

Nadrasca

Financial Statements

For the Period Ended 30 June 2007

Nadrasca

For the Period Ended 30 June 2007

CONTENTS

	<u>Page</u>
Financial Statements	
Independent Audit Report	1
Directors' Report	3
Directors' Declaration	9
Income Statement	10
Balance Sheet	11
Statement of Changes in Equity	12
Cash Flow Statement	13
Notes to the Financial Statements	14
Auditors Independence Declaration under Section 307C of the Corporations Act 2001	27

LDB Audit Services Pty Ltd

ABN 59 123 774 569 ACN:123 774 569

1-3 Albert Street, Blackburn VIC 3130
PO Box 550, Blackburn VIC 3130

Telephone 03 9875 2900

Facsimile 03 9875 2999

www.ldb.com.au



AUDIT SERVICES
CHARTERED ACCOUNTANTS

Nadrasca

Independent Audit Report to the members of Nadrasca

Report on the Financial Report

We have audited the accompanying financial report of Nadrasca, which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity and cash flow statement for the period commencing 4 May 2007 and ended 30 June 2007, a summary of significant accounting policies, other explanatory notes and the directors' declaration. Nadrasca is a public company limited by guarantee with dispensation by ASIC not to use 'Limited' in the company name.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the 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 an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

LDB Audit Services Pty Ltd

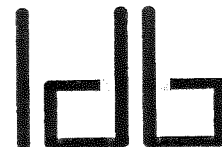
ABN 59 123 774 569 ACN:123 774 569

1-3 Albert Street, Blackburn VIC 3130
PO Box 550, Blackburn VIC 3130

Telephone 03 9875 2900

Facsimile 03 9875 2999

www.ldb.com.au



AUDIT SERVICES
CHARTERED ACCOUNTANTS

Nadrasca

Independent Audit Report to the members of Nadrasca

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, provided to the directors of Nadrasca on 18 July 2007, would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

In our opinion the financial report of Nadrasca is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2007 and of its performance for the period ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

LDB Audit Services Pty Ltd
Chartered Accountants

Craig Lutwyche

11TH OCTOBER 2007

Suite 3, 1-3 Albert Street, Blackburn VIC 3130

Nadrasca

Directors' Report

30 June 2007

Your directors present their report on the company for the period ended 30 June 2007.

1. General information

a Directors

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

Names	Appointed/Resigned
Christopher Keith Tann	
Christopher Patrick Pyke	
Augustinus Aloysius Joseph Maria Koedijk	
Brian George Hayes	
Richard James Copeland	
Alan Keith Kilner	
Margaret Aitcheson Robertson	
Yvonne Lynette Mahony	
Malcolm Thomas Poole	
Jennifer Elizabeth Reid	

Directors have been in office since 4 May 2007 to the date of this report unless otherwise stated.

b Company Secretary

The following person held the position of company secretary at the end of the period:

Augustinus Koedijk

c Principal Activities

The principal activities of Nadrasca during the period were the provision of supported accommodation services, supported employment, lifestyle, and vocational support and other services to support people with a disability.

There have been no significant changes in the nature of Nadrasca's principal activities during the period.

Nadrasca

Directors' Report

30 June 2007

2. Business review

a Operating Results

The deficit of Nadrasca from ordinary operating activities amounted to \$ 288,511.

b Dividends Paid

The constitution does not allow the payment of any dividends.

c Review of operations

Nadrasca (incorporated 4 May 2007), is a result of a succession in law of Nadrasca Incorporated Association. The financial impact of this event has resulted in the net equity of Nadrasca Incorporated Association, \$7,986,524, being contributed as a gift to Nadrasca (a company limited by guarantee). As the contribution was gifted, as a result of succession in law, it has been reported as revenue in accordance with Accounting Standard AASB1004. In particular the contribution does not meet the definition of a contribution by owners, on the basis that the members have no financial interest in the company. As a result of the contribution of \$7,986,524, the accounting net surplus for the period is \$7,698,013.

Excluding the contribution, the operating deficit from ordinary activities was \$288,511.

The reporting period is from 4 May 2007 to 30 June 2007.

Revenue from ordinary activities for the period was \$1,399,797. Major sources of income were: government grants \$1,018,261 and sale of goods \$267,618

Operating expenses for the period were \$1,688,308. The one major expenditure item was employee costs of \$1,240,210.

