



FINANCE

INVESTMENTS & LOANS

Consolidated Interim Financial Report

For the Year Ended 31 December 2013

Webster Dolilta Finance Ltd

ABN 49 004 664 322

For the Half Year Ended 31 December 2013

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Webster Dolilta Finance Ltd

ABN 49 004 664 322

Directors' Report

For the Half Year Ended 31 December 2013

Your directors present their report on the company and its controlled entity for the half-year ended 31 December 2013.

Directors

The names of the directors in office at any time during, or since the end of, the half-year are:

Robert A. Baird
Philip C. Cunningham
Robert G. Cunningham
Neale J. Gribble
William H. McGregor
Robert N. Whitcher

Principal Activities

The principal activities of the Group during the half-year were:

- Accept investments of money from the public in the form of Secured Notes
- Conduct lending on the security of registered mortgage and freehold land

No significant change in the nature of these activities occurred during the half-year.

Operating Results

The consolidated net profit of the Group for the half year after providing for income tax amounted to \$368,535 (2012: half year profit \$733,487).

Dividends

Fully franked dividends totalling \$65,910 were declared at the board meeting held in September 2013 at the rate of \$3.00 per share. The dividend was paid on 30 September 2013.

Review of Operations

Operating profit before tax decreased by 6% prior to providing for an increase in doubtful debts of \$346,197 (2012: decrease in doubtful debts of \$158,681). The directors were satisfied with the performance of the Group during the financial half-year and are confident that the next year will provide good results.

Significant Changes in State of Affairs

No significant changes in the Group's state of affairs occurred during the half-year.

Environmental Regulation

The Group's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Webster Dolittle Finance Ltd

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Directors' Report

For the Half Year Ended 31 December 2013

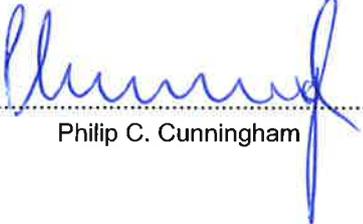
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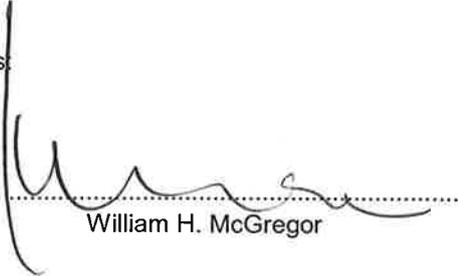
No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out at page 3.

Signed in accordance with a resolution of the Board of Directors:

Director: 
Philip C. Cunningham

Director: 
William H. McGregor

Dated 13 March 2014

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Webster Dolita Finance limited for the half year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM Bird Cameron Partners

RSM BIRD CAMERON PARTNERS

P A Ransom

P A RANSOM
Partner

Melbourne, Victoria
13 March 2013

Webster Dolilta Finance Ltd

ABN 49 004 664 322

Consolidated Interim Statement of Comprehensive Income

For the Half Year Ended 31 December 2013

		Consolidated	
		31 December	31 December
		2013	2012
	Note	\$	\$
Interest received	2	4,133,380	5,149,958
Interest expense	2	(2,627,931)	(3,745,842)
Net interest revenue		1,505,449	1,404,116
Non interest revenue	3	143,332	285,319
Total operating income		1,648,781	1,689,435
Bad and doubtful debts	4	(346,197)	158,681
Other expenses	5	(805,670)	(794,712)
Operating profit		496,914	1,053,404
Net gain on disposal of investment property		733	-
Net profit before tax		497,647	1,053,404
Income tax expense		(157,457)	(319,917)
Net profit after tax for the half year		340,190	733,487
Other comprehensive income, net of income tax			
Net gain on revaluation of land and buildings, net of tax	6	-	(2,835)
Net gain on revaluation of financial investments, net of tax	6	28,345	-
Total comprehensive income for the half year		368,535	730,652
Profit attributable to:			
Members of the parent entity		340,190	733,487
		340,190	733,487
Total comprehensive income attributable to:			
Members of the parent entity		368,535	730,652
		368,535	730,652

The accompanying notes form part of these financial statements.

