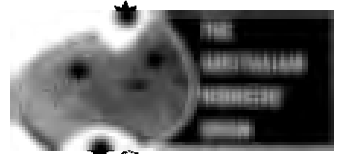


The Tobacco Workers' Branch

Branch Office: 474A Bunnerong Road Matraville NSW 2036
P.O. Box 194 Matraville NSW 2036
Telephone: (02) 9 311.1958 Facsimile: (02) 9 311.3139
e-mail: tobaccounion@cherry.com.au
ABN 36357805105



Branch Secretary:
Norman McBride

December 13 2005

Industrial Registrar
Australian Industrial Registry
Level 8, Terrace Towers
80 William Street
EAST SYDNEY
NSW 2011

Dear Sir,

Please find enclosed annual financial statements and certificates for The Tobacco Workers' Branch of the AWU for the financial year ending 30th June 2005 in accordance with the Workplace Relation's Act 1996.

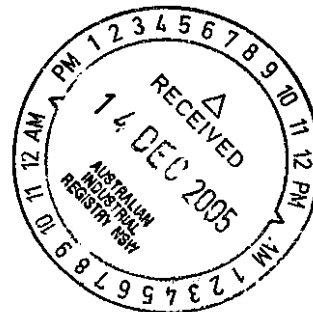
The Financial Report contains the following:

1. A General Purpose Financial Report (GPFR)
2. An Operating Report; and
3. An Auditors Report

- Copies of the abovementioned reports (the "full report") have been provided to the general membership and have been in their possession for at least 21 days for their consideration free of charge in accordance with the Act.
- A second meeting of the Committee of Management has been held within the 6 months of the end of the financial year in accordance with the Act.
- A copy of the full report has been lodged with the Industrial Registry within 14 days of the second meeting in accordance with the Act.

Yours truly,

Norman McBride
Branch Secretary



**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 2005

INDEX

1. Committee of Management Statement.
2. Operating Report.
3. Auditors Report.
4. Statement of Financial Performance.
7. Statement of Financial Position.
8. Statement of Cash Flows.
9. Notes to the Financial Statements.

**SWAINE & ASSOCIATES
SUITE 303, LEVEL 3, 65 YORK STREET
SYDNEY NSW 2000
PHONE (02) 9299 9429
FAX (02) 9299 7233**

THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION

COMMITTEE OF MANAGEMENT STATEMENT

On OCTOBER 19th 2005 the Committee of Management of The Tobacco Workers Branch of the Australian Workers Union ("Branch") and The Federated Tobacco & Cigarette Workers Union of Australia, New South Wales ("State Union") passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit 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 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 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 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 the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organization including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) where the organisation consists of 2 or more reporting units, 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 the organisation; and
 - (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; and
 - (vi) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

For Committee of Management:

Christine Wilson *C. Wilson*

Patricia Gutierrez *[Signature]*

Signed this 19 day of OCTOBER, 2005

THE TOBACCO WORKERS' BRANCH OF THE
AUSTRALIAN WORKERS' UNION

OPERATING REPORT

In accordance with section 245 of the Workplace Relations Act 1996 (Act) the Committee of Management presents its Operating Report on the Tobacco Workers' Branch of the Australian Workers' Union and the Federated Tobacco & Cigarette Workers' Union NSW Australia ("Union" collectively) together with the financial report for the year ended 30 June 2005.

The names of the Committee of Management in office at any time during or since the end of the year are:

Ms. Cheryl Ustianowski
Ms. Christine Wilson
Mr. Norman McBride
Ms. Patricia Gutierrez
Ms. Irene Brickley

Committee of Management members have been in office since the start of the financial year to the date of this report unless otherwise stated.

The number of members as of 30 June 2005 is 414.

The number of full time elected employees is (1) one.