3. Other items

a Significant Changes in State of Affairs

No significant changes in Nadrasca's state of affairs occurred during the period other than that referred to above.

b After balance day events

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

c Corporate Governance

The Board of Directors of Nadrasca is responsible for the corporate governance of the entity. The Board is accountable to the members. The Board guides and monitors the business and affairs on behalf of the members.

Nadrasca

Directors' Report

30 June 2007

3. Other items continued

d Board Responsibilities

The Board acts on behalf of and is accountable to the members. The Board identifies the expectations of members and monitors changes in Government policy and community expectations.

e Board Committees

To maximise its efficiency and effectiveness the Board has formed a number of sub-committees that consider specific areas of Nadrasca's activities and report back to the Board.

Audit Finance & Risk Committee

The primary role of the Committee is to monitor and review, on behalf of the Board, the effectiveness of the control environment in Nadrasca in the areas of operational and balance sheet risk, legal/regulatory compliance and financial reporting. The overriding objective of the Committee is to provide an independent and objective review of the financial and other information prepared by management, in particular that to be provided to members and/or filed with regulators.

The Committee also reviews the adequacy and scope of the audit plans of the external auditors.

Members of the Committee are Brian Hayes, Alan Kilner, Richard Copeland and Augustinus Koedijk

Marketing and Communication Committee

This committee works on strategies to promote to the broader community the role of the Nadrasca. This includes working with staff to develop a marketing plan that identifies potential new markets and promotes the services to the community.

Members of the Committee are Christopher Pyke, Yvonne Mahony & Malcolm Poole.

f Auditors Independence Declaration

The lead auditor's independence declaration for the period ended 30 June 2007 has been received and can be found on page 27 of the financial report.

g Rounding of amounts

The company is an entity to which ASIC Class order 98/100 applies and, accordingly, amounts in the financial statements and directors' report have been rounded to the nearest dollar.

Nadrasca

Directors' Report

30 June 2007

4. Director Information

a Information on Directors

Christopher Keith Tann BBus
Experience Board member/Committee of Management 2003/04 and since 2006

Christopher Patrick Pyke
Experience Board member/Committee of Management since 1990
Special Responsibilities Marketing and Communication Committee

Augustinus Aloysius Joseph
Maria Koedijk
Experience Board member/Committee of Management 1992 - 2004
Special Responsibilities Executive Director, Secretary, Audit, Finance & Risk Committee

Brian George Hayes ACA
Experience Board member/Committee of Management since 1967
Special Responsibilities Chairman, Audit, Finance & Risk Committee

Richard James Copeland Dip ME, Dip Management
Experience Board member/Committee of Management since 1975
Special Responsibilities Audit, Finance & Risk Committee

Alan Keith Kilner
Experience Board member/Committee of Management since 1967
Special Responsibilities Deputy Chairman, Audit, Finance & Risk Committee

Margaret Aitcheson
Robertson
Experience MACE, MEdSTud, BSpecED, Dip Teaching (Primary) TSpTC, TPTC
Board member/Committee of Management since 2003

Yvonne Lynette Mahony
Experience Board member/Committee of Management since 1975
Special Responsibilities Marketing and Communication Committee

Nadrasca

Directors' Report

30 June 2007

4. Director Information continued

a Information on Directors

Malcolm Thomas Poole

Experience

Board member/Committee of Management since 2006

Special Responsibilities

Marketing and Communication Committee

Jennifer Elizabeth Reid

Experience

Board member/Committee of Management since 1993

Nadrasca

Directors' Report

30 June 2007

b Meetings of Directors

During the period, 6 meetings of directors (including committees of directors) were held. Attendances by each director during the period were as follows:

	Directors' Meetings		Audit Committee Meetings		Marketing & Communication Committee Meetings	
	Eligible to attend	Number attended	Eligible to attend	Number attended	Eligible to attend	Number attended
Christopher Keith Tann	2	2	-	-	-	-
Christopher Patrick Pyke	2	2	-	-	2	2
Augustinus Aloysius Joseph Maria Koedijk	2	2	2	2	-	-
Brian George Hayes	2	2	2	2	-	-
Richard James Copeland	2	1	2	2	-	-
Alan Keith Kilner	2	1	2	1	-	-
Margaret Aitcheson Robertson	2	2	-	-	-	-
Yvonne Lynette Mahony	2	2	-	-	2	2
Malcolm Thomas Poole	2	1	-	-	2	1
Jennifer Elizabeth Reid	2	2	-	-	-	-

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

Director:



