



Australian Government
Australian Industrial Registry

Level 35, Nauru House
80 Collins Street, Melbourne, VIC 3000
GPO Box 1994S, Melbourne, VIC 3001
Telephone: (03) 8661 7799
Fax: (03) 9654 6672

Mr Ian Woods
President
Australian and International Pilots Association
Level 1, 12 Lord St
BOTANY NSW 2019

Dear Mr Woods,

By email: office@aipa.org.au

Attention: Mr Michael O'Neil, Legal Counsel (Industrial Relations)

Re: Financial Documents for year ended 30 June 2005 - FR2005/524
Schedule 1B - Workplace Relations Act 1996 (RAO Schedule)

I acknowledge receipt of the financial reports for the Australian and International Pilots Association for the year ended 30 June 2005. The documents were lodged in the Industrial Registry on 23 December 2005.

This is the second lodgment by the organisation of its financial reports under the *Registration and Accountability of Organisations (RAO) Schedule* which commenced on 12 May 2003.

The documents have been filed.

Comments to assist in future financial years

The following comments may assist you when you next prepare financial reports. No further action is required regarding these issues with respect to the lodged documents.

Designated Officer's Certificate

It is noted that the Designated Officer's Certificate was not dated and did not provide the date of the meeting at which the financial documents were presented.

In future financial years the Designated Officer's Certificate should:

- be dated as at the date the relevant officer signs the certificate,
- confirm that the documents have been provided to the members,
- confirm that the documents have been presented to a meeting,
- identify whether that meeting was a general meeting of members or a Committee of Management meeting,
- provide the date of the meeting, and
- confirm that the documents lodged are copies of the documents presented to the meeting.

For further information please refer to s268 of the RAO Schedule.

Auditor's Report

The wording of the Auditor's Report was based on the previous requirements of the Workplace Relations Act 1996.

In future financial years the Auditor's Report must comply with s257 of the RAO Schedule. This section requires the Auditor to confirm whether the General Purpose Financial Report is presented fairly in accordance with:

- The Australian Accounting Standards, and
- The additional requirements of the RAO Schedule.

The following wording in an Auditor's Report would satisfy the requirements of s257 of the RAO Schedule:

In our opinion the general purpose financial report is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations Act 1996.

Please draw this to the attention of your auditor.

Committee of Management Statement

Clause (b) of the Committee of Management Statement stated that the financial documents:

...comply with the Reporting Guidelines of the Industrial Registrar for the purposes of section 270 of the RAO Schedule.

In future financial years this clause should refer to the Reporting Guidelines issued in relation to s253 of the RAO Schedule.

The s270 Reporting Guidelines only relate to registered organisation which have an annual income of less than \$100,000.

I apologise for the delay in finalising this matter.

If you have any queries please contact me on (03) 8661 7799.

Yours faithfully,



Andrew Schultz
Statutory Services Branch

13 February 2006

FR 2005/524



Advancing the interests of our members and the profession

Australian & International Pilots Association ABN 30 006 191 853

Level 1, 12 Lord Street Tel: +61 2 8307 7777
Botany NSW 2019 Fax: +61 2 8307 7799
Locked Bag 747 office@aipa.org.au
Botany NSW 1455 www.aipa.org.au

Rec'd 23/12/05

21 December 2005

Private and Confidential

Mr Andrew Schultz
Statutory Services Branch
Australian Industrial Registry
GPO Box 1994S
MELBOURNE VIC 3001

By Express Post

Our ref: A39-0014

Dear Mr Schultz,

**Financial Documents for year ended 30 June 2005
for the Australian and International Pilots Association ("the Association")**

Pursuant to section 268 of Schedule 1B of the *Workplace Relations Act 1996* ("the Act"), we enclose the following:

1. A copy of the Association's full report pursuant to section 265 of the Act, consisting of:
 - 1.1 the report of the auditor in relation to the inspection and audit of the financial records of the Organisation in relation to the financial year ended 30 June 2005;
 - 1.2 the general purpose financial report to which the auditor's report relates; and
 - 1.3 the operating report to which the auditor's report relates.
2. A Certificate, as required by s268(c) of the Act, signed by the Association's President, certifying that the documents lodged are copies of the documents provided to members and presented to a general meeting of members in accordance with section 266 of the Act on 7 November 2005.

