



14 December 2018

Mr Chris Mossman  
Executive Director  
Clubs Australia - Industrial

Dear Mr Mossman

**Re: – Financial reporting – Clubs Australia - Industrial - for year ending 30 June 2018 (FR2018/28)**

I acknowledge receipt of the financial report of Clubs Australia - Industrial in respect of the year ending 30 June 2018. The documents were lodged with the Registered Organisations Commission ('the ROC') on 10 October 2018. An amended designated officer's certificate and a date corrected operating report and committee of management statement were received today.

The financial report has been filed. The financial report was filed based on a primary review. This involved confirming whether the financial reporting timelines required under s.253, s.265, s.266 and s.268 of the *Fair Work (Registered Organisations) Act 2009* (RO Act) have been satisfied, all documents required under s.268 of the RO Act were lodged and that various disclosure requirements under the Australian Accounting Standards, RO Act and reporting guidelines have been complied with. A primary review does not examine all disclosure requirements.

Please note the report for year ending 30 June 2019 may be subject to an advanced compliance review.

You are not required to take any further action in respect of the report lodged. However, I make the following comments to assist when preparing the next report.

Audit scope to include subsection 255(2A) report

A general purpose financial report prepared under section 253 of the RO Act also includes the expenditure report required to be prepared under subsection 255(2A) as prescribed by reporting guideline 22.

The subsection 255(2A) report must be identified by title in the auditor's statement in accordance with paragraph 24(c) of Australian Auditing Standard ASA 700 Forming an Opinion and Reporting on a Financial Report. This confirms that the subsection 255(2A) report is audited.

A subsection 255(2A) report was included in the copy of the documents lodged with the ROC but the auditor did not refer to the statement in the auditor's report.

Auditor's qualifications

Item 29(b) of the reporting guidelines states that the auditor's statement must specify the registered auditor's name and registration number. The registration number referred to here is the registration number received with registration granted by the Commissioner under section 255B. The auditor's statement provided states the name of the registered auditor and the registered company auditor number but not the registration number received under section 255B.

### Nil activity disclosures

Item 21 of the reporting guidelines (RGs) states that if any activity described within items 10-20 has not occurred in the reporting period, a statement to this effect<sup>1</sup> must be included either in the financial statements, the notes or in an officer's declaration statement. There was no nil activity information in relation to prescribed RG categories, with the exception of employment benefits expenses and provisions which I took to be broadly covered by the nil disclosure in the statement of comprehensive income and the information in Note 5.

### Other disclosures

I draw special attention to the material item "Sundry Revenue" at Note 3. I understand this consists of grants revenue, and should be described as such, unless the figure comprises other items, in which case the figure would need to be further divided to ensure any material items within it are separately disclosed, in accordance with Australian Accounting Standard *AASB 101 Presentation of Financial Statements* paragraph 97.

I also draw attention to the disclosure of legal costs in the statement of comprehensive income. RG 14(j) requires legal costs to be disclosed by (i) litigation and by (ii) other legal matters. Please ensure that legal cost expense is disclosed in accordance with the reporting guideline.

### Reporting Requirements

The ROC website provides a number of factsheets in relation to the financial reporting process and associated timelines. The website also contains the s.253 reporting guidelines and a model set of financial statements. The ROC recommends that reporting units use these model financial statements to assist in complying with the RO Act, the s.253 Reporting Guidelines and Australian Accounting Standards. Access to this information is available via [this link](#).

Yours faithfully



Stephen Kellett  
Financial Reporting  
Registered Organisations Commission

---

<sup>1</sup> Or itemised nil balance, as per the model financial statements



**Clubs Australia**  
INDUSTRIAL

Level 8, 51 Drutt Street, Sydney NSW 2000  
Telephone: (02) 9268 3000 Fax: (02) 9268 3066  
A.B.N. 18 578 168 780

**Designated Officer's Certificate**

s.268 Fair Work (Registered Organisations) Act 2009

I, Chris Mossman, being the Executive Director/Secretary of Clubs Australia - Industrial certify:

- That the document lodged herewith are copies of the full report, referred to in s.268 of the Fair Work (Registered Organisations) Act 2009; and
- That the full report was provided to members on 13 September 2018; and
- That the full report was presented at the General Meeting on 4 October 2018 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.

