

RESPONSIBLE ENTITY'S REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2009

Barossa Vines Limited (the Responsible Entity of Lyndoch Vines Project No.2) presents the financial reports for Lyndoch Vines Project No.2 (the Scheme) for the half year ended 31 December 2009 and the review report thereon.

Barossa Vines Limited has been the Responsible Entity since registration of the Scheme in May 1999.

Directors

The names of directors of the Responsible Entity in office at any time during or since the end of the year are:

Mario De Francesco
Luciano Signore
Antonio De Francesca
Marcus LaVincente resigned 30 November 2009
Alan Young resigned 30 November 2009
Mark Turnbull resigned 30 November 2009
Stephen Murphy resigned 2 October 2009

Review Of Operations

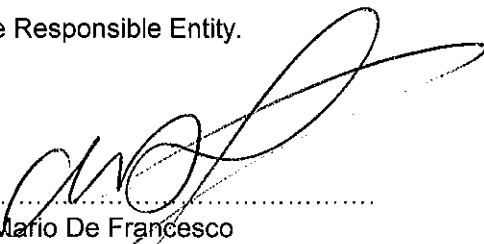
The Scheme's operations during the current half year consisted of maintaining the vineyards to produce a harvest of fruit. No significant matters occurred during the year that affected these operations.

Auditor's Independence Declaration

A copy of the auditor's independence declaration for the half year ended 31 December 2009 has been received and can be found on page 2 of this Financial Report.

Signed in accordance with a resolution of the Board of Directors of the Responsible Entity.

Director: 
Antonio De Francesca

Director: 
Mario De Francesco

Signed at Payneham this 25

day of June 2010.

Level 1,
67 Greenhill Rd
Wayville SA 5034
GPO Box 1270
Adelaide SA 5001

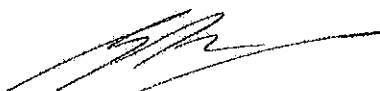
T 61 8 8372 6666
F 61 8 8372 6677
E info@gtsa.com.au
W www.grantthornton.com.au

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF BAROSSA VINES LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Lyndoch Vines Project No. 2 for the half-year ended 31 December 2009, I declare that, to the best of my knowledge and belief, there have been:

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

GRANT THORNTON
South Australian Partnership
Chartered Accountants



S J Gray
Partner

Signed at Wayville on this 25th day of June 2010

LYNDOCH VINES PROJECT NO.2
ARSN 095 308 188

INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2009

	Note	31-Dec 2009 \$	31-Dec 2008 \$
Revenue from ordinary activities		-	-
Cost of goods sold		-	-
Vineyard costs		-	-
Management fees		-	-
Harvesting costs		-	-
Other expenses from ordinary activities		-	-
Profit/(Loss) from ordinary activities		-	-
Other comprehensive income		-	-
Total comprehensive income attributable to the members of the Scheme		-	-

The statement of comprehensive income is to be read in conjunction with the notes to the interim financial report.

LYNDOCH VINES PROJECT NO.2
ARSN 095 308 188

INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2009

	Note	31-Dec 2009 \$	30-Jun 2009 \$
CURRENT ASSETS			
Cash and cash equivalents		-	-
Trade and other receivables		-	30,023
TOTAL CURRENT ASSETS		-	30,023
TOTAL ASSETS		-	30,023
CURRENT LIABILITIES			
Trade and other payables		79,980	110,003
Distribution payable to members		-	-
TOTAL CURRENT LIABILITIES		79,980	110,003
TOTAL LIABILITIES		79,980	110,003
NET ASSETS		<u>(79,980)</u>	<u>(79,980)</u>
MEMBER'S EQUITY			
Retained Earnings		<u>(79,980)</u>	<u>(79,980)</u>
TOTAL EQUITY		<u>(79,980)</u>	<u>(79,980)</u>

The statement of financial position is to be read in conjunction with the notes to the interim financial report.

**LYNDOCH VINES PROJECT NO.2
ARSN 095 308 188**

**INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2009**

	Note	Retained Earnings \$
Balance 1 July 2008		-
Unallocated profit for the half year		-
Surplus attributable to growers		-
Distribution made to Growers		-
Balance 31 December 2008		<u>-</u>
Balance 1 July 2009		(79,980)
Unallocated profit for the half year		-
Surplus attributable to growers		-
Distribution made to Growers		-
Balance 31 December 2009		<u>(79,980)</u>

The statement of changes in equity is to be read in conjunction with the notes to the interim financial report.

LYNDOCH VINES PROJECT NO.2
ARSN 095 308 188

INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2008

	Note	31-Dec 2009 \$	31-Dec 2008 \$
Cash flows from operating activities			
Receipts from customers		30,023	212,917
Payments to suppliers and employees		(30,023)	(94,387)
Net cash inflow/(outflow) from operating activities		-	118,530
Cash flow from financing activities			
Distributions to members of the Scheme		-	(118,431)
Net cash inflow/(outflow) from financing activities		-	(118,431)
Net increase/(decrease) in cash held		-	99
Cash at the beginning of the period		-	831
Cash at the end of the period		-	930

The statement of cash flows is to be read in conjunction with the notes to the interim financial report.

CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2009

NOTE 1 - BASIS OF PREPARATION

Reporting entity

Lyndoch Vines Project No. 2 (the "Scheme") is a registered managed investment scheme under the Corporations Act 2001. The interim financial report of the Scheme is for the six months ended 31 December 2009.

Statement of compliance

The interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134: Interim Financial Reporting and the Corporations Act 2001.

The interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the annual financial report as at and for the year ended 30 June 2009.

Significant accounting policies

The accounting policies applied by the Scheme in this interim financial report are the same as those applied by the Scheme for the year ended 30 June 2009.

NOTE 2 - SUBSEQUENT EVENTS

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

NOTE 3 - SEGMENT REPORTING

The Scheme operates solely in the Barossa Valley wine growing region in South Australia and solely within the primary production (grape growing) industry.

NOTE 4 - CONTINGENT LIABILITIES

Barossa Vines Limited (BVL), the responsible entity of the project, has provided a guarantee (along with other related parties) to Bank SA in support of bank facilities obtained by Australian Vines Ltd (a Director related entity) of \$23,300,000. The guarantee binds BVL in both its personal capacity and as trustee.

CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2009

	Note	31-Dec 2009 \$	30-Jun 2009 \$
NOTE 5 - RELATED PARTY TRANSACTIONS			
Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.			
Amounts (payable to) / receivable from director related entities:			
Trade Payables			
Agribusiness Services Pty Ltd		(73,226)	(103,249)
Barossa Vines Ltd		<u>(6,754)</u>	<u>(6,754)</u>
Trade Receivables			
Rosedale Wines Pty Ltd		<u>-</u>	<u>30,023</u>

Rosedale Wines Pty Ltd (ABN 64 111 060 292) a company which the executive directors have significant shares, had purchased grapes from the Project.

DIRECTORS' DECLARATION

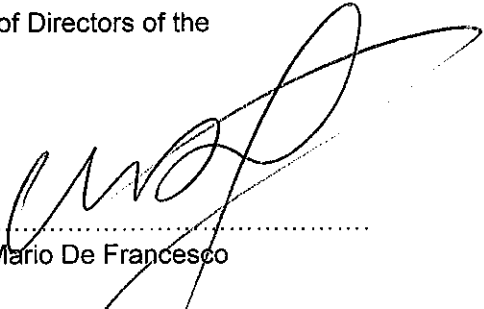
The Directors of the Responsible Entity declare that:

1. the financial statements and notes, as set out on pages 3 to 8, are in accordance with the Corporations Act 2001 including:
 - (a) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) giving a true and fair view of the undertaking's financial position as at 31 December 2009 and its performance for the half year ended on that date;

2. In the Directors' opinion there are reasonable grounds to believe that the Project 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 of the Responsible Entity.

Director: 
Antonio De Francesca

Director: 
Mario De Francesco

Signed at Payneham this 25

day of June 2010.

Level 1,
67 Greenhill Rd
Wayville SA 5034
GPO Box 1270
Adelaide SA 5001

T 61 8 8372 6666
F 61 8 8372 6677
E info@gttsa.com.au
W www.grantthornton.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF BAROSSA VINES LTD

We have reviewed the accompanying half-year financial report of Lyndoch Vines Project No. 2 ("Scheme"), which comprises the statement of financial position as at 31 December 2009, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' responsibility for the half-year financial report

The directors of Barossa Vines Limited (the "Responsible Entity") are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year 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.

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 the Auditing Standard on Review Engagements ASRE 2410: Review of Interim and Other Financial Reports 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 financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the financial position as at 31 December 2009 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 Lyndoch Vines Project No. 2, 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.

Grant Thornton South Australian Partnership ABN 27 244 806 724
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

Grant Thornton Australia Limited is a member firm within Grant Thornton International Ltd. Grant Thornton International Ltd and the member firms are not a worldwide partnership. Grant Thornton Australia Limited, together with its subsidiaries and related entities, delivers its services independently in Australia.

Liability limited by a scheme approved under Professional Standards Legislation

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF BAROSSA VINES LTD Cont**

Auditor's responsibility Cont

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 complied with the independence requirements of the Corporations Act 2001.

Electronic presentation of reviewed financial report

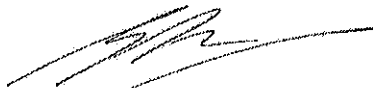
This auditor's review report relates to the financial report of Lyndoch Vines Project No. 2 for the half-year ended 31 December 2009 included on Lyndoch Vines Project No. 2's web site. The Responsible Entity's directors are responsible for the integrity of Lyndoch Vines Project No. 2's web site. We have not been engaged to report on the integrity of Lyndoch Vines Project No. 2's web site. The auditor's review report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the reviewed financial report to confirm the information included in the reviewed financial report presented on this web site.

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 Lyndoch Vines Project No. 2 is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the Scheme's financial position as at 31 December 2009 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.

GRANT THORNTON
South Australian Partnership
Chartered Accountants



S.J. Gray
Partner

Signed at Wayville on this 25th day of June 2010