We apologise for the delay in providing this material. Please confirm that the provision of the above documents satisfies the Association's obligations under the relevant provisions of the Act.

Yours sincerely,

Michael O'Neil
Legal Counsel (Industrial Relations)

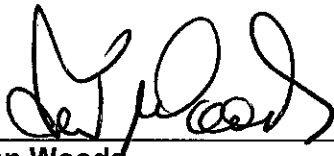
Tel: 61-2-8307 7705
Fax: 61-2-8307 7799
Email: moneil@aipa.org.au

Encl.

**Certificate by the Secretary of the Australian and International
Pilots Association under s.268(c) of Schedule 1B of the
*Workplace Relations Act 1996***

I, **Ian Woods**, being the President of the Australian and International Pilots Association, hereby certify that the attached "*General Purpose Financial Report For the Year Ended 30 June 2005*" is a copy of the documents provided to members and presented to a general meeting of members in accordance with section 266 of Schedule 1B of the *Workplace Relations Act 1996*.

DATED the _____ day of _____ 2005

A handwritten signature in black ink, appearing to read 'Ian Woods', written over a horizontal line.

Ian Woods
President
Australian and International Pilots Association

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY
AIPA HOUSE TRUST**

GENERAL PURPOSE FINANCIAL REPORT ("GPFR")

For the Year Ended 30 June 2005

**Adam, Barnes & Company
Accountants**

**Crows Nest, Sydney, NSW
(02) 9439 8455**

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION

Committee of Management Statement

On 11 October 2005 the Committee of Management of the Australian and International Pilots Association passed the following resolution in relation to the general purpose financial report (GPFR) prepared by the reporting unit pursuant to section 253(1) of the Registration and Accountability of Organisations Schedule (Schedule 1B to the *Workplace Relations Act 1996*) which came into operation on 12 May 2003 (RAO Schedule) for the financial year ended 30 June 2005.

The Committee of Management declares in relation to the GPFR that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar for the purposes of section 270 of the RAO Schedule;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become payable;
- (e) during the financial year to which the GPFR relates and since the end of the financial year:
 - (i) meetings of the Committee of Management were held in accordance with the rules of the organisation;
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation;
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations;
 - (iv) the information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
 - (v) no orders have been made by the Commission under section 273 of the RAO Schedule.

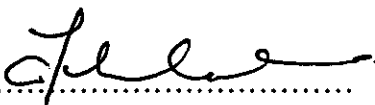
For the Committee of Management:

Andrew Marshall

Title of Office held:

Treasurer

Signature:


.....

Date:

11 October 2005

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION

OPERATING REPORT

For the Year Ended 30 June 2005

PRINCIPAL ACTIVITIES

The principal activities of the Association during the reporting period were to provide industrial and organising services to the members consistent with the objects of the Association and particularly the object of protecting and improving the interests of the members.

The Association's principal activities resulted in maintaining and improving the wages and conditions of employment of the membership.

There were no significant changes in the nature of the Association's principal activities during the reporting period.

The Association earned a net surplus of \$353,197 for the year. Other than this earned surplus, there has been no significant change in the Association's financial affairs.

MANNER OF RESIGNATION

Members may resign from the Association in accordance with rule 48, which reads as follows:

a) A member may resign from membership by written notice addressed to the Secretary and posted or delivered to that officer or the person performing the duties of that officer at the registered office of the Organisation.

b) Where a member ceases to be eligible to be a member of the Organisation, the notice of resignation shall take effect:

- (i) on the day on which the notice is received by the Organisation; or
- (ii) on the day specified in the notice, which is the day not earlier than the day when the member ceases to be eligible to become a member; whichever is later.

c) In any case a member's notice of resignation shall take effect:

- (i) at the end of two weeks after the notice is received by the Organisation;
- (ii) or on the day specified in the notice; whichever is later.

d) Any dues payable but not paid by the former member, in relation to the period before the member's resignation from the Organisation took effect, may be sued for and recovered in the name of the Organisation, in a court of competent jurisdiction, as a debt due to the Organisation.

e) A notice delivered to the person nominated in (a) above shall be taken to have been received by the Organisation when it was delivered.

f) A notice of resignation that has been received by the Organisation is not invalid because it was not addressed and delivered in accordance with (a) above.

g) A resignation from membership is valid even if it is not effected in accordance with this rule if the member is informed in writing by or on behalf of the Organisation that the resignation has been accepted.

