

Allen & Buckeridge Venture Partners Fund

ABN 28 350 032 988

ARSN 092 671 111

Annual Financial Report for the
Financial Year Ended 30 June 2010

Allen & Buckeridge Venture Partners Fund

Annual Financial Report For The Financial Year Ended 30 June 2010

	Page Number
Responsible Entity's Directors' Report	1
Auditor's Independence Declaration	4
Independent Auditor's Report	5
Responsible Entity's Directors' Declaration	7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Notes to the Financial Statements	12

Allen & Buckeridge Venture Partners Fund

Responsible Entity's Directors' Report

The directors of Huntley Management Limited ("the Responsible Entity") submit herewith the financial report of Allen & Buckeridge Venture Partners Fund ("the Scheme") for the financial year ended 30 June 2010. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of the directors of the Responsible Entity during or since the end of the financial year are:

John H Knox
Stephen L Law
Francis G Swain
David G Millhouse (resigned 20 May 2010)

The above named directors held office during and since the end of the financial year except where indicated.

No directors were partners in or directors of the audit firm at any time during and since the end of the financial year.

Principal Activities

The Scheme is a registered managed investment scheme domiciled in Australia. The principal activity of the Scheme over the course of the financial year was to invest funds in accordance with its investment objectives and guidelines as set out in the prospectus dated 5 July 2000 and in accordance with the provisions of the Scheme's Constitution.

The Allen & Buckeridge Venture Partners Fund's investment objective is to seek capital appreciation by investing in a portfolio of mostly Australian early-stage information, communications and technology companies before they may be listed on a stock exchange.

There has been no significant change in the activities of the Scheme during the financial year.

The Scheme did not have any employees during the year.

Changes In State Of Affairs

During the financial year there was no significant change in the state of affairs of the Scheme other than that referred to in the financial statements or notes thereto.

Future Developments

Disclosure of information regarding likely developments in the operations of the Scheme in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Scheme. Accordingly, this information has not been disclosed in this report.

Review Of Operations

Results

The results of the operations of the Scheme are disclosed in the Statement of Comprehensive Income in this financial report. The net loss attributable to unitholders for the financial year ended 30 June 2010 was \$90,127 (2009: net loss \$523,684).

Policy on Valuation of Investments

The directors of the Responsible Entity have determined the carrying value of the investments be based on the fair value principles set out by the Australian Venture Capital Association, as detailed in Note 1 to the financial statements.

Investors should view these carrying values as indicative of current fair market value made on a best efforts basis by the investment managers who actually engage with each investee company on a day to day basis, usually by serving as director of the investee company.

Allen & Buckeridge Venture Partners Fund

Responsible Entity's Directors' Report (cont'd)

Distributions

The directors of the Responsible Entity paid the following distributions to unitholders:

Year ended 30 June 2010

Date Paid	Nature	Amount Per Unit	Total
N.A.	N.A	\$ Nil	\$ Nil

Year ended 30 June 2009

Date Paid	Nature	Amount Per Unit	Total
13 March 2009	Return of Capital	\$0.90	\$409,050

Subsequent Events

Under the Scheme Constitution the Scheme would terminate on the 10th anniversary of minimum subscription, plus 6 months unless extended by a determination by unitholders holding more than 75% by value of the Units on issue. Subsequent to balance date the term of the Scheme was extended until 30 September 2011. The term of the Scheme may be extended by a further year annually on an ongoing basis.

There has been no other matter or circumstance that has arisen since the end of the financial year, that has significantly affected, or may significantly affect, the operations of the Scheme, the results of those operations, or the state of affairs of the Scheme in future financial years.

Options Granted

No options were:

- (i) Granted over unissued units in the Scheme during or since the end of the financial year; or
- (ii) Granted to the Responsible Entity.

No unissued units in the Scheme were under option as at the date on which this report is made.

No units were issued in the Scheme during or since the end of the financial year as a result of the exercise of an option over unissued units in the Scheme.

Service Providers

The Scheme Responsible Entity is Huntley Management Limited ACN 089 240 513.

The Custodian of Scheme Property is Australian Executor Trustees Limited (AETL) ACN 007 869 794.

The Auditor of the Scheme financial report is Deloitte Touche Tohmatsu.

The above named service providers acted during and since the end of the financial year.

