increase (decrease) in cash held		(66,004)	(96,475)
Cash at beginning of year		296,876	393,351
Cash at end of year	4	<u>230,872</u>	<u>296,876</u>

Rupanyup Minyip Finance Group Ltd
Notes to the Financial Statements
For the Year ended 30th June 2008

Note 1 - Statement Of Significant Accounting Policies

The financial report is a general purpose financial report and it has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. The financial report is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets and they have been prepared on an accruals basis. Cost is based on fair value which is the amount in which an asset could be exchanged between knowledgeable, willing participants in an arm's length transaction.

Unless otherwise stated the accounting policies have been consistently applied. The financial report is for the entity known as Rupanyup Minyip Finance Group Ltd a company, as an individual entity. The company was incorporated and has its domicile in Australia.

The following is a summary of the material accounting policies used by Rupanyup Minyip Finance Group Ltd in the preparation of the financial report.

(a) - Cash

For the purpose of the statement of cash flows, cash includes the following, net of bank overdrafts, all cash on hand, at call deposits with banks or financial institutions and investments in money market instruments maturing within less than two months.

(b) - Employee Benefits

Provision is made for the liability due to employee benefits arising from services rendered by employees but unpaid as at balance date. Employee benefits expected to be settled within one year and benefits arising from wages & salaries, sick leave and annual leave which will be paid after one year have been measured at the amount expected to be paid when the liability falls due, plus any associated on-costs. Other benefits payable later than one year are measured at the present value of the estimated future cash outflows for those benefits. Contributions made to employee superannuation funds are charged as expenses when incurred.

(c) - Property, Plant & Equipment

Each class of property, plant and equipment is carried at fair value less any accumulated depreciation, where applicable or at cost. They are measured on fair value, being the amount for which an asset could be exchanged in an arm's length transaction between informed participants.

Plant and Equipment

Plant and equipment are carried at either cost or at independent or directors' valuation, less any accumulated depreciation or amortisation applicable. The director's review annually the carrying amount of property, plant and equipment to ensure it is not in excess of the recoverable amount of those assets. The recoverable amount is assessed on the expected net cash flows which will be received from the assets employment and eventual disposal. In determining the recoverable amount, the expected net cash flows have not been discounted to present values.

Depreciation

Excluding freehold land the depreciable amount of all fixed assets including capitalised leased assets and buildings are depreciated on a straight line basis over the useful lives to the company commencing from the time the asset is ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is not charged as an expense to properties held for investment purposes.

The depreciation rates used for each class of assets are:

Class of Fixed Assets	Depreciation Rate
Buildings	2%
Plant & Equipment	15 - 40%
Motor Vehicles	20 - 25%
Furniture & Fittings	15 - 30%

Capital gains tax for assets acquired after the introduction of that tax, has not been recorded in the company's financial report where there has been a revaluation of freehold land and buildings.

Rupanyup Minyip Finance Group Ltd
Notes to the Financial Statements
For the Year ended 30th June 2008

(d) - Revenue

Income from providing a service is recognised when the customer receives the service

(e) - Income Tax

The company is an income tax exempt company. There are two requirements for a company to be accepted as income exempt. Firstly, it should be a non-profit organisation. Secondly, the company must be established for one of the exempt purposes, specified in the income tax legislation. Both requirements are satisfied as outlined below:

A non-profit organisation generally means that the company:-

- is prohibited from distributing any income or profits to its members in any form: cash property or otherwise; and
- on winding up, no money or property will be paid, given or shared amongst the members.

These two conditions are clearly stated in the Rupanyup / Minyip Finance Group Ltd constitution.

The exempt purpose for which the company has been established is for community service purposes. Clause 1.2.3.21 of the Constitution outlines one of the objects of the company: To pursue community service purposes only and to apply its income in promoting those purposes.

	2008 \$	2007 \$
Note 2 - Revenue From Ordinary Activities		
Operating revenue		
- Gross receipts	481,962	420,658
- Market Development	48,333	46,666
- Expense Reimbursement	1,023	2,296
- Membership Fees	100	-
	<u>531,418</u>	<u>469,620</u>
Non-operating revenue		
- Interest received	18,977	22,005
- Rental Income Received	-	-
- Sundry Income	570	-
	<u>19,547</u>	<u>22,005</u>
Total Revenue from Ordinary Activities	<u>550,965</u>	<u>491,625</u>

Note 3 - Operating Profit

Operating profit before income tax has been determined after:

Crediting as Income:

Interest received 18,976 22,005

Charging as Expenses:

Bad and doubtful debts 289 -

Depreciation of non-current assets:

- Plant and equipment 7,709 6,762

Amortisation

- Franchise fee and IT license 2,032 2,000

Remuneration of the auditors:

- audit 2,336 2,150

Net loss on disposal of non-current assets:

- Property, plant & equipment - -

Rupanyup Minyip Finance Group Ltd
Notes to the Financial Statements
For the Year ended 30th June 2008