Webster Dolilta Finance Ltd

ABN 49 004 664 322

Consolidated Interim Statement of Financial Position

As At 31 December 2013

		Consolidated	
		31 December	30 June
		2013	2013
	Note	\$	\$
ASSETS			
Cash and cash equivalents		1,689,570	1,771,733
Due from other financial institutions	8	16,933,888	9,914,000
Receivables		126,771	160,350
Assets held in listed entities		165,375	124,882
Other financial investments		5,000	5,000
Loans and advances	10	74,102,095	86,760,943
Investment property	9	3,841,836	3,610,000
Property, plant and equipment		2,808,367	2,832,787
Tax assets	11(a)	763,649	665,867
Intangible assets		244,473	244,473
TOTAL ASSETS		100,681,024	106,090,035
LIABILITIES			
Secured notes	12	91,992,487	97,475,263
Payables	13	1,105,590	1,440,344
Tax liabilities	11(b)	1,080,116	971,636
Provisions		118,593	121,179
TOTAL LIABILITIES		94,296,786	100,008,422
NET ASSETS		6,384,238	6,081,613
EQUITY			
Issued capital	14	2,710,712	2,710,712
Property revaluation reserve		830,965	830,965
Financial investment revaluation reserve		28,345	-
Retained earnings		2,814,216	2,539,936
TOTAL EQUITY		6,384,238	6,081,613

The accompanying notes form part of these financial statements.

Webster Dolilta Finance Ltd

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Consolidated Interim Statement of Changes in Equity

For the Year Ended 31 December 2013

	Issued Capital	Retained Earnings	Consolidated Property Revaluation Reserve	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2013	2,710,712	2,539,936	830,965	-	6,081,613
Profit attributable to members	-	340,190	-	-	340,190
Comprehensive Income	-	-	-	28,345	28,345
Dividends paid or provided for	-	(65,910)	-	-	(65,910)
Balance at 31 December 2013	2,710,712	2,814,216	830,965	28,345	6,384,238

	Issued Capital	Retained Earnings	Consolidated Property Revaluation Reserve	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2012	2,710,712	924,346	702,139	-	4,337,197
Profit attributable to members	-	733,487	-	-	733,487
Comprehensive income	-	-	(2,835)	-	(2,835)
Dividends paid or provided for	-	(65,910)	-	-	(65,910)
Balance at 31 December 2012	2,710,712	1,591,923	699,304	-	5,001,939

The accompanying notes form part of these financial statements.

Webster Dolilta Finance Ltd

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Consolidated Interim Statement of Cash Flows

For the Half Year Ended 31 December 2013

	Consolidated	
	31 December 2013	31 December 2012
Note	\$	\$
Cash from operating activities:		
Interest received	4,116,583	5,187,262
Interest and other costs of finance paid	(3,005,151)	(4,068,970)
Fees and commissions received	87,839	222,189
Rents received	55,493	71,318
Cash paid to suppliers and employees	(686,775)	(768,103)
Income taxes paid	(158,118)	(367,848)
Net cash provided by operating activities	409,871	275,848
	15(a)	
Cash flows from investing activities:		
Net movement in investment deposits	150,000	2,700,000
Purchase of property, plant and equipment	(5,008)	(5,448)
Net movements in loans	12,312,651	(5,526,227)
Proceeds from disposal of investment property	193,018	-
Payments for investment property	(424,121)	(29,950)
Net cash provided used in investing activities	12,226,540	(2,861,625)
Cash flows from financing activities:		
Net increase (decrease) in secured notes	(5,482,776)	(923,395)
Dividends paid	(65,910)	(131,910)
Net cash used in financing activities	(5,548,686)	(1,055,305)
Net increase (decrease) in cash and cash equivalents	7,087,725	(3,641,082)
Cash and cash equivalents at beginning of half year	11,535,733	18,175,578
Cash and cash equivalents at end of half year	18,623,458	14,534,496
	15(b)	

The accompanying notes form part of these financial statements.

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

The interim financial report includes the consolidated interim financial statements and notes of Webster Dolilta Finance Ltd and controlled entities (the Group). Webster Dolilta Finance Ltd is a for profit company.

1 Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2013 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Webster Dolilta Finance Ltd and controlled entities (the Group). As such it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2013, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

2 Interest

	Consolidated	
	31 December 2013	31 December 2012
	\$	\$
Interest received on loans	3,863,828	4,599,688
Interest received on deposits with other financial institutions	269,552	550,270
	<hr/>	<hr/>
Interest expense on secured notes	4,133,380	5,149,958
	<hr/>	<hr/>
Net interest revenue	1,505,449	1,404,116

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

3 Non interest revenue

	Consolidated	
	31 December 2013	31 December 2012
	\$	\$
Administration fees	19,525	22,921
Application fees	31,299	122,821
Discharge fees	18,370	14,047
Redraw fees	1,550	190
Commissions	13,995	57,505
Rental received	55,493	64,835
Dividend income	3,100	3,000
	<u>143,332</u>	<u>285,319</u>

4 Bad and doubtful debts

Increase (decrease) in provision for bad and doubtful debts	<u>346,197</u>	<u>(158,681)</u>
Total	<u>346,197</u>	<u>(158,681)</u>

Details of the calculation of the provision for bad and doubtful debts is disclosed in Note 9.