Allen & Buckeridge Venture Partners Fund

Responsible Entity's Directors' Report (cont'd)

Indemnification of Officers of the Responsible Entity and Auditors

During or since the end of the financial year the Responsible Entity has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The Responsible Entity has paid premiums:

- to insure directors and officers against legal defence costs resulting from a claim alleging a wrongful act arising from their conduct whilst acting in good faith on behalf of the Responsible Entity ; and,
- to indemnify directors and officers to the extent permitted by the Corporations Act 2001 against losses, which are legally insurable, resulting from alleged wrongful acts whilst acting in good faith on behalf of the Responsible Entity.

The above coverage is provided as part of an insurance package, the premiums payable in respect of that insurance package are not to be disclosed.

The Responsible Entity has not, during or since the end of the financial year, indemnified or agreed to indemnify an auditor of the Responsible Entity or of any related body corporate against a liability incurred as auditor.

The Scheme has not directly indemnified or insured officers of the Responsible Entity or the auditor.

Scheme Information in the Financial Report

Fees paid to the Responsible Entity and its associates out of Scheme property during the financial year are disclosed in Note 11 (a) to the financial statements.

The number of units in the Scheme held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 12 (a) to the financial statements.

The number of interests in the Scheme issued during the financial year, withdrawals from the Scheme during the financial year, and the number of interests in the Scheme at the end of the financial year are disclosed in Note 7 to the financial statements.

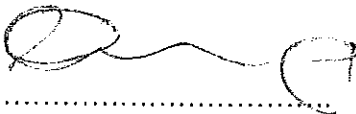
The value of the Scheme's assets as at the end of the financial year is disclosed in the Statement of Financial Position as "Total Assets" and the basis of valuation is included in Note 1 to the financial statements.

Auditors Independence Declaration

The auditor's independence declaration is included on page 4 of the financial report.

Signed in accordance with a resolution of the directors of the Responsible Entity made pursuant to s.298(2) of the Corporations Act 2001.

On behalf of the Directors



19 October 2010

John H Knox

Chairman

The Board of Directors
Huntley Management Limited
Suite 301, Level 3
37 Bligh Street
Sydney NSW 2000
SYDNEY NSW 2000

19 October 2010

Dear Board Members

Allen & Buckeridge Venture Partners Fund

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Huntley Management Limited, Responsible Entity of Allen & Buckeridge Venture Partners Fund.

As lead audit partner for the audit of the financial statements of Allen & Buckeridge Venture Partners Fund for the financial year ended 30 June 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely


DELOITTE TOUCHE TOHMATSU


X Delaney
Partner
Chartered Accountants

Allen & Buckeridge Venture Partners Fund

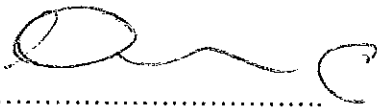
Responsible Entity's Directors' Declaration

The directors of the Responsible Entity declare that:

- a) in the directors opinion, there are reasonable grounds to believe that the Allen & Buckeridge Venture Partners Fund ("the Scheme") will be able to pay its debts as and when they become due and payable;
- b) in the directors' opinion, the attached financial statements for the year ended 30 June 2010 and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Scheme;
- c) the attached financial statements comply with International Financial Reporting Standards, as noted in Note 1 to the financial statements.

Signed in accordance with a resolution of the directors of the Responsible Entity made pursuant to s.295(5) of the Corporations Act 2001.

On behalf of the Directors



..... 19 October 2010

John H Knox

Director

Allen & Buckeridge Venture Partners Fund

Statement of Comprehensive Income for the Financial Year Ended 30 June 2010

	Note	2010 \$	2009 \$
INCOME			
Interest		4,670	34,963
Foreign exchange gain		-	52,420
Write back for impairment of receivable		18,607	-
Realised gains on disposal of investments		52,648	4,868
TOTAL INCOME		75,925	92,251
EXPENSES			
Unrealised loss in the fair value of investments		(64,884)	(441,131)
Realised loss on disposal of investments		-	(30,852)
Provision for impairment of receivable		-	(18,607)
Responsible entity fees		(51,250)	(51,250)
Custodian fees		(12,300)	(33,349)
Audit and accounting fees		(27,419)	(33,480)
Insurance premiums		(4,669)	(4,798)
Other expenses		(5,530)	(2,468)
TOTAL EXPENSES		(166,052)	(615,935)
LOSS ATTRIBUTABLE TO UNITHOLDERS		(90,127)	(523,684)
FINANCE COSTS ATTRIBUTABLE TO UNITHOLDERS			
Distributions to unitholders	10	-	(409,050)
Decrease in net assets attributable to unitholders	7	90,127	932,734
		90,127	523,684
NET PROFIT		-	-
Other comprehensive income for the year		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		-	-

Notes to the financial statements are included on pages 12 to 25.