DIRECTOR OF SUPERANNUATION ENTITY

The following officer of the Association held the following reserved position in the following entity:

Ian William Woods (Committee of Management Member) is a member appointed Director of Qantas Superannuation Limited.

NUMBER OF MEMBERS

The number of persons who, at the end of the reporting period, were recorded on the Register of members of the Association was 2,380 consisting of 2,328 pilots and 52 flight engineers.

NUMBER OF EMPLOYEES

The number of persons who were, at the end of the reporting period, employees of the Association was 10.

MEMBERS OF THE COMMITTEE OF MANAGEMENT

The persons who held office as members of the Committee of Management of the Association during the reporting period are:

Scheduled Meetings

COM Member	Attended	Held	Office Bearers Positions Held
Backhouse, David	6	7	
Batten, Eric	6	7	
Birdsall, Bill	3	7	
Busby, Theron	9	11	
Butt, Murray	10	11	Secretary 1/7/04 - 8/11/04 Vice President 9/11/04 to present
Cleary, Graeme	10	11	Vice President FEO's 9/11/2004 to present
Davidson, Michael	4	4	
Donnelley, David	6	11	
Duggan, Garry	10	11	
Faulkner, Mark	3	4	
Frankenberg, Peter	7	7	
Getley, Ian	6	11	
Giuffrida, Paul	10	11	
Goodier, Scott	4	11	
Holt, David	10	11	
Holt, Robin	11	11	President
Jackson, Barry	9	11	Assistant Secretary 9/11/2004 to present
MacDonald, John	9	11	Vice President
Marshall, Andrew	11	11	Treasurer
McCallum, Andrew	10	11	
McDonald, Richard	7	11	Vice President 1/07/04 - 8/11/04
McInnes, David	9	11	
McNeil, Perry	1	4	
Mugford, Peter	6	11	
Newsham, Brett	3	7	
O'Callaghan, Kieran	2	4	
Percival, Andrew	10	11	
Pickering, Allan	4	11	Vice President "A" Pilots
Prout, Stan	7	11	

Sirote, Jerry	8	11	
Smith, Ian	6	11	
Smith, John	4	11	
Standen, Guy	9	11	
Studdert, Wayne	4	4	Vice President FEO's 1/7/04 - 8/11/04
Sullivan, Mark	4	11	
Sutton, Georgina	10	11	
Taylor, Andrew	6	11	Assistant Secretary 1/7/04 - 8/11/04
Thorpe, Peter	3	4	
Tuma, Simon	3	11	
Turner, Greg	4	7	
Welch, Bryan	11	11	Vice President
Williams, Mark	8	11	
Wilson, Chris	10	11	Secretary 9/11/04 to present
Woodman, Richard	7	11	
Woods, Ian	4	11	
Woodward, Richard	4	7	

Robin Holt

ROBIN HOLT - PRESIDENT

Dated 11 October 2005

**AUSTRALIAN AND INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Independent Audit Report
To the members of the Australian and International Pilots Association

Scope

We have audited the general purpose financial report (**GPFR**) of the Australian and International Pilots Association for the year ended 30 June 2005 as set out on pages 1 to 13.

The GPFR includes the consolidated financial statements of the consolidated entity comprising the Association and the entity it controlled at the year's end. The Committee of Management is responsible for the GPFR. We have conducted an independent audit of the GPFR in order to express an opinion on it to the members of the Association.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the GPFR is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the GPFR, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the GPFR is presented fairly in accordance with Accounting Standards and other mandatory professional reporting and statutory requirements in Australia so as to present a view which is consistent with our understanding of the Association's and consolidated entity's financial position and performance as represented by the results of their operations and their cash flows.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the GPFR of the Australian and International Pilots Association presents a true and fair view (in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia), of the financial position of the Australian and International Pilots Association as at 30 June 2005, and the results of its operations and its cash flows for the year then ended.

