

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010
STATEMENT BY BOARD

In the opinion of the Directors of the National Trust of Australia (Tasmania):

- (a) The accompanying financial statements of the Trust on pages 3 to 21 have been prepared in accordance with the National Trust Act 2006, Australian Accounting Standards and proper accounts and records to present fairly the financial transactions and cash flows for the year ended 30 June 2010 and the financial position at that date; and
- (b) There are reasonable grounds to believe that the Trust will be able to pay its debts as and when they fall due.

At the date of signing we are not aware of any circumstances which would render the particulars included in the financial statements misleading or inaccurate.

.....

Dated this day of 2010

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$	2009 \$
Revenue			
Revenue from sale of goods		160,228	155,758
<i>Recurrent grants</i>			
State government			
Administration grant		300,000	300,000
Commonwealth government		78,000	78,083
Other revenue	2d	462,149	349,295
Net profit/ (loss) from sale of property, plant and equipment	2a	(7,832)	1,544
Total revenue		<u><u>992,545</u></u>	<u><u>884,680</u></u>
Expenditure			
Cost of goods sold		93,676	92,830
Finance Costs		25,729	29,494
Employee Expenses	2c	311,879	302,953
Other Expenses	2b	402,077	421,005
		<u><u>833,361</u></u>	<u><u>846,282</u></u>
Non cash expenses			
Depreciation		52,940	49,568
Employee provisions		8,773	17,953
		<u><u>61,713</u></u>	<u><u>67,521</u></u>
Total expenses		<u><u>895,074</u></u>	<u><u>913,803</u></u>
Surplus / (deficit) before:		<u><u>97,471</u></u>	<u><u>(29,123)</u></u>
Specific purpose grants			
Revenue from Other Funding Programs	2e	3,165,034	298,220
Expenses from Other Funding Programs	2e	<u>(3,242,456)</u>	<u>(143,745)</u>
		(77,422)	154,475
Surplus / (deficit) before:		<u><u>20,049</u></u>	<u><u>125,352</u></u>
Other comprehensive income:			
Revaluations of properties	6	197,000	-
Comprehensive result		<u><u>217,049</u></u>	<u><u>125,352</u></u>

The above income statement should be read in conjunction with the accompanying notes.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
BALANCE SHEET AS AT 30 JUNE 2010**

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash and cash equivalents	11a	604,860	255,557
Trade and other receivables	3	70,746	9,424
Inventories	4	62,719	67,681
Other financial assets	5	471,845	277,290
Prepayments		-	4,779
Total current assets		<u>1,210,170</u>	<u>614,731</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	5,319,005	5,113,431
Total non-current assets		<u>5,319,005</u>	<u>5,113,431</u>
TOTAL ASSETS		<u>6,529,175</u>	<u>5,728,162</u>
CURRENT LIABILITIES			
Trade and other payables	7	440,573	79,725
Interest bearing liabilities	8	148,794	114,604
Employee benefits	9	82,921	62,467
Restoration fund provision	10	512,207	327,412
Total current liabilities		<u>1,184,495</u>	<u>584,208</u>
NON-CURRENT LIABILITIES			
Interest bearing liabilities	8	234,120	240,960
Employee benefits	9	-	11,682
Restoration fund provision	10	75,029	72,830
Total non-current liabilities		<u>309,149</u>	<u>325,472</u>
TOTAL LIABILITIES		<u>1,493,644</u>	<u>909,680</u>
NET ASSETS		<u>5,035,531</u>	<u>4,818,482</u>
EQUITY			
Retained earnings		3,313,293	3,293,244
Reserves		1,722,238	1,525,238
TOTAL EQUITY		<u>5,035,531</u>	<u>4,818,482</u>