Allen & Buckeridge Venture Partners Fund

Statement of Financial Position as at 30 June 2010

	Note	2010 \$	2009 \$
ASSETS			
Cash and cash equivalents		237,431	92,411
Trade receivables	3	582	1,194
Unlisted equities	6	458,213	658,953
Listed equities	6	16,832	10,430
Other current assets	4	56,954	108,328
Total Assets		770,012	871,316
LIABILITIES (excluding liabilities attributable to unitholders)			
Payables	5	24,234	35,411
TOTAL LIABILITIES (excluding liabilities attributable to unitholders)		24,234	35,411
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		745,778	835,905
Liabilities attributable to unitholders		(745,778)	(835,905)
NET ASSETS		-	-

Notes to the financial statements are included on pages 12 to 25.

Allen & Buckeridge Venture Partners Fund

Statement of Changes in Equity for the Financial Year Ended 30 June 2010

	Equity attributable to unitholders \$
Balance at 1 July 2008	-
Profit or loss for the year	-
Other comprehensive income for the year	-
Total comprehensive income for the year	-
Balance at 30 June 2009	-
Balance at 1 July 2009	-
Profit or loss for the year	-
Other comprehensive income for the year	-
Total comprehensive income for the year	-
Balance at 30 June 2010	-

Notes to the financial statements are included on pages 12 to 25.

Allen & Buckeridge Venture Partners Fund

Statement of Cash Flows for the Financial Year Ended 30 June 2010

	Note	2010 Inflows/ (Outflows) \$	2009 Inflows/ (Outflows) \$
<i>CASH FLOWS FROM OPERATING ACTIVITIES</i>			
Interest received		4,632	34,963
Cash collected from GST		4,949	8,716
Gross payments to suppliers and employees		(104,010)	(140,970)
NET CASH USED IN OPERATING ACTIVITIES	13(b)	(94,429)	(97,291)
<i>CASH FLOWS FROM INVESTING ACTIVITIES</i>			
Proceeds from sale of securities		240,227	415,388
Payments for securities		(778)	(105,472)
NET CASH PROVIDED BY INVESTING ACTIVITIES		239,449	309,916
<i>CASH FLOWS FROM FINANCING ACTIVITIES</i>			
Payments for return of unit capital		-	(409,050)
NET CASH USED IN FINANCING ACTIVITIES		-	(409,050)
Net increase (decrease) in cash and cash equivalents held		145,020	(196,425)
Cash and cash equivalents at beginning of financial year		92,411	288,836
Cash and cash equivalents at end of the financial year	13(a)	237,431	92,411

Notes to the financial statements are included on pages 12 to 25.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

1. Summary of Accounting Policies

Statement of compliance

These financial statements are general purpose financial statements which have been prepared in accordance with the Corporations Act 2001, Accounting Standards and Interpretations, and comply with other requirements of the Law.

Accounting Standards include Australian equivalents to International Financial Reporting Standards ('A-IFRS'). Compliance with A-IFRS ensures that the financial statements and notes of the Scheme comply with International Financial Reporting Standards ('IFRS').

The financial statements were authorised for issue by the directors 19 October 2010.

Basis of preparation

The financial report has been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments which are carried at their fair value. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise stated.

Critical accounting judgements and keys sources of estimation uncertainty

In the application of A-IFRS management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revisions affects both current and future periods.

Judgements made by management in the application of A-IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements.

The accounting policies set out below have been consistently applied in preparing the financial statements for the year ended 30 June 2010 and the comparative information presented in these financial statements.

Adoption of New and Revised Accounting Standards

In the current year, the Scheme has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current annual reporting period. Details of the impact of the adoption of these new accounting standards are set out in the individual accounting policy notes set out below. The Scheme has adopted the following Standards as listed below which only impacted on the Scheme's financial Statements with respect to disclosure:

- **AASB 101 'Presentation of Financial Statements' (revised September 2007), AASB 2007-8 'Amendments to Australian Accounting Standards arising from AASB 101'**

It required the presentation of a statement of comprehensive income and made changes to the statement of changes in equity but did not affect any of the amounts recognised in the financial statements. If the Scheme makes a prior period adjustment or re-classifies items in the financial statement, it will need to disclose a third balance sheet (statement of financial position), this one being at the beginning of the comparative period

- **AASB 8 'Operating Segments', AASB 2007-3 'Amendments to Australian Accounting Standards arising from AASB 8'**

Application of these Standards did not affect any of the amounts recognised in the financial statements, but has changed the disclosures required to be made in relation to the financial statements.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

1. Summary of Accounting Policies (cont'd)

Significant Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

(a) Debt and equity instruments

In accordance with AASB 132 unitholders funds are classified as a financial liability and disclosed as such in the Statement of Financial Position, being referred to as "Net assets attributable to unitholders."

