

29 November 2005

Stephen Kellet
Assistant Manager
Australian Industrial Registry
Level 8, Terrace Towers
80 William Street
East Sydney NSW 2011

Lodgement of Financial Return Electrical Division, Southern States Branch and National Council

Dear Stephen,

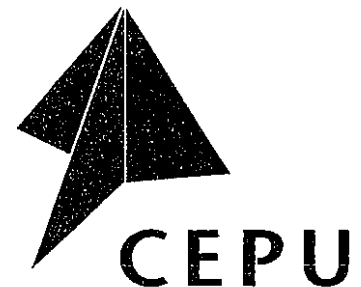
Pursuant to s268 of Schedule 1B of the Workplace Relations Act 1996, please find attached the Certificate of Secretary for the Electrical Division and Southern States Branch for the year ending 31 December 2004 and National Council for the year ending 31 March 2005.

My apologies for the delay in responding. Should you require further information, please contact the undersigned.

Yours faithfully,



Peter Tighe
NATIONAL SECRETARY



**COMMUNICATIONS
ELECTRICAL
PLUMBING
UNION**

NATIONAL
OFFICE

Peter Tighe
National Secretary

Brian Baulk
National President

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Communications Electrical
Electronic Energy
Information Postal
Plumbing and Allied
Services Union of Australia

0383415565

CERTIFICATE OF SECRETARY OR OTHER AUTHORISED OFFICER

s268 of Schedule 1B Workplace Relations Act 1996

I, Dean Mighell being the State Secretary of the Electrical Trades Union of Australia (Southern States Branch) certify:

- that the document lodged herewith are copies of the full report, referred to in s268 of the RAO Schedule; and
- that the full report was provided to members on 11 / 10 / 2005 ; and
- that the full report was presented to [a general meeting of members OR the last of a series of general meetings of members OR a meeting of the committee of management] of the reporting unit on 25 / 8 / 2005 ; in accordance with section 266 of the RAO Schedule.

Signature :



Date : 10/11/2005



Electrical Trades Union of Australia

Southern States Branch



**Electrical Trades Union of Australia
Southern States Branch**

ABN 37 211 681 988

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31 December 2004**

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ELECTRICAL TRADES UNION OF AUSTRALIA - SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

Operating Report

This Operating Report covers the activities of the CEPU Electrical Division Southern States Branch (ETU) for the financial year ended 31 December 2004, the results of those activities and any significant changes in the nature of those activities during the year.

1. Principal Activities of the Southern States Branch

The principal activities of the Electrical Division Southern States Branch of the Union during the past year fell into the following categories:

- Implementation of the decisions of the Branch Executive and Branch Council.
- Implementation of the union's organising agenda, including direct assistance and strategic advice on particular industry or site organising projects, the training and development of officials and assistance to branches on planning and resourcing campaigns.
- Industrial support including representation of individual member grievances, advice on legal and legislative matters, pursuing relevant changes to the conditions of eligibility rules on the union, and responding to other unions' rules applications where they impact on membership of the ETU.
- The administration of federal awards, the variation of awards following major test cases (such as living wage) and making applications to vary federal awards on behalf of branches.
- Management of information technology and strategic membership system designs to support organising.
- Media and communications to members and to the broader community via media releases in support of campaigns, video and film development, and targeted publications, including the magazine ETU News.
- National bargaining in key national industries and assistance to branches on bargaining by request.

The Branch has also been involved in lobbying and negotiations with different levels of Government and key industry organisations around issues of importance to ETU members, e.g. shorter hours, apprentices, safety, licences.

2. Right of members to Resign

All Members of the Union have the right to resign from the Union in accordance with Rules of the Union, (and Section 174 of the Workplace Relations Act); namely, by providing written notice addressed and delivered to the Secretary of the relevant Branch, including via email.

3. Membership of the Union

There were 17068 Members of the union and 742 Suspended Members as at 30th June 2004.

4. Employees of the Electrical Division Southern States Branch

As at 30th June 2004 the Electrical Division Southern States Branch employed 37 full-time employees.