The Principal Activities of the organization are the provision of range of services relating to the needs of members. These services include:

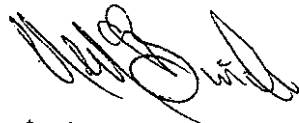
Regulate and protect the conditions of labour and relations between workers' and employers
Protect and foster the best interest of members
Promote the general and material welfare of members
Health & Safety in the Workplace
Advocacy on a range of issues
Negotiation & Representation for members
Investment of Members funds supporting Principal Activities

There have been no significant changes in the nature of those activities during the year.

Resignation of members: A member may resign from membership in accordance with Rule 14 – RESIGNING AS A MEMBER of the Rules of the Australian Workers' Union.

Signed in accordance with a resolution of the Branch Executive

N McBride
Branch Secretary
AWU – Tobacco Workers' Branch



Dated: 19. 10. 2005

THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION

AUDITOR'S REPORT

Scope

I have audited the general purpose financial report of The Tobacco Workers Branch of the Australian Workers Union ("Branch") and The Federated Tobacco & Cigarette Workers Union of Australia, NSW ("State Union") for the financial year ended 30 June 2005 comprising the statement of financial performance, statement of financial position, statement of cash flows and notes to the financial statements.

The Committee of Management are responsible for the financial report. I have conducted an independent audit of this financial report in order to express an opinion on it to the members of the reporting unit.

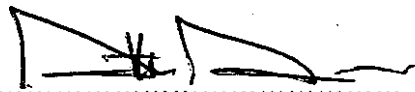
My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, 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 financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with my understanding of the reporting unit's financial position and performance as represented by the results of its operations and its cash flows.

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

Audit Opinion

In my opinion, the general purpose financial report of The Tobacco Workers Branch of the Australian Workers Union ("Branch") and The Federated Tobacco & Cigarette Workers Union of Australia, NSW ("State Union") is in accordance with:

- (a) the Workplace Relations Act 1996, including:
 - (i) giving a true and fair view of the reporting unit's financial position as at 30 June 2005 and of its performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia; and
- (b) other mandatory professional reporting requirements.



Stephen B. Swaine
Swaine & Associates
Suite 303, Level 3
65 York Street
Sydney NSW 2000

31 October 2005

Date

THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

	<u>2005</u>	<u>2004</u>
	\$	\$
Operating Surplus for the Year	15,790	34,814
Accumulated Surplus at the Beginning of the Year	<u>1,025,586</u>	<u>990,772</u>
Accumulated Surplus at the End of the Year	<u><u>1,041,376</u></u>	<u><u>1,025,586</u></u>

THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION

DETAILED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

	<u>2005</u>	<u>2004</u>
	\$	\$
INCOME		
Membership Fees Received	138,445	133,945
Interest Received	47,340	43,832
Sundry Income	95	100
	<hr/>	<hr/>
TOTAL INCOME	185,880	177,877
EXPENDITURE (attached schedule)	<hr/>	<hr/>
	170,090	143,063
Surplus for the Year	<hr/> <hr/>	<hr/> <hr/>
	15,790	34,814

THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION

DETAILED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

	<u>Note</u>	<u>2005</u>	<u>2004</u>
		\$	\$
EXPENDITURE			
Affiliation Fees		6,388	1,513
Audit Fees		5,910	5,989
Bank Charges		126	109
Commission Paid		1,325	1,169
Conference and Travel Expenses		10,117	8,260
Computer Expenses		226	641
Depreciation		5,175	6,016
Donations		-	818
Electricity		570	456
Fringe Benefits Tax		869	898
General Expenses		1,036	184
Honorariums		4,650	4,650
Insurance		3,840	2,470
Legal Fees		-	5,636
Loss on Disposal of Assets		231	-
Lost Time		290	-
Motor Vehicle Expenses		5,303	5,477
Postage, Printing and Stationery		650	420
Provision for Holiday Pay		5,825	4,665
Provision for Long Service Leave		5,545	2,695
Repairs and Maintenance		19,135	1,971
Rates and Taxes		2,872	2,750
Salaries and Wages	3	68,896	66,247
Security		430	336
Staff Amenities		70	125
Subscriptions		1,112	897
Superannuation		14,417	13,862
Telephone		5,082	4,809
TOTAL EXPENDITURE		<u>170,090</u>	<u>143,063</u>

