BELLARINE PENINSULA COMMUNITY BRANCH LTD

A.B.N. 33 089 107 657

INCOME STATEMENT FOR THE YEAR ENDING 30 JUNE 2009

	Notes	2009 $	2008 $
REVENUE FROM ORDINARY ACTIVITIES			
Revenue from Ordinary Activities	**2**	998,376	945,357
EXPENSES FROM ORDINARY ACTIVITIES			
Employee Benefits		606,539	444,207
Information Technology Expenses		47,977	51,054
Depreciation and Amortisation		23,628	5,752
Property Expenses		67,268	70,107
Donations and Sponsorship		55,900	82,408
Professional Fees		32,744	27,036
Insurance		18,111	19,317
Administration Expenses		130,357	98,960
Other expenses From Ordinary Activities		42,479	40,081
TOTAL EXPENSES FROM ORDINARY ACTIVITIES		1,025,003	838,922
PROFIT BEFORE INCOME TAX		(26,627)	106,435
Income Tax Expense/(Benefit)	**3**	(7,713)	32,516
PROFIT FOR THE YEAR		(18,914)	73,919

This statement should be read in conjunction with the accompanying notes

BELLARINE PENINSULA COMMUNITY BRANCH LTD

A.B.N. 33 089 107 657

BALANCE SHEET
AS AT 30 JUNE 2009

	Note	2009 $	2008 $
ASSETS			
Current Assets			
Cash and Cash Equivalents	**4**	362,676	292,440
Receivables	**5**	101,501	79,753
Prepayments		4,000	6,000
Total Current Assets		468,177	378,193
Non-Current Assets			
Other Financial Assets	**6**	40,000	40,000
Deferred Tax Assets	**7**	22,657	12,279
Property, Plant, Equipment	**8**	229,892	19,328
Intangible Assets	**9**	168,114	109,156
Total Non-Current Assets		460,663	180,763
TOTAL ASSETS		928,840	558,956
LIABILITIES			
Current Liabilities			
Payables	**10**	35,974	17,659
Short-term provisions	**11**	71,172	41,639
Current Tax Liabilities	**12**	-	11,690
Total Current Liabilities		107,146	70,988
Non-Current Liabilities			
Long-term provisions	**11**	5,729	5,000
Total Non-Current Liabilities		5,729	5,000
TOTAL LIABILITIES		112,875	75,988
NET ASSETS		815,965	482,968
EQUITY			
Issued Capital	**13**	787,911	400,000
Retained Earnings		28,054	82,968
TOTAL EQUITY		815,965	482,968

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2009

	Note	Issued Capital $	Retained Earnings $	Total $
Balance at 30.06.2007		400,000	45,049	445,049
Profit for the year		-	73,919	73,919
Dividends paid or provided for		-	(36,000)	(36,000)
Balance at 30.06.2008		400,000	82,968	482,968
Shares Issued during the year		387,911	-	387,911
Profit for the year		-	(18,914)	(18,914)
Dividends paid or provided for		-	(36,000)	(36,000)
Balance at 30.06.2009	**13**	787,911	28,054	815,965

BELLARINE PENINSULA COMMUNITY BRANCH LTD

A.B.N. 33 089 107 657

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 $	2008 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
Receipts from Customers		978,505	906,423
Interest		13,694	14,775
Payments			
Employee Benefits		(569,899)	(440,634)
Tax Paid		(29,926)	(17,871)
Other		(380,899)	(387,783)
NET CASH FLOWS FROM OPERATING ACTIVITIES	**14**	11,475	74,910
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Plant & Equipment		(225,150)	(17,889)
Purchase of Intangible Assets		(68,000)	-
NET CASH FLOWS FROM INVESTING ACTIVITIES		(293,150)	(17,889)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		387,911	-
Dividends Paid	**23**	(36,000)	(36,000)
		351,911	(36,000)
NET INCREASE/(DECREASE) IN CASH HELD		70,236	21,021
CASH AT 1 JULY		292,440	271,419
CASH AT 30 JUNE	**4**	362,676	292,440

BELLARINE PENINSULA COMMUNITY BRANCH LTD

A.B.N. 33 089 107 657

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2009

CONTENTS

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that 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.*

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

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

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Rounding

All amounts shown in the Financial Statements are expressed to the nearest dollar.

(b) Cash and Cash Equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(c) Receivables

Trade debtors are carried at nominal amounts due and are due for settlement within 30 days from the date of recognition. Coleectability of debts is reviewed on an ongoing basis. The directors believe that the full amount of debt is recoverable, and no doubtful debt provision have been made at 30 June 2009.

