



Mr Geoff O'Kearney  
Chief Executive Officer  
Australian Salaried Medical Officers Federation  
Victorian Branch

email: [GeoffO@amavic.com.au](mailto:GeoffO@amavic.com.au)

Dear Mr O'Kearney

**Re: Financial Report for Australian Salaried Medical Officers Federation (Victorian Branch) for year ended 31 December 2006 – FR2006/659**

I acknowledge receipt of the emails of 11 and 31 July containing the requested documentation arising from my correspondence of 10 July 2007. Thank you for your prompt reply.

The financial report has now been filed.

I make the following comments to assist you when you next prepare a financial report. You are not required to take any further action in respect of the report lodged.

**1. Audit Report**

Reference to Schedule 1B of the Act, should properly refer to Schedule 1.

I recommend you draw this comment to the attention of your Auditor.

**2. Committee of Management Statement**

I remind you that the applicable Reporting Guidelines require the Committee of Management Statement to include information in relation to recovery of wages activity.

You may wish to consider words such as:

*(xz) in relation to the recovery of wages activity:*

*(i) there has been no such activity undertaken by the reporting unit*

**3. Notes to the Financial Statements**

The wording of section 272 in the notes to the financial statements 1. c. is incorrect. I have set out the relevant wording below:

**Information to be provided to members or Registrar**

*(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.*

*(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.*

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

### **Electronic lodgment**

I encourage you to take advantage of the electronic lodgment service provided by the Registry for future lodgments. You may register as a user and then lodge your documents via the Electronic Lodgment page of the AIRC website at [www.airc.gov.au](http://www.airc.gov.au). Alternatively, you may send an email with the documents attached to: [riateam3@air.gov.au](mailto:riateam3@air.gov.au). Please note that the Rules of the Commission allow for electronic signatures to be used, other than for statutory declarations (see subrule 74A(1)). Where documents are lodged electronically, there will be no need to forward hard copies of the documents.

If you wish to discuss any of the matters referred to above I can be contacted on (03) 8661 7764.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Kevin Donnellan', with a long horizontal line extending to the right.

Kevin Donnellan

Statutory Services Branch  
15 August 2007

## INDEPENDENT AUDIT REPORT

### TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION VICTORIAN BRANCH

#### Scope

##### *The financial report and trustees' responsibility*

The financial report comprises the income statement, balance sheet, detailed statement of income and expenditure statement, cash flow statement and accompanying notes to the financial statements and the committee of management statement for the Australian Salaried Medical Officers' Federation - Victorian Branch for the year ended 31 December 2006.

The trustees of the Branch are responsible for the preparation and true and fair presentation of the financial report in accordance with the Workplace Relations Act 1996. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

#### Audit Approach

We conducted an independent audit in order to express an opinion to the members of the Branch. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the Branch's financial position, and of its performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate for the needs of the members.



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Lockwood & Co (Melb) Pty Ltd  
ABN 36 290 638 803  
ACN 101 133 804  
Chartered Accountants / Business Consultants

Lockwood Wehrens  
ABN 74 135 421 190  
Auditors



## INDEPENDENT AUDIT REPORT

### TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION VICTORIAN BRANCH

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the committee of management.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

#### **Independence**

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

#### **Audit Opinion**

In our opinion, the general purpose financial report of the Australian Salaried Medical Officers' Federation – Victorian Branch is presented fairly in accordance with:

- (a) the requirements imposed by Part 3 of Chapter 8 of Schedule 1B Workplace Relations Act 1996, including
  - (i) giving a true and fair view of the Branch's financial position as at 31<sup>st</sup> December 2006 and of its performance for the year ended on that date; and
  - (ii) complying with applicable Accounting Standards in Australia and the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003; and
  - (iii) other mandatory professional reporting requirements.

A handwritten signature in blue ink that reads 'Lockwood Wehrens'.

LOCKWOOD WEHRENS  
Chartered Accountants  
Camberwell

A handwritten signature in blue ink that reads 'A. Wehrens'.

ANDREW WEHRENS  
Registered Company Auditor 176520  
12 April 2007



Mr Geoff O'Kearney  
Chief Executive Officer  
Australian Salaried Medical Officers Federation  
Victorian Branch  
293 Royal Parade  
Parkville Victoria 3052

email: [geoffo@amavic.com.au](mailto:geoffo@amavic.com.au)

Dear Mr O'Kearney

**Re: Financial Report for Australian Salaried Medical Officers Federation (Victorian Branch) for year ended 31 December 2006 – FR2006/659**

I acknowledge receipt of the financial report for the Australian Salaried Medical Officers Federation (Victorian Branch) for the year ended 31 December 2006. This document was lodged with the Registry on 27 June 2007.

