

Property Industry Foundation Pty Limited

ACN 071 443 797

Annual Report 31 October 2007

Contents

	Page
Directors' report	1
Income Statement	3
Balance Sheet	4
Cash flow statement	5
Notes to the financial statements	6
Directors' declaration	8
Accountant's compilation report	9

Your directors present their report on Property Industry Foundation Pty Limited ("the company") for the year ended 31 October 2007.

Directors

The following persons were directors of Property Industry Foundation Pty Limited at the date of this report:

G Munro
G Rothwell
K A Grayson
C Kirk
B Crotty
T Johansen
K R Griffin

B Crotty was appointed as a director on 11 April 2007.

K R Griffin and T Johansen were appointed as directors on 1 November 2007.

G Paramor and R G Campbell were directors from the beginning of the financial year until their resignations on 28 August 2007.

Principal activities and review of operations

The company operated as trustee of the Property Industry Foundation and did not trade during the year ended 31 October 2007.

Dividends

Since the end of the year no dividend has been paid or declared and the directors do not recommend the payment of a dividend.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the company during the year.

Review of operations

The company's profit before income tax for the year ended 31 October 2007 was nil. (2006:nil)

Matters subsequent to the end of the financial year

No other matter or circumstance has arisen since 31 October 2007 that has significantly affected, or may significantly affect:

- (a) the company's operations in future financial years,
- (b) the results of those operations in future financial years, or
- (c) the company's state of affairs in future financial years.

Likely developments and expected results of operations

There are no likely developments and the results of operations are expected to be consistent with previous years.

Environmental regulation

The company is not subject to any significant environmental regulation.

Insurance of officers

The company did not pay a premium to insure the directors and secretaries of the company during the year.

Proceedings on behalf of the company

No person has applied to the Court under section of 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party, for the purpose of taking responsibility on behalf of the company for all or part of those proceedings

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of directors.



Brendan Patrick Crotty
Director
Sydney
3 MARCH, 2008

Property Industry Foundation Pty Limited
Income Statement
As at 31 October 2007

The company did not trade during the current and previous years. Therefore, an income statement has not been included in the financial report.

Compiled without audit or review or independent verification – refer accountant's compilation report.

Property Industry Foundation Pty Limited

Balance Sheet

As at 31 October 2007

	Notes	2007 \$	2006 \$
Current assets			
Cash		<u>2</u>	<u>2</u>
Total current assets		<u>2</u>	<u>2</u>
Net assets		<u>2</u>	<u>2</u>
Equity			
Contributed equity	2	<u>2</u>	<u>2</u>
Total equity		<u>2</u>	<u>2</u>

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

Compiled without audit or review or independent verification – refer accountant's compilation report.

Property Industry Foundation Pty Limited

Cash flow statement

For the year ended 31 October 2007

The company had no cash flows or cash flow equivalents during the current and previous years. Therefore, a cash flow statement has not been included in the financial report.

Compiled without audit or review or independent verification – refer accountant's compilation report.

Note 1. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial report includes financial statements for Property Industry Foundation Pty Ltd as an individual entity.

(a) Basis of preparation

This general purpose financial report has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Boards, Urgent Issues Group Interpretations and the *Corporations Act 2001*.

(b) Historical Cost Convention

These financial statements have been prepared under the historical cost convention.

(c) Trustee

The company acts as trustee of the Property Industry Foundation. The accounting policies adopted by the company in the preparation of the financial statements for the year ended 31 October 2007 reflect the fiduciary nature of the company's responsibility for the assets and liabilities of the trust which are set out in Note 3. The company has a right of indemnity for liabilities against the assets of the Property Industry Foundation should it be called to discharge any of these liabilities.

The directors have considered the company's position and have determined that the liabilities of the trust for which it acts as trustee do not represent liabilities of the company. Accordingly no amount has been included in the company's balance sheet in respect of these liabilities.

Compiled without audit or review or independent verification – refer accountant's compilation report.

Note 2. Contributed equity

	2007 Shares	2006 Shares	2007 \$	2006 \$
(a) Share capital				
Ordinary shares				
Issued and paid up capital	2	2	2	2

(b) Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the company in proportion to the number of and amounts paid on the shares held.

Note 3. Trust Details

	2007 \$	2006 \$
Property Industry Foundation		
Current assets	1,004,164	932,046
Non-current assets	1,708,817	1,119,278
Total assets	2,712,981	2,051,324
Current liabilities	133,917	56,763
Non current liabilities	33,823	-
Total liabilities	167,740	56,763
Net assets	2,545,241	1,994,561

Note 4. Related Parties

The company acts as a trustee of the Property Industry Foundation (refer to note 1(c)).

The directors of the company during the year were:

G Munro
G Rothwell
K A Grayson
C Kirk
B Crotty
T Johansen
K R Griffin

B Crotty was appointed as a director on 11 April 2007.

K R Griffin and T Johansen were appointed as directors on 1 November 2007.

G Paramor and R G Campbell were directors from the beginning of the financial year until their resignations on 28 August 2007.

The directors are not remunerated in connection with the management of the affairs of the company. (2006:nil).

Compiled without audit or review or independent verification – refer accountant's compilation report.

Property Industry Foundation Pty Limited
Directors' declaration
31 October 2007

In the directors' opinion:

- (a) the financial statements and notes set out on pages 1 to 8 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Act 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the company's financial position as at 31 October 2007 and of its performance for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the company 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 directors.



Brendan Patrick Crotty
Director
Sydney
3 MARCH, 2008

**Accountant's compilation report to the directors of
Property Industry Foundation Pty Limited**

Using information you provided, we have compiled the general purpose financial report ("the report") for the year ended 31 October 2007 comprising an income statement, balance sheet, cashflow statement and related notes, set out on pages 4 to 8.

Our engagement was performed in accordance with APS 9: *Statement on Compilation of Financial Reports*. The report has been compiled in accordance with applicable Accounting Standards and other mandatory professional reporting requirements.

You are solely responsible for the information contained in the report and have determined that the accounting policies used are appropriate to meet *Corporations Act 2001* requirements.

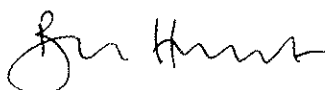
We have compiled the information you provided into a financial report. Under the terms of our engagement, we have not audited, reviewed or independently verified the information you provided. Accordingly, we do not express or imply an opinion or give any assurance on the completeness, accuracy, truth or fairness of the report or the information in it.

The report has been compiled to meet *Corporations Act 2001* requirements. It may not be suitable for any other purpose.

The report was prepared at your request, and we accept no responsibility to any other person in relation to it. No other person shall be entitled to rely on this report for any other purpose.



PricewaterhouseCoopers



BK Hunter
Partner

Sydney
3 March 2008