



BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2006**

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BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

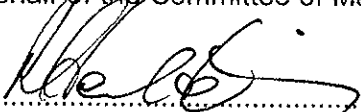
STATEMENT BY MEMBERS OF THE COMMITTEE OF MANAGEMENT

The Committee of Management of Bicycle New South Wales Environmental Trust declares that the Trust is a reporting entity. The Committee of Management has determined that this financial report is a general purpose report that has been prepared in accordance with the Australian equivalent of International Financial Reporting Standards, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

The Committee of Management of Bicycle New South Wales Environmental Trust declares that: -

1. The financial statements and notes, as set out on pages 3 to 10 presents a true and fair view of the Trust's financial position as at 30 June 2006 and its performance for the year ended on that date in accordance with the Australian equivalent of International Financial Reporting Standards, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.
2. In the Committee of Management's opinion there are reasonable grounds to believe that the Trust 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 Committee of Management of Bicycle New South Wales Environmental Trust and is signed for and on behalf of the Committee of Management by:


.....
R. Hamilton


.....
T. Hoskins

Dated this 25th day of October 2006

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Notes	2006 \$	2005 \$
Revenue from donations	2	17,749	17,506
Grants paid		(15,000)	(14,700)
Audit fees		(1,400)	(2,500)
Sundry expenses		(5)	-
Surplus from ordinary activities before income tax expense		<u>1,344</u>	<u>306</u>
Income tax expense relating to ordinary activities	1 (a)	-	-
Surplus from ordinary activities after income tax expense attributable to the Trust		<u>1,344</u>	<u>306</u>

The accompanying notes form part of this financial report

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**BALANCE SHEET
AS AT 30 JUNE 2006**

	Notes	2006 \$	2005 \$
CURRENT ASSETS			
Cash assets	3	8,829	5,960
Other assets	4	-	125
TOTAL CURRENT ASSETS		<u>8,829</u>	<u>6,085</u>
TOTAL ASSETS		<u>8,829</u>	<u>6,085</u>
CURRENT LIABILITIES			
Payables	5	<u>2,700</u>	<u>1,300</u>
TOTAL CURRENT LIABILITIES		<u>2,700</u>	<u>1,300</u>
NET ASSETS		<u>6,129</u>	<u>4,785</u>
ACCUMULATED FUNDS			
Accumulated funds		6,119	4,775
Settlor's funds received		<u>10</u>	<u>10</u>
TOTAL TRUST FUNDS		<u>6,129</u>	<u>4,785</u>

The accompanying notes form part of this financial report

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006**

	Notes	2006 \$	2005 \$
Total Trust Funds at the beginning of the Financial year		4,785	4,479
(Deficit)/Surplus for the year		1,344	306
Total Trust Funds at the end of the Financial year		<u>6,129</u>	<u>4,785</u>

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Notes	2006 \$	2005 \$
Cash Flows from Operating Activities			
Donations received		17,749	17,506
Grants paid		(15,000)	(14,700)
Audit fees paid		-	(1,320)
Reimbursement of GST paid		120	-
Expenditure paid subject to reimbursement within the year		-	(17)
Expenditure subject to reimbursement reimbursed within the year		-	22
Net Cash provided by operating activities	6(b)	<u>2,869</u>	<u>1,491</u>
Cash at the beginning of the financial year		<u>5,960</u>	<u>4,469</u>
Cash at the end of the financial year	6(a)	<u>8,829</u>	<u>5,960</u>

The accompanying notes form part of this financial report

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards.

The financial report covers Bicycle New South Wales Environmental Trust as an individual entity. Bicycle New South Wales Environmental Trust is a public fund that must comply with Division 30-E of the Income Tax Assessment Act 1997.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

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

(a) Income Tax

No income tax is applicable for the entity as the Trust is income tax exempt, including capital gains tax. The Trust is entitled under item 6.1.1 of subsection 30-55(1) of the Income Tax Assessment Act 1997 to receive tax deductible donations.

(b) Cash

For the purposes of the statement of cash flows, cash includes cash on hand and at banks, including banks overdrafts.

(c) Revenue

Revenue from donations is recognised upon receipt.

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

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

(d) Credit Risk Exposure

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted. The carrying amount of each financial asset represents the Trust's maximum exposure to credit risk. The Trust is not materially exposed by any individual member, customer or overseas country.

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CON'T)

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except where the amount of GST charged is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expenses. Receivables and payables on the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(f) Impact of Adoption of Australian Equivalents to International Financial Reporting Standards

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). A statement of compliance with International Financial Reporting Standards cannot be made due to Bicycle New South Wales Environmental Trust applying the not for profit sector specific requirements contained in the AIFRS.