  
Chris Mossman  
Executive Director

14/12/2018



**Clubs Australia**  
INDUSTRIAL

**Clubs Australia - Industrial**

**A.B.N. 18 578 168 780**

**Annual Financial Report**

**For the year ended 30 June 2018**

**REPORT REQUIRED UNDER SUBSECTION 255(2A)**

for the year ended 30 June 2018

The Committee of Management presents the expenditure report as required under subsection 255(2A) on the Reporting Unit for the year ended 30 June 2018.

<b>Categories of expenditures</b>	<b>2018 \$</b>	<b>2017 \$</b>
Remuneration and other employment-related costs and expense- employees	-	-
Advertising	-	-
Operating Costs	101,858.00	92,048.00
Donations to political parties	-	-
Legal Costs	388,539.00	84,345.00

Signature of designated officer:



---

Peter Newell OAM  
Chairman

## **Operating Report**

The Committee of Management present their report, together with the financial report of Clubs Australia - Industrial ("the Association") for the year ended 30 June 2018 and the auditors' report thereon.

### ***Principal Activities***

The principal Activities of the Association were to provide industrial services to members consistent with the objectives of the Association. There were no significant changes in the nature of the Association's principal activities during the reporting period.

### ***Results of Principal Activities***

The Association's principal activities resulted in maintaining and improving the position of its members within the national workplace relations framework.

### ***Committee***

The Committee of Management of the Association at any time during or since the end of the financial year were:

Peter Newell OAM	1 July 2017 to 30 June 2018
Leon Wiegard	1 July 2017 to 30 June 2018
Donald Seccombe	1 July 2017 to 30 June 2018
Cameron Taylor	1 July 2017 to 30 June 2018
Walter Maker	1 July 2017 to 30 June 2018
Maxwell Mercer	1 July 2017 to 14 Oct 2017
Russell Reid	8 March 2018 to 30 June 2018
John Chivers	28 March 2018 to 30 June 2018
Kim Marshall	28 March 2018 to 30 June 2018

### ***Operating and financial review***

The Association's result for the year was a loss of \$117,100 (2017: loss of \$9,188). There were no significant changes in the financial affairs of the Association during the reporting period.

### ***Resignation of members***

A member of the Association may resign from membership in accordance with Rule 6 of the Association.

### ***Events subsequent to balance date***

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the Committee of Management, to affect significantly the operations of the Association, the results of those operations, or the state of affairs of the Association, in future financial years.

### ***Details of Trustee or director of companies that are Trustees of superannuation entities***

There are no details required to be disclosed under this heading.

### ***Number of Members***

The number of members as at 30 June 2018 was 77 (2017: 75).

### ***Number of Employees***

As at 30 June 2018 the number of employees was Nil (2017: Nil).

Dated at Sydney this 12<sup>th</sup> September 2018

Signed in accordance with a resolution of the Committee of Management:



---

Peter Newell OAM  
Chairman

## Clubs Australia- Industrial

### Committee of Management Statement

On 4th September 2018 the Committee of Management of Clubs Australia - Industrial (the Association) passed the following resolution in relation to the general purpose financial report of the Association for the year ended 30 June 2018.

The Committee of Management declares in relation to the general purpose financial report (GPFR) that in its opinion:

- a) the financial statements and notes comply with the Australian Accounting Standards, and also complies with International Financial Reporting Standards;
- b) the financial statements and notes comply with the reporting guidelines of the Commissioner;
- 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 the Association; and
  - (ii) the financial affairs of the Association have been managed in accordance with the rules of the Association; and
  - (iii) the financial records of the Association have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and
  - (iv) the Association consists of only one reportable unit; and
  - (v) the information sought in any request of a member of the Association or the Commissioner duly made under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or the Commissioner; and
  - (vi) there has been compliance with any order for inspection of financial records made by Fair Work Commission under section 273 of the Fair Work (Registered Organisations) Act 2009.

