

# Trafalgar & District Financial Services Ltd

ABN 86 102 573 222



## **Financial Statements**

**as at 31 December 2009**

# Trafalgar and District

Financial Services Limited

Financial Statements

as at

31 December 2009

**Trafalgar and District Financial Services Limited**  
**ABN 86 102 573 222**  
**Directors' Report**

Your directors submit the financial report of the company for the half-year ended 31 December 2009.

**Directors**

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

Michael Bourke  
Peter Cooke  
Peter Marx  
Michelle Robertson (Appointed 5 November 2009)  
Christopher Badger (Appointed 4 December 2009)  
Sally Brown (Appointed 4 December 2009)  
Glenn Fozard (Appointed 4 December 2009)  
Prudence Hall (Appointed 3 December 2009)  
Joanne Porter (Appointed 3 December 2009)  
Robert Carlesso (Resigned 5 November 2009)  
Michael Fozard (Resigned 5 November 2009)  
William Harrington (Resigned 5 November 2009)  
Peter Snape (Resigned 5 November 2009)  
Michael Curtain (Resigned 5 November 2009)

**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 and Adelaide Bank Limited.

**Review and Results of Operations**

Operations have continued to perform in line with expectations. The net profit/(loss) of the company for the financial period was: \$88,305 [2008: \$68,028].

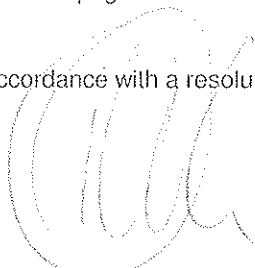
**Matters Subsequent to the End of the Reporting Period**

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 on 1st of April 2010.

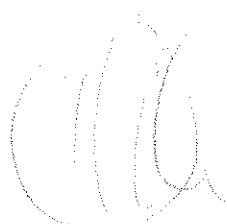


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**Michael Bourke, Chairman**

Trafalgar and District Financial Services Limited  
ABN 86 102 573 222  
Income Statement  
for the half-year ended 31 December 2009

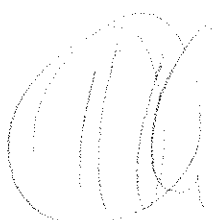
	31-Dec 2009 \$	31-Dec 2008 \$
REVENUE		
Revenue from ordinary activities		
Income from operations	375,325	328,461
Interest received	8,398	12,075
	<u>383,723</u>	<u>340,536</u>
EXPENSES		
Employee benefit expenses	136,407	129,001
Depreciation	4,831	4,669
Amortisation of franchise fee	6,886	3,396
General administration	69,230	63,080
Leasing costs	4,371	3,949
Audit services	585	-
Advertising and promotion	2,347	2,443
Marketing and sponsorships	13,904	23,722
Grants	-	-
Occupancy costs	14,962	12,790
	<u>253,523</u>	<u>243,050</u>
PROFIT (LOSS) FROM ORDINARY ACTIVITIES BEFORE INCOME TAX	130,200	97,486
Income tax relating to ordinary activities	(41,895)	(29,459)
NET PROFIT FOR THE PERIOD	<u>88,305</u>	<u>68,028</u>
NET PROFIT ATTRIBUTABLE TO MEMBERS OF THE ENTITY	<u>88,305</u>	<u>68,028</u>
Earnings per share (cents per share)		
- basic for the period (cents)	16.6	12.8
- diluted for the period (cents)	16.6	12.8



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

Trafalgar and District Financial Services Limited  
ABN 86 102 573 222  
Balance Sheet  
as at 31 December 2009

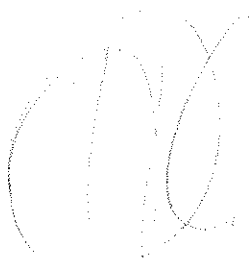
	31-Dec 2009 \$	30-Jun 2009 \$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash assets	550,629	469,090
Receivables	73,670	64,894
Other	5,433	6,143
<b>Total Current Assets</b>	<u>629,732</u>	<u>540,127</u>
<b>Non-Current Assets</b>		
Intangibles	53,712	60,599
Plant and equipment	70,141	74,972
<b>Total Non-Current Assets</b>	<u>123,854</u>	<u>135,571</u>
<b>Total Assets</b>	<u>753,586</u>	<u>675,698</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Payables	37,742	39,537
Provisions	80,266	66,443
<b>Total Current Liabilities</b>	<u>118,008</u>	<u>105,980</u>
<b>Non-Current Liabilities</b>		
Provisions	17,664	13,466
<b>Total Non-Current Liabilities</b>	<u>17,664</u>	<u>13,466</u>
<b>Total Liabilities</b>	<u>135,672</u>	<u>119,446</u>
<b>Net Assets</b>	<u>617,914</u>	<u>556,252</u>
<b>Equity</b>		
Contributed equity	532,859	532,859
Accumulated profits/(losses)	85,055	23,393
<b>Total Equity</b>	<u>617,914</u>	<u>556,252</u>



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

Trafalgar and District Financial Services Limited  
ABN 86 102 573 222  
Statement of Changes in Equity  
for the half-year ended 31 December 2009

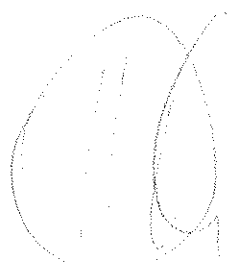
	Contributed Equity \$	Retained Earnings \$	Total Equity \$
At 1 July 2008	532,859	(83,837)	449,022
Profit (loss) for the period	-	68,028	68,028
Dividends provided for or paid	-	-	-
Balance at 31 December 2008	<u>532,859</u>	<u>(15,809)</u>	<u>517,050</u>
Balance at 1 July 2009	532,859	23,393	556,252
Profit (loss) for the period	-	88,305	88,305
Dividends provided for or paid	-	(26,643)	(26,643)
Balance at 31 December 2009	<u>532,859</u>	<u>85,055</u>	<u>617,914</u>



The accompanying notes form part of these financial statements.

