



Australian Government

**Fisheries Research and
Development Corporation**

**Financial Statements
for the period ended
31 October 2006**

FISHERIES RESEARCH AND DEVELOPMENT CORPORATION

STATEMENT BY DIRECTORS AND EXECUTIVE DIRECTOR

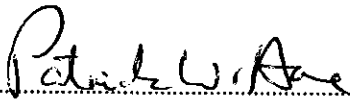
In our opinion, the attached financial statements of the Fisheries Research and Development Corporation (FRDC) for the period ended 31 October 2006 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997.

In our opinion, at the date of this statement, there are reasonable grounds to believe that the FRDC will be able to pay its debts as and when they become due and payable.

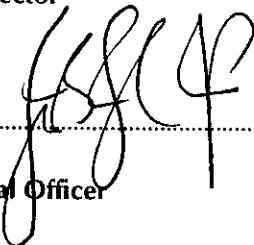
This statement is made in accordance with a resolution of the directors.

Signed..... / / 2006

To be Advised
Chair Finance, Audit and Risk Management Committee

Signed  10 / 11 / 2006

Patrick Hone
Executive Director

Signed  10 NOV / 2006

John Wilson
Chief Financial Officer

INCOME STATEMENT
for the period ended 31 October 2006

	Notes	31 October 2006 \$	31 October 2005 \$
INCOME			
<i>Revenue</i>			
Revenues from Government	6A	9,404,450	12,188,137
Contributions	6B	3,007,088	2,873,175
Goods and services	6C	9,736	7,146
Interest	6D	119,652	111,572
Other revenues	6E	(7,110)	220
Total revenue		12,533,816	15,180,250
<i>Gains</i>			
Reversal of previous asset write-downs	6F	0	0
Net (loss) / gain from disposal of assets	6G	0	(250)
Total gains		0	(250)
TOTAL INCOME		12,533,816	15,180,000
EXPENSES			
Employees	7A	448,874	428,779
Suppliers	7B	230,567	225,390
Depreciation and amortisation	7C	101,850	73,237
Finance costs	7D	0	0
Projects expenditure	7E	6,770,058	7,636,177
Write-down and impairment of assets	7F	0	0
Other expenses	8	232,544	211,507
TOTAL EXPENSES		7,783,893	8,575,090
OPERATING RESULT		4,749,923	6,604,910

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

BALANCE SHEET
as at 31 October 2006

	Notes	31 October 2006 \$	31 October 2005 \$
ASSETS			
Financial Assets			
Cash and cash equivalents	13B	156,177	970,196
Receivables	9A	2,078,820	3,949,348
Investments	9B	3,464,274	4,087,514
Other investments	9C	5,001	5,001
Total Financial Assets		5,704,272	9,012,059
Non-Financial Assets			
Infrastructure, plant and equipment	10A,C	257,067	176,156
Intangibles	10B,C	1,823,808	1,268,880
Other non-financial assets	10D	15,799	24,356
Total Non-Financial Assets		2,096,674	1,469,392
TOTAL ASSETS		7,800,946	10,481,451
LIABILITIES			
Payables			
Suppliers	11A	39,698	38,572
Projects	11B	365,587	1,156,133
Other payables	11C	426,654	599,638
Total Payables		831,939	1,794,343
Provisions			
Employee provisions	12A	353,622	328,468
Total Provisions		353,622	328,468
TOTAL LIABILITIES		1,185,561	2,122,811
NET ASSETS		6,615,385	8,358,640
EQUITY			
Reserves		82,763	71,423
Retained surpluses		6,532,622	8,287,217
TOTAL EQUITY		6,615,385	8,358,640
Current assets		5,715,070	9,031,414
Non-current assets		2,085,876	1,450,037
Current liabilities		1,153,520	2,066,656
Non-current liabilities		32,041	56,155

