

15th October 2007

Dear Shareholder

On behalf of the Board of Directors I am pleased to enclose the Notice of Meeting, Proxy Form and the Annual Report of the Company for the financial year to 30 June 2007.

The Annual General Meeting of the Company is to be held on Saturday 17th November 2007 at the Sarina Aged Hostel Hoey Street Sarina (rear of building in the activity room) commencing at 1pm.

The Board of Directors extends a personal invitation to attend this very important meeting and show your support to those you have elected to operate this business on your behalf.

The general business of the meeting is the legal requirement that takes approximately half an hour. It is followed by a social time where shareholders, directors, staff and representatives from Bendigo Bank (our banking partners) and you our very important shareholders can meet. We offer a social afternoon tea and refreshments with other community investors like yourself who believed in this concept and the profits this business can return to the community.

The volunteer Directors and the staff have put in another hard year of commitment and dedication to this venture and ask for a show of your support in attending this meeting.

If you have any further queries, question or wish to advise me you are coming please feel free to contact me via the branch on 4943 2634. For catering purposes please R.S.V.P. to the branch by Wednesday 14th November 2007.

The Directors and myself look forward to seeing you on Saturday 17th November 2007 at 1pm (mark it on your calendar now).

Yours faithfully,

Lesley Ward
Company Secretary

Sarina & District Community Financial Service Limited

A.B.N. 28 112 407 182

Notice of Annual General Meeting

**To be held at 1pm on Saturday 17th November 2007
at Sarina Aged Hostel Hoey Street Sarina**

Ordinary Business

1. Receipt of Annual Report

To receive the Company's Financial Report, the Directors' Report and the Auditor's Report for the year ended 30 June 2007.

2. Election of directors

To consider, and if thought fit, to pass each of the following resolutions as an ordinary resolution.

- (a) That Robin Pitcher be elected as a director of the Company.
- (b) That Bruce Fitzgerald be elected as a director of the Company.

Attending the meeting

All shareholders may attend the Annual General Meeting.

Joint holders: In the case of joint shareholders, all holders may attend the Meeting. If only one holder attends (including by proxy), that shareholder may vote at the Meeting as if that holder were solely entitled to the shares. If more than one joint holder is present (including by proxy), the joint holder whose name appears first in the register may vote.

Corporate shareholder: A corporate shareholder may appoint one or more persons to act as its representative under section 250D of the Corporations Act, but only one representative may exercise the corporate shareholder's powers at any one time. The Company requires written evidence of a representative's appointment to be given to the Company before the Meeting.

Proxy: If you are unable to attend the Meeting, you are entitled to appoint a proxy to attend and vote. See the attached Proxy Form for information on appointing a proxy.

Voting rights

Each shareholder is entitled to **one** vote.

For the purposes of voting at the Meeting, shares will be taken to be held by the persons who are registered as members as at 5pm on Thursday 15th November 2007.

By order of the board

Lesley Ward
Company Secretary
15 October 2007

A proxy form accompanies this Notice of Meeting. A member entitled to attend and vote at this meeting is entitled to appoint a proxy. The proxy need not be a member of the Company.

Agenda Item 2. Election of directors

The following information is provided about candidates for election to the Board.

- (a) Robin Pitcher, retires in accordance with the constitution of the Company, and being eligible, offers himself for election.



I was born in Sarina. My working years have been as a supervisor/manager of works for the Sarina Shire Council. I am a commissioner of declarations, and a volunteer to many organization including The Sugar Shed, the Sarina Museum and Historical Society, president of the Sarina Probus Club, and an active and current director of this board. I seek re-election to the board as my desire is to see the bank succeed and the community benefit from my involvement.

- (b) Bruce Fitzgerald, retires by rotation in accordance with the constitution of the Company, and being eligible, offers himself for election.



Bruce is one of the founding directors, and like his fellow directors wants to see the business grow. Bruce is very committed and dedicated to his board members. Bruce has lived in Sarina since 1970 and is employed by Queensland Rail at Jilalan as a train driver. He is a known and respected member of the community having serviced on many committees like the Show Society, Sarina Pony Club, S.E.S. and is very community minded

Agenda 3: Resolution

The following additional resolution is required.