DEAN MIGHELL, BRANCH SECRETARY

Date. 2/8/05

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

COMMITTEE OF MANAGEMENT STATEMENT

On the 2 / 8 / 2005 the Executive Committee of the Electrical Trades Union Of Australia - Southern States Branch, passed the following resolution in relation to the general purpose financial report for the year ended 31 December, 2004.

The Electrical Trades Union of Australia – Southern States Branch declares in relation to the GPFR that in its opinion:

- (a) the financial report and notes comply with the Australian Accounting Standards;
- (b) the financial report and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the Electrical Trades Union of Australia – Southern States Branch for the financial year ended 31 December, 2004.
- (d) there are reasonable grounds to believe that the Electrical Trades Union of Australia – Southern States Branch will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 31 December, 2004 and since the end of the financial year:
 - (i) meetings of the Committee of Management were held in accordance with the rules of the Electrical Trades Union of Australia – Southern States Branch ; and
 - (ii) the financial affairs of the Electrical Trades Union of Australia – Southern States Branch have been managed in accordance with the rules of the Electrical Trades Union of Australia – Southern States Branch; and
 - (iii) the financial records of the Electrical Trades Union of Australia – Southern States Branch have been kept and maintained in accordance with Schedule 1B to the Workplace Relations Act 1996 and the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003; and
 - (iv) the financial records of the Electrical Trades Union of Australia – Southern States Branch have been kept, as far as practicable, in a consistent manner to each of the other branches of the national organisation; and
 - (v) no information has been sought in any request of a member of the Electrical Trades Union of Australia or a Registrar under section 272 of Schedule 1B to the Workplace Relations Act 1996; and
 - (vi) no orders have been made by the Industrial Registrar under section 273 of Schedule 1B to the Workplace Relations Act 1996

For the Committee of Management


DEAN MITCHELL

2 / 8 / 2005

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

INDEPENDENT AUDIT REPORT

To the members of the Electrical Trades Union of Australia – Southern States Branch.

Scope

The Financial Report and the Responsibility of the Committee of Management and the State Secretary

The financial report comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements and the Committee of Management's statement for the Electrical Trades Union of Australia – Southern States Branch for the year ended 31 December, 2004.

The Committee of Management and the State Secretary are responsible for the preparation and true and fair representation 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 have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Electrical Trades Union of Australia – Southern States Branch. Our audit has been conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance 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 controls, 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 Workplace Relations Act 1996, including compliance with Accounting Standards and other mandatory professional reporting requirements in Australia a view which is consistent with our understanding of the Electrical Trades Union of Australia – Southern States Branch's financial position and its performance as represented by the results of its operations and cash flows.

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 Electrical Trades Union of Australia and the State Secretary.

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

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 and the Workplace Relation Act. 1996

Audit Opinion

In our opinion the financial report of Electrical Trades Union of Australia – Southern States Branch is in accordance with the requirements of:

- (a) the Workplace Relations Act 1996, including;
 - (i) giving a true and fair view of the Electrical Trades Union of Australia – Southern States Branch's financial position as at 31 December, 2004 and its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards; and
 - (iii) complying with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of Schedule 1B of the Act; and
- (b) other mandatory professional reporting requirements in Australia.

LUNDSTROM DICKSON BARBANTI
CHARTERED ACCOUNTANTS
SUITE 3
1-3 ALBERT STREET
BLACKBURN VIC 3130


T J A DICKSON
Registered Company Auditor

Date

3 August 2005

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
Membership Revenue	2	5,983,544	4,381,752	5,983,544	4,381,752
Other Revenue from Ordinary Activities	2	3,560,766	4,590,080	3,462,014	2,346,726
Employee benefits expense		(3,007,951)	(3,446,231)	(3,002,896)	(3,156,255)
Depreciation and amortisation expense	3	(638,135)	(419,585)	(621,281)	(419,585)
Bad and doubtful debts expense	3	(417,976)	-	(417,976)	-
Occupancy Expenses		-	(41,012)	-	(41,012)
Other expenses from ordinary activities	3	(3,761,689)	(4,566,187)	(3,641,500)	(4,467,489)
Surplus from ordinary activities	3	1,718,559	498,817	1,761,905	(1,355,863)
Increase in asset revaluation reserve	13	41,453	1,399,578	41,453	1,399,578
Increase (decrease) in Trust Corpus	13 & 16	(131,275)	144,495	-	-
Total changes in equity	13	1,628,737	2,042,890	1,803,358	43,715

The accompanying notes form part of these financial statements.

