



AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers  
80 William Street, East Sydney, NSW 2011  
Telephone: (02) 8374 6666  
Fax: (02) 9380 6990

Ref: FR2001/739 -[122N]

Mr Brian Tompson  
Secretary  
Master Painters Australia - N.S.W. Association Inc.  
68 Parramatta Road  
HOMEBUSH NSW 2140

Dear Mr Tompson

**Re: Master Painters Australia - N.S.W. Association Inc.  
Outstanding Financial Documents - *Workplace Relations Act 1996***

There is no record of lodgment in the Industrial Registry of the auditor's report, accounts and statements of the abovenamed body, prepared in accordance with Part IX, Division 11 of the *Workplace Relations Act 1996* ('the Act'), for the year ended 31 December, 2001.

An organisation registered under the Act or a branch of such an organisation is required after the end of its financial year to prepare accounts and statements, obtain a report from the auditor, provide copies of the auditor's report, accounts and statements to its members, present the auditor's report, accounts and statements to a meeting of members or committee of management, and lodge copies in the Industrial Registry. Having in mind the time-scales allowed by the Act to complete each of these steps, lodgment of the required documents would, in the normal course, be expected before now.

Therefore, I request your written advice *by 8 November, 2002* as to when each of the following steps is expected to be completed:-

1. preparation of the accounts and statements in compliance with section 273
2. making of the audit report in compliance with section 276(4)
3. provision of copies of the auditor's report, accounts and statements to the members in compliance with sections 279(1) and (3)
4. presentation of the financial documents to a meeting of the members or the committee of management in compliance with sections 279(6) and (7) (*following provision of copies to the members as per step 3 above*)
5. lodgment of copies of the financial documents in the Industrial Registry under cover of a certificate by you in compliance with section 280(1) - such certificate should confirm that the documents so lodged are copies of the documents presented to the meeting referred to in step 4 above - the type of meeting and the date when it was held should be specified

If you wish to discuss this letter you may contact me on (02) 8374 6618. In reply please quote: **FR2001/739.**

Yours sincerely

Belinda Penna  
E-mail: belinda.penna@air.gov.au

22 October 2002



## AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers  
80 William Street, East Sydney, NSW 2011  
Telephone: (02) 8374 6666  
Fax: (02) 9380 6990

**Ref: FR2001/739 -[122N]**

Mr Brian Tompson  
Secretary  
Master Painters Australia - N.S.W. Association Inc.  
PO Box 383  
MORTDALE NSW 2223

Dear Mr Tompson

**Re: Master Painters Australia - N.S.W. Association Inc.  
Outstanding Financial Documents - *Workplace Relations Act 1996***

There is still no record of lodgment in the Industrial Registry of the auditor's report, accounts and statements of the abovenamed body, prepared in accordance with Part IX, Division 11 of the *Workplace Relations Act 1996* ('the Act'), for the year ended 31 December 2001.

An organisation registered under the Act or a branch of such an organisation is required after the end of its financial year to prepare accounts and statements, obtain a report from the auditor, provide copies of the auditor's report, accounts and statements to its members, present the auditor's report, accounts and statements to a meeting of members or committee of management, and lodge copies in the Industrial Registry. Having in mind the time-scales allowed by the Act to complete each of these steps, lodgment of the required documents would, in the normal course, be expected before now.

Therefore, I request your written advice **by 28 March 2003** as to when each of the following steps is expected to be completed:-

1. preparation of the accounts and statements in compliance with section 273
2. making of the audit report in compliance with section 276(4)
3. provision of copies of the auditor's report, accounts and statements to the members in compliance with sections 279(1) and (3)
4. presentation of the financial documents to a meeting of the members or the committee of management in compliance with sections 279(6) and (7) (*following provision of copies to the members as per step 3 above*)
5. lodgment of copies of the financial documents in the Industrial Registry under cover of a certificate by you in compliance with section 280(1) - such certificate should confirm that the documents so lodged are copies of the documents presented to the meeting referred to in step 4 above - the type of meeting and the date when it was held should be specified

If you wish to discuss this letter you may contact me on (02) 8374 6600. In reply please quote: **FR2001/739.**

Yours sincerely

Belinda Penna  
E-mail: belinda.penna@air.gov.au

5 March 2003



## AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers  
80 William Street, East Sydney, NSW 2011  
Telephone: (02) 8374 6666  
Fax: (02) 9380 6990