The above balance sheet should be read in conjunction with the accompanying notes.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Inflows:			
Receipts from customers		947,419	630,013
Interest Received		20,648	1,234
Government Funding			
State Government recurrent grants		300,000	225,000
Commonwealth government recurrent		78,000	78,083
State Government specific		3,165,034	298,220
Outflows:			
Payments to suppliers and employees		(1,204,904)	(929,077)
Interest Paid		(17,569)	(21,334)
Payments for specific funded projects		(2,881,608)	(143,745)
Net cash from (used in) operating activities	11(b)	<u>407,020</u>	<u>138,394</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Inflows:			
Proceeds from disposal of property, plant & equipment		11,818	6,500
Proceeds from / (payments for) investments		(7,561)	(4,488)
Outflows:			
Payments for property, plant & equipment		(81,164)	(26,539)
Net cash from (used in) investing activities		<u>(76,907)</u>	<u>(24,527)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(15,000)	(10,000)
Net cash from (used in) financing activities		<u>(15,000)</u>	<u>(10,000)</u>
Net increase (decrease) in cash held		315,113	103,867
Cash at beginning of financial year		140,953	37,086
Cash at end of financial year	11(a)	<u>456,066</u>	<u>140,953</u>

The above cash flow statement should be read in conjunction with the accompanying notes.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2010**

	Retained Earnings	Asset Revaluation Reserve	Total Equity
	\$	\$	\$
As at 1 July 2008	3,167,892	1,525,238	3,167,892
Profit / (loss) for the period	125,352	-	125,352
As at 30 June 2009	<u>3,293,244</u>	<u>1,525,238</u>	<u>4,818,482</u>
As at 1 July 2009	3,293,244	1,525,238	4,818,482
Surplus / (deficit) for the period	20,049	-	20,049
Asset Revaluations	-	197,000	197,000
As at 30 June 2010	<u>3,313,293</u>	<u>1,722,238</u>	<u>5,035,531</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

1. Statement of Significant Accounting Policies

The significant policies which have been adopted in the preparation of this financial report are:

(a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with the requirements of National Trust Act 2006 and Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board. International financial reporting standards (IFRS) form the basis of the Australian Accounting Standards adopted by the AASB. Some AASBs contain requirements specific to not-for-profit entities that are inconsistent with IFRS requirements. Except to the extent that these special provisions require, this financial report complies with IFRS.

The following standards and amendments applicable to the Trust were available for early adoption but have not been applied by the Trust in the financial report:

Standard/ Interpretation	Summary	Operative date *	Impact
AASB 2009-5 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project. [AASB 5, 8, 101, 107, 117, 118, 136 & 139]	Some amendments will result in accounting changes for presentation, recognition or measurement purposes, while other amendments will relate to terminology and editorial changes.	1 Jan 2010	Terminology and editorial changes. Impact minor.
AASB 2009-9 Amendments to Australian Accounting Standards – Additional Exemptions for First-time Adopters [AASB 1]	Applies to entities adopting Australian Accounting Standards for the first time, to ensure entities will not face undue cost or effort in the transition process in particular situations.	1 Jan 2010	No impact. Relates only to first time adopters of Australian Accounting Standards.
AASB 9 Financial Instruments	This standard simplifies requirements for the classification and measurement of financial assets resulting from Phase 1 of the IASB's project to replace IAS 39 Financial Instruments: Recognition and Measurement (AASB 139 Financial Instruments: Recognition and Measurement).	1 Jan 2013	Detail of impact is still being assessed.
AASB 2009-11 Amendments to Australian Accounting Standards arising from AASB 9 [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 & 1038 and Interpretations 10 & 12]	This gives effect to consequential changes arising from the issuance of AASB 9.	1 Jan 2013	Detail of impact is still being assessed.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

AASB 2009-12 Amendments to Australian Accounting Standards [AASBs 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052]	This Standard amends AASB 8 to require an entity to exercise judgement in assessing whether a government and entities known to be under the control of that government are considered a single customer for purposes of certain operating segment disclosures. This Standard also makes numerous editorial amendments to other AASs.	1 Jan 2011	No major impact is expected, only editorial changes arising from amendments to other standards.
AAASB 1053 Application of Tiers of Australian Accounting Standards	Establishes a differential reporting framework, which consists of two tiers of reporting requirements.	1 Jul 2013	Detail of impact is still being assessed.