ADAM, BARNES & COMPANY



**F A ADAM
REGISTERED AUDITOR**

Date: 11 October 2005

CROWS NEST

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Statement of Financial Position as at 30 June 2005

	NOTE	ECONOMIC ENTITY		PARENT ENTITY	
		2005	2004	2005	2004
CURRENT ASSETS					
Cash	3	4,756,775	4,529,749	4,756,765	4,529,749
Receivables	4	115,249	44,944	115,249	44,944
TOTAL CURRENT ASSETS		<u>4,872,024</u>	<u>4,574,693</u>	<u>4,872,014</u>	<u>4,574,693</u>
NON-CURRENT ASSETS					
Plant, Fittings and Equipment	5 & 9	94,913	85,788	94,913	85,788
Motor Vehicles	6 & 9	12,330	15,653	12,330	15,653
Leasehold Improvements	7 & 9		-		-
Deposit on Strata Unit	8	336,415	222,810	-	-
Loan to AIPA House Trust			-	336,608	222,810
TOTAL NON-CURRENT ASSETS		<u>443,658</u>	<u>324,251</u>	<u>443,851</u>	<u>324,251</u>
TOTAL ASSETS		<u>5,315,682</u>	<u>4,898,944</u>	<u>5,315,865</u>	<u>4,898,944</u>
CURRENT LIABILITIES					
Payables	10	361,246	309,638	361,246	309,638
Provisions	11	152,090	140,167	152,090	140,167
TOTAL CURRENT LIABILITIES		<u>513,336</u>	<u>449,805</u>	<u>513,336</u>	<u>449,805</u>
NET ASSETS		<u>4,802,346</u>	<u>4,449,139</u>	<u>4,802,529</u>	<u>4,449,139</u>
RETAINED SURPLUS					
Opening Balance		4,449,149	3,890,972	4,449,139	3,890,972
Surplus for the Year		353,197	558,167	353,390	558,167
		<u>4,802,346</u>	<u>4,449,139</u>	<u>4,802,529</u>	<u>4,449,139</u>

This Statement of Financial Position is to be read in conjunction with the notes to and forming parts of the accounts.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Statement of Financial Performance for the Year Ended 30 June 2005

	ECONOMIC ENTITY		PARENT ENTITY	
	2005	2004	2005	2004
	\$	\$	\$	\$
INCOME				
Members' Contributions	2,521,212	2,561,470	2,521,212	2,561,470
Joining Fees	7,637	1,205	7,637	1,205
Advertising Revenue	-	1,568	-	1,568
Interest Received	241,161	228,616	241,161	228,616
	2,770,010	2,792,859	2,770,010	2,792,859
 Less: EXPENDITURE				
 Auditors Remuneration				
Audit Fees	19,230	17,450	19,230	17,450
Other Services	8,250	7,620	8,250	7,620
Committee Meeting Expenses	9,629	8,173	9,629	8,173
Depreciation & Amortisation	49,756	103,125	49,756	103,125
Donations	-	7,500	-	7,500
Legal Fees and Litigation	186,729	132,135	186,729	132,135
Other Meeting Expenses	14,432	26,377	14,432	26,377
Provision for Annual Leave	1,702	10,620	1,702	10,620
Provision for Long Service Leave	10,221	5,090	10,221	5,090
Salaries - Employees	882,180	707,533	882,180	707,533
Standard Reimbursement to Committee	30,200	30,300	30,200	30,300
Superannuation	80,220	64,575	80,220	64,575
Administration	1,124,264	1,114,194	1,124,071	1,114,194
	2,416,813	2,234,692	2,416,620	2,234,692
 EXCESS OF INCOME OVER EXPENDITURE	 353,197	 558,167	 353,390	 558,167

This Statement of Financial Performance is to be read in conjunction with the notes to and forming part of the accounts.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Notes to and forming part of the Accounts as at 30 June 2005

1 STATEMENT OF ACCOUNTING POLICIES

This financial report is a general purpose financial report (GPF~~R~~) that has been drawn up in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board, and in accordance with section 253 of the RAO Schedule. The GPF~~R~~ has been prepared on an accruals basis on historical costs and do not take into account changing money values. Cost is based on the fair values of the consideration given in exchange for assets.