Brian George Hayes

Director:



Alan Keith Kilner

Dated this 11th day of October 2007

Nadrasca


Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 10 to 26, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30 June 2007 and of the performance for the period ended on that date of the company;
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


Brian George Hayes

Director


Alan Keith Kilner

Dated: 11th October 2007

Nadrasca

Income Statement

For the Period Ended 30 June 2007

	Note	2007 \$
Revenue - trading	11(a)	267,618
Cost of sales		113,497
Gross profit		154,121
Administrative costs		227,889
Employee costs		1,240,210
Depreciation, amortisation and impairments	5(a)	59,705
Marketing costs		2,481
Occupancy costs		216
Other expenses		44,310
Income (loss) from operations		(1,420,690)
Revenue - investment	11(b)	9,699
Other income	11(c)	1,122,480
Surplus/ (deficit) from ordinary activities		(288,511)
Contribution arising from succession in law (refer item 2(c) on page 4)		(7,986,524)
Surplus/ (deficit) for the period		7,698,013

Nadrasca

Balance Sheet

30 June 2007

	Note	2007 \$
ASSETS		
Current assets		
Cash and cash equivalents	2	1,436,130
Trade and other receivables	3	279,338
Inventories	4	50,183
Other current assets	6	343,316
Total current assets		2,108,967
Non-current assets		
Property, plant and equipment	5	7,894,111
Total non-current assets		7,894,111
TOTAL ASSETS		10,003,078
LIABILITIES		
Current liabilities		
Trade and other payables	7	1,102,107
Short-term provisions	8	881,735
Other current liabilities	10	3,466
Total current liabilities		1,987,308
Non-current liabilities		
Other long-term provisions	8	317,757
Total non-current liabilities		317,757
TOTAL LIABILITIES		2,305,065
NET ASSETS		7,698,013
EQUITY		
Retained earnings		7,698,013
TOTAL EQUITY		7,698,013

Nadrasca

Statement of Changes in Equity

30 June 2007

	2007	Retained Earnings \$
Deficit attributable to members		(288,511)
Transfers to and from reserves		
Contribution- succession in law of association (refer item 2(c) on page 4)		7,986,524
Sub-total		7,698,013
Balance at 30 June 2007		7,698,013

Nadrasca

Cash Flow Statement

For the Period Ended 30 June 2007

	Note	2007 \$
Cash from operating activities:		
Receipts from customers		1,500,137
Payments to suppliers and employees		(1,590,122)
Net cash provided by (used in) operating activities	13(a)	(89,985)
Cash flows from investing activities:		
Acquisition of property, plant and equipment		(10,688)
Net cash provided by (used in) investing activities		(10,688)
Cash flows from financing activities:		
Cash contribution provided - succession in law		1,536,803
Net cash provided by (used in) financing activities		1,536,803
Net increase (decreases) in cash held		1,436,130
Cash at end of period		1,436,130

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

1 Statement of Significant Accounting Policies

(a) General information

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial report covers the company of Nadrasca. Nadrasca is a public company, incorporated and domiciled in Australia

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

(b) Basis of Preparation

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs and except where stated, does not take into account changing money values or current valuations of non current assets. Where stated, historical costs have been modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

(c) Comparative Figures

There are no comparatives for the current period.

(d) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

Property

It is the company's policy to carry land and buildings at cost less subsequent depreciation for buildings.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

1 Statement of Significant Accounting Policies continued

(d) Property, Plant and Equipment continued

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

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 is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset

Buildings	2 - 20%
Plant and Equipment	10 - 20%
Furniture, Fixtures and Fittings	7 - 30%
Motor Vehicles	15 - 20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

(e) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

1 Statement of Significant Accounting Policies continued

(g) 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, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

Defined superannuation schemes

In respect of defined benefit plans, the cost of providing the benefits is determined using the projected unit credit method. Actuarial valuations are conducted every three years, with interim valuations performed on an annual basis. Consideration is given to any event that could impact the funds up to balance sheet date where the interim valuation is performed at an earlier date.

The amount recognised in the balance sheet represents the present value of the defined benefit obligations adjusted for any unrecognised actuarial gains and losses and unrecognised past service costs less the fair value of the plan's assets. Any asset recognised is limited to unrecognised actuarial losses, plus the present value of available refunds and reductions in future contributions to the plan.