I have examined the documents that were lodged with the Registry and it appears, on the face of the documents lodged, the reporting unit may not have complied with several, significant legislatively prescribed time-limits. In particular I note the Certificate of the Secretary or other Authorised Officer was signed by Dr Kwah on 20 June 2007 but refers to the presentation of documents to a meeting of the *Committee of Management* on 21 June 2007. Further, the letter accompanying the correspondence is dated 19 June 2007 but refers to a second meeting of *Branch Council* also on 21 June 2007.

In addition, I note the Auditor's Report submitted is both undated and unsigned. For your information I have set out subsections 257(8) and (9) of Schedule 1 of the Workplace Relations Act 1996:

*“(8) The form and content of the auditor's report must be in accordance with the Australian Auditing Standards.*

*(9) The auditor's report must be dated as at the date that the auditor signs the report and must be given to the reporting unit within a reasonable time of the auditor having received the general purpose financial report.”*

Also, I advise the Australian Auditing Standards require an auditor's report to be signed. In particular, AUS 702.33 requires that *“the audit report should be signed in the name of the appointed auditor. This will be the audit firm or the individual, as appropriate.”* I further note the auditor in the preparation of their report must, amongst other things take account of the Committee of Management Statement (see s257).

It is possible the dates referred to, or in the case of the Auditor's report, the absence of a date, in the documents lodged does not reflect the actual sequence of events. If that is the case, I would be pleased if you would forward appropriately dated documents to the Registry and the report could then be filed; however, if that is not the case, the reporting unit will need to re-do some of the steps before the report could be filed. Specifically, it will need to:

- provide to members a copy of the signed and dated auditor's report and the general purpose financial report, and
- then re-present those documents to the Committee of Management, and
- lodge the above in the Registry within 14 days of the meeting accompanied by a fresh Certificate of the Secretary or other Authorised Officer.
- If you choose to represent the documents to a general meeting then the documents would need to be provided to members 21 days before that meeting (see s265).

If you wish to discuss any of the matters referred to above I can be contacted on (03) 8661 7764.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Kevin Donnellan'. The signature is fluid and cursive, with a large loop at the end.

Kevin Donnellan

Statutory Services Branch  
10 July 2007

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Dr Roderick McRae  
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Mr Geoff O'Kearney

FR2006/659  
**ASM OF**  
Australian Salaried Medical Officers' Federation  
[Victorian Branch]

19 June 2007

Australian Industrial Registry  
Level 35  
Nauru House  
80 Collins Street  
Melbourne Vic 3000



Dear Registrar

**Re: Financial Documents for Year Ended 31 December 2006**

Please find enclosed two copies of the Financial Documents for the financial year ending 31 December 2006 for ASMOF Victorian Branch.

The documents were presented at a meeting of Branch Council of 08/05/2006

The documents were subsequently distributed to all financial members

The reports were presented to a second meeting of Branch Council held on 21 June 2007.

If you have any queries about the enclosed documents, please contact me on 9280 8744

Yours sincerely

A handwritten signature in black ink, appearing to be 'Geoff O'Kearney', written in a cursive style.

Geoff O'Kearney

**Chief Executive Officer**

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## Certificate of Secretary or other Authorised Officer

I, Dr Pearly Khaw, being the Branch Secretary of ASM OF Victorian Branch (the reporting unit) certify:

- that the documents lodged herewith are copies of the full report referred to in Section 268 of the Registration and Accountability of Organisation's (RAO) Schedule;
- that the full report was provided to members on 10 June 2007; and
- that the full report was presented to a meeting of the Committee of Management of the reporting unit on 21 June 2007, in accordance with section 266 of the RAO Schedule.