Mr Geoff Sheldon  
General Manager, NSW  
Master Painters Australia - NSW Association Inc.  
68 Parramatta Road  
HOMEBUSH NSW 2140

SENDER TO KEEP  
RP13541861



Dear Mr Sheldon

**Re: Lodgement of Financial Statements for year ended 31 December 2001 (FR2001/739)**

I refer to our discussion this morning regarding the above financial statements. As I indicated, the last financial statements to have been lodged in the Registry were the statements for the year ending 31 December 2000, lodged on 18 April 2002. You are correct in saying that the Registry initially wrote to the organisation requesting further documentation and subsequently wrote to advise that after a second review the statements were filed as they were. Those letters related to the statements and accounts for the year ending 31 December 2000.

There is no record of the financial statements for the year ending 31 December 2001 being lodged in the Registry. My understanding from our discussion was that the accounts and financial statements for 2001 were, or had been, in the hands of the auditors and that you would be consulting with them with a view to preparing them for lodgment.

You also indicated that the Secretary was unavailable overseas at the present time and that this was impacting on the latest accounts, for the year ending 2002, which were waiting for his return. My understanding from this was that his absence might therefore impact on the statements for 2001.

On the basis of our discussion, the Registry will not expect imminent lodgment of the 2001 statements but will provide a periodic reminder while they remain outstanding.

As the statements for 2002 will also become overdue in October, I would encourage the organisation to make every effort to lodge the 2001 return at the earliest possible opportunity.

Yours sincerely

Stephen Kellett  
Assistant Manager, Statutory Services  
for Deputy Industrial Registrar

2 May 2003

cc. Mr Brian Thompson, Secretary



8 May 2003

Mr Stephen Kellett  
Assistant Manager, Statutory Services  
Australian Industrial Registry  
Level 8, Terrace Towers  
80 William Street  
EAST SYDNEY NSW 2011



Dear Mr Kellett

**Re: Lodgement of Financial Statements for year ended 31.12.2001 (FR2—1/739)**

Thank you for your very helpful letter of 2 May 2003. I am pleased to be able to report that our Secretary, Brian Tompson, has now returned to Australia.

Signed account statements and audit report for the year ended 31 December 2003 are being forwarded to you under separate cover, together with a certificate signed by Mr Tompson in compliance with section 280(1). Our auditors revised their earlier version of the account statements in accordance with your instructions and I trust that they are now in the required format.

As advised previously, copies of the account statements and auditor's report were first tabled at a meeting of the Association's Council of Management (the "first meeting") on 20 March 2002 and a resolution was passed unanimously at that meeting that copies of those account statements and auditor's report be forwarded to all members. That resolution was implemented on 18 April 2002 when copies of the account statements and audit report were mailed to all members of the Association with a Notice of Special Meeting to be held on 19 June 2002, at which the principal item of business was to be the presentation and acceptance of the accounts. That Special General Meeting (the "second meeting") was duly convened on 19 June 2002, and all members present at the meeting voted unanimously that the account statements and auditor's report for the year ended 31 December 2001 be accepted.

Sincerely

Geoff Sheldon  
General manager, NSW



68 Parramatta Road Homebush NSW 2140  
PO Box 5324 Homebush South NSW 2140

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Mr Geoff Sheldon  
General Manager, NSW  
Master Painters Australia - NSW Association Inc.  
68 Parramatta Road  
HOMEBUSH NSW 2140

Dear Mr Sheldon

**Re: Lodgement of Financial Statements for year ended 31 December 2001 (FR2001/739)**

Thank for your letter dated 8 May 2003. The information you provided regarding the status of the above financial statements is greatly appreciated.

We look forward to receiving the financial documents in due course.

Yours sincerely

Stephen Kellett  
Assistant Manager, Statutory Services  
for Deputy Industrial Registrar

9 May 2003

cc. Mr Brian Tompson, Secretary

STATUTE

DEC



(1) Here insert name, address and occupation of person making the declaration.

I, (1)

Brian Tompson, Secretary, Master Painters Australia NSW Association Incorporated,

68 Parramatta Road, Homebush,

do solemnly and sincerely declare

(2) Here insert matter declared to. Where the matter is long, add the words "as follows:" and then set the matter out in numbered paragraphs.