Set out below is a summary of the significant accounting policies adopted in the preparation of the accounts. Accounting policies have been consistently applied unless otherwise stated.

INCOME TAX

No provision for income tax is necessary as Trade Unions are exempt from income tax under the Income Tax Assessment Act.

PROPERTY, PLANT AND EQUIPMENT

Each class of property, plant and equipment is carried at cost, less any accumulated depreciation.

The carrying amount of property, plant and equipment is reviewed annually by the Committee of Management to ensure that it is in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

DEPRECIATION

Depreciation of fixed assets is calculated on the straight line basis in order to write the assets off over their estimated useful lives.

The depreciation rates used for each class of depreciable asset are:

Class of Fixed Asset	Depreciation Rate
Office Furniture	10% - 30%
Motor Vehicles	15%
Leasehold Improvements	100%

REVENUE

Member contributions are accounted for on the accruals basis to the extent that contributions received or receivable subsequent to 30 June 2005, but which relate to the period then ended, have been brought to account as income.

EMPLOYEE BENEFITS

Provision is made for the liability arising from services rendered by employees.

Liabilities expected to be settled after one year are measured at their nominal rate and at the present value of the estimated cash flows to be made for those entitlements.

Superannuation is contributed for all employees at the appropriate rate.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Notes to and forming part of the Accounts as at 30 June 2005

CASH

For the purpose of the statement of cash flows, cash includes cash on hand, at banks and on deposit. Cash on deposit earns interest at bank bill rates.

ACCRUED EXPENSES

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Association. Trade accounts are normally settled in 30 days.

TRADE AND OTHER DEBTORS

Trade and other debtors are normally settled in 30 days and are carried at amounts due. The recovery of debts is assessed at balance date and provision is made for any doubtful debts.

COMPARATIVES

Where necessary and as required by legislation, comparative figures have been adjusted to conform with the presentation of the 2005 financial accounts.

ADOPTION OF AUSTRALIAN EQUIVALENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS

The Association is preparing and measuring the transition to Australian equivalents to International Financial Reporting Standards (AIFRS) effective for the financial years commencing 1 January 2005. The adoption of AIFRS will be reflected in the economic entity's and parent entity's financial statements for the year ending 30 June 2006. On first time adoption of AIFRS, comparatives for the financial year ended 30 June 2005 are required to be restated. The majority of the AIFRS transitional adjustments will be made retrospectively against retained earnings at 1 July 2004.

The impact of the alternative treatments and elections under AASB 1: First Time Adoption of Australian Equivalents to International Financial Reporting Standards has been considered where applicable.

The Committee of Management is of the opinion that the key material differences in the accounting policies on conversion to AIFRS and the financial effect of these differences, are as follows. Users of the financial statements should note, however, that the amounts disclosed could change.

Non Current Investments

Under the AASB 139: Financial Instruments: Recognition and Measurement, financial instruments that are classified as available for sale instruments must be carried at their fair value. Unrealised gains or losses may be recognised either in income or directly in equity. Held to maturity assets and loans or receivables are to be measured at amortised cost. Current accounting policy is to measure non current investments at cost, with an annual review to ensure that the carrying amounts are not in excess of recoverable value of the instruments.

2 INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

The attention of the Association's members is drawn to the requirements in section 272 of the RAO Schedule, viz:

272(1) A member of a reporting unit, or a Registrar, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Notes to and forming part of the Accounts as at 30 June 2005

272(2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.

272(3) A reporting unit must comply with an application made under subsection (1).

