



Australian Government

**Fisheries Research and
Development Corporation**

**Financial Statements
period ended
30 September 2006**

FISHERIES RESEARCH AND DEVELOPMENT CORPORATION

STATEMENT BY DIRECTORS AND EXECUTIVE DIRECTOR

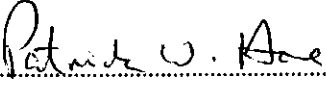
In our opinion, the attached financial statements of the Fisheries Research and Development Corporation (FRDC) for the period ended 30 September 2006 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the 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.

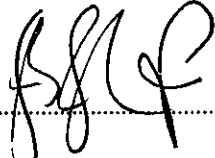
This statement is made in accordance with a resolution of the directors.

Signed..... / / 2006

To be Advised
Chair Finance, Audit and Risk Management Committee

Signed.....  5 / 10 / 2006

Patrick Hone
Executive Director

Signed.....  09/05 / 2006

John Wilson
Chief Financial Officer

INCOME STATEMENT
for the period ended 30 September 2006

	Notes	30 September 2006 \$	30 September 2005 \$
INCOME			
<i>Revenue</i>			
Revenues from Government	6A	9,033,402	8,960,696
Contributions	6B	1,998,232	2,041,055
Goods and services	6C	5,299	1,691
Interest	6D	70,576	83,521
Other revenues	6E	(8,799)	120
Total revenue		11,098,710	11,087,083
<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		11,098,710	11,086,833
EXPENSES			
Employees	7A	327,163	318,733
Suppliers	7B	162,344	227,973
Depreciation and amortisation	7C	74,336	54,187
Finance costs	7D	0	0
Projects expenditure	7E	4,124,932	4,949,233
Write-down and impairment of assets	7F	0	0
Other expenses	8	164,188	165,452
TOTAL EXPENSES		4,852,963	5,715,578
OPERATING RESULT		6,245,747	5,371,255

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

BALANCE SHEET
as at 30 September 2006

	Notes	30 September 2006 \$	30 September 2005 \$
ASSETS			
Financial Assets			
Cash and cash equivalents	13B	445,082	525,740
Receivables	9A	1,465,228	1,961,352
Investments	9B	5,458,248	4,568,547
Other investments	9C	5,001	5,001
Total Financial Assets		7,373,559	7,060,640
Non-Financial Assets			
Infrastructure, plant and equipment	10A,C	228,624	181,666
Intangibles	10B,C	1,788,883	1,230,303
Other non-financial assets	10D	17,773	26,858
Total Non-Financial Assets		2,035,280	1,438,827
TOTAL ASSETS		9,408,839	8,499,467
LIABILITIES			
Payables			
Suppliers	11A	50,761	89,444
Projects	11B	470,329	172,199
Other payables	11C	426,654	727,488
Total Payables		947,744	989,131
Provisions			
Employee provisions	12A	349,886	322,011
Total Provisions		349,886	322,011
TOTAL LIABILITIES		1,297,630	1,311,142
NET ASSETS		8,111,209	7,188,325
EQUITY			
Reserves		82,763	71,423
Retained surpluses		8,028,446	7,116,902
TOTAL EQUITY		8,111,209	7,188,325
Current assets		7,386,331	7,082,497
Non-current assets		2,022,508	1,416,970
Current liabilities		1,266,292	1,278,846
Non-current liabilities		31,338	32,296

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

STATEMENT OF CASH FLOWS
for the period ended 30 September 2006

	Notes	30 September 2006	30 September 2005
		\$	\$
OPERATING ACTIVITIES			
Cash received			
Revenues from Government		9,033,402	8,960,696
Contributions		2,838,343	1,629,870
Goods and services		5,299	1,691
Interest		70,576	83,521
Net GST received from ATO		266,295	616,283
Other		(8,799)	120
Total cash received		12,205,116	11,292,181
Cash used			
Employees		(336,950)	(311,621)
Suppliers		(263,352)	(229,308)
Project expenditure		(5,535,428)	(5,665,666)
Financing costs		0	0
Other		(164,188)	(165,452)
Total cash used		(6,299,918)	(6,372,047)
Net cash from or (used by) operating activities	13A	5,905,198	4,920,134
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		(67,667)	0
Purchase of intangibles		(100,623)	(120,451)
Total cash used		(168,290)	(120,451)
Net cash from or (used by) investing activities		(168,290)	(120,451)
Net increase or (decrease) in cash held		5,736,908	4,799,683
Cash at the beginning of the reporting period		166,422	294,604
Cash at the end of the reporting period	13B	5,903,330	5,094,287

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

STATEMENT OF CHANGES IN EQUITY
for the period ended 30 September 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	6,245,747	5,371,255	0	0	6,245,747	5,371,255
Total income and expenses	6,245,747	5,371,255	0	11,340	6,245,747	5,382,595
Transfers between equity components	0	0	0	0	0	0
Closing balance at 30 September	8,028,446	7,116,902	82,763	71,423	8,111,209	7,188,325

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

SCHEDULE OF COMMITMENTS

as at 30 September 2006

	30 September 2006	30 September 2005
	\$	\$
BY TYPE		
Other commitments		
Operating leases ⁽¹⁾	439,211	0
Other commitments ⁽²⁾	55,120,369	58,343,117
Total other commitments	55,559,580	58,343,117
Commitments receivable	(5,050,871)	(5,303,920)
Net commitments by type	50,508,709	53,039,197
BY MATURITY		
Operating lease commitments		
One year or less	109,849	0
From one to five years	329,362	0
Over five years	0	0
Total operating lease commitments	439,211	0
Other commitments		
One year or less	32,929,470	30,510,059
From one to five years	21,485,467	27,575,770
Over five years	705,431	257,288
Total other commitments	55,120,369	58,343,117
Commitments receivable	(5,050,871)	(5,303,920)
Net commitments by maturity	50,508,709	53,039,197
The amount of rental expense recognised in the category 'Supplier expenses' in the reporting period is as follows:	24,966	18,810

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