(2)

that, in accordance with section 280(1), the year ended 31 December 2001 financial statements accompanying this declaration are copies of the account statements and auditor's report first tabled at a meeting of the Association's Council of Management (the "first meeting") on 20 March 2002 and that a resolution was passed unanimously at that meeting that copies of those account statements and auditor's report be forwarded to all members. That resolution was implemented on 18 April 2002 when copies of the account statements and audit report were mailed to all members of the Association with a Notice of Special Meeting to be held on 19 June 2002, at which the principal item of business was to be the presentation and acceptance of the accounts. That Special General Meeting (the "second meeting") was duly convened on 19 June 2002, and all members present at the meeting voted unanimously that the account statements and auditor's report for the year ended 31 December 2001 be accepted.

And I make this solemn declaration by virtue of the *Statutory Declarations Act 1959*, and subject to the penalties provided by that Act for the making of false statements in statutory declarations, conscientiously believing the statements contained in this declaration to be true in every particular.

(3) Signature of person making the declaration.

(3)

Declared at Homebush NSW the seventh  
day of May 2003

Before me

(4) Signature of person before whom the declaration is made.

(4)

(5) Here insert title of person before whom the declaration is made.

(5)

A Justice of the Peace



**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.**

**FINANCIAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2001**

**TABLE OF CONTENTS**

<b>Committee's Report</b>	<b>1</b>
<b>Financial Report</b>	
<b>Statement of Financial Performance</b>	<b>2</b>
<b>Statement of Financial Position</b>	<b>3</b>
<b>Statement of Cash Flows</b>	<b>4</b>
<b>Notes to the Financial Statements</b>	<b>5 - 12</b>
<b>Statement by Members of the Committee</b>	<b>13</b>
<b>Independent Audit Report</b>	<b>14</b>
<b>Certificate by Member of Committee</b>	<b>15</b>
<b>Additional Information</b>	<b>16 - 18</b>

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****DIRECTORS' REPORT (cont'd)****MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****COMMITTEE'S REPORT**

Your committee members submit the financial report of the Master Painters Australia NSW Association Inc. for the financial year ended 31 December 2001.

**COMMITTEE MEMBERS**

The names of committee members throughout the financial year and at the date of this report are:

Peter Wilkins – President

Max Henderson – Treasurer

Brian Tompson – Secretary

David Penlington

Don Gray

Peter Dukino

**PRINCIPAL ACTIVITIES**

The principal activity of the association during the financial year was to provide services to the painting and decoration industry..

**SIGNIFICANT CHANGES**

No significant change in the nature of these activities occurred during the year

**OPERATING RESULT**

The deficit after providing for income tax amounted to \$(20,684).

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



Peter Wilkins - President



Max Henderson - Treasurer

Dated this 21 day of March 2002

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Notes	2001 \$	2000 \$
Revenue from ordinary activities		543,610	484,574
Changes in inventories of finished goods and work in progress		1,922	(1,826)
Raw materials and consumables used		(46,424)	(38,704)
Employee benefits expense		(171,863)	(133,414)
Depreciation and amortisation expenses	3	(9,006)	(8,428)
Other expenses from ordinary activities		<u>(337,001)</u>	<u>(313,608)</u>
		<u>(564,294)</u>	<u>(494,154)</u>
Loss from ordinary activities before income tax expense		<u>(20,684)</u>	<u>(9,580)</u>
Income tax expense relating to ordinary activities		-	-
Net loss			
from ordinary activities after income tax attributable to the association	3	<u>(20,684)</u>	<u>(9,580)</u>
Increase in asset revaluation reserve	12	187,026	-
Total valuation adjustments attributable to the association and recognised directly in equity		<u>187,026</u>	<u>-</u>
Total changes in equity of the association		<u>166,342</u>	<u>(9,580)</u>

The accompanying notes form part of these financial statements.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2001**

