

EASTERN BAY ENERGY TRUST

EASTERN BAY ENERGY TRUST

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31ST MARCH 2003**

<i>Last Year</i>		<i>This Year</i>
	INCOME	
3863226	Dividends Received	4,829,032
53945	Interest Received	88,916
3917171		4,917,948
	LESS EXPENSES	
	ADMINISTRATION EXPENSES	
15987	Advertising	19,306
385846	Legal Expenses	93,545
279829	Consultancy Expenses	80,404
3224	ETNZ Levy & Meetings	3,300
1868	Audit Fees	9,788
69461	Secretarial Expenses	45,124
35406	Election Expenses	4,276
111385	Trustee Fees	97,503
35498	Public Relations	24,291
-	Wages	27,769
12382	Travelling & Accommodation	6,779
2274	General Expenses	8,484
13888	Insurance	21,411
967048		441,980
	FINANCIAL EXPENSES	
12462	Bank Fees	8,004
109860	Interest	25,258
122322		33,262
1089370	TOTAL CASH EXPENDITURE	475,242
-	Depreciation	2,425
-		2,425
1089370	TOTAL EXPENSES	477,667
\$ 2827801	OPERATING SURPLUS	\$4,440,281

EASTERN BAY ENERGY TRUST
TRUSTEES INCOME ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2003

<i>Last Year</i>		<i>This Year</i>
5798837	Balance at Beginning of Year:	5,879,232
	ADD	
2827801	Net Surplus/(Deficit) for period	4,440,281
341690	Taxation on Trustees Income	128,288
3169491		4,568,569
	LESS	
1767984	Distribution to Beneficiaries	2,292,034
341690	Imputation Credit Adjustment	128,287
979423	Prior Year Adjustment	-
3089097	DEFICIT FOR YEAR	2,420,321
\$5879231	BALANCE AS AT 31ST MARCH 2003	\$8,027,480

EASTERN BAY ENERGY TRUST
TRUSTEES CAPITAL ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2003

<i>Last Year</i>		<i>This Year</i>
<u>26637600</u>	Balance at Beginning of Year:	<u>26,637,600</u>
<u>\$26637600</u>	BALANCE AS AT 31ST MARCH 2003	<u>\$26,637,600</u>

EASTERN BAY ENERGY TRUST

**STATEMENT OF FINANCIAL POSITION
AS AT 31st March 2003**

Last Year

This Year

<i>Last Year</i>		<i>This Year</i>
	CURRENT ASSETS	
-	Sundry Debtors	2,159
23331	Taxation Refund Due	-
	National Bank - Administration	
223662	Account	39,475
-	National Bank - Grants Account	300,033
	<hr/>	
246993		341,667
	NON CURRENT ASSETS	
	Fixed Assets	
-	Plant & Equipment	3,646
	<hr/>	
-		3,646
	Investments	
-	Investment Portfolio - Grants	900,000
300000	Investment Portfolio - General	920,000
	Shares - Horizon Energy	
33915325	Distribution Ltd	33,915,325
	<hr/>	
34215325		35,735,325
	<hr/>	
34462318	TOTAL ASSETS	36,080,638
	 LESS LIABILITIES	
	CURRENT LIABILITIES	
49833	Sundry Creditors	18,802
895654	Grant Payments Owing	1,238,215
	Taxation Due	158,541
	<hr/>	
945487		1,415,558
	NON CURRENT LIABILITIES	
	Term Liabilities	
1000000	Term Liabilities	-
	<hr/>	
1000000		-
	<hr/>	
1945487		1,415,558
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\$32516831	NET ASSETS	\$34,665,080
	 REPRESENTED BY:	
	TRUST EQUITY	
26637600	Trustees Capital Account	26,637,600
5879231	Trustees Income Account	8,027,480
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\$32516831	TOTAL EQUITY	\$34,665,080
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This Statement is to be read in conjunction with the Notes to the Financial Statements and Auditors Report

EASTERN BAY ENERGY TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2003

1. Statement of Accounting Policies

Reporting entity

EASTERN BAY ENERGY TRUST is a qualifying trust.

EASTERN BAY ENERGY TRUST is a reporting entity for purposes of the *Financial Reporting Act 1993*. The financial statements have been prepared in accordance with the *Financial Reporting Act 1993*.

Measurement base

The measurement base adopted is that of historical cost. Reliance is placed on the business being a going concern. Accrual accounting is used to match expenses and revenues.

Nature of business

Specific accounting policies

The following specific accounting policies which materially effect the measurement of financial performance and financial position have been applied:

- * The amounts reported in these financial statements are inclusive of Goods and Services Tax as EASTERN BAY ENERGY TRUST is not required to be registered for GST.
- * Accounts Receivable have been shown at their estimated realisable value.
- * Investments have been valued at cost.
- * Tax has been provided for in these accounts on taxable income at the current rates.

Changes In Accounting Policies

There has been no changes in accounting policies during the year.

EASTERN BAY ENERGY TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2003**

2. Taxable Profit

The Tax calculation is as follows:

Net Taxable Profit		6,818,760
Tax at 33%		(128,288)
Less:		
Resident Withholding Tax on Interest	17,339	
Imputation Credits Brought Forward	505,414	
	<hr/>	522,753
Taxation Benefit Available to Trust		<hr/> 651,041
Comprised of:		
Taxation Refund Receivable		17,339
Imputation Credits Carried Forward		633,702
		<hr/> 651,041