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

STATEMENT OF CASH FLOWS
for the period ended 31 October 2006

	Notes	31 October 2006 \$	31 October 2005 \$
OPERATING ACTIVITIES			
Cash received			
Revenues from Government		9,404,450	12,188,137
Contributions		3,201,633	472,663
Goods and services		9,736	7,146
Interest		119,652	111,572
Net GST received from ATO		406,057	489,767
Other		(7,110)	220
Total cash received		13,134,418	13,269,505
Cash used			
Employees		(454,925)	(416,017)
Suppliers		(340,664)	(337,237)
Project expenditure		(8,393,084)	(7,368,676)
Financing costs		0	0
Other		(232,544)	(211,900)
Total cash used		(9,421,217)	(8,333,830)
Net cash from or (used by) operating activities	13A	3,713,201	4,935,675
INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of infrastructure, plant and equipment		0	0
Total cash received		0	0
Cash used			
Purchase of infrastructure, plant and equipment		(104,615)	0
Purchase of intangibles		(154,557)	(172,569)
Total cash used		(259,172)	(172,569)
Net cash from or (used by) investing activities		(259,172)	(172,569)
Net increase or (decrease) in cash held		3,454,029	4,763,106
Cash at the beginning of the reporting period		166,422	294,604
Cash at the end of the reporting period	13B	3,620,451	5,057,710

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

STATEMENT OF CHANGES IN EQUITY
for the period ended 31 October 2006

	Accumulated Results		Asset Revaluation Reserve		Total Equity	
	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06
	\$	\$	\$	\$	\$	\$
Opening balance at 1 July	1,782,699	1,745,647	82,763	71,423	1,865,462	1,817,070
Adjustment for errors	0	0	0	0	0	0
Adjustment for changes in Accounting policies	0	0	0	0	0	0
Adjusted Opening Balance	1,782,699	1,745,647	82,763	71,423	1,865,462	1,817,070
Income and Expense						
Revaluation adjustment	0	0	0	11,340		
Subtotal income and expenses recognised directly in equity	0	0	0	11,340	0	11,340
Net Operating Result	4,749,923	6,604,910	0	0	4,749,923	6,604,910
Total income and expenses	4,749,923	6,604,910	0	11,340	4,749,923	6,616,250
Transfers between equity components	0	0	0	0	0	0
Closing balance at 31 October	6,532,622	8,350,557	82,763	71,423	6,615,385	8,421,980

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

SCHEDULE OF COMMITMENTS
as at 31 October 2006

	31 October 2006	31 October 2005
	\$	\$
BY TYPE		
Other commitments		
Operating leases ⁽¹⁾	439,120	0
Other commitments ⁽²⁾	53,075,274	55,400,908
Total other commitments	53,514,394	55,400,908
Commitments receivable	(4,864,945)	(5,036,446)
Net commitments by type	48,649,449	50,364,462
BY MATURITY		
Operating lease commitments		
One year or less	109,849	0
From one to five years	329,271	0
Over five years	0	0
Total operating lease commitments	439,120	0
Other commitments		
One year or less	27,780,143	27,367,234
From one to five years	24,589,700	27,769,572
Over five years	705,431	264,102
Total other commitments	53,075,274	55,400,908
Commitments receivable	(4,864,945)	(5,036,446)
Net commitments by maturity	48,649,449	50,364,462
The amount of rental expense recognised in the category 'Supplier expenses' in the reporting period is as follows:	33,287	0

NB: All commitments are GST inclusive where relevant.

1. Operating leases are effectively non-cancellable and comprise:

- lease for office accommodation on premises at 25 Geils Court Deakin, which expires 31 July 2010. Lease payments are subject to annual increase in accordance with upwards movements in the Canberra Consumer Price Index. The initial period of office accommodation lease is still current and may be renewed for up to 5 years at FRDC's option, following a once-off adjustment to rentals to current market levels.

2. Other commitments comprise the future funding of approved projects that is contingent on achievement of agreed milestones over the life of the projects (project agreements are exchanged prior to release of the first payment on a project). Projects for which an amount was payable but that were unpaid at the end of the period have been brought to account as project payables. The FRDC contracts to fund projects in future years in advance of receipt of the income needed to fund them. It manages this risk by having the project agreement allow for termination due to insufficient funds or change of Government policy. If the FRDC were to terminate a project agreement, it would only be liable to compensate the research provider for reasonable costs in respect of unavoidable loss incurred by the research provider and directly attributable to the termination.

The above schedule should be read in conjunction with the accompanying notes