(b) Foreign currency transactions

All foreign currency transactions during the year have been brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined.

Exchange differences are recognised in profit or loss in the period in which they arise.

(c) Investment income

Dividend income is recognised on a receivable basis with the corresponding foreign withholding taxes recorded as an expense.

Interest revenue is recognised on a time proportionate basis taking into account the effective yield on the financial assets.

(d) Investments

Investments are valued at fair value, a method recommended by the Australian Venture Capital Association Limited ("AVCAL").

Fair value is determined on the basis of a valuation performed by the directors based on the valuation methodologies contained in section 3 of the International Private Equity and Venture Capital Valuation Guidelines as endorsed by AVCAL on 1 November 2005. The valuation methods prescribed by the guidelines are:

- a) Earnings multiple;
- b) Price of recent investment;
- c) Discounted cashflows or earnings (of underlying business);
- d) Discounted cashflows (from the investment);
- e) Industry valuation benchmarks;
- f) Net assets; and
- g) Market price

The valuation methodology chosen for each investment depends on the stage of investment. The fair values are recognised in the financial statements of the Scheme and are reviewed at the end of each reporting period to ensure that the carrying values of the investments are not materially different from their fair values.

Investments are stated at fair value in accordance with the investment strategy of the Scheme with any resultant gain or loss recognised in profit or loss in the period in which the gain or loss occurs.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

1. Summary of Accounting Policies (cont'd)

(e) Cash and cash equivalents

Cash and cash equivalents comprise of cash on hand, cash in banks and investments in money market instruments net of outstanding bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

(f) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST) except for receivables and payables which are recognised inclusive of GST. If the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the item of expense.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(g) Income tax

Under current income tax legislation the Scheme is not liable to pay income tax as the net income of the Scheme is assessable in the hands of the beneficiaries (the unitholders) who are 'presently entitled' to the income of the Scheme. There is no income of the Scheme to which the unitholders are not presently entitled and, additionally, the Scheme's Constitution requires the distribution of the full amount of the net income of the Scheme to the unitholders each period.

As a result, deferred taxes have not been recognised in the financial statements in relation to differences between the carrying amounts of assets and liabilities and their respective tax bases, including taxes on capital gains which would arise in the event of a sale of investments for the amount at which they are stated in the financial statements. In the event that taxable gains are realised by the Scheme, these gains would be included in the taxable income that is assessable in the hands of the unitholders as noted above.

Realised capital losses are not distributed to unitholders but are retained within the Scheme to be offset against any realised capital gains. The benefit of any carryforward capital losses are also not recognised in the financial statements. If in any period realised capital gains exceed realised capital losses, including those carried forward from earlier periods and eligible for offset, the excess is included in taxable income that is assessable in the hands of unitholders in that period and is distributed to unitholders in accordance with the requirements of the Scheme's Constitution.

(h) Receivables

Trade receivables and other receivables are recorded at amortised cost less impairment.

(i) Payables

Trade payables and other accounts payable are recognised when the Scheme becomes obliged to make future payments resulting from the purchase of goods and services.

(j) Distributions

In accordance with the Scheme's constitution, the Scheme fully distributes its distributable income to its unitholders by way of cash.

Distributions to unitholders comprise the income of the Scheme to which the unitholders are presently entitled. The distributions are payable when investments are realised.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

2. Remuneration of Auditors

	2010 \$	2009 \$
Amounts received, or due and receivable by the auditors of the Scheme for:		
Audit of the Financial Report	15,290	18,749
	<u>15,290</u>	<u>18,749</u>

The expense amount includes accruals and non recoverable GST. The total fees paid to the auditors, GST exclusive, was \$14,000 (2009: \$15,500).

The auditor Allen & Buckeridge Venture Partners Fund is Deloitte Touche Tohmatsu.