	2008	2007			
	\$	\$			
Note 4 - Cash & Cash Equivalents					
Current					
Cash At Bank	19,440	12,458			
Sandhurst Trustees	211,432	284,418			
	<u>230,872</u>	<u>296,876</u>			
Note 5 - Trade & Other Receivables					
Current					
Trade Debtors	46,809	42,072			
GST Refundable	-	-			
	<u>46,809</u>	<u>42,072</u>			
Note 6 - Property, Plant and Equipment					
Fixtures & Fittings					
At Cost	73,156	51,103			
Less: Accumulated depreciation	(48,464)	(45,237)			
	<u>24,692</u>	<u>5,866</u>			
Plant and equipment					
At Cost	56,471	54,601			
Less: Accumulated depreciation	(40,986)	(36,504)			
	<u>15,485</u>	<u>18,097</u>			
Land					
Freehold Land - at cost	5,200	3,000			
	<u>5,200</u>	<u>3,000</u>			
Buildings					
At Cost	168,367	79,783			
Less: Accumulated depreciation	(2,581)	-			
	<u>165,786</u>	<u>79,783</u>			
	<u>211,163</u>	<u>106,746</u>			
Movement in Carrying Amounts					
	Land	Buildings	Fixtures & Fittings	Plant & Equipment	Total
Balance at Beginning of Year	3,000	79,783	5,866	18,097	106,746
Additions	2,200	88,584	22,053	1,870	114,707
Disposals	-	-	-	-	-
Depreciation Expense	-	(2,581)	(3,227)	(4,482)	(10,290)
Carrying Amount at End of Year	<u>5,200</u>	<u>165,786</u>	<u>24,692</u>	<u>15,485</u>	<u>211,163</u>
Note 7 - Intangible Assets					
Franchise Fee and IT License	41,000	31,000			
Less: Accumulated amortisation	(31,032)	(29,000)			
	<u>9,968</u>	<u>2,000</u>			
Research and development expenditure	15,000	15,000			
Less: Accumulated amortisation	(15,000)	(15,000)			
	<u>-</u>	<u>-</u>			
	<u>9,968</u>	<u>2,000</u>			
Note 8 - Trade and Other Payables					
Current					
Unsecured					
Trade Creditors	17,683	15,522			
GST & FBT Payable	7,066	10,603			
	<u>24,749</u>	<u>26,125</u>			

Rupanyup Minyip Finance Group Ltd
Notes to the Financial Statements
For the Year ended 30th June 2008

Note 9 - Provisions	2008	2007
Current		
Employee Entitlements	4,363	9,132
	<u>4,363</u>	<u>9,132</u>

Note 10 - Superannuation Commitments

The company has registered as an employer with the fund nominated by each employee.

Note 11 - Remuneration of Auditor	2008	2007
Amounts received, or due and receivable by the auditor of the company for:		
Auditing the accounts	2,336	2,150
Other services	<u>-</u>	<u>-</u>
	<u>2,336</u>	<u>2,150</u>

Note 12 - Related Parties

Transactions between related parties are on normal commercial terms and conditions no more.

Note 13 - Cashflow Information

	2008	2007
	\$	\$
Reconciliation of Cash Flow from Operations with Profit		
Profit (Loss) from ordinary activities	175,486	120,782
Non-cash flows in profit from ordinary activities		
Amortisation	2,032	2,000
Depreciation	10,290	6,762
Write-downs to recoverable amount	-	-
Net loss on disposal of plant and equipment	-	-
Changes in assets and liabilities, net of the effects of		
Decrease/(Increase) in receivables	(4,737)	5,053
Decrease/(Increase) in other assets	823	-
Increase/(Decrease) in payables	(1,376)	(3,869)
Increase/(Decrease) in provisions	(4,769)	5,600
Increase/(Decrease) in deferred taxes payable	-	-
Cash flows from operations	<u>177,749</u>	<u>136,328</u>

Note 14 - Members' Guarantees

The company is limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the company. At 30 June 2008, the number of members was 165.

Note 15 - Segment Reporting

The economic entity operates as community branches of the Bendigo Bank Ltd in the Rupanyup and Minyip districts.

Note 16 - Economic Dependency

The normal trading activities of the Company (which undertakes the branch activities of the Bendigo Bank in Rupanyup and Minyip districts) rely on the franchise contracts with the Bendigo Bank Group.

Note 17 - Financial Instruments

(a) Interest Rate Risk

The Company's exposure to interest rate risk, which is the risk that financial instruments will fluctuate as a result of change in market interest rates and the effective average interest rates on those financial assets is as follows:

Rupanyup Minyip Finance Group Ltd
Notes to the Financial Statements
For the Year ended 30th June 2008

Floating Interest Rate		
<i>Financial Assets</i>		
Cash at Bank - Operating Account	19,440	12,458
Average interest rate	0.05%	0.06%
Cash at Bank - Sandhurst Trustees	211,432	284,418
Average interest rate	6.51%	5.41%
Non Interest Bearing		
<i>Financial Assets</i>		
- Receivables	46,809	42,072
<i>Financial Assets</i>		
- Payables	24,749	26,125

(h) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the balance sheet and notes to the financial

The Company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Company.