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2004

	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
CURRENT ASSETS					
Cash assets	5	9,007,645	7,875,913	4,331,891	4,305,514
Receivables	6	2,932,565	2,637,600	2,768,413	995,410
Inventories	7	9,775	11,816	9,775	11,816
Other	10	37,482	2,177	35,951	-
TOTAL CURRENT ASSETS		11,987,467	10,527,506	7,146,030	5,312,740
NON-CURRENT ASSETS					
Other financial assets	8	812,922	718,029	812,947	718,029
Property, plant and equipment	9	9,690,930	9,760,605	8,716,499	9,063,902
TOTAL NON-CURRENT ASSETS		10,503,852	10,478,634	9,529,446	9,781,931
TOTAL ASSETS		22,491,319	21,006,140	16,675,476	15,094,671
CURRENT LIABILITIES					
Trade and other payables	11	717,815	926,631	500,786	822,794
Member contributions in advance		778,442	789,937	778,442	789,937
Short term-provisions	12	592,148	652,371	592,148	652,371
TOTAL CURRENT LIABILITIES		2,088,405	2,368,939	1,871,376	2,265,102
NON-CURRENT LIABILITIES					
Long term-provisions	12	202,439	65,463	202,439	31,266
TOTAL NON-CURRENT LIABILITIES		202,439	65,463	202,439	31,266
TOTAL LIABILITIES		2,290,844	2,434,402	2,073,815	2,296,368
NET ASSETS		20,200,475	18,571,738	14,601,661	12,798,303
EQUITY					
Reserves	13	1,441,031	1,399,578	1,441,031	1,399,578
Accumulated Funds	13	18,759,444	17,172,160	13,160,630	11,398,725
TOTAL EQUITY		20,200,475	18,571,758	14,601,661	12,798,303

The accompanying notes form part of these financial statements.

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers		8,697,108	7,696,451	7,820,902	5,633,102
Payments to suppliers and employees		(7,542,280)	(6,834,917)	(7,411,123)	(6,439,465)
Interest received		531,695	427,985	212,430	235,375
Net cash provided by (used in) operating activities	14	1,686,523	1,289,519	622,209	(570,988)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sale of property, plant and equipment		180,200	134,811	180,200	134,811
Proceeds from sale of land and buildings		-	-	374,000	-
Purchase of property, plant and equipment		(550,599)	(507,151)	(550,599)	(507,151)
Purchase of investments		(212,850)	-	(212,850)	-
Loss of control of related entities		(103,086)	-	-	-
Net cash provided by (used in) investing activities		(686,335)	(372,340)	(209,249)	(372,340)
CASH FLOWS FROM FINANCING ACTIVITIES					
Net Loans to and from related parties		131,544	(1,188,369)	(386,583)	(40,588)
Repayment of borrowings		-	-	-	-
Net cash provided by (used in) financing activities		131,544	(1,188,369)	(386,583)	(40,588)
Net increase in cash held		1,131,732	(271,190)	26,377	(983,916)
Cash at beginning of period		7,875,913	8,147,103	4,305,514	5,289,430
Cash at end of period	5	9,007,645	7,875,913	4,331,891	4,305,514

The accompanying notes form part of these financial statements.

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report has been prepared and presented in accordance with Applicable Accounting standards, other mandatory professional requirements and the Workplace Relations Act 1996.

The financial report covers the economic entity of the Electrical Trades Union of Australia – Southern States Branch and controlled entities, and the Electrical Trades Union of Australia – Southern States Branch as an individual parent entity. The Electrical Trades Union of Australia – Southern States Branch is a registered Trade Union domiciled in Australia.