	Notes	2001 \$	2000 \$
<b>CURRENT ASSETS</b>			
Cash assets	4	2,536	65,497
Receivables	5	81,894	47,127
Other	6	14,737	10,969
<b>TOTAL CURRENT ASSETS</b>		<u>99,167</u>	<u>123,593</u>
<b>NON-CURRENT ASSETS</b>			
Inventories		18,686	20,608
Property, plant and equipment	7	681,237	498,951
Intangible assets	8	879	879
<b>TOTAL NON-CURRENT ASSETS</b>		<u>700,802</u>	<u>520,438</u>
<b>TOTAL ASSETS</b>		<u>799,969</u>	<u>644,031</u>
<b>CURRENT LIABILITIES</b>			
Interest-bearing liabilities	9	10,864	5,336
Provisions	10	6,297	7,431
Other	11	141,677	150,991
<b>TOTAL CURRENT LIABILITIES</b>		<u>158,838</u>	<u>163,758</u>
<b>NON-CURRENT LIABILITIES</b>			
Interest-bearing liabilities	9	16,295	21,779
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>16,295</u>	<u>21,779</u>
<b>TOTAL LIABILITIES</b>		<u>175,133</u>	<u>185,537</u>
<b>NET ASSETS</b>		<u>624,836</u>	<u>458,494</u>
<b>EQUITY</b>			
Reserves	12	187,026	-
Accumulated surplus	13	437,810	458,494
<b>TOTAL EQUITY</b>		<u>624,836</u>	<u>458,494</u>

The accompanying notes form part of these financial statements.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Notes	2001 \$	2000 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from members		258,212	213,480
Receipts from customers		256,542	367,065
Payments to suppliers and employees		(575,754)	(551,890)
Interest received		<u>2,261</u>	<u>1,191</u>
Net cash provided by/(used in) operating activities	15 (b)	<u>(58,739)</u>	<u>29,846</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		<u>(4,266)</u>	<u>(36,570)</u>
Net cash used in investing activities		<u>(4,266)</u>	<u>(36,570)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		-	30,750
Repayment of borrowings		<u>(4,953)</u>	<u>(3,636)</u>
Net cash provided by/(used in) financing activities		<u>(4,953)</u>	<u>27,114</u>
Net increase (decrease) in cash held		(67,958)	20,390
Cash at beginning of financial year		<u>65,498</u>	<u>45,108</u>
Cash at end of financial year	15 (a)	<u>(2,460)</u>	<u>65,498</u>

The accompanying notes form part of these financial statements.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001****NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

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

The financial report is for the entity Master Painters Australia NSW Association Inc. as an individual entity. Master Painters Australia NSW Association Inc. is an association incorporated in New South Wales under the Associations Act 1984.

The financial report has been prepared on an accruals basis and is based on historical costs. It 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 is a summary of the material accounting policies adopted by the Association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the material accounting policies adopted by the Association in the preparation of the financial report.

**(a) 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 which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the association to have an independent valuation every three years, with annual appraisals being made by the Committee of Management.

The revaluation of freehold land and buildings has not taken account of the potential tax payable on assets which are subject to capital gains tax.

*Plant and equipment*

Plant and equipment are measured on the cost basis.

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

*Depreciation*

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, are depreciated over their estimated useful lives to the Association commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of assets are:

Class of fixed asset	Depreciation rates	Depreciation basis
Motor Vehicles	22.5 %	Diminishing Value
Office Equipment	17-40 %	Diminishing Value

The revaluation of freehold land and buildings has not not taken account of the potential tax payable on assets which are subject to capital gains tax.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001****NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****(b) Leases**

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Association are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the Association will obtain ownership of the asset, or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives received under operating leases are recognised as a liability. Lease payments received reduced the liability.

**(c) Employee Entitlements**

Provision is made for the Association's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements 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 their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Contributions are made by the Association to an employee superannuation fund and are charged as expenses when incurred.

**(d) Cash**

For the purposes of the statement of cash flows, cash includes cash on hand, at call with banks or financial institutions and on deposit net of bank overdrafts.

**(e) Revenue**

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

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

Interest revenue is recognised on a proportional basis taking in to account the interest rates applicable to the financial assets.

Other revenue is recognised when the right to receive the revenue has been established.