Remuneration report

To consider, and if thought fit, pass the following resolution as an ordinary resolution.

That the remuneration report be adopted.

Explanatory notes

The Corporations Act requires a resolution that the remuneration report contained in the Company's annual report [and concise report] be adopted, be put to the vote. The resolution is advisory only and does not bind the directors of the Company.

Proxy Form

Sarina & District Community Financial Service Limited

ABN 28 112 407 182

All correspondence to:
**Sarina & District Community
Financial Service Limited**

37 Broad Street
Sarina Qld 4737 Australia
Enquiries 07 4943 2634
Facsimile 07 4943 2637

Mark this box with an 'x' if you have made any changes to your address details (see reverse)



Appointment of proxy

I/We being a member/s of Sarina & District Community Financial Service Limited and entitled to attend and vote appoint the person named below or, if no person is named below, the Chairman of the Meeting as my/our proxy to vote in accordance with directions set out below (with a discretion as to any business not referred to below) or, if no directions are given, as my/our proxy sees fit, at the Annual General Meeting of the Company to be held at Sarina Aged Hostel, Hoey Street Sarina on Saturday 17th November 2007 at 1pm and at any adjournment of that meeting.



the Chairman
of the Meeting
(mark with an 'X')

OR

Write here the name of the person you are appointing if this person is **someone other than** the Chairman of the Meeting.

Voting directions to your proxy – please mark



to indicate your directions

Ordinary Business

Item 1. Receipt of financial report, directors' report and auditor's report

Item 2 .Re-election of

Robin Pitcher

Bruce Fitzgerald

Item 3. Remuneration

For Against Abstain*

*If you mark the Abstain box for a particular item, you are directing your proxy not to vote on your behalf on a show of hands or on a poll and your vote will not be counted in working out the required majority on a poll.

PLEASE SIGN HERE

This section *must* be signed in accordance with the instructions overleaf to enable your directions to be implemented.

Individual or Shareholder 1

Sole Director and
Sole Company Secretary

Shareholder 2

Director

Shareholder 3

Director/Company Secretary

Sarina & District Community Financial Service Limited

A.B.N. 28 112 407 182

Registered Office –37 Broad Street, Sarina, Qld, 4737

How to complete the Proxy Form

1 Your name and address

This is your name and address as it appears on the company's share register. If this information is incorrect, please mark the box and make the correction on the form. **Please note, you cannot change ownership of your shares using this form.**

2 Appointment of a proxy

A member entitled to attend and vote at the Meeting may appoint one proxy. A proxy need not be a member of the Company. A proxy may be an individual or a company.

3 Identity of proxy

If you wish to appoint the Chairman of the Meeting as your proxy, mark the box. If the person you wish to appoint as your proxy is someone other than the Chairman of the Meeting please write the name of that person. If you leave this section blank, the Chairman of the Meeting will act as your proxy.

4 Voting instructions

You may direct your proxy how to vote by placing a mark in one of the boxes opposite each item of business. If you do not mark any of the boxes on a given item, your proxy may vote as he or she chooses. If you mark more than one box on an item your vote on that item will be invalid.

5 Signing instructions

The Proxy Form must be signed in the spaces provided.

Individual: If the holding is in one name, the holder must sign.

Joint Holding: If the holding is in more than one name, any one holder may sign.

Power of Attorney: To sign under power of attorney, you must have already lodged this document with the Company or attach a certified copy of the power of attorney to this form when you return it.

Companies: If the Company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the Company (under section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please indicate the office held by signing in the appropriate place.

If a representative of the Company is to attend the meeting, the appropriate "Certificate of Appointment of Corporate Representative" must be produced before admission to the meeting.

Lodging instructions

This Proxy Form (and any power of attorney under which it is signed) must be received by the Company not later than 2 business days before the meeting 5pm on Thursday 15th November 2007. Any Proxy Form received after that time will not be valid for the scheduled meeting. Documents may be lodged in any of the following ways.

- By post or hand delivery to the Company's registered office at 37 Broad Street Sarina 4737.
- By facsimile to 07 4943 2637