	ECONOMIC ENTITY		PARENT ENTITY	
	2005	2004	2005	2004
	\$	\$	\$	\$
3 CASH				
Cash on Hand	300	300	300	300
Trading Accounts	70,944	96,019	70,934	96,019
Short Term Call Account	533,448	433,430	533,448	433,430
Bank Bills	4,152,083	4,000,000	4,152,083	4,000,000
	<u>4,756,775</u>	<u>4,529,749</u>	<u>4,756,765</u>	<u>4,529,749</u>
4 RECEIVABLES				
Current				
Rental Deposit	28,590	27,523	28,590	27,523
Electricity Deposit	100	100	100	100
Other Debtors	85,388	10,629	85,388	10,629
Prepaid Expenses	1,171	6,692	1,171	6,692
	<u>115,249</u>	<u>44,944</u>	<u>115,249</u>	<u>44,944</u>
5 PLANT FITTINGS & EQUIPMENT - AT COST				
Office Furniture & Equipment	263,448	217,085	263,448	217,085
Less: Accumulated Depreciation	168,535	131,297	168,535	131,297
	<u>94,913</u>	<u>85,788</u>	<u>94,913</u>	<u>85,788</u>
6 MOTOR VEHICLES - AT COST				
Motor Vehicles	52,707	52,707	52,707	52,707
Less: Accumulated Depreciation	40,377	37,054	40,377	37,054
	<u>12,330</u>	<u>15,653</u>	<u>12,330</u>	<u>15,653</u>
7 LEASEHOLD IMPROVEMENTS - AT COST				
Leasehold Improvements	76,077	76,077	76,077	76,077
Less: Accumulated Amortisation	76,077	76,077	76,077	76,077
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8 DEPOSIT ON REAL PROPERTY				

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

**Notes to and forming part of the Accounts as at 30 June 2005
MOVEMENT IN THE CARRYING AMOUNTS FOR EACH CLASS OF
PROPERTY, PLANT AND EQUIPMENT**

9	2005	PLANT & EQUIPMENT	MOTOR VEHICLES	LEASEHOLD IMPROVEMENTS	TOTAL
	Opening balance	85,788	15,653	-	101,441
	Additions	63,881			63,881
	Disposals	(7,568)			(7,568)
	Depreciation	(47,188)	(3,323)		(50,511)
	Carrying amount at end of the year	<u>94,913</u>	<u>12,330</u>	-	<u>107,243</u>
	2004				
	Opening balance	78,318	20,197	-	98,515
	Additions	45,241	-	60,710	105,951
	Disposals	-	-	-	-
	Depreciation	(37,771)	(4,544)	(60,710)	(103,025)
	Carrying amount at end of the year	<u>85,788</u>	<u>15,653</u>	-	<u>101,441</u>

	ECONOMIC ENTITY		PARENT ENTITY	
	2005	2004	2005	2004
10 PAYABLES				
Includes consultants fees, wages tax, GST on subscriptions, telephone and other office expenses	361,246	309,638	361,246	309,638
	ECONOMIC ENTITY		PARENT ENTITY	
	2005	2004	2005	2004
11 PROVISIONS				
Provision for Annual Leave	91,729	90,027	91,729	90,027
The number of employees for whom this provision relates is 10 (2004 - 7 persons)				
Provision for Long Service Leave	60,361	50,140	60,361	50,140
The number of employees for whom this provision relates is 3 (2004 - 3)				
	<u>152,090</u>	<u>140,167</u>	<u>152,090</u>	<u>140,167</u>

12 CONTINGENT LIABILITIES
No contingent liabilities are in existence at the date of these accounts.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Notes to and forming part of the Accounts as at 30 June 2005

13 CAPITAL EXPENDITURE

The Economic Entity is required under the terms of a contract for purchase of a Strata Titled Office Unit at 247 Coward Street Mascot to pay the sum of \$1,905,750 on completion which is estimated to be in November 2005. Stamp duty of \$113,606 was paid in August 2004. A contract for the fit out of the above suite has yet to be finalised. Consultants fees of \$77,200 have been agreed and a contract for the fit out of the unit is under negotiation with a provision in the order of \$700,000.

14 SEGMENT REPORTING

The Association operates wholly within the aviation industrial arena representing pilots and flight engineers in all states of Australia.