Actuarial gains and losses are amortised over the expected average remaining working lives of the participating employees in the scheme. Gains or losses on the curtailment or settlement of a defined benefit plan are recognised in the income statement when the group is demonstrably committed to the curtailment or settlement.

Past services costs are recognised when incurred to the extent that the benefits are vested, and are otherwise amortised on a straight-line basis over the vesting period.

(h) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(i) Income Tax

The entity is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

1 Statement of Significant Accounting Policies continued

(j) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from properties is recognised on an accruals basis or straight-line basis in accordance with lease agreements.

Revenue from the rendering of services is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

(k) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(l) Rounding of Amounts

The company has applied the relief available to it under ASIC Class Order 98/100 and accordingly, amounts in the financial report and directors' report have been rounded off to the nearest dollar.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

2 Cash and Cash Equivalents

	2007
	\$
Cash at bank	908,130
Short-term bank deposits	528,000
	<u>1,436,130</u>

The effective interest rate on short-term bank deposits was 6.5%. These deposits have an average maturity of 12 months.

Reconciliation of Cash

	\$
Cash at the end of the period as shown in the cash flow statement is reconciled to items in the balance sheet as follows:	
Cash and cash equivalents	1,436,130
	<u>1,436,130</u>

3 Trade and Other Receivables

	\$
CURRENT	
Trade receivables	319,338
Provision for impairment of receivables	(40,000)
	<u>279,338</u>
	<u>279,338</u>

4 Inventories

	\$
CURRENT	
At Cost	
Raw materials	35,565
Work in progress	14,618
	<u>50,183</u>

Nadrasca

Notes to the Financial Statements For the Period Ended 30 June 2007

5 Property Plant and Equipment

	2007
	\$
LAND AND BUILDINGS	
Land & Buildings	
At cost	6,954,561
Less accumulated depreciation	(11,698)
Total land and buildings	6,942,863
PLANT AND EQUIPMENT	
Capital works in progress	
At cost	74,944
Total capital works in progress	74,944
Plant and equipment	
At cost	219,849
Less accumulated depreciation	(7,131)
Total plant and equipment	212,718
Furniture, fixtures and fittings	
At cost	225,841
Less accumulated depreciation	(14,335)
Total furniture, fixtures and fittings	211,506
Motor vehicles	
At cost	478,621
Less accumulated depreciation	(26,541)
Total motor vehicles	452,080
Total plant and equipment	951,248
Total property, plant and equipment	7,894,111

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

5 Property Plant and Equipment continued

(a) Movements in Carrying Amounts

	Capital Works in Progress	Land and Buildings	Plant and Equipment	Furniture, Fixtures and Fittings	Motor Vehicles	Total
	\$	\$	\$	\$	\$	\$
Balance transferred in from association (at net asset value)	74,944	6,954,561	213,704	221,298	478,621	7,943,128
Additions	-	-	6,145	4,543	-	10,688
Depreciation expense	-	(11,698)	(7,131)	(14,335)	(26,541)	(59,705)
Carrying amount at the end of period	74,944	6,942,863	212,718	211,506	452,080	7,894,111

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

6 Other Assets

	2007
	\$
CURRENT	
Prepayments	130,816
Investments	212,500
	<u>343,316</u>

7 Trade and Other Payables

	\$
CURRENT	
Unsecured liabilities	
Trade payables	240,868
Sundry creditors	618,383
	<u>859,251</u>
GST Liabilities	242,856
	<u>242,856</u>
	<u>1,102,107</u>

8 Provisions

	Employee entitlements
	\$
Opening balance at 4 May 2007	1,199,492
Balance at 30 June 2007	<u>1,199,492</u>

Analysis of Total Provisions

	\$
Current	881,735
Non-current	317,757
	<u>1,199,492</u>

9 Retirement Benefit Obligations

Defined Benefit Plan

The entity contributes at least 9% of the employees' wages and salary to various superannuation funds in accordance with the Superannuation Guarantee legislation.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

9 Retirement Benefit Obligations continued

Defined Benefit Plan continued

Nadrasca and 2 of its employees contribute, through Health Super Pty Ltd, to a defined benefits scheme. Employees contribute 6% of salary and Nadrasca contributes 10% for the contributory component of the scheme and 9% for the basic benefit scheme. As at 30 June 2007 this fund reported a net surplus of \$33,272 in the defined benefit scheme (this amount is not recognised in the financial statements as at balance date as it is not refundable).