The financial report has also been prepared on the basis of historical 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. Principles of Consolidation

A controlled entity is any entity controlled by the Electrical Trades Union of Australia – Southern States Branch. Control exists where the Electrical Trades Union of Australia – Southern States Branch has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so as to obtain benefits from the entities operations and so that the other entity operates with the Electrical Trades Union of Australia – Southern States Branch to achieve the objectives of the Electrical Trades Union of Australia – Southern States Branch. A list of controlled entities is contained in Note 16 to the financial statements.

All inter-company balances and transactions between entities in the economic entity have been eliminated on consolidation.

b. Income Tax

No provision for Income Tax is necessary as the Union is exempt from Income Tax under section 50-15 of the Income Tax Assessment Act 1997.

c. Inventories

Inventories are measured at the lower of cost and net realizable value.

d. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the economic entity to have an independent valuation every three years, with annual appraisals being made by the committee of management.

Plant and equipment

Plant and equipment are measured on the cost basis.

Depreciation

The depreciable amount of all fixed assets including building and recognized lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to depreciation.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and equipment	10-50%

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

e. Investments

Non-current investments are measured on the cost basis. The carrying amount of non-current investments is reviewed annually by the committee of management to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the underlying net assets for the non-listed investments.

f. Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled.

g. Cash

For the purpose of the statement of cash flows, cash includes:

- cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts; and
- investments in money market instruments with less than 90 days to maturity.

h. Revenue

Revenue from the sale of goods is recognized upon the delivery of goods to customers.

Interest revenue is recognized on a straight line basis.

Dividend revenue is recognized when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognized upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

i. Goods and Services Tax (GST)

Revenues, expenses and assets are recognized net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognized as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

j. Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

k. Impact of Adoption of Australian Equivalents to International Financial Reporting Standards

The economic entity's management has not yet assessed the impact of adoption of Australian Equivalents to International Financial Reporting Standards.

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
NOTE 2: REVENUE					
Operating activities					
— Membership Revenue		5,983,544	4,381,752	5,983,544	4,381,752
— interest received		531,695	427,985	212,430	235,375
— consultancy fees received		14,945	-	14,945	-
— commissions received		632,641	-	626,257	-
— promotional sales revenue		47,281	-	47,281	-
— rental revenue		635,363	414,127	612,030	384,431
— industry agreements revenue		70,574	-	70,574	-
— management fees		1,368,509	-	-	-
— Other revenue		157,731	3,747,968	47,631	1,726,920
		<u>9,442,283</u>	<u>8,971,832</u>	<u>7,614,692</u>	<u>6,728,478</u>
Non-operating activities					
— profit on disposal of property, plant and equipment		18,637	-	67,015	-
— Trust distributions		23,662	-	1,704,123	-
— Profit distributions		59,728	-	59,728	-
		<u>102,027</u>	<u>-</u>	<u>1,830,866</u>	<u>-</u>
Total Revenue		<u>9,544,310</u>	<u>8,971,832</u>	<u>9,445,558</u>	<u>6,728,478</u>

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Economic Entity		ETU	
NOTE 3: PROFIT FROM ORDINARY ACTIVITIES		2004	2003	2004	2003
		\$	\$	\$	\$
Profit from ordinary activities before income tax has been determined after					
a. Expenses					
Depreciation of non-current assets:					
— Buildings		245,564	227,875	228,710	227,875
— office equipment		64,513	60,818	64,513	60,818
— motor vehicles		309,069	122,870	309,069	122,870
— furniture & fittings		18,989	8,022	18,989	8,022
Total depreciation		638,135	419,585	621,281	419,585
Bad and doubtful debts:					
— trade receivables		3,522	-	3,522	-
— other receivables		414,454	-	414,454	-
Total bad and doubtful debts		417,976	-	417,976	-
Other Expenses					
— affiliation Fees		453,567	476,797	453,567	476,797
— fringe Benefits Tax		82,263	70,291	82,263	70,291
— bank charges		53,198	47,429	53,198	47,429
— computer expenses		65,273	117,620	65,273	117,620
— donations		196,753	91,437	196,753	91,437
— legal expenses		401,367	878,211	401,367	878,211
— motor vehicle expenses		164,275	168,027	164,275	167,027
— Arden street expenses		246,206	53,061	246,206	53,061
— Geelong expenses		16,693	47,632	16,693	47,632
— Tasmania expenses		57,847	30,566	57,847	30,566
— Morwell expenses		39,853	39,830	39,853	39,830
— advertising expenses		104,769	446,787	104,769	446,787
— telephone expenses		100,851	99,345	100,851	99,345
— printing expenses		110,740	-	110,740	-
— travel expenses		66,029	84,725	66,029	84,725
— insurance expenses		100,427	63,084	100,427	63,084
b. Revenue and Net Gains					
Net gain on disposal of non-current assets:					
— property, plant and equipment		18,367	-	67,015	-