3. Trade Receivables

Goods and services tax receivable	582	1,194
	<u>582</u>	<u>1,194</u>

4. Other Current Assets

Investment sale proceeds payable by instalments	33,537	111,055
Less: provision for impairment of receivable	-	(18,607)
	<u>33,537</u>	<u>92,448</u>
Investment sale proceeds held in escrow	6,273	-
Other investment proceeds & capital returns receivable	13,936	-
Prepaid insurance	3,208	3,067
Prepaid Huntley Management Ltd Responsible Entity Fees	-	12,813
	<u>56,954</u>	<u>108,328</u>

5. Payables

Trade payables	5,239	15,536
Accrued expenses	18,920	19,800
Unitholder subscriptions received in advance	75	75
	<u>24,234</u>	<u>35,411</u>

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

6. Investments

Name and Principal Activities	2010	2009	Capital Commitments (i)		Further Investment Commitments (ii)	
			30 June 2010	30 June 2009	30 June 2010	30 June 2009
Investments at cost	\$	\$	\$	\$	\$	\$
RNG Holdings Guernsey Ltd <i>Developer and producer of gaming products and gaming related software systems etc. Investment acquired through corporate restructure of Next Generation Entertainment Pty Ltd.</i>	144,411	-	-	-	-	-
Wishlist Holdings Pty Ltd <i>An e-commerce platform and fulfilment operation which together provide corporate incentives and rewards, and consumer gifting services on line.</i>	303,581	303,581	-	-	-	-
Blue Freeway Ltd (Listed equities). Fair value 2009 \$903. <i>Provider of specialist digital and interactive marketing and communication services.</i>	-	38,414	-	-	-	-
Netstar Group Holdings Ltd	-	78,869	-	-	-	-
Netstar International Holdings (BVI) Ltd <i>Supplier of network integration services to Asia-Pacific clients, particularly China, Taiwan, ASEAN and Australia.</i>	-	375,692	-	-	-	-
Redfern Broadband Networks Inc <i>Designer of high speed optical fibre systems for access metro access networks operated by telecommunications carriers.</i>	166,278	166,278	-	-	-	-
Next Generation Entertainment Pty Ltd <i>Developer and producer of gaming products and gaming related software systems etc. Corporate restructure into RNG Holdings Guernsey Ltd.</i>	-	190,387	-	-	-	-
EKit.com Inc <i>Provider of communication and information services to international travellers via a proprietary unified message platform and calling card.</i>	277,621	277,621	-	-	-	-
Australian Gigahertz Network Pty Ltd <i>Developer of wireless network systems for developing country environments</i>	95,285	95,285	-	-	-	-
Australian Gigahertz Network International Pty Ltd <i>Operator of telephony and data telecommunications networks in Philippines</i>	2,543	2,543	-	-	-	-

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

6. Investments (cont'd)

Name and Principal Activities	2010	2009	Capital Commitments (i)		Further Investment Commitments (ii)	
			30 June 2010	30 June 2009	30 June 2010	30 June 2009
	\$	\$	\$	\$	\$	\$
BlueFish Wireless Inc <i>Developer of wireless technology enabling PDA's to interact with objects in their immediate physical environment</i>	25,494	25,494	-	-	-	-
Xpertcorp.com Pty Ltd <i>Supplier of automated Q&A services for websites</i>	4,598	4,598	-	-	-	-
Firstfolio Limited (Listed equities). Fair value \$16,832 (2009: \$9,527)	9,527	9,527	-	-	-	-
Communicator Interactive Limited (USA) <i>Designer and operator of mobile phone-based interactive marketing services and provider of carrier connectivity to support these campaigns and also entertainment content (games).</i>	2,405	2,405	-	-	-	-
Kennet II Limited Partnership <i>Fund investing in emerging growth European and US technology companies</i>	171,377	184,975	5,725	6,083	-	-
Fultec Semiconductor Inc <i>Developer of a transient blocking unit for protecting telecommunications</i>	39,839	39,839	-	-	-	-
	1,242,959	1,795,508				
Fair value adjustments						
Unrealised changes in fair value of investments	(767,914)	(1,126,125)				
Investments at their fair market value amount	475,045	669,383				

(i) Capital Commitments are legal obligations as of the respective year-end.