Signature:



Date:

20/6/07



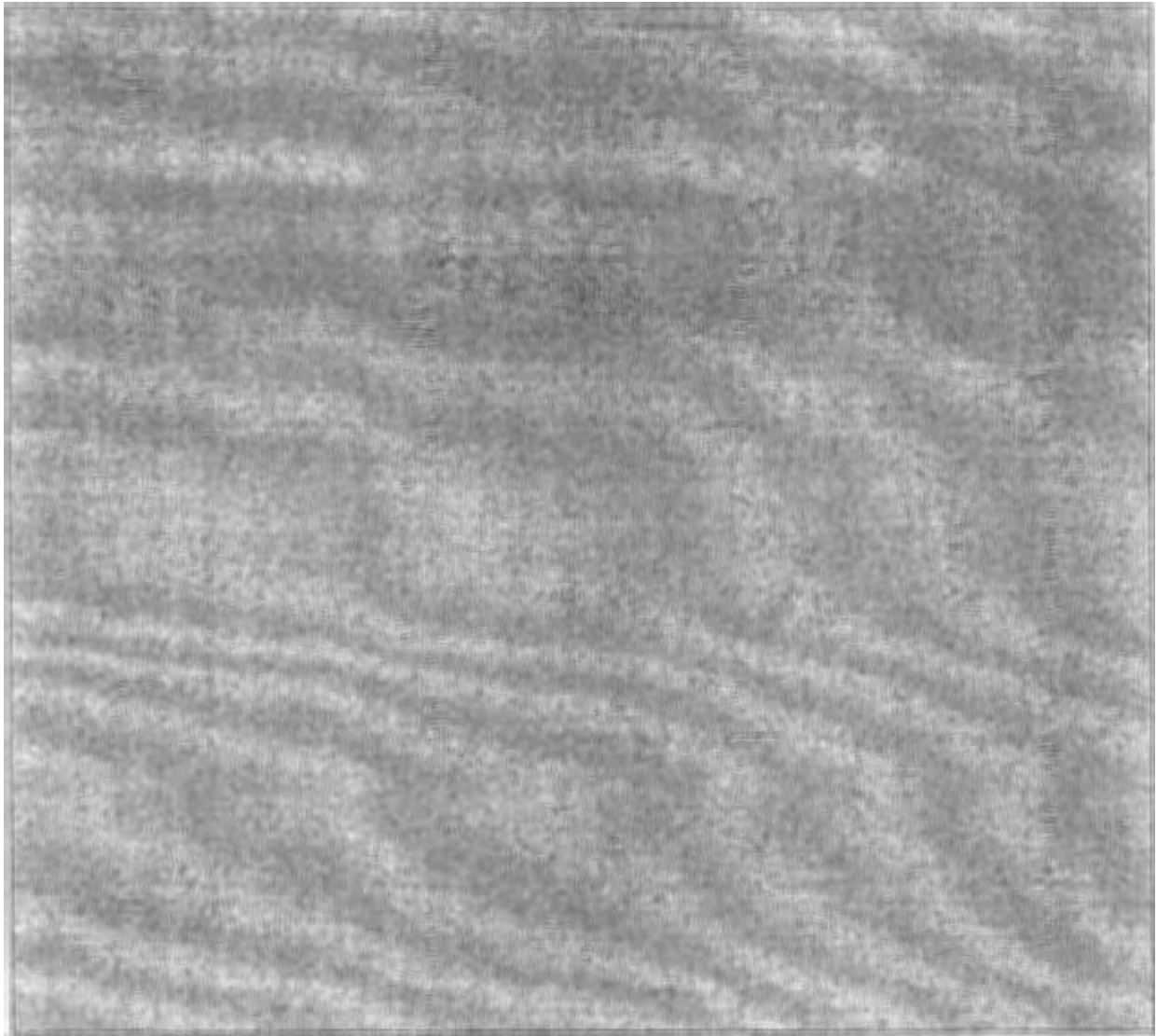
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**ASMOF**  
Australian Salaried Medical Officers' Federation  
[Victorian Branch]

# Australian Salaried Medical Officers' Federation Victorian Branch



General Purpose Financial Reports  
for the Financial Year Ended  
31 December 2006

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**ASMOF**  
Australian Salaried Medical Officers' Federation  
[Victorian Branch]

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# Operating Report

## For the year ended 31 December 2006

### **Principal Activities**

The principal activities of the Branch during the financial year were:

- To improve and protect the salaries and conditions of employment of our members;
- To represent our members in approaches to and discussions with their employer;
- To negotiate collective agreements which improve the conditions of employment of our members;
- To enforce existing industrial agreements on behalf of our members; and
- To promote peace and settlement of industrial disputes.