Signed in accordance with a resolution of the Committee of Management on this 12th September 2018



---

Peter Newell OAM  
Chairman

**STATEMENT OF COMPREHENSIVE INCOME**

	<b>NOTE</b>	<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
<b>Revenue</b>			
Interest income	3	1,243	2,803
Sponsorship	3	40,710	53,678
Events	3	87,344	110,724
Sundry Revenue	3	244,000	-
<b>TOTAL REVENUE</b>		<u>373,297</u>	<u>167,205</u>
<b>Expenses</b>			
Remuneration and other employment-related costs and expense- employees		-	-
Advertising		-	-
Operating Costs	4	101,858	92,048
Donations to political parties		-	-
Legal Costs		388,539	84,345
<b>Loss before income tax</b>		<u>(117,100)</u>	<u>(9,188)</u>
Income Tax Expense	1e	-	-
<b>Loss before income tax</b>		<u>(117,100)</u>	<u>(9,188)</u>
Other comprehensive income		-	-
<b>Total comprehensive loss for the period</b>		<u><u>(117,100)</u></u>	<u><u>(9,188)</u></u>

The above statement is to be read in conjunction with the notes.



**Statement of Financial Position as at 30 June 2018**

	NOTE	2018 \$	2017 \$
<b>Current Assets</b>			
Cash and cash equivalents	6	58,042	165,730
Trade and other receivables	7	<u>71,216</u>	<u>59,811</u>
<b>Total Assets</b>		<u>129,258</u>	<u>225,541</u>
<b>Current Liabilities</b>			
Trade and other payables	8	<u>99,558</u>	<u>78,742</u>
<b>Total Liabilities</b>		<u>99,558</u>	<u>78,742</u>
<b>Net Assets</b>		<u>29,699</u>	<u>146,799</u>
<b>Retained earnings</b>		<u>29,699</u>	<u>146,799</u>

The above statement is to be read in conjunction with the notes.

Clubs Australia- Industrial

**Statement of Changes in Equity for the year ended 30 June 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Retained Earnings at beginning of year	146,799	155,987
Net loss after income tax for current year	(117,100)	(9,188)
Other comprehensive income	-	-
<b>Retained earnings at end of year</b>	<u>29,699</u>	<u>146,799</u>

The above statement is to be read in conjunction with the notes.

**Statement of Cash Flows for the year ended 30 June 2018**

	NOTE	2018 \$	2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Interest received from cash deposits		1,243	2,803
Cash receipts from the course of operations		374,007	166,702
Cash payments in the course of operations		<u>(482,938)</u>	<u>(178,124)</u>
<b>Net cash from operating activities</b>	10	<u>(107,688)</u>	<u>(8,619)</u>
<b>Net cash from investing activities</b>		<u>-</u>	<u>-</u>
<b>Net cash from financing activities</b>		<u>-</u>	<u>-</u>
<b>Net decrease in cash and cash equivalents held</b>		(107,688)	(8,619)
<b>Cash and cash equivalents at 1 July 2017</b>		<u>165,730</u>	<u>174,349</u>
<b>Cash and cash equivalents at 30 June 2018</b>	6	<u><u>58,042</u></u>	<u><u>165,730</u></u>

The above statement is to be read in conjunction with the notes.

**Notes to the financial statements for the year ended 30 June 2018**

**1 Significant accounting policies**

Clubs Australia - Industrial (the "Association") is an association domiciled in Australia. The address of the Association's registered office is Level 8, 51 Druitt Street, Sydney. The Association is a not-for profit entity and its principal activity is to provide industrial services to members consistent with the objectives of the Association.

The financial report was authorised for issue by the Committee of Management on 4th September 2018.

**a) Statement of Compliance**

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards ("AASBs"), adopted by the Australian Accounting Standards Board ("AASB") and the requirements of Fair Work (Registered Organisations) Act 2009.

The financial report also complies with the International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

**b) Basis of preparation**

The financial report is presented in Australian dollars.

The following accounting standards and amendments with application dates commencing subsequent to year end were available for early adoption at 30 June 2018, but have not been applied in preparing this financial report.

AASB 9, approved in December 2014, replaces the existing guidance in AASB 139 Financial Instruments: Recognition and Measurement. AASB 9 includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from AASB 139

AASB 9 is effective for annual reporting periods beginning on or after 1 January 2018. The Company is assessing the potential impact on its financial statements resulting from the application of AASB 9.

AASB 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaces existing revenue recognition guidance, including AASB 118 Revenue, AASB 111 Construction Contracts and IFRIC 13 Customer Loyalty Programmes.

AASB 15 is effective for annual reporting periods beginning on or after 1 January 2018. The Company is assessing the potential impact on its financial statements resulting from the application of AASB 15.