(ii) Further Investment Commitments arise when a decision to further invest has been made subsequent to the respective year-end.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

7. Net Assets Attributable to Unitholders

	2010 No.	2009 No.
Units on Issue		
On issue at beginning and end of the year	454,500	454,500
Movements in Net Assets Attributable to Unitholders	\$	\$
At the beginning of the year	835,905	1,768,639
Unit capital returned	-	(409,050)
Net transfer from/(to) income statement	(90,127)	(523,684)
Net assets attributable to unitholders at end of year	745,778	835,905
Called and Paid Up Unit Capital		
442,500 units at \$10.00 each (2009: 442,500 units to \$10.00 each)	4,425,000	4,425,000
12,000 units at \$10.00 each (2009: 12,000 units to \$10.00 each)	120,000	120,000
	4,545,000	4,545,000
Unit capital returns		
454,500 units at \$6.45 each	(2,931,525)	(2,931,525)
Forfeited Unit Capital		
Units forfeited	109,352	109,352
Unreturned Unit Capital	1,722,827	1,722,827

Fully and partly paid units carry one vote per unit and the rights to distributions.

8. Settlement of Scheme

The Constitution was settled on 19 April 2000 by Allen & Buckeridge Asset Management Limited (ABN 54 088 810 860).

9. Subsequent Events

Under the Scheme Constitution the Scheme would terminate on the 10th anniversary of minimum subscription, plus 6 months unless extended by a determination by unitholders holding more than 75% by value of the Units on issue. Subsequent to balance date the term of the Scheme was extended until 30 September 2011. The term of the Scheme may be extended by a further year annually on an ongoing basis.

There has been no other matter or circumstance that has arisen since the end of the financial year, that has significantly affected, or may significantly affect, the operations of the Scheme, the results of those operations, or the state of affairs of the Scheme in future years.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

10. Distributions Paid and Payable

Distributions paid are as follows:

Year ended 30 June 2010

Date Paid	Nature	Amount Per Unit	Total
N/A	N/A	\$ Nil	\$ Nil

Year ended 30 June 2009

Date Paid	Nature	Amount Per Unit	Total
13 March 2009	Return of Capital	\$0.90	\$409,050

11. Expenses

a) Responsible entity fee

In accordance with the original Constitution, the Responsible Entity was entitled to a management fee based on the following:

- For the first four years from 1 April 2000, 2.25% then;
- After this, for so long as the Scheme Responsibility Entity continues to manage the Scheme, 2% per annum of the committed capital of the Scheme, payable quarterly in advance.

However with effect from 1 July 2004 and until their replacement as Responsible Entity, Allen & Buckeridge Asset Management Limited decided to waive the management fees to be paid to it by the Scheme.

At a Meeting of Unitholders conducted on 1 May 2006 unitholders voted to change the Responsible Entity to Huntley Management Limited and to amend the Constitution to delete the fee arrangements above and include a new Clause 21.0 which allows for the Responsible Entity to be paid an annual fee of \$55,000 (incl GST) (Note 12 (b)).

Responsible Entity fees are separately disclosed in the Statement of Comprehensive Income.

b) Custodian's fee

The custodian of Scheme property is Australian Executor Trustees Limited ACN 007 869 794. In accordance with the Australian Executor Trustees Limited Custodian Agreement the custodian fee is \$13,200 (incl. GST) per annum. Custodian fees are separately disclosed in the Statement of Comprehensive Income.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

12. Related Party Disclosures

(a) Responsible Entity

The Responsible Entity for the Allen & Buckeridge Venture Partners Fund is Huntley Management Limited (ABN 52 089 240 513). Under the terms of the Constitution dated 19 April 2000, Huntley Management Limited is entitled to a Responsible Entity fee as described in Note 11. No units in the Scheme are held by the Responsible Entity or its associates.

	2010	2009
	\$	\$
(b) <i>Remuneration of Responsible Entity</i>		
Amounts paid to Responsible Entity for provision of management services in accordance with the terms of the Scheme's Constitution incl. GST		
Huntley Management Limited	55,000	55,000

(c) Key Management Personnel

The names of key management personnel during the year were:

John H Knox (Chairman and Managing Director HML)
Stephen L Law (Director)
Francis G Swain (Director)
D G Millhouse (Director) (resigned 20 May 2010)
William J Foxall (specified executive)

The position noted above for the Scheme's key management personnel are the positions held within the Responsible Entity.