15 FINANCIAL INSTRUMENTS DISCLOSURE

a) **Interest Rate Risk**

No asset held by the Association will suffer a financial risk as a result of the change in interest rates.

b) **Credit Risk**

The Association does not have any material credit risk exposure to any single debtor or debtor groups under financial instruments entered into.

c) **Net Fair Values**

Assets and liabilities are carried at cost or written down value which approximates the net fair value.

16 BUSINESS DETAILS

The principal place of business of the Association is: Level 1, 12 Lord Street Botany.

**AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
AND CONTROLLED ENTITY**

Notes to and forming part of the Accounts as at 30 June 2005

	2005	2004
	\$	\$
17 STATEMENT OF CASH FLOWS		
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from members and customers	2,523,383	2,966,482
Payments to suppliers	(2,289,666)	(2,656,087)
Interest Received	<u>171,868</u>	<u>222,281</u>
	<u>405,585</u>	<u>532,676</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Payment for Equipment	(63,881)	(105,951)
Rental Deposit increased	(1,067)	(924)
Deposit paid on Strata Unit	-	(222,810)
Stamp Duty on Strata Unit	<u>(113,605)</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>(178,553)</u>	<u>(329,685)</u>
Net increase in cash held	227,026	202,991
Cash at beginning of year	<u>4,529,749</u>	<u>4,326,758</u>
Cash at end of year	<u>4,756,775</u>	<u>4,529,749</u>

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
Detailed Statement of Financial Performance

For the Year Ended 30 June 2005

	2005	2004
	\$	\$
INCOME		
Members Contributions	2,521,212	2,561,470
Interest Received	241,161	228,616
Joining Fees	7,637	1,205
Advertising Revenue	-	1,568
TOTAL INCOME	<u>2,770,010</u>	<u>2,792,859</u>
Less: EXPENDITURE		
Accountancy Fees	8,250	7,620
Administration	321,373	317,598
Annual Leave Provision	1,702	10,620
Air Fares	19,517	-
Audit Fees	19,230	17,450
Bank Charges & Government Fees	2,202	2,257
Committee Meeting Expenses	9,629	8,173
Computer Expenses	47,215	31,083
Consultancy	208,550	205,479
Couriers	4,759	3,068
Depreciation	49,756	103,025
Donation	-	7,500
Entertainment	3,343	2,694
Fringe Benefits Tax	2,592	-466
General Expenses	8,097	4,184
Insurance	27,159	29,082
Legal Fees	186,729	132,135
Library	29,603	15,966
Light & Power	6,777	6,203
Long Service Leave Provision	10,221	5,090
Media and Public Relations	39,982	58,279
Media Monitoring	-	64,105
Motor Vehicle Expenses	9,595	9,539
Office Expenses	40,925	34,835
Other Meeting Expenses	14,432	18,007
Payroll Tax	17,637	9,929
Printing, Postage & Stationery	78,134	82,280

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
Detailed Statement of Financial Performance

For the Year Ended 30 June 2005

	2005	2004
	\$	\$
Promotional Events	28,781	24,092
Rent	93,706	95,149
Repairs & Maintenance	7,167	16,881
Salaries & Wages	882,180	707,533
Staff Recruitment	46,124	45,755
Staff Training	2,521	5,817
Superannuation	80,220	64,575
Taxi Fares	24,512	12,218
Telephone	41,140	43,721
Website	-	14,628
Welfare & P.A.N.	<u>42,860</u>	<u>18,588</u>
TOTAL EXPENDITURE	<u>2,416,620</u>	<u>2,234,692</u>
EXCESS OF INCOME OVER EXPENDITURE	<u>353,390</u>	<u>558,167</u>

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
Schedules to the Statement of Financial Performance

For the Year Ended 30 June 2005

	2005	2004
	\$	\$
ADMINISTRATION		
Telephone	45,964	31,149
Transportation & Accommodation	85,416	51,896
Entertainment	11,550	5,957
Standard Reimbursement	30,200	30,300
Seminars	16,686	8,370
Training	13,887	21,620
Membership Fees	2,227	-
Miscellaneous	1,086	1,815
IFALPA	112,529	160,132
IFEO	-	690
One World	<u>1,828</u>	<u>5,669</u>
	<u>321,373</u>	<u>317,598</u>