The Association plans to adopt the relevant Accounting Standards and amendments in future financial years. The initial application of those standards is not expected to have a significant impact on the Association.

The financial report is prepared on the historical cost basis.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the Association.

**Notes to the financial statements for the year ended 30 June 2018**

**1 Significant accounting policies (continued)**

**b) Basis of preparation (continued)**

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

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

**c) Non-derivative financial instruments**

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit or loss, any directly attributable transaction costs. Subsequent to initial recognition non-derivative financial instruments are measured as described below.

A financial instrument is recognised if the Association becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Association's contractual rights to the cash flows from the financial assets expire or if the Association transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Regular way purchases and sales of financial assets are accounted for at trade date, i.e. the date that the Association commits itself to purchase or sell the asset. Financial liabilities are derecognised if the Association's obligations specified in the contract expire or are discharged or cancelled.

*(i) Cash and cash equivalents*

Cash and cash equivalents comprise cash balances, demand deposits and short-term interest bearing deposits that are readily convertible to cash and which are subject to an insignificant risk of change in value.

*(ii) Trade and other receivables*

Trade and other receivables are stated at their amortised cost less impairment losses.

*(iii) Trade and other payables*

Trade and other payables are stated at their amortised cost.

*(iv) Other*

Other non-derivative financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

**Notes to the financial statements for the year ended 30 June 2018**

**1 Significant accounting policies (continued)**

**d) Impairment – Financial assets**

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate. Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

All impairment losses are recognised in profit or loss. An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost the reversal is recognised in profit or loss.

**e) Income Tax**

The Association is a tax exempt entity. Therefore no income tax balances have been recognised by the Association.

**f) Revenue recognition**

Interest revenue is recognised as it accrues, using the effective interest rate method.

Sponsorship revenue is recognised as it accrues.

Event revenue is recognised when the event takes place.

Membership subscriptions represent the amount due from members in accordance with the Association's Rules and are recognised equally over the period to which these relate.

**2 Information to be provided to members or Commissioner**

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of subsection (1) to (3) of Section 272 which reads as follows:

Information to be provided to members or Commissioner:

- a) A member of a reporting unit, or the Commissioner 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;
- b) The application must be in writing and must specify the period within which, and the manager 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; and
- c) A reporting unit must comply with an application made under subsection (a).

**Notes to the financial statements for the year ended 30 June 2018**

**3 Revenue**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Interest income	1,243	2,803
Sponsorship	40,710	53,678
Events	87,344	110,724
Sundry revenue	244,000	-
	<u>373,297</u>	<u>167,205</u>

**4 Operating Costs**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Auditor's remuneration	1,800	1,800
Other expenses	30	475
Event expenses	50,028	39,773
Management fees	50,000	50,000
	<u>101,858</u>	<u>92,048</u>

**5 Related parties**

**Key Management Personnel**

The key management personnel of the Association consists of the Committee of Management. The Association did not pay any remuneration to the Committee of Management throughout the year (2017: Nil).

There were no transactions between the Association and key management personnel during the current or prior financial year.

**Other related parties**

The Association paid a management fee to related entity, The Registered Clubs Association of NSW, of \$50,000 (2017: \$50,000) in respect of administrative support provided.

There were no transactions between the Company and key management personnel during the current or prior year.

## Notes to the financial statements for the year ended 30 June 2018

**6 Cash and cash equivalents**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Bank balances	58,042	15,730
Term deposits	-	150,000
	<u>58,042</u>	<u>165,730</u>

**7 Trade and other receivables**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	71,216	59,811
	<u>71,216</u>	<u>59,811</u>

**8 Trade and other payables**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Trade payables	62,822	28,453
Accruals	1,800	1,800
Events income received in advance	20,536	47,132
GST payable	14,400	1,357
	<u>99,558</u>	<u>78,742</u>

**9 Financial instruments**

The material financial instruments to which the Company has exposure include:

**Cash and short term deposits***Credit risk exposure*

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted. Credit risk on financial assets of the Association is the carrying amount net of any provision for impairment loss. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet.

*Interest rate risk*

The Association's exposure to interest rate risk relates directly to funds deposited with financial institutions. Changes in interest rates will affect the level of interest income received by the Association. The Association actively manages its cash balances in order to minimise risk, whilst optimising the return.