Receivables are recognised initially at fair value and subsequently measured at amortised cost, using the effective interest rate method, less any accumulated impairment.

(d) Other Financial Assets

Other financial assets are recognised and derecognised on trade date where purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs.

The company classifies its other financial assets between current and non-current assets based on the purpose for which the assets were acquired at initial recognition.

The company assesses at each balance sheet date whether a financial asset or group of financial assets is impaired.

Financial assets at fair value through profit or loss

Financial assets held for trading purposes are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset. Fair value is determined in the manner described in Note 15.

Loans and receivables

Trade receivables, loans and other receivables are recorded at amortised cost, using the effective interest method, less impairment.

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period. The effective interes rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period.

Held-to-maturity investments

Where the company has the positive intent and ability to hold investments to maturity, they are stated at amortised cost less impairment losses.

Available-for-sale financial assets

Other financial assets held by the company are classified as being available-for-sale and are stated at fair value. Gains and losses arising from changes in fair value are recognised directly in equity until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in equity is included in profit or loss for the period. Fair value is determined in the manner described in Note 15.

(e) Plant and Equipment

Plant and equipment are brought to account at cost or at independent or directors' valuation less, where applicable, any accumulated depreciation or amortisation. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

The depreciable amount of all fixed assets is depreciated over their useful lives commencing from the time the asset is held ready for use. A summary of the depreciation method and depreciation rates for each class of attached is as follows.

Class of Asset	2009	2008
Furniture & Fittings	18.75-25%	18.75-25%
Plant & Equipment	18.75-25%	18.75-25%
Leasehold Improvements	20-25%	20-25%

(f) Impairment of Assets

Intangible assets with indefinite useful lives (and intangible assets not yet available for use) are tested annually for impairment (i.e. as to whether their carrying value exceeds their recoverable amount, and so require write-downs) and whenever there is an indication that the asset may be impaired. All other assets are assessed annually for indications of impairment, except for:

- financial instrument assets;
- investment property that is measured at fair value; and
- non-current assets held for sale.

If there is an indication of impairment, the assets concerned are tested as to whether their carrying value exceeds their recoverable amount. Where an asset's carrying value exceeds its recoverable amount, the difference is written-off by a charge to the operating statement except to the extent that the write-down can be debited to an asset revaluation reserve amount applicable to that class of asset.

It is deemed that, in the event of the loss of an asset, the future economic benefits arising from the use of the asset will be replaced unless a specific decision to the contrary has been made. The recoverable amount for most assets is measured at the higher of depreciated replacement cost and fair value less costs to sell. Recoverable amount for assets held primarily to generate net cash inflows is measured at the higher of the present value of future cash flows expected to be obtained from the asset and fair value less costs to sell.

(g) Goodwill

Goodwill is initially recorded at the amount by which the purchase price for a business combination exceeds the fair value attributed to the interest in the net fair value of identifiable assets, liabilities and contingent liabilities at date of acquisition. Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses.

(h) Payables

These amounts consist predominantly of liabilities for goods and services. Payables are initially recognised at fair value, then subsequently carried at amortised cost and represent liabilities for goods and services provided to the company prior to the end of the financial year that are unpaid, and arise when the company becomes obliged to make future payments in respect of the purchase of these goods and services.

The normal credit terms are usually Nett 30 days.

(i) Goods and Services Tax

Revenues, expenses and assets are recognised net of GST except for receivables and payables which are stated with the amount of GST included and except where the amount of GST incurred is not recoverable, in which case GST is recognised as part of the cost of acquisition of an asset or part of an item of expense or revenue. GST receivable from and payable to the Australian Taxation Office (ATO) is included in the statement of financial position. The GST component of a receipt or payment is recognised on a gross basis in the cash flow statement except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) Income Tax

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

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

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

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

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

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

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

(k) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are classified as finance leases. Finance leases are capitalised, recording as asset value of the minimum lease payments, including any guaranteed residual values. Leased assets are amortised over their estimated useful lives where it is likely that the entity will obtain ownership of the asset or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred. Lease incentives under operating leases are recognised as a liability. Lease payments received reduce the liability.

(l) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Those cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

(m) Revenue recognition

Revenue is recognised in accordance with AASB 118. Income is recognised as revenue to the extent it is earned. Unearned income at reporting date is reported as income received in advance.