### **Results of Principal Activities**

The Branch's principal activities resulted in the maintenance and improvements of the salaries and conditions of employment of our members, especially for those members covered by collective agreements negotiated by the Branch.

### **Significant Changes in the Nature of Principal Activities**

There were no significant changes in the nature of the Branch's principal activities during the financial year.

### **Significant Changes in the Branch's Financial Affairs**

No matters or circumstances arose during the reporting year which significantly affected the financial affairs of the Branch.

### **Trustee or Director of a Trustee or Company of a Superannuation Entity or an Exempt Public Sector Superannuation Scheme**

No officer of the Branch was a Trustee or Director of a Trustee Company of a Superannuation Entity or an Exempt Public Sector Superannuation Scheme.

### **Number of Members**

The number of persons who, at the end of the financial year, were recorded on the Register of Members was 1,346.

### **Number of Employees**

The number of persons who were, at the end of the financial year, employees of the Branch was zero measured on a full time equivalent basis.

### **Manner of Resignation – s254(2)(c)**

Members may resign from the Branch in accordance with (Rule 11 Resignation) which reads as follows:

- 1 A member of the Federation may resign from membership by written notice addressed and delivered to the Branch Secretary.
- 2 Notice of resignation from membership of the Federation takes effect:

2.1 Where the member ceases to be eligible to become a member of the Federation:

- 2.1.1 on the day on which the notice is received by the Federation: or
- 2.1.2 on the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member.

whichever is later, or

2.1 in any other case:

- 2.2.1.1 at the end of two weeks after the notice is received by the Federation, or
- 2.2.1.2 on the day specified in the notice;

whichever is later.

- 3 Any dues payable but not paid by a former member of the Federation, in relation to a period before the member's resignation from the Federation took effect, may be sued for and recovered in the name of the Federation, in a court of competent jurisdiction, as a debt to the Federation.
- 4 A notice delivered to the person mentioned in sub-rule (1) shall be taken to have been received by the Federation when it was delivered.
- 5 A notice of resignation that has been received by the Federation is not invalid because it was not addressed and delivered in accordance with sub-rule (1).
- 6 A resignation from membership of the Federation 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 Federation that the resignation has been accepted.
- 7 In special circumstances the Federal Council may by resolution accept the resignation of a member and release the member from any or all outstanding obligations to the Federation, notwithstanding that the provisions of these Rules have not been complied with.

### Members of the Committee of Management

The persons who held office as members of the Committee of Management of the Branch at the beginning of the financial year were:

<b>Branch President:</b>	Dr Roderick John McRae
<b>Vice President:</b>	Dr Christopher Fong
<b>Branch Secretary:</b>	Dr Pearly Khaw
<b>Assistant Secretary/Treasurer:</b>	Dr John Moloney
<b>Branch Councilors:</b>	Dr Richard Barkas Dr Tim Iseli * Dr Rowan Molnar

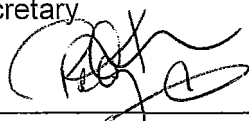
\* Dr Tim Iseli declined to stand for re-election during the financial year.

There were no other changes to the Committee of Management during the financial year.

**Name:** Dr Pearly Khaw

**Title:** Branch Secretary

**Signature:** \_\_\_\_\_



**Date:**

11 / 5 / 07

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# ASMOF

Australian Salaried Medical Officers' Federation  
[Victorian Branch]

## Committee of Management Statement

On 12 April 2007 the Committee of Management of ASMOF Victorian Branch (the reporting unit) passed the following resolution in relation to the General Purpose Financial Report (GPFR) of the reporting unit for the year ended 31 December 2006.

The Committee of Management declares that 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;
- c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of this 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 due and payable;
- e) during the financial year to which the GPFR relates and since the end of that year:
  - i) meetings of the Committee of Management were held in accordance with the rules of ASMOF, including the rules concerning Branches of that union;
  - ii) the financial affairs of the reporting unit have been managed in accordance with the rules of ASMOF, including the rules concerning Branches of that union;
  - iii) the financial records of the reporting unit have been kept and maintained in accordance with the Registration and Accountability Organisation's Schedule (RAO) Schedule and the RAO Regulations;
  - iv) the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of ASMOF;
  - v) 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;
  - vi) No orders for the inspection of financial records have been made by the Commission under section 273 of the RAO Schedule.