Trafalgar and District Financial Services Limited  
ABN 86 102 573 222  
Cash Flow Statement  
for the half-year ended 31 December 2009

	2009 \$	2008 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Receipts from operations	404,082	359,077
Payments to suppliers and employees	(252,891)	(241,172)
Interest received	7,046	16,148
Amounts paid to the Australian Taxation Office	(23,091)	(26,143)
Income tax paid	(26,964)	(8,216)
<b>Net cash provided by/(used in) operating activities</b>	<u>108,182</u>	<u>99,694</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payment of franchise fee	-	(68,862)
Payment for property, plant and equipment	-	(846)
<b>Net cash provided by/(used in) investing activities</b>	<u>-</u>	<u>(69,708)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Dividends paid	(26,643)	-
<b>Net cash provided by/(used in) financing activities</b>	<u>(26,643)</u>	<u>-</u>
<b>Net increase/(decrease) in cash held</b>	81,539	29,986
Cash at the beginning of the period	469,090	372,487
<b>Cash at the end of the half-year</b>	<u><u>550,629</u></u>	<u><u>402,473</u></u>



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

Trafalgar and District Financial Services Limited  
ABN 86 102 573 222  
Notes to the financial statements  
for the half-year ended 31 December 2009

**1. Basis of Preparation of the Half-Year Financial Statements**

**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*, *Australian Accounting Standards AASB 134: Interim Financial Reporting*, *Australian Accounting Interpretations* and other authoritative pronouncements of the *Australian Accounting Standards Board ('AASB')*.

**Basis of Accounting**

The half-year financial report 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 financial report for the year ended 30 June 2009 and any public pronouncements made by the company during the period.

The accounting policies set out below have been applied in preparing the financial statements for the half-year ended 31 December 2009. All accounting policies are consistent with those applied in the 30 June 2009 financial statements except as set out below.

Reporting Basis and Convention

The half-year financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values, or except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

**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**

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

**4. Segment Reporting**

The economic entity operates in the service sector where it facilitates community banking services pursuant to a franchise agreement with Bendigo and Adelaide Bank Limited. The economic entity operates in one geographic area being Trafalgar, Yarragon, Willow Grove, Thorpdale and surrounding areas of Gippsland in Victoria.

**5. Contributed Equity**

	2009	2008
	\$	\$
532,859 Ordinary shares fully paid (2008: 532,859)	532,859	532,859
	<u>532,859</u>	<u>532,859</u>

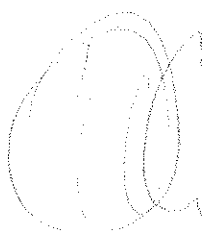


Trafalgar and District Financial Services Limited  
 ABN 86 102 573 222  
 Notes to the financial statements  
 for the half-year ended 31 December 2009

**6. Dividends Paid**

Period ended 31 December 2009

	2009 Cents	2009 \$	2008 Cents	2008 \$
Interim dividend declared	-	-	-	-
Dividends paid in the year - interim for the year	5	26,643	-	-



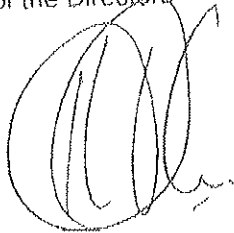
**Trafalgar and District Financial Services Limited**  
**ABN 86 102 573 222**  
**Directors' Declaration**

In the opinion of the directors of Trafalgar and District Financial Services 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 2009 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.

On behalf of the Directors



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**Michael Bourke, Chairman**

Dated this 1st day of April 2010.

**INDEPENDENT AUDITORS' REPORT**  
**TO THE MEMBERS OF**  
**TRAFALGAR & DISTRICT FINANCIAL SERVICES LTD**

**SCOPE**

We have audited the financial report of Trafalgar & District Financial Services Limited set out in the Income Statement, Balance Sheet, Cash Flow Statement and Notes to the Financial Statements for the six months ended 31 December 2009. The Company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on them to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements and statutory requirements so as to present a view which is consistent with our understanding of the company's financial position, and performance as represented by the results of their operations and their cash flows.

The audit opinion expressed in this report has been formed on the above basis.

**Audit Opinion**

In our opinion, the financial report of Trafalgar & District Financial Services Limited is in accordance with:

- (a) the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's financial position as at 31 December 2009 and of its performance for the year ended on that date; and
  - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

**TAYLOR PARTNERS**  
**CHARTERED ACCOUNTANTS**



**R. MALE FCA**  
**PARTNER**

Date: 9<sup>th</sup> April, 2010

**Auditors Independence Declaration  
Under Section 307C of the Corporations Act 2001**

**To the Directors of  
Trafalgar & District Financial Services Limited**

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I declare that, to the best of my knowledge and belief, in relation to the audit of Trafalgar & District Financial Services Limited for the six months ended 31 December 2009 there have been;

- a) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



R L Male FCA

Taylor Partners Pty Ltd  
220 Chesterville Road, Moorabin, Vic

Dated this 9<sup>th</sup> day of April, 2010