10 Other Liabilities

Current

	2007
	\$
Other Creditors	3,466
Total	3,466

11 Revenue

(a) Operating activities

	\$
Operating activities	
- sale of goods	267,618
- interest received	9,699
Total Revenue	277,317

(b) Interest revenue breakup

	\$
Interest revenue from:	
bank	9,699
Total interest revenue	9,699

(c) Other income

	\$
Fees	97,065
Rental income	4,645
Subsidies	1,018,261

Nadrasca

Notes to the Financial Statements For the Period Ended 30 June 2007

11 Revenue continued

(c) Other income continued

	2007
	\$
Donations	2,509
Total	1,122,480

12 Auditors' Remuneration

There are no audit fees for Nadrasca for the current period commencing 4 May 2007 and ended 30 June 2007. Audit services have been provided to the prior incorporated association and since balance date.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

13 Cash Flow Information

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

	2007
	\$
Net surplus/(deficit) for the period	(385,535)
Cash flows excluded from profit attributable to operating activities	
Non-cash flows in profit	
Depreciation	59,705
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries	
(Increase)/decrease in trade and term receivables	8,077
(Increase)/decrease in prepayments	(43,281)
(Increase)/decrease in inventories	(8,827)
Increase/(decrease) in trade payables and accruals	(207,043)
Increase/(decrease) in taxation obligations	84,628
Increase/(decrease) in provisions	402,291
Cash flow from operations	(89,985)

14 Guarantee of members

The company is limited by guarantee. At balance date the number of company members was 56. In the event of Nadrasca being wound up the members have each undertaken to contribute to the property of Nadrasca while a member or within one year after cessation to be a member, for payment of the debts and liabilities contracted before cessation of that membership and of the costs, charges and expenses of winding up and for adjustment of the rights of the contributories among themselves, to an amount not exceeding fifty dollars.

15 Change in Accounting Policy

The following Australian Accounting Standards have been issued or amended. The standards are applicable to the company but are not yet effective and have not been adopted in preparation of the financial statements at reporting date.

Nadrasca

Notes to the Financial Statements

For the Period Ended 30 June 2007

15 Change in Accounting Policy continued

AASB Amendment	Standard Affected	Outline of Amendment	Application Date of Standard	Application Date for the Entity
AASB 2005-10:	AASB 1: First-time Adoption of AIFRS	The disclosure requirements of AASB	1 January 2007	1 July 2007
Accounting Standards	AASB 101: Presentation of Financial Statements	Disclosure and Presentation have	1 January 2007	1 July 2007
AASB 2007-4: Amendments to Australian Accounting Standards arising from ED 151 and other amendments	AASB 1: First-time Adoption of AIFRS	Australian Additions to, and Deletions	1 July 2007	1 July 2007
	AASB 102: Inventories		1 July 2007	1 July 2007
	AASB 107: Cash Flow Statements		1 July 2007	1 July 2007
	AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors		1 July 2007	1 July 2007
	AASB 110: Events after the Balance Sheet Date		1 July 2007	1 July 2007
	AASB 116: Property, Plant and Equipment		1 July 2007	1 July 2007
	AASB 118: Revenue		1 July 2007	1 July 2007
	AASB 119: Employee Benefits		1 July 2007	1 July 2007
	AASB 120: Accounting for Government Grants and Disclosure of Government Assistance		1 July 2007	1 July 2007
	AASB 136: Impairment of Assets		1 July 2007	1 July 2007
	AASB 137: Provisions, Contingent Liabilities and Contingent Assets		1 July 2007	1 July 2007

Nadrasca

Notes to the Financial Statements
For the Period Ended 30 June 2007

16 Company Details

(a) Registered office

The registered office of the company is:

Nadrasca
52-62 Rooks Road
NUNAWADING
Melbourne Victoria 3131

LDB Audit Services Pty Ltd

ABN 59 123 774 569 ACN:123 774 569

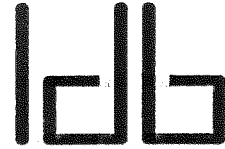
1-3 Albert Street, Blackburn VIC 3130

PO Box 550, Blackburn VIC 3130

Telephone 03 9875 2900

Facsimile 03 9875 2999

www.ldb.com.au



AUDIT SERVICES
CHARTERED ACCOUNTANTS

Nadrasca

Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the period ended 30 June 2007 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

LDB Audit Services Pty Ltd
Chartered Accountants

Craig Lutwyche

12/7/07

Suite 3, 1-3 Albert Street, Blackburn VIC 3130