**For the Committee  
of Management:**

Dr Pearly Khaw

**Title of Position Held:**

Secretary

**Signature:**



---

**Date:**

11 / 5 / 07

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# ASMOF

Australian Salaried Medical Officers' Federation  
[Victorian Branch]

## Income Statement For the year ended 31 December 2006

	2006 \$	2005 \$
Profit / (Loss) from Ordinary Activities	2,152.69	4,974.46
Retained Profits at the beginning of the financial year	30,990.78	26,016.32
<b>Retained Profits as at the end of the financial year</b>	<b><u>33,143.47</u></b>	<b><u>30,990.78</u></b>

The accompanying notes form part of these accounts.

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# ASMOF

Australian Salaried Medical Officers' Federation  
[Victorian Branch]

## Balance Sheet As at 31 December 2006

	Note	2006 \$	2005 \$
<b>CURRENT ASSETS</b>			
Cash Assets	2	33,329.70	31,189.20
<b>Total Assets</b>		<b>33,329.70</b>	<b>31,189.20</b>
<b>CURRENT LIABILITIES</b>			
Payables	3	186.23	198.42
<b>Total Liabilities</b>		<b>186.23</b>	<b>198.42</b>
<b>NET ASSETS</b>		<b>33,143.47</b>	<b>30,990.78</b>
<b>MEMBER FUNDS</b>			
Retained Profits		33,143.47	30,990.78
<b>TOTAL MEMBER FUNDS</b>		<b>33,143.47</b>	<b>30,990.78</b>

The accompanying notes form part of these accounts.

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Australian Salaried Medical Officers' Federation  
[Victorian Branch]

## Detailed Income Statement For the year ended 31 December 2006

	Note	2006 \$	2005 \$
<b>INCOME</b>			
Member Subscriptions (Capitation Fees)		6,710.00	6,230.00
Interest Received	4	221.47	182.64
<b>Branch Income</b>		<b>6,931.47</b>	<b>6,412.64</b>
<b>EXPENDITURE</b>			
Audit Fees		1,250.00	-
Bank Charges		66.87	69.85
Bookkeeping		615.45	-
Gifts/Honorarium		1,800.00	-
Meeting Expenses		514.00	-
Telephone Expenses		178.82	-
Travel		353.64	1,368.33
<b>Branch Expenditure</b>		<b>4,778.78</b>	<b>1,438.18</b>
<b>PROFIT FROM ORDINARY ACTIVITIES</b>		<b>2,152.69</b>	<b>4,974.46</b>

The accompanying notes form part of these accounts.



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## Cash Flow Statement

### For the year ended 31 December 2006

	2006 \$ Inflows (Outflows)	2005 \$ Inflows (Outflows)
<b>Cash flows from Operating Activities</b>		
Member Capitation Fees Received	6,710.00	6,230.00
Interest Received	221.47	182.64
General Administration Expenses & Direct Expenses	(4,790.97)	(952.01)
<b>Net cash provided by operating activities – Note B</b>	<b>2,140.50</b>	<b>5,460.63</b>
<b>Cash flows from Investing Activities</b>	-	-
<b>Cash flows from Financing Activities</b>	-	-
Net increase in cash held	2,140.50	5,460.63
Cash at the beginning of year	31,189.20	25,728.57
<b>Cash at the end of the year – Note A</b>	<b>33,329.70</b>	<b>31,189.20</b>

The accompanying notes form part of these accounts.

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**ASMOF**  
Australian Salaried Medical Officers' Federation  
[Victorian Branch]

# Cash Flow Statement

## For the year ended 31 December 2006

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	2006 \$ Inflows (Outflows)	2005 \$ Inflows (Outflows)
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### Note A – Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money markets. Cash at the end of the financial year is shown in the statement of cash flows and is reconciled to the related items in the balance sheet as follows:

Cash at Bank	33,329.70	31,189.20
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### Note B – Reconciliation of net cash provided by operating activities to profit from ordinary activities

Profit from Ordinary Activities	2,152.69	4,974.46
Changes in Assets & Liabilities:		
(Increase) / decrease in receivables	-	287.75
Increase / (decrease) in payables	(12.19)	198.42
	<u>2,140.50</u>	<u>5,460.63</u>

The Branch has no credit stand-by or financing facilities in place.  
There were no non-cash financing or investing activities during the year.

The accompanying notes form part of these accounts.

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[Victorian Branch]

# Notes to the Financial Statements

## For the year ended 31 December 2006

### 1. Statement of Significant Accounting Policies

This financial report is a general purpose financial report that has been prepared in accordance with the Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, the Councils accountability requirements under the Unions' Rules and the requirements under the Workplace Relations Act 1996.