* Annual reporting periods beginning on or after

(b) Basis of preparation

The financial report is presented in Australian dollars

The financial report has been prepared on the historical cost basis, unless where stated.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgments, estimates and assumptions that affect the applications of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. These accounting policies have been constantly applied by the Trust.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period to which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

There were no judgements or estimates made by management in the application of Australian Accounting Standards that have a significant effect on the financial report, except the decision not to depreciate leasehold improvements (refer Note 1 (j)).

Going Concern

The financial report has been prepared on a going concern basis.

Economic Dependency

The Trust is aware that its future operations are dependent upon continued financial support from the State Government and the receipt of future grant funding.

Capital Management

The Trust manages its capital to ensure that it will be able to continue as a going concern. The Trust seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

The capital structure of the Trust consists of debt, which includes interest bearing liabilities (Note 8), cash and cash equivalents (Note 11a), other financial assets (Note 5) and equity comprising accumulated surplus and reserves.

Operating cash flows are used to maintain and expand the Trust's property, plant and equipment and antique assets, as well as to make routine outflows such as the repayment of maturing debt.

There were no significant changes in the Trust's approach to capital management during the year.

(c) Revenue Recognition

Revenue from the sale of goods is recognised (net of returns, discounts and allowances) when control of the goods passes to the customer

All grant monies are recorded as revenue by the Trust in the period to which they relate.

Where the Trust becomes obligated to repay a capital grant, a liability and expense are recognised in the period in which the present obligation to repay the grant, or part of a grant, arises

(d) Finance Costs

Finance costs include interest and ancillary costs incurred in connection with interest-bearing liabilities. Finance costs are expensed as incurred.

(e) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation 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 expense.

Receivables and payables are stated with the amount of GST included.

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

Cash flows are included in the cash flow statement 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) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts that are repayable on demand and form an integral part of the Trust's cash management are included as a component of cash and cash equivalents for the purpose of the cash flow statement. Refer Note 11 (a).

(g) Trade and other receivables

Trade and other receivables are stated at their amortised cost less impairment losses.

(h) Inventories

Stocks of brochures, catalogues and trading stock are valued at the lower of cost or net replacement cost.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

(i) Other Financial Assets

The balance of Other Financial Assets is comprised of the Restoration Fund bank accounts. These investments are recorded at fair value with interest recognised as it accrues.

(j) Property, plant and equipment

Freehold properties

The Trust's freehold land and buildings are disclosed in the financial statements at fair value. These properties were re-valued during the 2010 financial year. At 1 July 2008, the Trust decided to change its accounting policy concerning the depreciation of freehold properties and commence depreciating freehold properties. In prior financial years, the Trust failed to comply with Australian Accounting Standard AASB 116 'Property, Plant and Equipment' by not depreciating or amortising freehold buildings. The Trust has amended its policy in order to comply with the accounting standard.

The financial impact of the change in policy in the prior year was to increase depreciation expense by \$30 180 and reduce the carry value of the freehold properties by \$30 180, which was recorded as accumulated depreciation.

Depreciation is charged to the income statement using the straight line method over the estimated useful life of the assets, which has been estimated as 100 years.

Leasehold properties

Leasehold properties are disclosed at cost of improvements and represent properties leased at a nominal or no rental charge from the Department of Primary Industries and Water and Local Government Councils. The Trust presently intends to renew all other leases at their expiration date and to hold the properties in perpetuity, therefore it is difficult to calculate an appropriate time period over which to amortise the recorded cost of improvements. The resulting treatment is that these improvements are not amortised. In addition, during any given year restoration and repair work may be undertaken on these properties at a direct cost to the owner. Therefore the Trust will obtain future benefits from the work undertaken on the properties but will not capitalise the additional cost of these improvements.