AUSTRALIAN and INTERNATIONAL PILOTS ASSOCIATION
Schedules to the Statement of Financial Performance

For the Year Ended 30 June 2005

	2005	2004
	\$	\$
ADMINISTRATION EXPENSES		
President		
Entertainment	6,708	2,982
Seminars	-	460
Standard reimbursement	3,000	3,000
Telephone	18,058	3,991
Transportation & Accommodation	27,144	13,168
Miscellaneous	-	108
	<u>54,910</u>	<u>23,709</u>
Professional Staff		
Entertainment	982	458
Seminars	4,535	4,214
Telephone	6,588	5,998
Training	13,887	21,620
Transportation & Accommodation	10,023	11,899
Membership Fees	2,227	-
Miscellaneous	423	1,631
	<u>38,665</u>	<u>45,820</u>
Other Office Bearers		
Entertainment	3,860	2,517
Seminars	12,151	3,696
Standard reimbursement	27,200	27,300
Telephone	21,318	21,160
Transportation & Accommodation	48,249	26,829
Miscellaneous	663	76
	<u>113,441</u>	<u>81,578</u>
IFALPA		
Membership, Travel & Accommodation	112,529	95,104
59th Conference	-	65,028
	<u>112,529</u>	<u>160,132</u>
One World		
Membership, Travel & Accommodation	1,828	5,669
	<u>1,828</u>	<u>5,669</u>
IFEO		
Seminars	-	690
	-	690
	<u>-</u>	<u>-</u>
TOTAL	<u>321,373</u>	<u>317,598</u>

AIPA HOUSE TRUST
Statement of Financial Performance

For the Year Ended 30 June 2005

	2005	2004
	\$	\$
INCOME	<u>-</u>	<u>-</u>
EXPENSES	<u>193</u>	<u>-</u>
NET LOSS	<u>193</u>	<u>-</u>

AIPA HOUSE TRUST
Statement of Financial Position
For the Year Ended 30 June 2005

	Note	2005 \$	2004 \$
CURRENT ASSETS			
Cash on Hand		-	10
Cash at Bank		<u>10</u>	<u>-</u>
TOTAL CURRENT ASSETS		<u>10</u>	<u>10</u>
NON CURRENT ASSETS			
Deposit on Freehold Property	1	222,810	222,810
Stamp Duty on Property	1	<u>113,605</u>	<u>-</u>
TOTAL NON CURRENT ASSETS		<u>336,415</u>	<u>222,810</u>
TOTAL ASSETS		<u>336,425</u>	<u>222,820</u>
CURRENT LIABILITIES			
		-	-
TOTAL CURRENT LIABILITIES		<u>-</u>	<u>-</u>
NON CURRENT LIABILITIES			
Unsecured Loan from Beneficiary		336,608	222,810
TOTAL NON CURRENT LIABILITIES		<u>336,608</u>	<u>222,810</u>
TOTAL LIABILITIES		<u>336,608</u>	<u>222,810</u>
NET DEFICIENCY OF ASSETS		<u>183</u>	<u>(10)</u>
Represented by:			
Trust Capital		10	(10)
Accumulated Losses		<u>193</u>	<u>-</u>
		<u>183</u>	<u>(10)</u>

AIPA HOUSE TRUST
Notes to and forming part of the Financial Accounts
For the Year Ended 30 June 2005

	2005	2004
	\$	\$
NOTE 1		
The Trustee of the Trust, 247 Coward Street Pty Limited entered into contract for purchase of a Strata titled property at Suite 6.01, 247 Coward Street, Mascot on 14 May 2004.		
The balance is expected to be payable in November 2005.		
The amount payable to complete the contract is	1,905,750	1,905,750
A contract for the fit out of the above Suite is under negotiation with a provision in the order of \$700,000.		
Consultants fees of \$77,200 have been agreed.		

NOTE 2

The sole beneficiary of the Trust, Australian and International Pilots Association (AIPA) has advanced monies to enable the Trust to acquire Strata titled property at Suite 6.01, 247 Coward Street, Mascot.

AIPA has undertaken to advance the necessary funds to enable the contracts to be completed.