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

**(f) Income Tax**

The Association is an tax exempt entity under division 50-15 of the Income Tax Assessment ACT 1997

**(g) Comparative Figures**

Where necessary the 2000 comparative figures have been amended to conform with the changes in the disclosing requirements in 2001.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Note	2001 \$	2000 \$
<b>NOTE 2: REVENUE</b>			
<b>Operating activities</b>			
- sale of goods		62,273	71,090
- member subscriptions		258,212	213,480
- rendering of services		143,470	160,737
- royalties		47,455	4,000
- other revenue		<u>1,379</u>	<u>4,316</u>
		512,789	453,623
<b>Non-operating activities</b>			
- interest		2,261	1,191
- rent		<u>28,560</u>	<u>29,760</u>
Total Revenue		<u>543,610</u>	<u>484,574</u>
(a) Interest from:			
- other persons		<u>2,261</u>	<u>1,191</u>
		2,261	1,191
<b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES</b>			
Profit (losses) from ordinary activities :			
(a) Expenses:			
Cost of sales		(46,424)	(38,704)
Depreciation of non-current assets			
- Office Equipment		9,006	8,428
Bad and doubtful debts:			
- other entities		<u>6,000</u>	<u>-</u>
Bad and doubtful debts		<u>6,000</u>	<u>-</u>
Remuneration of the auditors for:			
- audit services		<u>6,000</u>	<u>6,000</u>
<b>NOTE 4: CASH ASSETS</b>			
Cash on hand		400	400
Cash at bank		1,933	3,762
Deposits at call		<u>203</u>	<u>61,335</u>
		<u>2,536</u>	<u>65,497</u>

## MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001

	Note	2001 \$	2000 \$
<b>NOTE 5: RECEIVABLES</b>			
<b>CURRENT</b>			
Subscriptions receivable		79,026	40,202
Less provision for doubtful debts		<u>(6,000)</u>	<u>-</u>
		73,026	40,202
Amounts receivable from:			
- controlled entities			
- wholly owned entities		8,170	-
- other related bodies corporate		<u>698</u>	<u>6,925</u>
		8,868	6,925
		<u>81,894</u>	<u>47,127</u>
<b>NOTE 6: OTHER ASSETS</b>			
Prepayments		<u>14,737</u>	<u>10,969</u>
		14,737	10,969
<b>NOTE 7: PROPERTY, PLANT AND EQUIPMENT</b>			
<b>Land and buildings</b>			
At cost		<u>-</u>	<u>459,792</u>
<b>Land and buildings</b>			
Buildings - at independant valuation		250,000	-
Land - at independant valuation		<u>400,000</u>	<u>-</u>
Total land and buildings		<u>650,000</u>	<u>459,792</u>
<b>(a) Motor vehicles</b>			
At cost		30,750	30,750
Less accumulated depreciation		<u>(10,641)</u>	<u>(4,803)</u>
		20,109	25,947
<b>(b) Office equipment</b>			
At cost		43,545	42,461
Less accumulated depreciation		<u>(32,417)</u>	<u>(29,249)</u>
		11,128	13,212
Total plant and equipment		<u>31,237</u>	<u>39,159</u>
Total property, plant and equipment		<u>681,237</u>	<u>498,951</u>

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Note	2001 \$	2000 \$
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**(c) 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

9

	Buildings \$	Motor Vehicles \$	Office Equipment \$	Total \$
2001				
Balance at beginning of the year	459,792	25,947	13,212	498,951
Additions	3,182	-	1,084	4,266
Revaluations	187,026	-	-	187,026
Depreciation expense	-	(5,838)	(3,168)	(9,006)
Carrying value at end of the year	<u>650,000</u>	<u>20,109</u>	<u>11,128</u>	<u>681,237</u>

**NOTE 8: INTANGIBLE ASSETS**

Formation costs at cost	<u>879</u>	<u>879</u>
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**NOTE 9: INTEREST BEARING LIABILITIES****CURRENT**

## Unsecured liabilities

## Bank overdrafts

## Hire purchase liability

	4,996	-
14	<u>5,868</u>	<u>5,336</u>
	<u>10,864</u>	<u>5,336</u>

**NON-CURRENT**

## Unsecured liabilities

## Hire purchase liability

14	<u>16,295</u>	<u>21,779</u>
	<u>16,295</u>	<u>21,779</u>

**NOTE 10: PROVISIONS**

## Employee entitlements

(a)	<u>6,297</u>	<u>7,431</u>
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## (a) Aggregate employee entitlements liability

<u>6,297</u>	<u>7,431</u>
--------------	--------------

## (b) Number of employees at year end

4	4
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**NOTE 11: OTHER LIABILITIES****CURRENT**

