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 March 31, 2007, and the related statements of operations for the three and six months 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 March 31, 2007, the Trust has a net leasehold interest of $92,348 in a lease that management has requested be terminated. As a settlement has not been reached, the outcome of this matter is currently undeterminable. Accordingly, the impact of this matter on the recorded leasehold interest is not determinable.

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.

May 15, 2007
GUAM PRESERVATION TRUST

Balance Sheet
March 31, 2007
(See Accompanying Independent Accountants' Compilation Report)

ASSETS

Cash in bank - checking $ 12,875
Cash - trust account 2,114,815
Receivables:
   General fund 5,888,995
   Allowance for doubtful accounts (3,810,805)
Property and equipment, net of accumulated depreciation 3,474
Leasehold interest, net 92,348

Total assets $ 4,301,702

LIABILITIES AND NET ASSETS

Liabilities:
   Accrued expenses $ 4,146
   Payroll liabilities 4,770

Total liabilities 8,916

Net assets:
   Unrestricted:
      Net assets 3,916,756
      Current period addition to unrestricted net assets 376,030

Total unrestricted net assets 4,292,786

$ 4,301,702
GUAM PRESERVATION TRUST

Statements of Operations
Three and Six Months Ended March 31, 2007
(See Accompanying Independent Accountants' Compilation Report)

<table>
<thead>
<tr>
<th></th>
<th>Current Quarter</th>
<th>Year-to-Date (Six Months)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Building permit fees</td>
<td>$332,995</td>
<td>$554,755</td>
</tr>
<tr>
<td>Interest income</td>
<td>21,864</td>
<td>41,552</td>
</tr>
<tr>
<td>Other income</td>
<td>-</td>
<td>8,030</td>
</tr>
<tr>
<td>Total revenue</td>
<td>354,859</td>
<td>604,337</td>
</tr>
</tbody>
</table>

Expenses:

<table>
<thead>
<tr>
<th></th>
<th>Current Quarter</th>
<th>Year-to-Date (Six Months)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Projects - grants</td>
<td>20,282</td>
<td>93,526</td>
</tr>
<tr>
<td>Salaries</td>
<td>46,068</td>
<td>85,555</td>
</tr>
<tr>
<td>Accounting services</td>
<td>7,292</td>
<td>7,917</td>
</tr>
<tr>
<td>Insurance</td>
<td>3,718</td>
<td>7,087</td>
</tr>
<tr>
<td>FICA</td>
<td>3,524</td>
<td>6,545</td>
</tr>
<tr>
<td>Rent</td>
<td>2,550</td>
<td>5,950</td>
</tr>
<tr>
<td>Bank charges</td>
<td>2,139</td>
<td>4,425</td>
</tr>
<tr>
<td>Simple Plan contribution</td>
<td>2,100</td>
<td>3,400</td>
</tr>
<tr>
<td>Advertising</td>
<td>2,361</td>
<td>2,844</td>
</tr>
<tr>
<td>Stipend</td>
<td>850</td>
<td>1,750</td>
</tr>
<tr>
<td>Communications</td>
<td>770</td>
<td>1,701</td>
</tr>
<tr>
<td>Amortization</td>
<td>751</td>
<td>1,502</td>
</tr>
<tr>
<td>Supplies</td>
<td>1,119</td>
<td>1,336</td>
</tr>
<tr>
<td>Legal services</td>
<td>1,293</td>
<td>1,292</td>
</tr>
<tr>
<td>Depreciation</td>
<td>618</td>
<td>1,210</td>
</tr>
<tr>
<td>Repair and maintenance</td>
<td>375</td>
<td>375</td>
</tr>
<tr>
<td>Conference fees</td>
<td>210</td>
<td>245</td>
</tr>
<tr>
<td>Postage</td>
<td>-</td>
<td>60</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>932</td>
<td>1,587</td>
</tr>
<tr>
<td>Total expenses</td>
<td>96,952</td>
<td>228,307</td>
</tr>
</tbody>
</table>

Net earnings and increase in net assets

$257,907 $376,030