

GUAM PRESERVATION TRUST

**FINANCIAL STATEMENTS AND INDEPENDENT
ACCOUNTANTS' COMPILATION REPORT**

THREE AND NINE MONTHS ENDED JUNE 30, 2007

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Guam Preservation Trust:

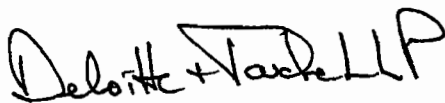
We have compiled the accompanying balance sheet of Guam Preservation Trust (Trust) as of June 30, 2007, and the related statements of operations for the three and nine month periods then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has informed us that they are unable to assess the adequacy of the allowance for doubtful accounts in the accompanying financial statements. Trust management is in discussions with the Government of Guam to resolve the collectibility of its recorded receivables, and is currently unable to predict the ultimate outcome of this matter.

As of September 30, 2006, the Trust wrote off its leasehold interest because of their intent to terminate the lease agreement. As a settlement has not been reached, the outcome of this matter is currently undeterminable. Accordingly, the impact of this matter is not predictable.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Trust's financial position, results of operations and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



July 30, 2007

GUAM PRESERVATION TRUST

Balance Sheet

June 30, 2007

(See Accompanying Independent Accountants' Compilation Report)

ASSETS

Cash in bank - checking	\$	18,681
Cash - trust account		347,169
Investments		1,802,604
Receivables:		
General fund		5,928,253
Allowance for doubtful accounts		(5,345,996)
Property and equipment, net of accumulated depreciation		<u>4,342</u>
Total assets	\$	<u><u>2,755,053</u></u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accrued expenses	\$	32,124
Payroll liabilities		<u>13,709</u>
Total liabilities		<u>45,833</u>
Net assets:		
Unrestricted:		
Net assets		2,276,512
Current period addition to unrestricted net assets		<u>432,708</u>
Total unrestricted net assets		<u>2,709,220</u>
	\$	<u><u>2,755,053</u></u>

GUAM PRESERVATION TRUST

Statements of Operations
 Three and Nine Months Ended June 30, 2007
 (See Accompanying Independent Accountants' Compilation Report)

	<u>Current Quarter</u>	<u>Year-to-Date (Nine Months)</u>
Revenue:		
Building permit fees	\$ 222,499	\$ 777,254
Interest income	10,550	52,102
Other income	-	8,030
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Total revenue	233,049	837,386
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Expenses:		
Projects - grants	56,447	149,972
Salaries	52,706	148,261
Accounting services	10,852	18,769
Audit services	12,502	12,502
Insurance	3,864	10,951
FICA	4,305	10,850
Travel and conference fees	9,055	9,300
Rent	2,550	8,500
Bank charges	2,794	7,218
Simple plan contribution	1,725	5,125
Legal services	2,550	3,842
Advertising	846	3,690
Supplies	2,222	3,557
Communications	898	2,599
Stipend	600	2,350
Depreciation	705	1,916
Repair and maintenance	403	779
Postage	-	60
Amortization	(1,502)	-
Miscellaneous	436	2,023
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Total expenses	163,958	402,264
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Earnings from operations	69,091	435,122
Other expenses:		
Unrealized loss on investments	(2,414)	(2,414)
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Net earnings and increase in net assets	\$ 66,677	\$ 432,708
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