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

NOTE 4 AUDITORS' REMUNERATION	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
Remuneration of the auditor of the parent entity for:				
— auditing or reviewing the financial report	36,684	29,031	36,684	25,061
— other services	-	-	-	-

NOTE 5 CASH ASSETS	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
Cash at bank		4,657,542	392,644	(18,532)	288,838
Deposits at call		4,350,103	7,483,269	4,350,423	4,016,676
		<u>9,007,645</u>	<u>7,875,913</u>	<u>4,331,891</u>	<u>4,305,514</u>

NOTE 6 RECEIVABLES	Note	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
CURRENT					
Trade debtors		1,272,718	423,089	495,793	423,089
Provision for doubtful debts		(85,654)	(55,001)	(85,654)	(55,001)
		<u>1,187,064</u>	<u>368,088</u>	<u>410,139</u>	<u>368,088</u>
Other Debtors			396,628		253,189
Amounts receivable from:					
— related entity		1,600,000	1,751,044		252,293
— subsidiaries of parent entity		-	-	2,212,773	-
— unpaid trust distribution		145,501	121,840	145,501	121,840
		<u>1,745,501</u>	<u>2,269,512</u>	<u>2,358,274</u>	<u>627,322</u>
		<u>2,932,565</u>	<u>2,637,600</u>	<u>2,768,413</u>	<u>995,410</u>

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Economic Entity		Parent Entity	
		2004	2003	2004	2003
		\$	\$	\$	\$
NOTE 7: INVENTORIES					
CURRENT					
At cost		9,775	11,816	9,775	11,816
		<u>9,775</u>	<u>11,816</u>	<u>9,775</u>	<u>11,816</u>

	Notes	Economic Entity		ETU	
		2004	2003	2004	2003
		\$	\$	\$	\$
NOTE 8: OTHER FINANCIAL ASSETS					
NON-CURRENT					
Unlisted investments, at cost					
— shares in controlled entities	16	-	25	25	25
— shares in other related parties		7	7	7	7
— units in unit trusts		438,665	225,815	438,665	225,815
		<u>438,672</u>	<u>225,847</u>	<u>438,697</u>	<u>225,847</u>
Unlisted investments, at recoverable amount					
— shares in other corporations, at cost		374,250	374,250	374,250	374,250
— Unpaid trust distribution		-	117,932	-	117,932
		<u>374,250</u>	<u>492,182</u>	<u>374,250</u>	<u>492,182</u>
		<u>812,922</u>	<u>718,029</u>	<u>812,947</u>	<u>718,029</u>

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

	Economic Entity		ETU	
NOTE 9: PROPERTY, PLANT AND EQUIPMENT	2004	2003	2004	2003
	\$	\$	\$	\$
Land and Buildings at:				
— at cost	10,135,635	10,135,635	9,155,000	9,455,000
Less: Accumulated depreciation	(1,301,141)	(1,109,620)	(1,294,937)	(1,109,620)
Total Land and Buildings	8,834,494	9,026,015	7,860,063	8,345,380
PLANT AND EQUIPMENT				
Plant and equipment				
At cost	1,350,545	1,632,895	1,350,535	1,602,588
Accumulated depreciation	(494,109)	(898,305)	(494,109)	(884,066)
Total Plant and Equipment	856,436	734,590	856,436	718,522
Total Property, Plant and Equipment	9,690,930	9,760,605	8,716,499	9,063,902

a. Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	Land & Buildings	Plant and Equipment	Total
	\$	\$	\$
Economic Entity:			
Balance at the beginning of year	8,686,015	724,239	9,410,254
Additions	-	550,559	550,559
Disposals	-	(180,200)	(180,200)
Prior period net Adjustments	394,043	154,409	548,452
Depreciation expense	(245,564)	(392,571)	(638,135)
Carrying amount at the end of year	8,834,494	856,436	9,690,930

