

CURRENCYSHARES AUSTRALIAN DOLLAR TRUST
Form 10-Q
June 13, 2008

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington D.C. 20549

FORM 10-Q

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended April 30, 2008

or

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from ____ to ____

Commission File Number 001-32911

CurrencySharesSM Australian Dollar Trust
Sponsored by Rydex Specialized Products LLC,
d/b/a Rydex Investments

(Exact name of registrant as specified in its charter)

New York
(State or other jurisdiction of
incorporation or organization)

No. 20-4685355
(IRS Employer Identification No.)

9601 Blackwell Road, Suite 500 Rockville,
Maryland 20850
(Address of principal executive offices) (Zip Code)

(301) 296-5100
(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No .

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check one): Large accelerated filer Accelerated filer Non-accelerated filer .

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No .

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Item 1. FINANCIAL STATEMENTS

CurrencySharesSM Australian Dollar Trust

Statements of Financial Condition

<u>Assets</u>	April 30, 2008 (Unaudited)	October 31, 2007
Current Assets		
Australian Dollar deposits, interest bearing	\$ 386,179,000	\$ 217,868,500
Australian Dollar deposits, non-interest bearing	--	105,627
Receivable from accrued interest	2,269,338	1,007,456

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	April 30, 2008 (Unaudited)	October 31, 2007
Total Assets	\$ 388,448,338	\$ 218,981,583
<u>Liabilities and Shareholders' Equity</u>		
Current Liabilities		
Australian Dollar deposits, non-interest bearing, overdrawn	\$ 100,991	\$ --
Accrued Sponsor's fee	133,264	66,794
Total Liabilities	234,255	66,794
Commitments and Contingent Liabilities (note 8)		
Redeemable Capital Shares, at redemption value, no par value, 13,500,000 authorized - 4,100,000 and 2,350,000 issued and outstanding, respectively	--	--
Shareholders' Equity - Retained Earnings and Cumulative Translation Adjustment	388,214,083	218,914,789
	--	--
Total Liabilities and Shareholders' Equity	\$ 388,448,338	\$ 218,981,583

See Notes to Financial Statements.

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CurrencySharesSM Australian Dollar Trust

**Statements of Income and Comprehensive Income
(Unaudited)**

	Three months ended April 30, 2008	Six months ended April 30, 2008	Three months ended April 30, 2007	Six months ended April 30, 2007
<u>Income</u>				
Interest Income	\$ 5,896,852	\$ 9,442,711	\$ 452,715	\$ 708,239
Total Income	5,896,852	9,442,711	452,715	708,239
<u>Expenses</u>				
Sponsor's fee	(351,924)	(597,683)	(31,435)	(49,055)
Total Expenses	(351,924)	(597,683)	(31,435)	(49,055)
Net Income	\$ 5,544,928	\$ 8,845,028	\$ 421,280	\$ 659,184
Other Comprehensive Income				
Currency translation adjustment	122,753	171,295	16,347	14,426

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	Three months ended April 30, 2008	Six months ended April 30, 2008	Three months ended April 30, 2007	Six months ended April 30, 2007
Total Comprehensive Income	\$ 5,667,681	\$ 9,016,323	\$ 437,627	\$ 673,610
Earnings per share	\$ 1.41	\$ 2.64	\$ 1.02	\$ 2.05
Weighted-average Shares Outstanding	3,926,667	3,345,604	411,798	322,099
Cash Dividends per Share	\$ 1.28	\$ 2.46	\$ 0.99	\$ 1.92

See Notes to Financial Statements.