The Association's exposure to interest rate risk is presently limited to cash and cash equivalents. Cash includes at call balances and short-term deposits amounting to \$58,042 (2017: \$165,730). All balances have short term maturities and are paying variable interest at 30 June 2018 of 2.14% (2017: 2.22%).

The Association's financial liabilities at 30 June 2018 are non-interest bearing (2017: non-interest bearing).



**Notes to the financial statements for the year ended 30 June 2018**

**9 Financial instruments (continued)**

*Sensitivity analysis for interest rate instruments*

A change of 100 basis points in interest rates at the reporting date would have increased/(decreased) the profit or loss and the net equity by approximately \$580 (2017 \$1,657). This analysis assumes that all other variables remain constant. The analysis is performed on the same basis for 2017.

**Fair values**

The carrying amounts of financial assets and liabilities shown in the balance sheet approximate their fair values.

**10 Notes to the statement of cash flows**

For the purposes of the Statement of Cash Flows, cash includes cash at bank and short term deposits.

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>Reconciliation of cash flow from operating activities</b>		
Loss for the period	(117,100)	(9,188)
Change in trade and other payables	20,816	14,463
Change in trade and other receivables	(11,403)	(13,894)
Net cash used in operating activities	<u>(107,687)</u>	<u>(8,619)</u>

**11 Events subsequent to balance date**

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the Committee of Management, to affect significantly the operations of the Association, the results of those operations, or the state of affairs of the Association, in future financial years.



# Independent Auditor's Report

To the members of Clubs Australia - Industrial

## Report on the audit of the Financial Report

### Opinion

We have audited the **Financial Report** of Clubs Australia - Industrial (the Association).

In our opinion, the accompanying Financial Report presents fairly, in all material respects, the financial position of Clubs Australia – Industrial as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with *Australian Accounting Standards* and the *Fair Work (Registered Organisations) Act 2009*.

The **Financial Report** comprises:

- Statement of financial position as at 30 June 2018
- Statement of profit or loss and other comprehensive income, statement of changes in equity, and statement of cash flows for the year then ended
- Notes including a summary of significant accounting policies
- Committee of Management Statement.

### Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Financial Report section of our report.

We are independent of the Association in accordance with the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with the Code.

### Restriction on use and distribution

The Financial Report has been prepared to assist the members of the Association in complying with the financial reporting requirements of the *Fair Work (Registered Organisations) Act 2009*.

As a result, the Financial Report and this Auditor's Report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Our report is intended solely for the members of Clubs Australia – Industrial and the Registered Organisations Commission and should not be used by or distributed to parties other than the members of Clubs Australia – Industrial and the Registered Organisations Commission. We disclaim any assumption of responsibility for any reliance on this report, or on the Financial Report to which it relates, to any person other than the members of Clubs Australia – Industrial and the Registered Organisations Commission or for any other purpose than that for which it was prepared.

### Other Information

Other Information is financial and non-financial information in Clubs Australia - Industrial's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Committee of Management are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the Operating Report and the Committee of Management Statement.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, the auditor does not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

### Responsibilities of the Committee of Management for the Financial Report

The Committee of Management of the Association are responsible for:

- the preparation and fair presentation of the Financial Report in accordance with the financial reporting requirements of the *Australian Accounting Standards* and the requirements of the *Fair Work (Registered Organisations) Act 2009*
- implementing necessary internal control to enable the preparation of a Financial Report that is free from material misstatement, whether due to fraud or error
- assessing the Associations' ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.



## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the Auditing and Assurance Standards Board website at: [http://www.auasb.gov.au/auditors\\_files/ar3.pdf](http://www.auasb.gov.au/auditors_files/ar3.pdf). This description forms part of our Auditor's Report.

## Report on other legal and regulatory requirements

### Opinion

In our opinion, the Committee of Management's use of going concern basis of accounting in the preparation of the financial report is appropriate.

I am an approved auditor as defined by Regulation 4 of the *Fair Work (Registered Organisations) Act 2009*, a member of the Institute of Chartered Accountants Australia and New Zealand and hold a current Public Practice Certificate.

KPMG

Sarah Cain

Partner

Registered Company Auditor number: 482939

Sydney

12 September 2018