(n) Comparative Information

Where necessary the previous year's figures have been reclassified to facilitate comparisons.

NOTE 2: REVENUE	**2009 $**	**2008 $**
Revenue from Operating Activities		
Services Revenue	985,523	929,634
Interest-Other Persons	12,853	15,723
Total Revenue from Ordinary Activities	998,376	945,357

NOTE 3: INCOME TAX EXPENSE

	2009	2008
a) The components of tax expense comprise:		
Current Tax	2,665	33,977
Deferred Tax	(10,378)	(1,817)
Over provision in respect of prior years	-	356
	(7,713)	32,516
b) The prima facie tax on profit from ordinary activities before income tax is reconciled to income tax as follows:		
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2007: 30%)	(7,988)	31,930
Add		
Tax effect of:		
non-deductible depreciation and amortisation	-	600
other non-allowable items	20,510	342
	12,522	32,872
Less		
Tax effect of:		
over provision of tax in prior years	-	356
INCOME TAX EXPENSE	12,522	32,516
Weighted Average Tax Effective Rate	28.97%	30.55%

NOTE 4: CASH AND CASH EQUIVALENTS

	2009	2008
Cash at Bank	106,204	98,573
Short Term Deposits	256,472	193,867
	362,676	292,440

NOTE 5: RECEIVABLES

	2009	2008
CURRENT		
Franchise Income Receivable	85,823	78,805
Accrued Investment Income	107	948
Income Tax Refundable	15,571	-
TOTAL	101,501	79,753

(a) Ageing of Receivables
Please refer to note 15 (c) for the ageing analysis of receivables

(b) Nature and extent of risk arising from Receivables
Please refer to note 15 (c) for the nature and extent of credit risk arising from receivables

NOTE 6: OTHER FINANCIAL ASSETS

	2009	2008
Non-Current		
Available-for-Sale Financial Assets		
Shares - Unlisted Public Company	40,000	40,000

(a) Ageing of Other Financial Assets
Please refer to note 15 (c) for the ageing analysis of Other Financial Assets

(b) Nature and extent of risk arising from other financial assets
Please refer to note 15 (c) for the nature and extent of credit risk arising from Other Financial Assets

NOTE 7: DEFERRED TAX ASSETS

	2009	2008
Deferred Tax Assets Comprise:		
Provisions	23,070	13,621
Other	(413)	(1,342)
	22,657	12,279

NOTE 8: PROPERTY, PLANT & EQUIPMENT

	2009 $	2008 $
At Cost		
Furniture and Fittings	25,569	24,853
Less Accumulated Depreciation	(19,817)	(12,762)
Total Plant & Equipment	5,752	12,091
Leashold Improvements	232,434	8,000
Less Accumulated Amortisation	(8,294)	(763)
	224,140	7,237
Total Property, Plant & Equipment	229,892	19,328

Reconciliations of the carrying amounts of each class of land, buildings and plant & equipment at the beginning and end of the current financial year is set out below.

	Leasehold Improvements $	Furniture & Fittings $	Total $
Balance at 1 July 2007	-	5,191	5,191
Additions	8,000	9,889	17,889
Depreciation expense	(763)	(2,989)	(3,752)
Balance at 30 June 2008	7,237	12,091	19,328
Additions	224,434	716	225,150
Depreciation expense	(7,531)	(7,055)	(14,586)
Balance at 30 June 2009	224,140	5,752	229,892

NOTE 9: INTANGIBLE ASSETS

	2009 $	2008 $
NON-CURRENT		
Franchise Licence Fee	78,000	10,000
less accumulated amortisation	(16,364)	(7,322)
	61,636	2,678
Goodwill - Drysdale Branch at cost		
	106,478	106,478
	168,114	109,156

NOTE 10: PAYABLES

	2009 $	2008 $
CURRENT		
Trade Creditors	29,924	-
Accrued Expenses	6,050	17,659
	35,974	17,659

NOTE 11: PROVISIONS

	2009 $	2008 $
CURRENT		
Long Service Leave	20,064	10,766
Annual Leave	51,108	30,873
TOTAL	71,172	41,639
NON-CURRENT		
Long Service Leave	5,729	5,000
TOTAL PROVISIONS	76,901	46,639

NOTE 12: TAX LIABILITIES

	2009 $	2008 $
CURRENT		
Income Tax	-	11,690

NOTE 13: ISSUED CAPITAL

(a) Ordinary Shares

	2009 $	2008 $
1,598,571 (2008: 400,000) ordinary shares fully paid	787,911	400,000
Ordinary Shares at the beginning of the reporting period	400,000	400,000
Shares Issued during the year		
1 October 2008	800,000	-
25 March 2009	398,571	-
Shares held at reporting date	1,598,571	400,000

On 1 October 2008 the company issued 800,000 bonus ordinary shares to shareholders on nthe basis of 2 shares for everyone held. The shares rank for dividends from 1 October 2008.

