

GUAM PRESERVATION TRUST

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

THREE AND SIX MONTHS ENDED MARCH 31, 2007

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Guam Preservation Trust:

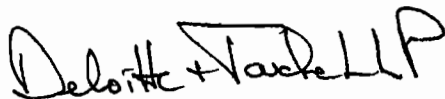
We have compiled the accompanying balance sheet of Guam Preservation Trust (Trust) as of March 31, 2007, and the related statements of operations for the three and six months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of 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
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Total assets	\$	<u>4,301,702</u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accrued expenses	\$	4,146
Payroll liabilities		4,770
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Total liabilities		8,916
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Net assets:		
Unrestricted:		
Net assets		3,916,756
Current period addition to unrestricted net assets		376,030
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Total unrestricted net assets		4,292,786
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	\$	<u>4,301,702</u>

GUAM PRESERVATION TRUST

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

	Current Quarter	Year-to-Date (Six Months)
Revenue:		
Building permit fees	\$ 332,995	\$ 554,755
Interest income	21,864	41,552
Other income	-	8,030
Total revenue	354,859	604,337
Expenses:		
Projects - grants	20,282	93,526
Salaries	46,068	85,555
Accounting services	7,292	7,917
Insurance	3,718	7,087
FICA	3,524	6,545
Rent	2,550	5,950
Bank charges	2,139	4,425
Simple Plan contribution	2,100	3,400
Advertising	2,361	2,844
Stipend	850	1,750
Communications	770	1,701
Amortization	751	1,502
Supplies	1,119	1,336
Legal services	1,293	1,292
Depreciation	618	1,210
Repair and maintenance	375	375
Conference fees	210	245
Postage	-	60
Miscellaneous	932	1,587
Total expenses	96,952	228,307
Net earnings and increase in net assets	\$ 257,907	\$ 376,030