## Accrued expenses

## Deferred income

## Other current liabilities

25,339	15,029
101,121	124,029
<u>15,217</u>	<u>11,933</u>
<u>141,677</u>	<u>150,991</u>

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Note	2001 \$	2000 \$
<b>NOTE 12: RESERVES</b>			
Asset revaluation reserve	(a)	<u>187,026</u>	<u>-</u>
		<u>187,026</u>	<u>-</u>
(a) Asset Revaluation Reserve			
Movements during the financial year:			
Revaluation of land and buildings		<u>187,026</u>	<u>-</u>
Closing balance		<u>187,026</u>	<u>-</u>
The asset revaluation reserve records revaluations of non-current assets			
<b>NOTE 13: ACCUMULATED SURPLUS</b>			
Accumulated surplus at the beginning of the financial year		458,494	468,074
Net profit (loss) attributable to members of the entity		<u>(20,684)</u>	<u>(9,580)</u>
Accumulated surplus at the end of the financial year		<u>437,810</u>	<u>458,494</u>
<b>NOTE 14: CAPITAL AND LEASING COMMITMENTS</b>			
(a) Hire purchase commitments			
Payable			
- not later than one year		8,151	8,141
- later than one year and not later than five years		<u>18,048</u>	<u>25,582</u>
Minimum hire purchase payments		26,199	33,723
Less future finance charges		<u>4,036</u>	<u>6,608</u>
Total hire purchase liability		<u>22,163</u>	<u>27,115</u>
Represented by:			
Current liability	9	5,868	5,336
Non-current liability	9	<u>16,295</u>	<u>21,779</u>
		<u>22,163</u>	<u>27,115</u>

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

Note	2001 \$	2000 \$
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**NOTE 15: CASH FLOW INFORMATION****(a) Reconciliation of cash**

Cash at the end of the financial year as shown in the statements of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash on hand	400	400
Cash at bank	1,933	3,762
At call deposits with financial institutions	203	61,335
Bank overdrafts	<u>(4,996)</u>	<u>-</u>
	(2,460)	65,497

**(b) Reconciliation of cash flow from operations with profit from ordinary activities after income tax**

Profit/(loss) from ordinary activities after income tax	(20,684)	(9,580)
Non-cash flows in profit from ordinary activities		
Depreciation	9,006	8,428
Changes in assets and liabilities		
(Increase)/decrease in receivables	(34,766)	97,161
Decrease in other assets	-	727
(Increase)/decrease in inventories	1,922	(1,826)
(Decrease) in payables	(13,083)	(71,116)
Increase/(decrease) in provisions	<u>(1,134)</u>	<u>6,051</u>
Cash flows from operations	<u>(58,739)</u>	<u>29,845</u>

## MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001

Note	2001 \$	2000 \$
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## NOTE 16: FINANCIAL INSTRUMENTS

## (a) Interest Rate Risk

The Association'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 classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing			
					Within 1 Year		1 to 5 Years	
	2001 %	2000 %	2001 \$	2000 \$	2001 \$	2000 \$	2001 \$	2000 \$
Financial Assets								
Cash	3.45	4.65	2	65	-	-	-	-
Total financial assets			2	65	-	-	-	-
Financial liabilities								
Bank loans and overdrafts	8.75	-	4	-	-	-	-	-
Lease liabilities	10.20	10.20	-	-	-	-	22	-
Total financial liabilities			4	-	-	-	22	-

## (b) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements.

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

## (c) Net Fair Values

The net fair value of assets and liabilities approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments, forward exchange contracts and interest rate swaps. Financial assets where the carrying amount exceeds net fair values have not been written down as the Association intends to hold these assets to maturity.

