

**ROWING AUSTRALIA INC.
AS TRUSTEE FOR
THE OLYMPIC BOAT FLEET TRUST
SPECIAL PURPOSE FINANCIAL REPORT**

30 JUNE 2003

Rowing Australia Inc. As Trustee For The Olympic Boat Fleet Trust

STATEMENT BY TRUSTEE

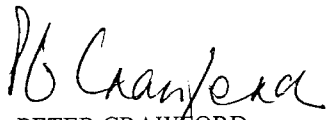
In the opinion of the Trustee:

- a) The Olympic Boat Fleet Trust is not a reporting entity;
- b) The financial statements as set out on pages 4 to 9 are drawn up so as to present fairly the financial position of the Olympic Boat Fleet Trust at 30 June 2003 and the results of its operations and cash flows for the period then ended and are in accordance with the accounting policies described in Note 1 to the financial statements, and comply with the provisions of the Trust Deed; and
- c) there are reasonable grounds to believe that the Olympic Boat Fleet Trust will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Trustee.



PATRICK McNAMARA
President



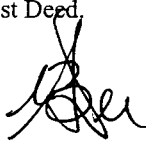
PETER CRAWFORD
Director of Finance

18 November 2003

**Rowing Australia Inc.
As Trustee For
The Olympic Boat Fleet Trust**

**STATEMENT BY PERSON RESPONSIBLE FOR THE
PREPARATION OF THE FINANCIAL STATEMENTS**

I, Andrew Dee, being the person responsible for the preparation of the attached financial statements of the Olympic Boat Fleet Trust for the period ended 30 June 2003, state that to the best of my knowledge and belief such financial statements present fairly the financial position of the Olympic Boat Fleet Trust at 30 June 2003, and the results of its operations and cash flows for the period then ended, and are in accordance with the accounting policies described in Note 1 and comply with the provisions of the Trust Deed.



ANDREW DEE
Chief Executive Officer

18 November 2003

Rowing Australia Inc. As Trustee For The Olympic Boat Fleet Trust

STATEMENT OF FINANCIAL PERFORMANCE

FOR THE PERIOD ENDED 30 June 2003

	Notes	2003 \$
REVENUE FROM ORDINARY ACTIVITIES		<u>-</u>
ADMINISTRATION EXPENSES	2	<u>61</u>
PROFIT/(LOSS) FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE		<u>(61)</u>
INCOME TAX EXPENSE RELATING TO ORDINARY ACTIVITIES	1(c)	<u>-</u>
PROFIT/(LOSS) FROM ORDINARY ACTIVITIES AFTER INCOME TAX		<u>(61)</u>
NET PROFIT/(LOSS) ATTRIBUTABLE TO THE TRUST		<u>(61)</u>
TOTAL REVENUES, EXPENSES AND VALUATION ADJUSTMENTS ATTRIBUTABLE TO THE OLYMPIC BOAT FLEET TRUST AND RECOGNISED DIRECTLY IN TRUST CAPITAL	7	<u>352,457</u>
TOTAL CHANGES IN EQUITY OTHER THAN THOSE RESULTING FROM TRANSACTIONS WITH OWNERS AS OWNERS	7	<u>352,396</u>

Rowing Australia Inc. As Trustee For The Olympic Boat Fleet Trust

STATEMENT OF FINANCIAL POSITION

AS AT 30 June 2003

	Notes	2003 \$
CURRENT ASSETS		
Cash	3	<u>49</u>
TOTAL CURRENT ASSETS		<u>49</u>
NON-CURRENT ASSETS		
Property, Plant & Equipment	4	<u>352,447</u>
TOTAL NON-CURRENT ASSETS		<u>352,447</u>
TOTAL ASSETS		<u>352,496</u>
CURRENT LIABILITIES		
Payables	5	<u>100</u>
TOTAL CURRENT LIABILITIES		<u>100</u>
TOTAL LIABILITIES		<u>100</u>
NET ASSETS		<u>352,396</u>
TRUST CAPITAL		
Accumulated Funds	7	<u>352,396</u>

**Rowing Australia Inc.
As Trustee For
The Olympic Boat Fleet Trust**

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 30 June 2003

	Notes	2003 \$ Inflows/ (Outflows)
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from organisations and persons		-
Payments to organisations and persons		(61)
Interest received		<u>-</u>
NET CASH FLOWS/(OUTFLOWS) FROM OPERATING ACTIVITIES	6	<u>(61)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Settlement sum received		10
Loan – Rowing Australia Inc.		<u>100</u>
NET CASH FLOWS FROM FINANCING ACTIVITIES		<u>110</u>
NET INCREASE/(DECREASE) IN CASH HELD		<u>49</u>
CASH AT THE BEGINNING OF THE FINANCIAL PERIOD		<u>-</u>
CASH AT THE END OF THE FINANCIAL PERIOD	3	<u><u>49</u></u>

Rowing Australia Inc. As Trustee For The Olympic Boat Fleet Trust

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 June 2003

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements of the Olympic Boat Fleet Trust have been prepared as a Special Purpose Financial Report for use by the Trustee and to fulfil the Trustee's responsibility under the Trust Deed to prepare a financial report. The financial report has been prepared on the basis that the Olympic Boat Fleet Trust is not a reporting entity because there are unlikely to be any other users of the financial report.