5 Other operating expenses

Auditor's remuneration		
Auditing the financial report	25,300	7,600
Administration expenses		
Personnel costs	263,991	267,019
Superannuation	21,488	22,843
Other	104,090	96,115
Accounting fees	30,800	21,780
Depreciation	29,428	30,536
Directors remuneration	132,000	132,000
Legal fees	27,737	5,846
Provision for employee entitlements	(2,586)	3,892
Other expenses	173,422	207,081
	<u>805,670</u>	<u>794,712</u>

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

6 Other comprehensive income

	Consolidated	
	31 December 2013	31 December 2012
	\$	\$
Analysis of other comprehensive income by each class of reserve:		
Net gain on revaluation of land and buildings	-	-
Income tax effect of movements in asset cost base	-	(2,835)
Net gain on revaluation of financial investments	40,493	-
Income tax effect of revaluation	(12,148)	-
Total other comprehensive income for the half year	28,345	(2,835)

7 Dividends paid

Interim fully franked ordinary dividends declared on 17 September 2013 of \$3.00 per share (2012: \$3.00) franked at the tax rate of 30% (2012: 30%)

65,910	65,910
---------------	---------------

8 Due from other financial institutions

	31 December 2013	30 June 2013
	\$	\$
Held to maturity		
Interest earning deposits	16,933,888	9,914,000
	16,933,888	9,914,000
Interest earning deposits - maturity analysis		
Not longer than three months	16,933,888	9,764,000
Longer than three months and not longer than twelve months	-	150,000
	16,933,888	9,914,000

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

9 Investment Property

	Consolidated	
	31 December 2013	30 June 2013
	\$	\$
Current		
At independent valuation 2013 (i)	1,841,881	-
At cost	375,207	-
	<u>2,217,088</u>	<u>-</u>
Non current		
At independent valuation 2013 (ii)	650,000	2,650,000
At independent valuation 2012 (iii)	410,000	410,000
At independent valuation 2010 (iv)	550,000	550,000
At cost	14,748	-
	<u>1,624,748</u>	<u>3,610,000</u>
	<u>3,841,836</u>	<u>3,610,000</u>

- (i) The current investment properties held at independent valuation 2013 were valued based on the assessment of their current market value. The asset comprises a property subdivision of 23 allotments held by the parent entity. During the half year the investment property has been put on the market for sale with two of the allotments having been sold in the half year and the remaining allotments either on the market for sale or sold subsequent to the reporting date. The independent valuation of the investment property was carried out by Darren Evans (AAPI Certified Practising Valuer) on 27 June 2013 and was adopted by the Directors as at 30 June 2013.
- (ii) The non current investment properties held at independent valuation 2013 were valued based on the assessment of their current market value. The asset comprises two investment properties held by the parent entity. The independent valuation of the investment properties were carried out by Anthony J Carter (AAPI Certified Practising Valuer) on 1 July 2013 and by Alan J Hives (AAPI Certified Practising Valuer) on 5 August 2013 and were adopted by the Directors as at 30 June 2013.
- (iii) The non current investment properties held at independent valuation 2012 were valued based on the assessment of their current market value. The asset comprises one investment property held by the parent entity. The independent valuation of the investment property was carried out by Darren Evans (AAPI Certified Practising Valuer) on 13 December 2011 and was adopted by the Directors as at 31 December 2011.
- (iv) The non current investment properties held at independent valuation 2010 were valued based on the assessment of their current market value. The asset comprises one investment property held by the wholly owned subsidiary of the parent entity. The independent revaluation of the investment property was carried out on 13 July 2010 by Gareth Kent (AAPI Certified Practising Valuer) and was adopted by the Directors as at 30 June 2010.

The fair value model is applied to all investment property apart from investment property at cost which represents the initial costs associated with property under development. The revaluations were made in accordance with a regular policy of revaluing investment property. Values are based on an active liquid market value and are performed by a registered independent valuer unless otherwise specified.

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

10 Loans and advances

	Consolidated	
	31 December 2013	30 June 2013
	\$	\$
Loans - secured by mortgage	63,213,154	77,536,617
Loans - mortgagee in possession (i)	10,942,684	10,072,487
Loans - other (ii)	2,336,330	1,195,715
	<u>76,492,168</u>	<u>88,804,819</u>
Less provision for impairment	(2,390,073)	(2,043,876)
	<u>74,102,095</u>	<u>86,760,943</u>

- (i) The company holds properties as mortgagee in possession and other security in respect of three loans totalling \$10,942,684. The properties held as mortgagee in possession and other security held for the three loans are based on the assessment of their current market value. The properties are held with a view for sale at the discretion of the Directors.