The financial report covers the ASMOF Victorian Branch of a trade union, recognised by the Australian Industrial Registry and domiciled in Australia.

The financial report has been prepared on a cash basis and is based on historic costs and does not take into account changing money values, or except where stated, current valuations of non-current assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### a. Revenue

Member subscription revenue is recognised when the respective fees have been received from the Associated bodies.

#### b. Income Tax

No income tax has been provided, as the Branch is exempt from income tax pursuant to section 50-15 of the Income Tax Assessment Act 1997, as amended.

#### c. Information to be provided to members or registrar

In accordance with the requirements of the Workplace Relations Act 1996, as amended, the attention of members is drawn to the provisions of sub-section (1), (2) and (3) of section 272, which reads as follows:

1. A member of an organisation or Registrar may apply to the organisation for specified prescribed information in relation to the organization.
2. An organisation shall, on application made under subsection (1) by members of the organisation or a Registrar, made the specified information available to the member or Registrar in such manner, and within such time as prescribed.
3. A Registrar may only make an application under sub-section (1) at the request of a member of the organisation concerned, and the Registrar shall provide to a member information received because of an application made at the request of the members.

#### d. Economic Dependency

The Branch is not economically dependent of any other reporting units of the organisation.

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**ASMOF**  
Australian Salaried Medical Officers' Federation  
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# Notes to the Financial Statements

## For the year ended 31 December 2006

### 1. Statement of Significant Accounting Policies (continued)

#### e. Accounting for Goods and Services Tax

Revenue, expenses and assets are recognised net the amount of GST, except the amount of GST incurred by the Branch as a purchaser that is not recoverable from the Australian Tax Office is recognised as part of the cost of acquisition of an asset or expenses

#### f. Segment Reporting

The reporting entity operates in one business and geographical segment being the provision of trade union services to its members in Victoria.

### 2. Cash Assets

	2006 \$	2005 \$
Commonwealth Bank – Cheque Account	33,329.70	31,189.20
	<u>33,329.70</u>	<u>31,189.20</u>

### 3. Payables

	2006 \$	2005 \$
GST Payable	186.23	198.42
	<u>186.23</u>	<u>198.42</u>

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# Notes to the Financial Statements

## For the year ended 31 December 2006

### 4. Financial Instruments

#### a. Interest Rate Risk

The reporting entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and liabilities, is as follows:

Financial Assets	Weighted Average Effective Interest Rate		Floating Interest Rate	
	2006	2005	2006	2005
Cash at Bank	\$33,329.70	\$31,189.20	1.85%	1.85%

#### b. Credit Risk

The reporting entity does not have any material credit risk exposure to any single debtor or group of debtors under any financial instruments entered into by the reporting entity.

#### c. Net Fair Values

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to the financial statements.

### 5. Union Details

The registered office of the union is:

293 Royal Parade  
Parkville Vic 3023

## **INDEPENDENT AUDIT REPORT**

### **TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION VICTORIAN BRANCH**

#### **Scope**

##### ***The financial report and trustees' responsibility***

The financial report comprises the income statement, balance sheet, detailed statement of income and expenditure statement, cash flow statement and accompanying notes to the financial statements and the committee of management statement for the Australian Salaried Medical Officers' Federation - Victorian Branch for the year ended 31 December 2006.

The trustees of the Branch are responsible for the preparation and true and fair presentation of the financial report in accordance with the Workplace Relations Act 1996. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

#### **Audit Approach**

We conducted an independent audit in order to express an opinion to the members of the Branch. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the Branch's financial position, and of its performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate for the needs of the members.

## INDEPENDENT AUDIT REPORT

### TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION VICTORIAN BRANCH

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the committee of management.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

#### Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

#### Audit Opinion

In our opinion, the general purpose financial report of the Australian Salaried Medical Officers' Federation – Victorian Branch is presented fairly in accordance with:

- (a) the requirements imposed by Part 3 of Chapter 8 of Schedule 1B Workplace Relations Act 1996, including
  - (i) giving a true and fair view of the Branch's financial position as at 31<sup>st</sup> December 2006 and of its performance for the year ended on that date; and
  - (ii) complying with applicable Accounting Standards in Australia and the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003; and
  - (iii) other mandatory professional reporting requirements.