(e) Net Fair Values

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to and forming part of the financial statements.

Note 18 - Company Details

The registered office of the company is:
Rupanyup / Minyip Finance Group Ltd
16 Cromie Street
Rupanyup Vic 3388

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

**Directors Declaration
for the Year Ended 30 June 2008**

The directors of the company declare that:

1. the financial statements and notes, present fairly the company's financial position as at 30 June 2008 and its performance for the 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.
3. comply with Australian Accounting Standards and other mandatory professional reporting requirements.

This declaration is made in accordance with a resolution of the Board of Directors



Stewart Petering
Director



Gary J Bourke
Director

Dated: 2nd October 2008

Rupanyup Minyip Finance Group Ltd

ACN 083 123 924

Profit and Loss Statement**For the Year ended 30 June 2008**

	2008 \$	2007 \$
INCOME		
Gross Receipts	481,962	419,405
Directors reimbursements	-	-
Market Development Incentive	48,333	46,666
Sponsorship Allowance	-	-
Expenses Reimbursed	1,023	2,296
Membership fees	100	-
Interest Received	18,977	22,005
Loss on Sale of Non-current Assets	-	-
Rent Received	-	1,253
Sundry Income	570	-
	<u>550,965</u>	<u>491,625</u>
EXPENDITURE		
Accountancy Fees	23,771	23,385
Amortisation - Franchise Fee	2,032	2,000
Advertising	8,911	7,689
Administration Fees	19,902	19,332
Auditor's Remuneration	2,337	2,150
Bad Debts	290	-
Bank Charges	1,702	1,326
Cleaning / Rubbish Removal	79	11
Cash Delivery & Management Fees	1,642	2,831
Consultancy Fees	7,700	7,700
Depreciation	10,290	6,762
Donations	-	20
Freight & Cartage	14,732	13,920
Fringe Benefits Tax	2,362	4,837
Insurance	16,179	18,034
Interest	295	-
Leasing Charges	12,676	13,880
Light & Power	2,825	2,628
IT Running & Support Costs	29,544	28,193
Meeting expense	489	369
Motor Vehicle Expenses	7,771	6,273
Postage	854	923
Printing & Stationery	7,771	6,395
Rates & Taxes	1,807	1,510
Rent on land & buildings	2,400	7,125
Repairs & Maintenance	1,758	5,099
Salaries & Wages	159,686	157,310
Security Costs	1,497	2,667

Rupanyup Minyip Finance Group Ltd
ACN 083 123 924
Profit and Loss Statement
For the Year ended 30 June 2008

	2008	2007
	\$	\$
Search Fees & Credit Checks	2,010	1,296
Staff Amenities	5,343	3,420
Sundry Expenses	72	106
Superannuation	14,340	13,021
Telephone	8,092	7,587
Travel, Accom & Conferences	2,982	1,518
Water	856	1,014
Workcover	482	512
	<u>375,479</u>	<u>370,843</u>
OPERATING PROFIT BEFORE INCOME TAX	<u>175,486</u>	<u>120,782</u>

**ADDENDUM TO FINANCIAL REPORTS OF RUPANYUP MINYIP FINANCE GROUP
YEAR ENDED 30 JUNE 2008**

Note 1- Statement of Significant Accounting Policies

The following sentence should be read at the end of the second paragraph of Note 1 on page 5 of the reports:

"The Financial Report complies with all International Financial Reporting Standards (IFRS) in their entirety"

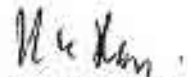


**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF RUPANYUP MINYIP FINANCE GROUP LTD**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2008 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.

Signed this 1st day of October 2008



Robert H Glass
WHK
9 Creswick Road
Ballarat Vic 3350

RUPANYUP/MINYIP FINANCE GROUP LIMITED
A.B.N. 79 083 123 924

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
RUPANYUP/MINYIP FINANCE GROUP LIMITED

Report on the Financial Report

We have audited the accompanying financial report of Rupanyup Minyip Finance Group Limited (the company), which comprises the Balance Sheet as at 30 June 2008 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.

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 financial reporting requirements of the company's constitution. This responsibility includes establishing and maintaining internal control 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, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes, complies with 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 risks of material misstatement 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.

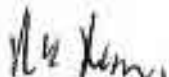
Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion:

- a. the financial report of Rupanyup Minyip Finance Group Limited is in accordance with the company's constitution, including:
 - i. giving a true and fair view of the company's financial position as at 30 June 2008 and of its performance for the year ended on that date; and
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the company's constitution; and
- b. the financial report also complies with International financial Reporting Standards as disclosed in Note 1.



Robert H. Glass F.C.A.
Registered Company Auditor

WHK

9 Creswick Road
Ballarat VIC 3350

Dated: 2nd October 2008