On 25 March 2009 the company issued 398,571 ordinary shares as a capital raising arising from a public prospectus. The shares rank for dividends from date of issue.

NOTE 14: RECONCILIATION OF NET RESULT FOR THE YEAR TO NET CASH FLOWS FROM OPERATING ACTIVITIES

	2009 $	2008 $
Result after income tax	(18,914)	73,919
Non-Cash Flows in Profit		
Depreciation and amortisation	23,628	5,752
Changes in Assets and Liabilities		
Increase/(Decrease) in Provisions	8,194	18,218
Increase/(Decrease) in Payables	18,315	(821)
Increase/(Decrease) in Prepaid Expenses	2,000	2,000
Decrease/(Increase) in Receivables	(21,748)	(24,158)
Net Cash From Operating Activities	11,475	74,910

NOTE 15: FINANCIAL INSTRUMENTS

(a) Financial Risk Manangement Objectives and Policies

The company's principal financial instruments comprise of:

- Cash Assets
- Term Deposits
- Receivables (excluding statutory receivables)
- Payables (excluding statutory payables)

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, with respect to each class of financial asset, financial liability and equity instrument are disclosed in Note 1 to the financial statements.

(b) Categorisation of Financial Instruments

	Note	Category	Carrying Amount 2009 $	2008 $
Financial Assets				
Cash and Cash Equivalents	4	N/A	362,676	292,440
Receivables	5	Loans and Receivables	101,501	79,753
Other Financial Assets	6	Available for sale of Financial Assets (at fair value)	40,000	40,000
Financial Liabilities				
Payables	10	Financial Liabilities measured at Amortised Cost	35,974	17,659

(c) 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, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements. The company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the entity.

The company's exposure to credit risk and effective weighted average interest rate by ageing periods is set out in the following table. For interest rates applicable to each class of asset refer to individual notes to the financial statements.

Interest Rate Exposure and ageing analysis of financial assets as at 30 June 2008

	Weighted Average Interest Rates %	Consolidated Carrying Amount $	Interest Rate Exposure: Fixed Interest Rate $	Variable Interest Rate $	Non Interest Bearing $	Not Past Due And Not Impaired $
2009						
Financial Assets						
Cash and Cash Equivalents	4.02	362,676		362,676		362,676
Receivables	0.00	101,501	-	-	101,501	101,501
Other Financial Assets	0.00	40,000	-	-	40,000	40,000
Total Financial Assets		504,177	-	362,676	141,501	504,177
2008						
Financial Assets						
Cash and Cash Equivalents	6.25	292,440	193,867	98,213	360	292,440
Receivables	0.00	79,753	-	-	79,753	79,753
Other Financial Assets	0.00	40,000	-	-	40,000	40,000
Total Financial Assets		412,193	193,867	98,213	120,113	412,193

(d) Liquidity Risk

The company manages liquidity risk by monitoring forecast cash flows and ensuring that liquid assets are available.

The following table discloses the contractual maturity analysis for the company's financial liabilities.

	Weighted Average Interest Rates %	Consolidated Carrying Amount $	Interest Rate Exposure: Fixed Interest Rate $	Variable Interest Rate $	Non Interest Bearing $	Contractual Cash Flows $	Maturity Dates Less than 1 Month $
2009							
Trade Creditors and Accruals	0.00	35,974	-	-	35,974	35,974	35,974
Total Financial Liabilities		35,974	-	-	35,974	35,974	35,974
2008							
Trade Creditors and Accruals	0.00	17,659	-	-	17,659	17,659	17,659
Total Financial Liabilities		17,659	-	-	17,659	17,659	17,659

NOTE 15: FINANCIAL INSTRUMENTS (Continued)

(e) Market Risk

Currency Risk

The company has no exposure to foreign currency risk.

Interest Rate Risk

Exposure to interest rate risk might arise primarily through the company's interest bearing liabilities. The company currently has no interest bearing liabilities.