The aggregate net fair values and carrying amount of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

## NOTE 17: ASSOCIATION DETAILS

The registered office of the association is:  
Master Painters Australia NSW Association Inc.  
68 Parramatta Road  
Homebush NSW 2140

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****STATEMENT BY MEMBERS OF THE COMMITTEE**

In the opinion of the committee the financial report set out on pages 2 to 12 :

1. Presents fairly the financial position of Master Painters Australia NSW Association Inc as at 31 December 2001 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that the Master Painters Australia NSW Association Inc will be able to pay its debts as and when they fall due.
3. During the financial year ended 31 December 2001, meetings of the committee of management were held in accordance with the rules of the Association;
4. To the knowledge of any member of the committee, during the financial year ended 31 December 2001, there has been no instance where records of the Association or other documents (not being documents containing information made available to a member of the organisation under subsection 274(2) of the Workplace Relations Act 1996("the Act"), or copies of those records or other documents, or copies of the rules of the Association have not been furnished, or made available, to the members of the Association in accordance with the said Act, Workplace Relations Regulations 1996 or the rules of the Association, as the case may be;
5. In relation to the report prepared in accordance with section 276 of the Act by the auditor of the organisation in respect of financial year ended 31 December 2001, and in relation to any accounts or statements prepared in accordance with section 273(1) of the Act to which this report relates, the Association has complied with subsection 279(1) of the Act and whichever of the subsections 279(6) and (7) of the Act is applicable.

This statement is made in accordance with a resolution of the committee and is signed for and behalf of the committee by:



Peter Wilkins (President)



Peter Dukino (Vice President)

Dated this 21 day of March 2002.

ABN 27 526 269 695

Level 3  
31 Market Street Sydney NSW 2000

(Correspondence to  
GPO Box 3356, Sydney NSW 2001)

Telephone (02) 9994 1000  
Facsimile (02) 9994 1001

DX 1322 Sydney

Internet: [www.bentleys.com.au](http://www.bentleys.com.au)

**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF  
MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.**

**Scope**

We have audited the financial report of Master Painters Australia NSW Association Inc. for the financial year ended 31 December 2001 being the Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows, notes to the Financial Statements and the Statement by Members of the Committee. The committee is responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our 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, the Association Incorporation Act of New South Wales, and other mandatory professional reporting requirements so as to present a view which is consistent with our understanding of the association'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 our opinion,

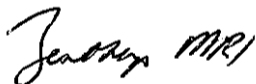
(i) There were kept by the organization in relation to the year satisfactory accounting records, including:

- (a) records of the sources and nature of income of the organization (including income from members)
- (b) records of the nature and purpose of the expenditure of the organization; and

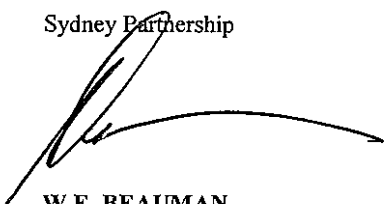
(ii) the accounts and statements prepared under section 273 in relation to the year properly drawn up so as to give a true and fair view of:

- (a) the financial affairs of the organization as at the end of the year
- (b) the income and expenditure, and any surplus or deficit, of the organization for the year; and

(iii) all information and explanation, under section (2), officers or employees of the organization were required were provided.



BENTLEYS MRI  
Sydney Partnership



W.E. BEAUMAN  
Partner

Dated this 21 of March 2003  
Sydney

**Chartered Accountants**

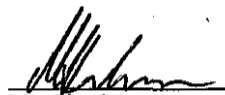
A member of Moores Rowland International an association of independent accounting firms throughout the world. Associated in all States of Australia.  
The firms practising as Bentleys MRI and Moores Rowland are independent. They are affiliated only and not in partnership.  
Liability limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****CERTIFICATE BY THE ACCOUNTING OFFICER**

I, Max Henderson, being the officer responsible for the preparation of the financial report and for keeping the accounting records of Master Painters Australia NSW Association Inc., certify that as at 31 December 2001, the number of members of the association was 689.

In my opinion:

- i) the attached accounts show a true and fair view of the Association's state of affairs as at 31 December 2001;
- ii) a record has been maintained of all monies paid by, or collected from, members of the Association, and all monies so paid or collected have been credited to the bank account to which those monies are to be credited, in accordance with the rules of the Association;
- iii) all expenditure and loans to members were authorised in accordance with the rules of the Association;
- iv) no loans or other financial benefits were granted to persons holding office in the Association;
- v) any relevant payment was made in accordance with the Workplace Relations Act 1996; and
- vi) a register of members has been maintained in accordance with the Workplace Relations Act 1996.
- vii) members and the registrar may apply for specified information relating to the organization under section 274 of the Workplace Relations Act 1996.