The market value of the properties held as mortgagee in possession and other security held for the three loans has been determined as follows:

- The valuation of one property totalling \$375,000 was adopted by the Directors as at 31 December 2013 based on the proceeds received from the sale of the property subsequent to the balance date. The difference of \$370,025 between the loan balance and the valuation of the property held has been included in the provision for impairment.
- The valuation of one property held totalling \$3,850,000 was adopted by the Directors as at 30 June 2013 based on independent advice received on 27 June 2013. The company also holds additional security valued by the Directors at \$559,236. The difference of \$1,158,718 between the loan balance and the valuation of the property and other security held has been included in the provision for impairment.
- The valuation of one property totalling \$9,013,711 was adopted by the Directors as at 31 December 2013 based on independent advice received on 31 January 2014. The value of the property exceeds the loan balances of \$4,629,705 and no amount has been included in the provision for impairment.

- (ii) The company holds security in respect of three other loans that are in default totalling \$2,336,330. The Directors have either sold the properties previously held as mortgagee in possession or the Directors have no current intention to exercise the right to hold the properties as mortgagee in possession. The properties and other security held for the three loans are based on the assessment of their current market value.

The market value of the properties and other security held for the three loans has been determined as follows:

- The valuation of other security totalling \$375,000 in respect of one of the loans was adopted by the directors on 31 December 2013 based on the Directors valuation of the other security as at that date. The difference of \$758,742 between the balance of the loan and the valuation of the other security held for the loan is included in the provision for impairment. The property previously held as mortgagee in possession for this loan has been sold and the proceeds applied against the loan balance.
- The valuation of property and other security totalling \$100,000 in respect of one of the loans was adopted by the directors on 30 June 2013 based on the Directors valuation of the property and other security as at that date. The difference of \$49,703 between the balance of the loan and the valuation of the property and other security held for the loans is included in the provision for impairment.
- The valuation of properties totalling \$1,000,000 in respect of one loan was adopted by the Directors at 31 December 2013 based on independent advice received on 6 January 2014. The difference of \$52,885 between the loan balance and the valuation of the properties is included in the provision for impairment.

Webster Doliita Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

10 Loans and advances (continued)

	Consolidated	
	31 December 2013	30 June 2013
	\$	\$
Maturity analysis		
Due within 1 year	57,251,595	63,104,650
Due after 1 year	19,240,573	25,700,169
	<u>76,492,168</u>	<u>88,804,819</u>

11 Tax

(a) Assets

Non current

Deferred tax assets

	763,649	665,867
	<u>763,649</u>	<u>665,867</u>

(b) Liabilities

Current

Provision for income tax

Deferred tax liabilities

	194,348	81,867
	147,934	-
	<u>342,282</u>	<u>81,867</u>

Non current

Deferred tax liabilities

	737,834	889,769
	<u>737,834</u>	<u>889,769</u>
	<u>1,080,116</u>	<u>971,636</u>

12 Secured Notes

Maturity analysis

At call

Due within 1 year

Due after 1 year

	8,581,390	8,349,607
	76,255,382	80,095,022
	7,155,715	9,030,634
	<u>91,992,487</u>	<u>97,475,263</u>

Concentration of Secured Notes

Practically all secured note holders are residents of Victoria. Webster Doliita Finance Limited does not actively seek funds from non-Victorian residents.

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

13 Payables

	Consolidated	
	31 December 2013 \$	30 June 2013 \$
Current		
Accrued interest payable	1,028,336	1,405,556
Sundry payables	77,254	34,788
	<u>1,105,590</u>	<u>1,440,344</u>

14 Issued Capital

21970 (2013: 21970) Fully Paid Ordinary Shares	<u>2,710,712</u>	<u>2,710,712</u>
Total	<u>2,710,712</u>	<u>2,710,712</u>

Capital Management

Management controls the capital of the Group in order to maintain a good debt to equity ratio, provide the shareholders with adequate returns and ensure the company can fund its operations and continue as a going concern.

The Group's debt and capital includes ordinary share capital and financial liabilities, supported by financial assets. The company needs to meet certain capital requirements imposed by its Trustee. These requirements have been met for the half year ended 31 December 2013. Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and to changes in market conditions. These responses include the management of secured note and loan levels and management of distributions to shareholders.

There have been no changes in the strategy adopted by management.