Heritage collections

The items disclosed as antiques are recognised at cost less accumulated impairment losses. Cost is determined as either the purchase price, or for properties gifted to the Trust, based on independent valuations obtained from qualified antique dealers (based on market values).

In addition, the Trust has in its possession household furniture and effects, pictures, plates, plated articles, china, glass, books and other articles bequeathed to the Trust and held in Trust houses. Because of their age and nature, these items have not been valued and therefore not included in these financial statements.

Plant and equipment

All other items of plant and equipment are stated at cost less accumulated depreciation and impairment losses. Depreciation is charged to the income statement using the diminishing value method over the estimated useful life of the asset at a rate of 15%.

(k) Trade and other payables

Trade and other payables are stated at amortised cost.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

(l) Interest bearing liabilities

Interest bearing liabilities are recorded at amortised cost.

(m) Provisions for employee entitlements

Wages, salaries, and annual leave

Liabilities for the employee benefits for wages, salaries, annual leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to reporting date, are calculated at undiscounted amounts based on remuneration wage and salary rates that the Trust expects to pay as at reporting date including superannuation.

Long service leave

The employees of the Trust are entitled to long service leave after 15 years of service. The Trust provides for long service leave in respect of those employees having more than seven years service calculated at nominal amounts based on current wage and salary rates, including superannuation.

This provision provides an estimate of the long service leave liability not materially different from using expected future increases in wage and salary rates, including related on-costs, and discounting using the rates attached to the Commonwealth Government bonds at the balance sheet date which have maturity dates approximating to the terms of the Trust's obligations.

Superannuation

Accumulated contributions funds operate for employees. Employees contribute to the funds on a fixed percentage of salary and a similar fixed percentage of salary is contributed by the employer. Employer contributions are recognised as an expense in the income statement as incurred. The Trust is under no legal obligation to make up any shortfall in the funds' assets to meet payments due to employees.

(n) Impairment

The carrying amounts of the Trust's assets, other than inventories (see accounting policy h) are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Impairment of receivables is not recognised until objective evidence is available that a loss event has occurred.

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use.

Impairment losses are reversed when there is an indication that the impairment loss may no longer exist and there has been a change in the estimate used to determine the recoverable amount.

(o) Income tax

The Trust is exempt from income tax.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
2a. Net profit from sale of property , plant and equipment		
Net Proceeds from sale of assets	11,818	6,500
Written down value of assets sold	19,650	4,956
	<u>(7,832)</u>	<u>1,544</u>
2b. Other expenses		
Advertising	53,962	60,666
Auditors' remuneration	14,410	16,370
Accounting	5,300	4,800
Bad debt impairment	3,468	12,189
Bank expenses	5,757	5,433
Cleaning	11,625	7,239
Computer costs	17,163	12,922
Consulting services	2,310	29,404
Donations	4,810	9,899
Exhibition expenses	3,225	14,086
FBT tax	8,570	3,455
Heritage week	21,082	17,138
Insurance	50,391	39,775
Legal expenses	750	4,800
Levies - Australian Council of National Trusts	2,915	2,416
Light, water and power	32,324	29,330
Maintenance of grounds	19,260	30,688
Newsletter	9,707	8,480
Postage	7,120	7,176
Printing and stationery	15,928	11,710
Rates and land taxes	16,123	17,675
Rent	2,796	2,808
Repairs	29,030	2,247
Security	13,451	11,163
Seminar and meeting expenses	5,185	5,404
Staff amenities	6	33
Staff training	408	1,651
Sundry	11,453	8,638
Telephone, fax and internet	13,112	21,705
Travelling and motor vehicle expenses	20,037	21,705
Volunteer expenses	399	-
	<u>402,077</u>	<u>421,005</u>
2c. Employee expenses		
Wages and salaries	283,659	276,403
Workers compensation	2,845	1,791
Superannuation	25,375	24,759
	<u>311,879</u>	<u>302,953</u>