The financial statements have been prepared in accordance with all Australian Accounting Standards, with the following exceptions: AASB 1017 - Related Party Disclosures, AASB 1033 - Financial Instruments, AASB 1034 - Financial Report Presentation and Disclosures and AASB 1041 - Revaluation of Non-Current Assets.

(b) Basis of Accounting

The financial report has been prepared on the basis of historical costs.

(c) Income Tax

Under current taxation legislation the Trust does not pay income tax, as all taxable profits will be distributed to Rowing Australia Inc.

(d) Depreciation

Depreciation in respect of non-current assets is calculated so as to write off the cost of each asset over its effective useful life.

Major depreciation periods are:

- Boats 8 years

(e) Cash Flows

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at bank, and deposits at call.

(f) Accounting Period

These financial statements are for the period 16 December 2002 to 30 June 2003. As this period represent the initial reporting period of the Trust there is no comparative information.

(g) Recognition of Revenue

All revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured.

**Rowing Australia Inc.
As Trustee For
The Olympic Boat Fleet Trust**

NOTES (CONT'D)

FOR THE PERIOD ENDED 30 June 2003

2003
\$

2. OPERATING PROFIT/(LOSS)

The operating profit/(loss) before income tax is arrived at after charging the following item:

Bank Charges 61

3. CASH

National Australia Bank Limited 49

49

4. PROPERTY, PLANT & EQUIPMENT

Boat Assets – At cost & valuation on acquisition 352,477

Total Property, Plant & Equipment 352,477

5. PAYABLES

Rowing Australia Inc. 100

Total Payables 100

Rowing Australia Inc. As Trustee For The Olympic Boat Fleet Trust

NOTES (CONT'D)

FOR THE PERIOD ENDED 30 June 2003

2003
\$

6. CASH FLOW INFORMATION

Reconciliation of net cash from operating activities to operating profit/(loss) after income tax:

Operating profit/(loss)	<u>(61)</u>
Net cash inflows/(outflows) from operating activities	<u><u>(61)</u></u>

7. TRUST CAPITAL & ACCUMULATED FUNDS

Settlement Sum	<u>10</u>
Accretions to Capital -	
Australian Olympic Committee Gift	172,751
Rowing Australia Inc. Gift	<u>179,696</u>
	<u>352,447</u>
Net profit/(loss) for period	<u>(61)</u>
Balance at end of the year	<u><u>352,396</u></u>

Independent audit report to members of the Rowing Australia Inc. as Trustee for the Olympic Boat Fleet Trust

Scope

The financial report and directors' responsibility

The financial report is a special purpose financial report and comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements, and certification statement for the Olympic Boat Fleet Trust (the trust), for the period ended 30 June 2003.

The directors of the trust are responsible for preparing a financial report that presents fairly the financial position and performance of the trust. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. The directors have determined that the accounting policies used and described in Note 1 to the financial statements are consistent with the financial reporting requirements of the trust deed and are appropriate to meet the needs of the members. These policies do not require the application of all Accounting Standards and other mandatory financial reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for distribution to the members for the purpose of fulfilling the directors' financial reporting requirements under the trust deed. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Audit approach

We conducted an independent audit of the financial report in order to express an opinion on it to the members of Rowing Australia as trustee for the Olympic Boat Trust. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies in Note 1 to the financial statements, a view which is consistent with our understanding of the trust's financial position, and of its performance as represented by the results of its operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the disclosures used and the reasonableness of significant accounting estimates made by the directors.



While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

We performed procedures to assess whether the substance of business transactions was accurately reflected in the financial report. These and our other procedures did not include consideration or judgement of the appropriateness or reasonableness of the business plans or strategies adopted by the directors and management of the trust.

Independence

We are independent of the trust, and have met the independence requirements of Australian professional ethical pronouncements.

Audit opinion

In our opinion, the financial report of the Olympic Boat Fleet Trust presents fairly, in accordance with the accounting policies described in Note 1 to the financial statements, a view which is consistent with our understanding of the trust's financial position as at 30 June 2003, and of its financial performance as represented by the results of its operations and cash flows for the period then ended.

A handwritten signature in black ink that reads 'Ernst & Young' in a cursive style.

Ernst & Young
Sydney

18 November 2003