(d) Key management personnel compensation

The aggregate compensation of the key management personnel of Huntley Management Limited while acting as the Responsible Entity paid by Huntley Management Limited in respect of their responsibilities to the Scheme during the year was:

	2010	2009
	\$	\$
Short-term employee benefits	12,110	11,344
Post-employment benefits	360	325
	12,470	11,669

(e) Directors Loans

No loans were made by the Scheme to the key management personnel and their related parties.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

13. Notes To The Cash Flow Statement

	2010	2009
	\$	\$
<i>(a) Reconciliation of Cash and Cash Equivalents</i>		
For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:		
Cash and cash equivalents	237,431	92,411
<i>(b) Reconciliation of profit for the period to net cash flows used in operating activities</i>		
Net profit	-	-
Finance costs attributable to unitholders	(90,127)	(523,684)
Net loss attributable to unitholders	(90,127)	(523,684)
Unrealised loss on net change in fair value of investments	64,884	441,131
Realised loss on investment	-	30,852
Realised gain on investment	(52,648)	(4,868)
Realised foreign exchange gain	-	(52,420)
Changes in net assets:		
Decrease/(Increase) in receivables	611	1,492
Increase/(Decrease) in creditors and accruals:	(11,177)	(8,601)
Increase/(Decrease) in Provision for impairment	(18,607)	18,607
Decrease in other assets	12,635	200
Net cash used in operating activities	(94,429)	(97,291)

(c) Non-cash investing activities

During the year the Scheme obtained an investment in RNG Holdings Guernsey Ltd as a result of a 1 for 1 share swap. The market value of the transaction was \$180,427.

14. Contingent Liabilities

A contingent liability exists relative to any future claims that may be made against the Scheme arising from investment dealings.

The Responsible Entity is currently not aware of any pending future claims.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

15. Financial Instruments

(a) *Financial Instruments Management*

The management of the investments of the Scheme (other than cash held for meeting daily administrative expenses) is outsourced by Huntley Management Limited, the Responsible Entity, to Allen & Buckeridge Asset Management Limited, who provide services to the Scheme, co-ordinate access to domestic and international financial markets, and manages the financial risks relating to the operations of the Scheme in accordance with an investment mandate set out in accordance with the Scheme's constitution.

The Scheme does not enter into or trade financial instruments, including derivatives financial instruments, for speculative purposes.

The Scheme's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

Australian Executor Trustees Limited act as Custodians of Scheme property on behalf of Huntley Management Limited and, as such, provided services including physical custody and safekeeping of assets and collection of dividends.

(b) *Significant Accounting Policies*

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in Note 1 to the financial statements.

(c) *Interest Rate Risk*

The Scheme's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates, is limited to cash held in bank accounts and at call which was exposed to an average interest rate throughout the year of approximately 3.55% (2009: 4.19%).

An interest rate change of 1% based on cash and cash equivalents at 30 June 2010 would result in an impact of \$2,374 (2009: \$924) on the Statement of Comprehensive Income.

(d) *Credit Risk*

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Scheme. The Scheme has adopted the policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or security where appropriate, as a means of mitigating the financial risk of financial loss from default. The maximum exposure to credit risk is the carrying value of the amounts receivable are disclosed in the balance sheet.

The carrying amount of financial assets recorded in the financial statements represents the Scheme's maximum exposure to credit risk. Management mitigate this risk through their presence on the board of investee companies and their active involvement in the direction and strategy of these companies.

The carrying amount of financial assets recorded in the financial statements represents the Scheme's maximum exposure to credit risk without taking into account the value of any collateral or other security obtained in relation to those assets.

Allen & Buckridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

15. Financial Instruments (Continued)

(e) *Foreign Exchange Risk*

The Scheme holds a number of investments (See Note 16) and has future investment commitments amounting to US\$5,000 (2009 US\$5,000) which are denominated in US dollars & UK Pounds. Generally, these assets and commitments are not hedged and are exposed to foreign currency fluctuations. A weakening of the Australian dollar of 10% against the US dollar and UK Pound would increase the fair value of investments by approximately AUD \$41,245 (2009: AUD \$43,000). A strengthening of the Australian dollar would have an opposite decreasing impact of the value of investments. This does not take into account the possible impact to the base valuation of the investment of such an exchange rate movement.

(f) *Fair Value & Other Market Risk*

Other market risk is the risk that the total value of investments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or all factors affecting instruments traded in the market. The Scheme has investments in predominantly unlisted equity instruments which expose it to price risk. Management mitigate this risk through their presence on the board of investee companies and their active involvement in the direction and strategy of these companies.

The directors of the Responsible Entity consider the carrying amount of the financial assets and financial liabilities recorded in the financial statements approximates their fair values.

The fair value of financial assets and financial liabilities are determined in accordance with the accounting policies disclosed in Note 1 to the financial statements.

A general valuation change of 10% based on valuations at 30 June 2010 would result in an impact of \$47,045 (2009: \$66,938) on the Statement of Comprehensive Income.