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
2d. Other revenue		
Subscriptions	40,535	39,475
Admissions	113,420	130,033
Net proceeds from fundraising activities	23,622	29,276
Donations, bequests & sponsorships	17,650	23,056
Interest	20,648	1,234
Rentals	34,132	61,353
Fees for administering grants	153,764	-
Sundry	58,378	53,106
GST amendments re admissions	-	11,762
	<u>462,149</u>	<u>349,295</u>
2e. Specific purpose grants		
Grants received		
Clarendon Colonial Agricultural Heritage Grant	796,000	-
Catalytic Heritage Arts	-	5,000
Clarendon Interp - C'land	-	10,210
Tour De Clarendon	9,000	-
Clarendon Urgent Works and Maintenance	120,000	-
Ellis House	(9,297)	34,500
Entally - Conservatory	-	60,000
Franklin House - Small Equipment Grant	-	2,026
Franklin House Kitchen Garden	-	2,727
Home Hill - Devonport City Council - Furniture	-	5,548
Home Hill Conservation	100,500	-
Lyons Presentation Collection	-	5,000
Booth Grant	-	10,000
Norfolk Plains - Premier Fund	6,000	-
Norfolk Plains - Sharing our Heart	-	550
National Trust photo collection and Franklin House textile exhibition	9,000	-
Umbrella Shop Restoration Project	-	1,850
PC Heritage Book Collection	-	5,500
Runnymede State Government Urban Renewal Grant	148,000	-
Runnymede Stimulus Heritage Grant	520,909	-
Runnymede Volunteers Grant	1,155	-
Heritage Development - Northern Tasmania Cultural Heritage	2,000	12,209
Sustaining our Heritage - Franklin House & Penghana	125,000	125,000
Runnymede Whaling Logs	4,868	-
Tasmanian Community Fund - Trust Archive Pilot	-	9,600
Latrobe Group	-	2,000
Heritage Festivals	-	5,000
Norfolk Plains	-	1,000
Oak Lodge	-	500
Launceston Synagogue Conservation Grant	9,300	-
St Davids Heritage Stimulus Grant	1,322,599	-
	<u>3,165,034</u>	<u>298,220</u>

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
2e. Specific purpose grants (cont)		
Grants expensed		
Clarendon Colonial Agricultural Heritage Grant	797,003	-
Catalytic Heritage Arts	-	5,000
Clarendon Interp - C'land	9,753	908
Convict Heritage Trail	157	
Tour De Clarendon	4,500	-
Clarendon Urgent Works and Maintenance	120,045	-
Devonport City Council Grant	1,413	-
Women's Development Small Grants Program - Clarendon	-	2,000
Ellis House	2,089	18,330
Entally - Conservatory	17,942	42,058
Franklin House - Small Equipment Grant	-	1,402
Franklin House Kitchen Garden	1,130	3,137
Home Hill - Devonport City Council - Furniture	-	5,185
Home Hill Conservation	3,821	-
Lyons Presentation Collection	5,000	-
Booth Grant	-	6,603
Norfolk Plains - Premier Fund	6,000	-
Norfolk Plains - Sharing our Heart	-	3,287
Lyons Presentation Collection	795	-
Umbrella Shop Restoration Project	-	24,600
PC Heritage Book Collection	-	4,850
Plant City High School - Small Equipment Grant	-	1,644
Runnymede - Hobart City Council Community Grant	-	3,786
Runnymede State Government Urban Renewal Grant	148,004	-
Runnymede Stimulus Heritage Grant	525,769	-
Runnymede Volunteers Grant	1,070	-
Heritage Development - Northern Tasmania Cultural Heritage	11,877	955
Sustaining our Heritage - Franklin House & Penghana	229,792	20,000
Runnymede Whaling Logs	4,770	-
Tasmanian Community Fund - Trust Archive Pilot	9,224	-
Launceston Synagogue Conservation Grant	3,812	-
St Davids Heritage Stimulus Grant	1,338,490	-
	<u>3,242,456</u>	<u>143,745</u>
Net grant revenue/expenditure	<u>(77,422)</u>	<u>154,475</u>
3. Trade and other receivables		
Trade debtors	70,338	21,613
Provision for impairment	-	(12,189)
GST debtor	408	-
	<u>70,746</u>	<u>9,424</u>
4. Inventories		
At cost	<u>62,719</u>	<u>67,681</u>