Note	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
NOTE 10: OTHER ASSETS				
CURRENT				
Formation Expenses	1,531	2,177	-	-
Prepaid Wages	35,951	-	35,951	-
	37,482	2,177	35,951	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

Notes	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
NOTE 11: PAYABLES				
TRADE AND OTHER PAYABLES				
Trade creditors	543,646	586,156	524,489	554,554
GST	174,169	340,475	(23,703)	268,240
	<u>717,815</u>	<u>926,631</u>	<u>500,786</u>	<u>822,794</u>

Notes	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
NOTE 12: PROVISIONS				
CURRENT				
Employee entitlements	592,148	652,371	592,148	652,371
NON-CURRENT				
Employee entitlements	202,439	65,463	202,439	31,266
a. Aggregate Employee Benefits Liability	<u>794,587</u>	<u>717,834</u>	<u>794,587</u>	<u>683,637</u>

Note	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
NOTE 13: EQUITY				
Equity at the beginning of the financial year	18,571,738	16,528,848	12,798,303	12,754,588
Net surplus from ordinary activities	1,718,559	498,817	1,761,905	(1,355,863)
Increase in Asset Revaluation Reserve	41,453	1,399,578	41,453	1,399,578
Increase (decrease) in Trust Corpus	(131,275)	144,495	-	-
Consolidation equity adjustment at the end of the financial year	<u>20,200,475</u>	<u>18,571,738</u>	<u>14,601,661</u>	<u>12,798,303</u>
Represented By:				
Asset Revaluation Reserve	1,441,031	1,399,578	1,441,031	1,399,578
Accumulated Funds	18,759,444	17,172,160	13,160,630	11,398,725
Equity at the end of the financial year	<u>20,200,475</u>	<u>18,571,738</u>	<u>14,601,661</u>	<u>12,798,303</u>

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

NOTE 14: CASH FLOW INFORMATION	Economic Entity		ETU	
	2004	2003	2004	2003
	\$	\$	\$	\$
a. Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities after Income Tax				
Profit from ordinary activities after income tax	1,718,559	498,817	1,761,905	(1,355,863)
Cash flows excluded from profit from ordinary activities attributable to operating activities				
Non-cash flows in profit from ordinary activities				
Net Increase/(decrease) in assets, investments and non-current liabilities	167,822	(129,246)	59,630	422,903
Depreciation	638,135	419,585	621,281	419,585
Bad & Doubtful Debts	34,174	-	34,174	150,764
Profit on sale of non current assets	(18,367)	-	(67,015)	-
Unpaid trust distributions	(23,662)	-	(1,746,998)	-
Employee wages paid in advance	(35,951)	-	(35,951)	-
Membership fees paid in advance	(11,495)	(422,903)	(11,495)	(422,903)
Increase/(decrease) in receivables	(818,976)	1,158,546	(42,051)	900,697
Increase/(decrease) in inventories	2,041	40,004	2,041	40,004
(Increase)/decrease in payables	(42,510)	(381,573)	(30,065)	(797,267)
Increase/(decrease) in provisions	76,753	106,289	76,753	71,092
Cash flow from operations	<u>1,686,523</u>	<u>1,289,519</u>	<u>622,209</u>	<u>(570,988)</u>

NOTE 15: UNION DETAILS

The registered office of the union is:

Electrical Trades Union of Australia – Southern States Branch
516-520 Swanston Street

CARLTON SOUTH 3053

The principal place of business is:

Electrical Trades Union of Australia – Southern States Branch
516-520 Swanston Street