(g) *Credit Risk Management*

The carrying amount of financial assets recorded in the financial statements represents the Scheme's maximum exposure to credit risk without taking into account the value of any collateral or other security obtained in relation to those assets.

(h) *Capital Risk Management*

The capital structure of the Scheme consists of cash and cash equivalents and the proceeds from the issue of units of the Scheme.

(i) *Liquidity Risk Management*

The Scheme's approach to liquidity is to ensure that it will always have sufficient liquidity to meet its liabilities. As Unitholders are not entitled to redeem their units the Scheme is not exposed to this liquidity risk. The Scheme's operating liquidity requirements are able to be reliably estimated due to agreements in place with the principal service providers, namely the investment manager, custodian and responsible entity.

As the investments held by the Scheme are generally unlisted there is a risk that the Scheme may not be able to liquidate these investments at their fair value in order to meet its liquidity requirements. The Scheme manages this risk by holding a larger cash reserve. The Scheme's overall strategy for liquidity risk management remains unchanged from 2009.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

16. Segment Information

The Scheme has adopted AASB 8 Operating Segments with effect from 1 July 2009. Since the Scheme is unlisted and is not in the process of issuing any class of instruments in the public market, disclosure of segment information is not required in the Scheme's annual report. The following information regarding the geographical spread of investments is presented for the information of unitholders but AASB 8 Operating Segments has not been applied in the compilation of this information.

Geographical Segments

The Scheme operates in Australia and has investments in the following geographical areas:

	Assets At Fair Value 2010 \$	Assets At Cost 2010 \$	Assets At Fair Value 2009 \$	Assets At Cost 2009 \$
Australia	103,832	317,705	282,067	546,505
United States	227,758	683,015	304,407	696,614
United Kingdom	143,455	144,411	-	-
China / Hong Kong	-	97,828	82,909	552,389
Total	475,045	1,242,959	669,683	1,795,508

All of the revenues realised during the year have been realised in Australia and the remaining assets of the company are derived in Australia.

17. AASB Accounting Standards not yet Effective

The following Australian Accounting Standards have been issued or amended and are applicable to the Scheme but are not yet effective. They have not been adopted in preparation of the financial statements at reporting date.

AASB 2009-5 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project

Specifies amendments resulting from the IASB's annual improvement project to various Australian accounting standards and interpretations. The effective date of the amendments are 1 January 2010. The Scheme has not adopted this standard early.

AASB 9 'Financial Instruments' and its associated amending standards specify new recognition and measurement requirements for financial assets within the scope of AASB 139. Broadly, the amendments require financial assets to be measured at fair value through profit and loss unless the criteria for amortised cost measurement are met or the scheme qualifies or elects to recognise gains and losses on equity securities that are not held for trading directly in other comprehensive income. The directors of the responsible entity have not yet had the opportunity to consider how AASB 9 impacts the Scheme's financial assets. The effective date of the amendments are 1 January 2013. The Scheme has not adopted this standard early.

Allen & Buckeridge Venture Partners Fund

Notes to the Financial Statements for the Financial Year Ended 30 June 2010

18. Additional Information

Huntley Management Limited, a company incorporated and operating in Australia, is the Responsible Entity for Allen & Buckeridge Venture Partners Fund.

PRINCIPAL REGISTERED OFFICE

Suite 301

37 Bligh Street

Sydney NSW 2000

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF ALLEN & BUCKERIDGE VENTURE PARTNERS FUND

We have audited the accompanying financial report of Allen & Buckeridge Venture Partners Fund, which comprises the statement of financial position as at 30 June 2010, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Responsible Entity's directors' declaration as set out on pages 7 to 25.

The Directors' Responsibility for the Financial Report

The directors of the Responsible Entity, Huntley Management Limited, are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report complies with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control, relevant to the entity's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's Independence Declaration

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion:

- (a) the financial report of Allen & Buckeridge Venture Partners Fund is in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the scheme's financial position as at 30 June 2010 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- (b) the financial statements also comply with International Financial Reporting Standards as disclosed in Note 1.

Material Uncertainty Regarding Continuation as a Going Concern

Without qualifying our opinion, we draw attention to Note 9 in the financial report which indicates that the Allen & Buckeridge Venture Partners Fund has been extended to 30 September 2011 in accordance with the Trust Deed. This fact indicates the existence of a material uncertainty which may cast significant doubt about the ability of the Fund to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

Deloitte Touche Tohmatsu
DELOITTE TOUCHE TOHMATSU

Delaney

X Delaney
Partner
Chartered Accountants
Sydney, 19 October 2010