

# LIBERTY TRUST

## Financial Statements for the Nine Months Ended 31 March 2006

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# LIBERTY TRUST

Incorporated under the Charitable Trusts Act 1957

## Notes to and Forming Part of the Financial Statements For the Nine Months Ended 31 March 2006

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### **1. STATEMENT OF ACCOUNTING POLICIES**

#### REPORTING ENTITY

LIBERTY TRUST (the entity) is a Charitable Trust registered under the Charitable Trusts Act 1957.

#### DIFFERENTIAL REPORTING

The entity qualifies for differential reporting exemptions as it is not publicly accountable as defined in the Framework of Differential Reporting, and the operation is not considered large when applying the tests contained within the Framework for Differential Reporting.

The entity has taken advantage of all differential reporting exemptions.

#### MEASUREMENT BASE

Unless otherwise specified, the measurement base adopted is that of historical cost.

#### SPECIFIC ACCOUNTING POLICIES

The following accounting policies have been employed in the preparation of these financial statements:

##### Goods and Services Tax

This entity is registered for GST in August 2005 and all expenses are shown exclusive of GST paid, if any, since that date.

##### Valuation of Assets

- \* Cash on Hand and Bank Accounts are shown at the holding value.
- \* Accounts Receivable have been valued at expected realisable value.
- \* Advances to Ark Resources Ltd are shown at cost, and are secured by a debenture over the assets of that company.
- \* Loans to members are shown at expected realisable value. No provision has been made for doubtful debts.
- \* Fixed Assets are valued at cost less depreciation.

##### Depreciation

Depreciation is provided on all fixed assets, as detailed on the attached Schedule of Fixed Assets and Depreciation.

##### Liabilities

Liabilities are recognised when the goods and services to which they relate are received. Liabilities are carried at the amount of cash which is required to settle those liabilities.

#### CHANGES IN ACCOUNTING POLICY

These accounts are the nine month period ended 31 March 2006. The 2005 comparative balances are for the twelve month period ended 30 June 2005. Apart from this there have been no material changes in Accounting Policy since the previous Financial Statements.

# **LIBERTY TRUST**

Incorporated under the Charitable Trusts Act 1957

## **Notes to and Forming Part of the Financial Statements For the Nine Months Ended 31 March 2006**

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### **2. RELATED PARTY TRANSACTIONS**

The Entity has not undertaken any material transactions with related parties. No related party debts have been written off or forgiven during the year.

### **3. CAPITAL COMMITMENTS**

Nil. (2005 = Nil)

### **4. CONTINGENT LIABILITIES**

The Trust has not granted any securities nor given any guarantees in respect of liabilities payable by it or by any other party. (2005 = Nil)

# LIBERTY TRUST

Incorporated under the Charitable Trusts Act 1957

## Statement of Financial Performance For the Nine Months Ended 31 March 2006

<u>YE 30/6/2005</u>		<u>9 Mnths 31/3/06</u>
	INCOME	
153,922.25	Donations from Contributors	124,817.32
6,816.16	Interest Rec'd - Ark Resources	6,241.74
2,037.34	Interest Received - Craig & Co	1,966.25
50.00	Grants & Other Donations	17.78
<u>162,825.75</u>	Total Income	<u>133,043.09</u>
	Less EXPENSES	
1,298.78	Postage & Stationery	659.59
2,700.87	Printing & Photocopying	1,817.69
658.45	Travel & Accomodation	1,022.28
50.00	General Expenses	138.09
-	Gifts	50.00
6,100.00	Donations	6,717.50
407.25	Depreciation	635.00
525.51	Tolls	173.87
5,072.43	Marketing & Advertising	6,687.84
191.76	Storage	-
1.08	Bank Fees & Interest	5.98
1,042.47	Training, Seminars & Subscript	274.38
397.00	Loss on disposal of equipment	-
52.65	ACC Levy	-
150.28	Bank Connect Fees	78.59
10,165.70	Administration Wages	8,460.00
200.00	Auditing	300.00
1,000.00	Marketing Contract	-
-	Legal Fees	460.00
<u>30,014.23</u>	Total Expenses	<u>27,480.81</u>
<u>\$132,811.52</u>	<b>NET PROFIT</b>	<u>\$105,562.28</u>

Note: This Statement must be read in conjunction with the accompanying Notes and Audit Report.

# LIBERTY TRUST

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## Statement of Movements in Equity For the Nine Months Ended 31 March 2006

<u>YE 30/6/05</u>		<u>9 Mnth 31/3/06</u>
2,868,685.37	OPENING MEMBERS EQUITY	3,001,496.89
	PLUS	
132,811.52	Net Revenue less Expenses	105,562.28
<u>132,811.52</u>		<u>105,562.28</u>
<u>\$3,001,496.89</u>	TOTAL MEMBERS' EQUITY	<u>\$3,107,059.17</u>

Note: This Statement must be read in conjunction with the accompanying Notes and Audit Report.

# LIBERTY TRUST

Incorporated under the Charitable Trusts Act 1957

## Statement of Financial Position

As at 31 March 2006

<u>30/6/05</u>		<u>31/3/06</u>
CURRENT ASSETS		
955.85	WestpacTrust - Cheque Account	939.85
41,566.51	Craig & Co - Investment	47,832.76
39,728.85	Ark Resources Ltd - Current	32,190.01
-	GST Receivable	223.96
82,251.21	Total Current Assets	81,186.58
CURRENT LIABILITIES		
380.00	Accounts Payable	-
14,960.00	Interest Free Loans Received	15,860.00
15,340.00	Total Current Liabilities	15,860.00
66,911.21	<b>Net Working Capital</b>	65,326.58
NON-CURRENT ASSETS		
694.00	Plant & Equipment	2,730.43
7,967.44	Charitable Lending	7,017.44
3,052,296.64	Debenture - Ark Resources Ltd	3,269,931.64
3,060,958.08	Total Non-Current Assets	3,279,679.51
TERM LIABILITIES		
126,372.40	Contributor Rebates	237,946.92
126,372.40	Total Term Liabilities	237,946.92
\$3,001,496.89	<b>TOTAL ASSETS</b>	\$3,107,059.17
This is Represented by:		
MEMBER'S EQUITY		
2,868,685.37	Balance at 01/04/2005	3,001,496.89
132,811.52	Net Revenue	105,562.28
\$3,001,496.89	<b>TOTAL CAPITAL</b>	\$3,107,059.17

NOTE: This Statement is to be read in conjunction with the accompanying Notes and Audit Report.

**LIBERTY TRUST**  
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**Schedule of Fixed Assets and Depreciation**  
**As at 31 March 2006**

	Cost Asset 31/03/2006	Book Value Price	Additions 01/04/2005	Gain/Loss on Disposals	Capital Disposal	--- Depreciation --- Profit Mth Rate		Accum Deprec \$	Book Value 31/03/2006
<u>PLANT &amp; EQUIPMENT</u>									
Laser 1220 Printer	1,620	119				9 48.0% DV	43	1,544	76
Admin Computer Replacement			625			9 48.0% DV	207	257	368
Laptop & Accessories			1,071			6 48.0% DV	257	257	814
Toshiba Projector			1,600			2 48.0% DV	128	128	1,472
<b>TOTAL FIXED ASSETS</b>	<b>1,620</b>	<b>119</b>	<b>3,296</b>				<b>635</b>	<b>2,186</b>	<b>2,730</b>

Note: This Statement must be read in conjunction with the accompanying Notes and Audit Report.