CARLTON SOUTH 3053

ELECTRICAL TRADES UNION OF AUSTRALIA – SOUTHERN STATES BRANCH

ABN 37 211 681 988 and Controlled Entities

NOTE 16: CONTROLLED ENTITIES

The following entities are included in the consolidation:

ETU (Vic Branch) Trust

ETU DMT Fund

ETU Pty Ltd

Comrades Social Club Pty Ltd (Recognised from 1 January, 2003)

Communications Electrical Plumbing Union Pty Ltd

From 1 January, 2003 the following entities were deemed not to be controlled entities of the ETU in accordance with the consolidation accounting policy detailed in Note 1(a) to the Accounts

Entity	Decrease in Group Net Assets
Southern Alliance Financial Services	\$14,235
Electrical & Electronic Industry Training Ltd	\$94,610

NOTE 17: PRIOR PERIOD ADJUSTMENTS

Comparative figures for the year ended 31 December, 2003 have been amended to reflect the financial impact of transactions having effect prior to 31 December, 2002 but omitted from the financial statements for that accounting period or earlier accounting periods.

The effect of these adjustments was to increase Land and Buildings by \$340,000, increase other fixed assets by \$10,350, increase amounts receivable by \$121,840 and increase investments by \$90.

The net effect of these prior year adjustments amounted to \$472,280 which has been offset against retained earnings at 1 January, 2003.



Australian Government
Australian Industrial Registry

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Mr Dean Mighell
Secretary, Southern States Branch
CEPU
516-520 Swanston Street
CARLTON SOUTH VIC 3053

Dear Mr Mighell

**Re: Financial Return – Southern States Branch – year ending 31 December 2004
(FR2004/722)**

The above documents were received in the Registry on 30 November 2005. However I draw your attention to the following matters which should be addressed in next year's financial report.

Omission from Operating Report

Section 254 of the RAO Schedule states that the Operating Report must contain any prescribed information. Such prescribed information includes "the name of each person who has been a member of the committee of management of the reporting unit at any time during the reporting period and the period for which he or she held such a position". This was not contained in your Operating Report.

Omission of Notice under s272

Section 272(5) requires a financial report to include a notice consisting of the text of s272(1), (2) and (3). This was not included in the financial statements.

Presentation to Meeting after provision to members

In your Secretary's Certificate you state that the report was presented to the meeting of the committee of management on 25 August 2005. However you also state that the report was provided to members on 11 October 2005, some two months later.

This suggests the 25 August meeting cannot strictly be the meeting contemplated by section 266 of the RAO Schedule for the purpose of "presenting the documents", which that section contemplates taking place only after the members have been provided with copies.

Given that it is clear that the members were provided with the signed and audited report I have decided to file the documents without further delay. However, if the Branch wishes to strictly comply with s266, it should as a formality re-present the report at the next meeting of the Branch Committee.

Please remember that the period prescribed by the RAO Schedule within which audited reports must be provided to members and the documents presented to a subsequent meeting is six (6) months unless an extension of one month is obtained. This means

that for next year's financial report, the process will need to have been completed by no later than 30 June 2006.

If you wish to discuss the above please do not hesitate to contact me on (02) 8374 666.

Yours sincerely

Stephen Kellett
Assistant Manager, Sydney Registry

10 January 2006



Australian Government
Australian Industrial Registry

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Email: sydney@air.gov.au

Mr Peter Tighe
Divisional Secretary
CEPU
Suite 701, Level 7, 1 Rosebery Avenue
ROSEBERY NSW 2018

Dear Mr Tighe

**Re: Financial Return – Southern States Branch - year ending 31 December 2004
(FR2004/722)**

Thank you for lodging the above documents which were received on 30 November 2005. I have drawn several matters to the Branch Secretary's attention. A copy of my letter to Mr Mighell is enclosed for your information.

If you wish to discuss any of the issues please do not hesitate to contact me on (02) 8374 6666.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Stephen Kellett', with a long horizontal flourish extending to the right.

Stephen Kellett
Assistant Manager, Sydney Registry
for Deputy Industrial Registrar

10 January 2006