Other Price Risk

The company is exposed to insignificant other price risk

Taking into account past performance, future expectations, economic forecasts, and management's knowledge and experience of the financial markets, the company believes the following movements are 'reasonably possible' over the next 12 months (Base rates are sourced from the Reserve Bank of Australia)

- A parallel shift of +1% and -1% in market interest rates (AUD) from year-end rates of 5%;
- A parallel shift of +1% and -1% in inflation rate from year-end rates of 2%

The following table discloses the impact on net operating result and equity for each category of financial instrument held by the company at year end if changes in the relevant risk occur:

		Interest Rate Risk			
	Carrying Amount	-1%		+1%	
2009	$	Profit $	Equity $	Profit $	Equity $
Financial Assets					
Cash and Cash Equivalents	362,676	(3,627)	(3,627)	3,627	3,627
Receivables	101,501	-	-	-	-
Other Financial Assets	40,000	-	-	-	-
Financial Liabilities					
Trade Creditors and Accruals	35,974	-	-	-	-
2008					
Financial Assets					
Cash and Cash Equivalents	292,440	(982)	(982)	982	982
Receivables	79,753	-	-	-	-
Other Financial Assets	40,000	-	-	-	-
Financial Liabilities					
Trade Creditors and Accruals	17,659	-	-	-	-

NOTE 16: CAPITAL AND LEASING COMMITMENTS

	2009	2008
Non-cancellable Operating Leases	$	$
Operating lease commitments in respect of computers, photocopiers and property payable as follows:		
Not Later than 1 year	22,800	22,800
Later than 1 year and not later than 5 years	45,600	68,400
Later than 5 years	-	-
	68,400	91,200

There are no known capital commitments for Bellarine Peninsula Community Branch Ltd.

NOTE 17: SEGMENT REPORTING

Industry Segments

Bellarine Peninsula Community Branch Ltd's only industry segment is the provision of branch banking services.

Geographical Segment

Bellarine Peninsula Community Branch Ltd operates predominantly on the Bellarine Penisula, Victoria. More than 90% revenue, net surplus from ordinary activities and segment assets relate to operations on the peninsula.

NOTE 18: DIRECTOR AND RELATED PARTY DISCLOSURES

a) The names of directors whom have held office during the financial year are:

R Enders	S Thew (resigned 8/9/08)
R Hynes	G Irving (resigned 8/9/08)
JP Finlay (resigned 23/2/09)	SJ Baldwin (appointed 18/9/08)
KA Woodhart	PC Jones (appointed 18/9/08)
S Wight	GD Webster (appointed 18/9/08)
F Kelloway (resigned 18/10/08)	BD Cumming (appointed 25/5/09)

	2009	2008
	$	$
b) Income paid or payable to all directors	-	-

c) Transactions with directors and/or related parties

S. Wight is a director of Davidsons Pty Ltd which provides accounting services to the company. The amount paid to Davidsons Pty Ltd for these services amounted to $25,71
The transactions were made on an arms length basis and on normal terms and conditions.

NOTE 19: CONTINGENT ASSETS AND CONTINGENT LIABILITIES

The are no known contingent assets or contingent liabilities for the company

NOTE 20: EVENTS OCCURRING AFTER REPORTING DATE

Since 30 June 2009 no matter or circumstance has arisen which had significantly affected or which may significantly affect the operations of the organisation or of a related entity

NOTE 21: AUDITORS REMUNERATION	**2009**	**2008**
Remuneration of the Auditor of the Company for:	**$**	**$**
-Auditing or reviewing the financial report	5,400	5,300
	5,400	5,300

NOTE 22: EARNINGS/ (LOSS) PER SHARE		
a) Basic earnings per share (cents per share)	-0.017	0.185
b) Diluted earnings per share (cents per share)	-0.017	0.185
c) Weighted average number of ordinary shares outstanding during the year used to calculate earnings per share	1,102,086	400,000

NOTE 23: DIVIDENDS		
2008 Final dividend fully franked at 9 cents per share		36,000
2009 Final Dividend fully franked at 9 cents per share	36,000	

BELLARINE PENINSULA COMMUNITY BRANCH LTD

A.B.N. 33 089 107

DECLARATION BY DIRECTORS

The directors of the company declare that:

1. The financial statements of the company comprising the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and notes to and forming part of the accounts

   (a) give a true and fair view of the company's financial position as at 30 June 2009 and its performance and cash flows for the year ended on that date; and

   (b) comply with the Corporations Act 2001, Accounting Standards and the Corporations Regulations 2001.

2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed on behalf of the directors by:

Dated this day of September, 2009

____

Director