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
5. Other financial assets		
Restoration account	<u>471,845</u>	<u>277,290</u>
6. Property, plant and equipment		
Land & Buildings		
Freehold premises - at valuation	4,264,000	4,067,000
Less accumulated depreciation	(61,678)	(30,180)
Leasehold premises (cost)	1(j) 650,081	650,081
Total land and buildings	<u>4,852,403</u>	<u>4,686,901</u>
Plant and equipment		
At cost	518,724	476,427
less accumulated depreciation	(384,425)	(362,983)
	<u>134,299</u>	<u>113,444</u>
Heritage collections - at cost	1(j) <u>332,303</u>	<u>313,086</u>
<i>Total Property, Plant & Equipment</i>	<u>5,319,005</u>	<u>5,113,431</u>
<i>Reconciliations:</i>		
Land and buildings		
Carrying amount at beginning of the year	4,686,901	4,722,037
Less depreciation	(31,498)	(30,180)
Revaluations	197,000	-
Disposals	-	(4,956)
Carrying amount and end of the year	<u>4,852,403</u>	<u>4,686,901</u>

Freehold properties were revalued on 1 July 2009 based on the Valuer-General's valuations.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
Property, plant and equipment (continued)		
Plant and equipment		
Carrying amount at beginning of year	113,444	119,019
Additions	61,947	13,813
Disposals	(19,650)	-
Depreciation	(21,442)	(19,388)
Carrying amount at end of the year	134,299	113,444
Heritage collections		
Carrying amount and beginning of year	313,086	300,360
Additions	19,217	12,726
Carrying amount at end of the year	332,303	313,086
7. Trade and other payables		
Trade creditors and accruals	440,573	79,552
GST creditor	-	173
	440,573	79,725
8. Interest bearing liabilities		
Current		
Bank overdraft - Secured	11(a) 148,794	114,604
	148,794	114,604
Non-Current		
Loan - Tasmanian Trustees Limited	75,000	90,000
Loan - Tasmanian Heritage Council	102,000	102,000
Loan - Tasmanian Heritage Council - accrued interest	57,120	48,960
	234,120	240,960

The bank overdraft is secured by a first registered mortgage over Oak Lodge, Richmond. The bank overdraft is payable on demand and is subject to annual review.

The loan from the Tasmanian Heritage Council is an interest only loan secured by a first registered mortgage over Franklin House, Launceston. No loan interest has been paid to 30 June 2010.

The loan from Tasmanian Trustees Limited is an interest only loan and is secured by first mortgage over The Old Umbrella Shop, Launceston. The loan does not have any fixed term and the Trust intends to repay when funds allow. The loan bears interest at the variable market rate which is payable quarterly in arrears.

**NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

	2010	2009
	\$	\$
9. Employee benefits		
Current		
Annual Leave	60,947	47,330
Long Service Leave	21,974	15,137
	<u>82,921</u>	<u>62,467</u>
Non-Current		
Long Service Leave	-	11,682
	<u>-</u>	<u>11,682</u>
Total Employee Benefits	<u>82,921</u>	<u>74,149</u>
Number of employees on a FTE basis at year-end	8	5
10. Provisions		
Restoration Fund		
Current	<u>512,207</u>	<u>327,412</u>
Non-Current	<u>75,029</u>	<u>72,830</u>
	<u>587,236</u>	<u>400,242</u>
Restoration Fund		
Balance at 1 July	400,242	481,112
Restoration Appeal Funds Received	327,844	167,446
Restoration Appeal Funds Expended	(140,850)	(248,316)
	<u>587,236</u>	<u>400,242</u>

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
11. Notes to the statement of cash flows		
(a) Reconciliation of cash		
<p>For the purpose of the statement of cash flows, cash includes cash on hand and at bank net of outstanding bank overdrafts. Cash as at the end of the year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:</p>		
Cash assets	604,860	255,557
Bank overdraft	(148,794)	(114,604)
	456,066	140,953
(b) Reconciliation of net cash from operating activities		
Surplus / (deficit) for the period	20,049	125,352
<i>Add/ (less) non-cash items</i>		
(Profit)/ Loss on sale of property, plant	7,832	(1,544)
(Profit)/Loss sale of investment		-
Depreciation	52,940	49,568
<i>Changes in assets and liabilities</i>		
(Increase)/ Decrease in inventories	4,962	1,644
(Increase)/ Decrease in receivables	(61,322)	40,854
(Increase)/ Decrease in prepayments	4,779	(878)
Increase/(Decrease) in accrued loan interest	8,160	8,160
Increase/ (Decrease) in employee provisions	8,772	17,954
Increase/ (Decrease) in payables	360,848	(27,716)
Increase/ (Decrease) in income in advance	-	(75,000)
	407,020	138,394

12. Related party transactions

There were no related party transactions for the year ended 30 June 2010.

13. Subsequent events

There were no events occurring after the reporting date that would materially effect any of the amounts or disclosures in these accounts.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

14. Commitments

(a) Restoration appeal trust funds

The Trust administers appeal monies on behalf of individual restoration appeals. The Trust must approve expenditure before any appeal monies are paid. The level of appeal monies held as at balance date for which the Trust has a commitment to undertake specific works totalled \$587,236 (2009: \$400,242) as per note 10. The timing of expenditure of these funds is generally expected to be greater than one year.

The total cash held at balance date to meet these commitments was \$471,845 (2009: \$277,290).

(b) Insurance Premiums

The Trust has entered into an agreement to pay its insurance premiums in ten monthly instalments. At 30 June 2010, the Trust has an outstanding commitment relating to insurance payments totalling \$35,620 (2009: \$31,232).

15. Segments

The Trust operates predominantly in one business segment being heritage preservation and tourism and one geographic segment being Tasmania. The primary services provided by the Trust are the protection, maintenance and promotion of heritage place and objects.

16. Financial Instruments

1. Financial Risk Management and Risk Exposures

a) Risk management policies and processes

The Trust has exposure to the following risks from its use of financial instruments:

Credit risk;
Liquidity risk; and
Market risk.

The Managing Director has overall responsibility for the establishment and oversight of the Trust's risk management framework. Risk management policies are established to identify and analyse risks faced by the Trust, to set appropriate risk limits and controls, and to monitor risks and adherence to limits.

i) Credit risk

Exposures

Credit risk is the risk of financial loss to the Trust if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from trade and other receivables and cash and investments.

The carrying amount of financial assets recorded in the financial statements represents the Trust's maximum exposure to credit risk without taking account of any collateral of other security.

The Trust's policy in relation to receivables is summarised below.

Debtors of the Trust are required to settle their accounts within 30 days. Debtors may apply to the Trust to pay accounts by instalments, subject to approved terms and conditions. Should amounts remain unpaid outside of approved payment options, the Trust will instigate collection proceedings.