This is the first financial report prepared based on AIFRS and the figures to 30 June 2006 have been reviewed accordingly. There were no material differences between the 2006 financial report prepared under previous GAAP and AIFRS, hence no restatement of balances has taken place and equity has not changed.

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

	2006 \$	2005 \$
NOTE 2: REVENUE		
Operating activities		
Donations received	<u>17,749</u>	<u>17,506</u>
	<u>17,749</u>	<u>17,506</u>
NOTE 3: CASH ASSETS		
CURRENT		
Cash at bank	<u>8,829</u>	<u>5,960</u>
	<u>8,829</u>	<u>5,960</u>
All cash deposits are at call with interest rates set at 0.00%		
NOTE 4: OTHER ASSETS		
CURRENT		
Sundry debtors	-	5
GST refund due	<u>-</u>	<u>120</u>
	<u>-</u>	<u>125</u>
NOTE 5: PAYABLES		
CURRENT		
Sundry accruals	<u>2,700</u>	<u>1,300</u>
	<u>2,700</u>	<u>1,300</u>

Sundry accruals are unsecured and non-interest bearing.

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
NOTE 6: CASH FLOW INFORMATION		
a) 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 at bank	<u>8,829</u>	<u>5,960</u>
	<u>8,829</u>	<u>5,960</u>
b) Reconciliation of net cash provided by operating activities to surplus from ordinary activities after income tax.		
Surplus from ordinary activities after income tax	1,344	306
Non-Cash Items		
Decrease in bank charges to be reimbursed	5	5
Changes in Assets and Liabilities		
Decrease/(Increase) in GST refundable	120	(120)
Increase in sundry accruals	1,400	1,300
	<u>2,869</u>	<u>1,491</u>
Net Cash provided by operating activities	<u>2,869</u>	<u>1,491</u>

NOTE 7: RELATED PARTIES

Trustee of the Trust

Bicycle New South Wales Inc acts as Trustee for the Trust.

Management Committee Members

The names of the Management Committee Members who held office during the year are as follows:-

T. Hoskins, R. Hamilton and A. Unwin.

BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

NOTE 7: RELATED PARTIES (CON'T)

Related party transactions

Bicycle New South Wales Inc acting as Trustee for the Trust sold goods and services to the Trust on an arm's length basis. During the year ended 30 June 2006 there was no goods or services provided to the Trust.

NOTE 8: CONTINGENT LIABILITIES

The Trust had no contingent liabilities as at the year ended 30 June 2006 (2005 Nil).

NOTE 9: SEGMENT REPORTING

The Bicycle New South Wales inc , acting as trustee for the Trust, operates predominantly in one business geographical segment, being in the service of protecting and enhancing the natural environment through the promotion of the bicycle as an environmentally beneficial means of transport to the members of the Association throughout Australia.

NOTE 10: TRUST DETAILS

The principal activity of the Trust is to conserve and protect the natural environment through the promotion of bicycling as an environmentally means of transport.

The principal place of business of the Trust is:

Bicycle New South Wales Incorporated
Level 5, 822 George Street
Sydney NSW 2000

END OF FINANCIAL STATEMENTS

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
BICYCLE NEW SOUTH WALES ENVIRONMENTAL TRUST**

PARTNERS:
Andrew Blackwell CA
Chris Chandran CA
Stephen Humphrys FCA
Garry Leyshon FCA
Wayne Morton FCA
Joe Shannon CA
Robert Southwell CA
Spiro Tzannes FCA
Charlie Viola (Affiliate ICAA)
Bob Webster FCA
Scott Whiddett CA

CONSULTANTS:
Pat Bugden FCA
Anja Dorrell CA

Scope

The financial report and committee members' responsibility

The financial report comprises the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement, accompanying notes to the financial statements and the Committee of Management's Declaration for Bicycle New South Wales Environmental Trust (the "Trust") for the year ended 30 June 2006.

The Trustee is responsible for the preparation and true and fair presentation of the financial report in accordance with the Trust Deed. 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.

Audit approach

We conducted an independent audit in order to express an opinion to the members of the 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, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, 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 accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Committee of Management.

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.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit Opinion

In our opinion the financial report has been properly drawn up so as to give a true and fair view of the Income Statement and Balance Sheet of the Trust as at 30 June 2006 in accordance with generally accepted accounting principles and the Trust Deed.

We also report that, in all material respects:

- (a) the financial report and associated records of the Trust have been properly kept during the year in accordance with generally accepted accounting principles and the Trust Deed.
- (b) proper provision has been made in the accounts of the Trust for bad and doubtful debts; and
- (c) we did not identify any defects or irregularities in the accounts or non compliance with clause 6 of the Trust Deed for the year ended 30 June 2006.



S M WHIDDETT
Partner



MOORE STEPHENS SYDNEY
Sydney

Date *27 October 2006*