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2005

	<u>Note</u>	<u>2005</u>	<u>2004</u>
		\$	\$
CURRENT ASSETS			
Accrued Interest		6,126	13,040
Cash at Bank		105,215	75,667
Cash on Hand		517	574
Trade Debtors		15,476	4,225
Other		20	-
TOTAL CURRENT ASSETS		127,354	93,506
NON-CURRENT ASSETS			
Property, Plant and Equipment	4	216,828	218,682
Investments	5	10	10
Other	6	864,024	870,214
TOTAL NON-CURRENT ASSETS		1,080,862	1,088,906
TOTAL ASSETS		1,208,216	1,182,412
CURRENT LIABILITIES			
Provision for Annual Leave		30,151	24,326
Provision for Long Service Leave		54,063	48,518
Provision for GST		2,343	3,759
Other Creditors and Accruals		9,000	8,940
TOTAL LIABILITIES		95,557	85,543
NET ASSETS		1,112,659	1,096,869
MEMBERS FUNDS			
Accumulated Surplus		1,041,376	1,025,586
Reserves	7	71,283	71,283
		1,112,659	1,096,869
Contingent Liabilities	8		

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2005

	<u>Note</u>	<u>2005</u> \$	<u>2004</u> \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		177,269	137,332
Cash payments in the course of operations		(154,670)	(130,687)
Interest Received		<u>10,444</u>	<u>516</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	9 (ii)	<u>33,043</u>	<u>7,161</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of plant and equipment		-	-
Purchase of plant and equipment		<u>(3,552)</u>	<u>-</u>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		<u>(3,552)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from borrowings		-	-
Repayment of borrowings		<u>-</u>	<u>-</u>
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		<u>-</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH HELD		29,491	7,161
Cash at the beginning of the financial year		<u>76,241</u>	<u>69,080</u>
Cash at the end of the financial year	9 (i)	<u><u>105,732</u></u>	<u><u>76,241</u></u>

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report represents the combined operations and combined financial position of The Tobacco Workers' Branch of The Australian Workers' Union ("Branch"), and The Federated Tobacco & Cigarette Workers Union of Australia, New South Wales ("State Union") registered under the relevant Federal and State Acts. The combined processing of income and expenditure, and assets and liabilities is consistent with the presentation of similar financial statements for prior years and is presented solely for the information of members of the Branch.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following specific accounting policies have been adopted in the preparation of these financial statements. They are consistent with the policies of the previous year, unless otherwise stated:

- a) The accounts have not been adjusted to record either changes in the general purchasing power of the dollar or in the prices of specific assets.
- b) Depreciation of Fixed Assets is calculated on the diminishing value basis in order to write the assets off over their estimated useful life.
- c) Provision for employee benefits in the form of Long Service and Annual Leave have been made for the estimated accrued entitlements of all employees on the basis of their terms of employment.
- d) No provision for income tax is necessary as "Trade Unions" are exempt from income tax under Section 23 of the Income Tax Assessment Act.

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

2. INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act 1996, the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of Section 274 which reads as follows: -

- (1) A member of an organisation, or a Registrar, may apply to the organisation for specified prescribed information in relation to the organisation.
- (2) An organisation shall, on application made under Sub-Section (1) by a member of the organisation or a Registrar, make the specified information available to the member or Registrar in such manner, and within such time, as is 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 member.