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

16. Financial Instruments (cont.)

ii) Liquidity risk

Liquidity risk is the risk that the Trust will not be able to meet its financial obligations as they fall due. The Trust's approach to managing liquidity is to ensure that it will always have sufficient liquidity to meet its liabilities when they fall due.

iii) Market risk

Market risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because of changes in market prices, such as foreign exchange rates, interest rates and equity prices. The objective of market risk management is to manage and control market risk within acceptable parameters, while optimizing the return to the Trust.

2. Net Fair Values and Categories of Financial Assets and Liabilities

The fair values of financial assets and liabilities, together with the carrying amounts shown in the Balance Sheet, are as follows:

Fair Values	30 June 2010		30 June 2009	
	Carrying amount	Fair Value	Carrying amount	Fair Value
<i>Financial assets</i>				
Cash and cash equivalents	604,860	604,860	255,557	255,557
Receivables	70,746	70,746	8,402	8,402
Other financial assets	471,845	471,845	277,290	277,290
			-	-
	<u>1,147,451</u>	<u>1,147,451</u>	<u>541,249</u>	<u>541,249</u>
<i>Financial liabilities</i>				
Payables	440,573	440,573	79,725	79,725
Interest bearing liabilities	382,914	382,914	355,564	355,564
	<u>823,487</u>	<u>823,487</u>	<u>435,289</u>	<u>435,289</u>
Net financial assets / (liabilities)	<u>323,964</u>	<u>323,964</u>	<u>105,960</u>	<u>105,960</u>

Carrying amounts classified as:

	30 June 2010	30 June 2009
<i>Financial assets</i>		
Cash and cash equivalents - restoration accounts	471,845	277,290
Loans and receivables	70,746	8,402
Cash and cash equivalents	604,860	255,557
	<u>1,147,451</u>	<u>541,249</u>
<i>Financial liabilities</i>		
Financial liabilities measured at amortised cost	823,487	435,289
	<u>823,487</u>	<u>435,289</u>
Net financial assets / (liabilities)	<u>323,964</u>	<u>105,960</u>

NATIONAL TRUST OF AUSTRALIA (TASMANIA)
NOTE TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

3. Maturity of Financial Liabilities

The following tables detail the undiscounted cash flows payable by the Trust (excluding interest) by remaining contractual maturity for its financial liabilities.

	Less than 1 year	1-2 years	2-5 years	More than 5 years	Total contractual cash flows	Carrying amount
30 June 2010						
Payables	440,573	-	-	-	440,573	440,573
Interest bearing liabilities	148,794	-	-	177,000	325,794	325,794
	<u>589,367</u>	<u>-</u>	<u>-</u>	<u>177,000</u>	<u>766,367</u>	<u>766,367</u>
30 June 2009						
Payables	79,725	-	-	-	79,725	79,725
Interest bearing liabilities	114,604	-	-	192,000	306,604	306,604
	<u>194,329</u>	<u>-</u>	<u>-</u>	<u>192,000</u>	<u>386,329</u>	<u>386,329</u>

4. Sensitivity analysis

The following sensitivity analysis is based on the interest rate risk exposures in existence at the reporting date. The analysis assumes all other variables remain constant and was performed on the same basis for 2009.

At 30 June 2010, if interest rates had moved, as illustrated in the table below, profit and equity would have been affected as follows:

	Profit/ (loss)		Equity	
	2010	2009	2010	2009
+1% (100 basis points)	7,509	2,262	7,509	2,262
-1% (100 basis points)	(7,509)	(2,262)	(7,509)	(2,262)

5. Ageing of Debtors

The following table provides an ageing of the Trust's trade receivables at the reporting date:

	Gross	Impairment	Gross	Impairment
	2010	2010	2009	2009
Not past due	63,131	-	7,143	-
Past due 0 - 30 days	3,230	-	2,189	1,387
Past due 31 - 60 days	134	-	6,880	5,401
Past due 60 days	3,843	-	5,401	5,401
	<u>70,338</u>	<u>-</u>	<u>21,613</u>	<u>12,189</u>