(a) Gearing Ratio

The gearing ratios for the half year ended 31 December 2013 and year ended 30 June 2013 are as follows:

	31 December 2013 \$	30 June 2013 \$
Total secured notes	91,992,487	97,475,263
Total payables	1,105,590	1,440,344
Less cash and cash equivalents	(1,689,570)	(1,771,733)
Less due from other financial institutions	<u>(16,933,888)</u>	<u>(9,914,000)</u>
Net debt	74,474,619	87,229,874
Total equity	<u>6,384,238</u>	<u>6,081,613</u>
Total capital	80,858,857	93,311,487
Gearing ratio (net debt / total capital)	92.10%	93.48%

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

15 Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with Profit after Income Tax

	Consolidated	
	31 December 2013	31 December 2012
	\$	\$
Net income for the period	340,190	733,487
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	29,428	30,536
Net loss on disposal of property, plant and equipment	(733)	-
Change in the tax cost bases of land and buildings	-	(2,835)
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in receivables	(59,058)	48,664
(Increase)/decrease in deferred tax asset	(97,781)	45,243
Increase/(decrease) in provision for impairment	346,197	(158,681)
Increase/(decrease) in payables	(242,118)	(334,120)
Increase/(decrease) in income taxes payable	112,481	(93,215)
Increase/(decrease) in deferred taxes payable	(16,149)	2,877
Increase/(decrease) in provisions	(2,586)	3,892
Cashflow from operations	<u>409,871</u>	<u>275,848</u>

(b) Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	1,689,570	2,384,496
Short term deposits	<u>16,933,888</u>	<u>12,150,000</u>
	<u>18,623,458</u>	<u>14,534,496</u>

Webster Dolilta Finance Ltd

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Notes to the Financial Statements

For the Half Year Ended 31 December 2013

16 Controlled entities

	Country of Incorporation	Percentage Owned (%) [*] 2014	Percentage Owned (%) [*] 2013
Parent Entity:			
Webster Dolilta Finance Ltd	Australia	-	-
Subsidiaries of Parent Entity:			
Webster Investments Pty Ltd	Australia	100	100

*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

17 Segmental reporting

The Group operates as a member of Provic Group Incorporated in the financial services industry within the state of Victoria.

18 Related Party Transactions

- (i) During the half-year rental income of \$15,000 (2012: \$14,400) was received from Baird & McGregor, a firm of solicitors of which two of the current directors of the Company are Partners. The rent was charged at commercial rates for the use of office space in Ballarat.
- (ii) During the half-year rental income of \$15,000 (2012: \$14,400) was received from Doepel Lilley & Taylor, a firm of real estate agents of which three of the current directors of the Company are Partners. The rent was charged at commercial rates for the use of office space in Ballarat.
- (iii) Deposits and loans with the Company in the name of directors or director related entities receive interest on the same terms and conditions available to other depositors and borrowers.

19 Company Details

The registered office of the company is:

Webster Dolilta Finance Ltd
44 Armstrong Street South
Ballarat Vic 3350

Webster Dolilta Finance Ltd

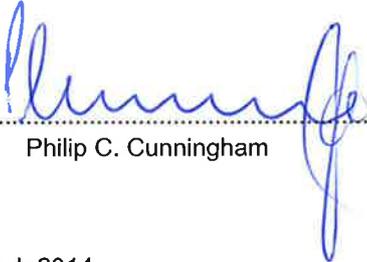
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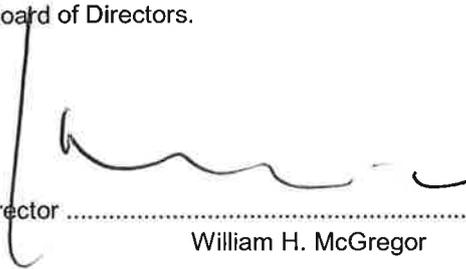
Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 16 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) give a true and fair view of the consolidated group's financial position as at and of its performance for the half-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.

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

Director

Philip C. Cunningham

Director

William H. McGregor

Dated this 13 March 2014

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
WEBSTER DOLITA FINANCE LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Webster Dolita Finance Limited which comprises the statement of financial position as at 31 December 2013, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Webster Dolita Finance Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Webster Dolita Finance Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

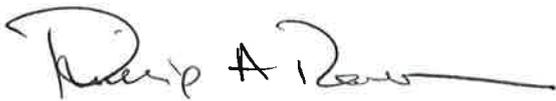
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Webster Dolita Finance Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

RSM Bird Cameron Partners

RSM BIRD CAMERON PARTNERS



P A RANSOM
Partner

Melbourne, Victoria
13 March 2014