	<u>2005</u>	<u>2004</u>
	\$	\$
3. SALARIES AND WAGES		
Officials	68,896	66,247
Employees	-	-
	<u>68,896</u>	<u>66,247</u>
4. PROPERTY, PLANT AND EQUIPMENT		
Land and Buildings - at independent valuation	200,000	200,000
Plant and Equipment - at cost	41,024	40,351
<u>Less</u> Accumulated Depreciation	<u>33,721</u>	<u>33,959</u>
	<u>7,303</u>	<u>6,392</u>
Motor Vehicle - at cost	36,615	36,615
<u>Less</u> Accumulated Depreciation	<u>27,090</u>	<u>24,325</u>
	<u>9,525</u>	<u>12,290</u>
	<u>216,828</u>	<u>218,682</u>

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

	<u>2005</u>	<u>2004</u>
	\$	\$
5. INVESTMENTS		
Shares - Other	<u>10</u>	<u>10</u>
6. NON-CURRENT ASSETS - OTHER		
Short Term Deposits	<u>864,024</u>	<u>870,214</u>
7. RESERVES		
Asset Revaluation Reserve	<u>71,283</u>	<u>71,283</u>
8. CONTINGENT LIABILITIES		

There is a Contingent Liability for Funeral Benefits payable to the next-of-kin of Deceased Members who are still entitled to benefits under the Rules of the Union

**THE TOBACCO WORKERS BRANCH OF THE
AUSTRALIAN WORKERS UNION**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

9. <u>NOTES TO THE STATEMENT OF CASH FLOWS</u>	<u>2005</u> \$	<u>2004</u> \$
(i) Reconciliation of Cash		
For the purposes of the Statement of Cash flows, cash includes cash on hand and at bank and short term deposits at call, net outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the balance sheet as follows:		
Cash on Hand	517	574
Cash at Bank	<u>105,215</u>	<u>75,667</u>
	<u>105,732</u>	<u>76,241</u>
 (ii) Reconciliation of cash flow from operations with operating surplus		
Operating surplus	15,790	34,814
Non cash flows in operating surplus		
Loss on disposal of plant and equipment	231	-
Depreciation	5,175	6,016
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
Decrease (increase) in trade debtors	(11,251)	3,287
Increase (decrease) in other creditors	60	(685)
Increase (decrease) in provisions	9,954	7,045
Decrease (increase) in other debtors	6,894	(6,119)
Decrease (increase) in deposits	<u>6,190</u>	<u>(37,197)</u>
Cash Flows from Operations	<u>33,043</u>	<u>7,161</u>

Certificate of Secretary
s268 of Schedule 1B *Workplace Relations Act 1996*

I Norman McBride being Branch Secretary of the Tobacco Workers' Branch of The Australian Workers' Union certify:

- that the documents lodged herewith are copies of the full report referred to s268 of the RAO Schedule; and
- that the full report was provided to members on November 2 2005; and
- that the full report was presented to a meeting of the committee of management of the reporting unit on December 8 2005; in accordance with section 266 of the RAO Schedule.



Norman McBride
Branch Secretary

Date: 13 /12 /05

**STATEMENT OF PARTICULARS OF LOANS, GRANTS AND DONATIONS BY
AN OFFICER OF AN ORGANISATION**

[Section 269(1) of the *Workplace Relations Act 1996*]

I **Norman McBride, Branch Secretary of The Tobacco Workers' Branch** of the **Australian Workers' Union of Australia** state, in respect of the financial year of the organisation ending **June 30th 2005** that:

NO loans, grants or donations of an amount exceeding \$1,000 were made by the above named organisation during the financial year.



Norman McBride
Branch Secretary

December 13 2005

Notice Required by s272(5) of the RAO Schedule

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).

Notice to Members

Subsections (1) and (2) of section 274(4) of the Workplace Relations Act 1996 provide as follows:

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



Australian Government
Australian Industrial Registry

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6666
Fax: (02) 9380 6990
Email: sydney@air.gov.au

Mr Norman McBride
Secretary, Tobacco Workers' Branch
The Australian Workers' Union
PO Box 194
MATRAVILLE NSW 2036

Dear Mr McBride

**Re Financial Return – The Tobacco Workers' Branch – year ending 30 June 2005
(FR2005/471)**

Thank you for lodging the above financial documents. They were received on 14 December 2005.

The documents have been filed.

Yours sincerely

A handwritten signature in black ink that reads "Stephen Kellett". The signature is written in a cursive style and is followed by a long horizontal line.

Stephen Kellett
Assistant Manager, Sydney Registry

9 January 2006