Max Henderson

Dated this

21 day of MARCH 2003

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****DISCLAIMER  
TO THE MEMBERS OF MASTER PAINTERS  
AUSTRALIA NSW ASSOCIATION INC.**

The additional financial data presented on pages 17 - 18 is in accordance with the books and records of the association which have been subjected to the auditing procedures applied in our statutory audit of the association for the financial year ended 31 December 2001. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Master Painters Australia NSW Association Inc.) in respect of such data, including any errors of omissions therein however caused.

BENTLEYS MRI  
Sydney Partnership

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****PRIVATE INFORMATION FOR THE  
ON THE 2001 FINANCIAL STATEMENTS**

	2001 \$	2000 \$
<b>INCOME</b>		
Sales income	<u>62,273</u>	<u>71,090</u>
<b>LESS COST OF GOODS SOLD</b>		
Opening inventory	20,608	18,782
Purchases	<u>44,502</u>	<u>40,530</u>
	65,110	59,312
Less Closing inventory	<u>18,686</u>	<u>20,608</u>
Total Cost of Goods Sold	<u>46,424</u>	<u>38,704</u>
GROSS PROFIT	<u>15,849</u>	<u>32,386</u>
<b>LESS EXPENSES</b>		
Accounting fees	3,093	799
Advertising	21,421	30,022
Audit fees	6,000	6,000
Bad debts – provision	6,000	-
Bank charges	7,910	4,919
Cleaning	6,220	5,368
Commission paid	5,756	1,783
Computer expenses	3,814	3,385
Consultancy fees	13,315	6,814
Consumables	-	2,005
Delivery costs	1,828	2,347
Depreciation	9,006	8,428
Electricity	3,243	3,007
Filing fees	20	36
Fringe benefit expense payments	19,089	22,583
Fringe benefits tax	-	182
Conference seminars and events	52,055	40,217
General expenses	1,015	3,308
Hire purchase charges	2,572	2,065
Provision for annual leave	6,297	6,051
Insurance	4,640	2,016
Legal costs	-	846
Newsletter production	16,360	12,169
Meeting expenses	10,089	6,827
Motor vehicle expenses	30,047	17,031
Payroll processing costs	2,299	1,603
Postage	18,696	24,276
Printing & stationery	24,015	22,797
Rates & taxes	6,339	2,245
Repairs & maintenance	2,270	5,607
Salaries & wages – general	74,190	58,285
- officers	76,999	52,417
Seminars and workshops	4,357	7,537
Training courses expenses	14,976	27,191

These financial statements should be read in conjunction with the attached Disclaimer.

**MASTER PAINTERS AUSTRALIA NSW ASSOCIATION INC.****PRIVATE INFORMATION FOR THE  
ON THE 2001 FINANCIAL STATEMENTS****INCOME AND EXPENDITURE STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2001**

	<b>2001</b>	<b>2000</b>
	<b>\$</b>	<b>\$</b>
Training office staff	5,201	2,516
Subscriptions	11,487	26,927
Superannuation	10,019	9,124
Telephone	24,492	14,895
Travelling & entertainment	11,823	11,185
Worker compensation insurance	<u>917</u>	<u>637</u>
<b>TOTAL EXPENSES</b>	<b><u>517,870</u></b>	<b><u>455,450</u></b>
<b>NET PROFIT</b>	<b><u>(502,021)</u></b>	<b><u>(423,064)</u></b>
<b>OTHER OPERATING INCOME / (EXPENSES)</b>		
Commission received	31,043	30,769
Training courses	24,993	35,234
Recoupment on services	14,232	16,569
Conference and seminar	35,761	30,240
Advertising	36,316	27,352
Federal administration fees	1,125	20,573
Interest	2,261	1,191
Insurance recoveries	1,019	-
Rental income	28,560	29,760
Sponsorships	47,455	4,000
Members subscriptions	258,212	213,480
Other income	<u>360</u>	<u>4,316</u>
<b>Total other operating income/(expenses)</b>	<b><u>481,337</u></b>	<b><u>413,484</u></b>
<b>OPERATING PROFIT BEFORE INCOME TAX</b>	<b><u>(20,684)</u></b>	<b><u>(9,580)</u></b>
<b>OPERATING PROFIT AFTER INCOME TAX</b>	<b><u>(20,684)</u></b>	<b><u>(9,580)</u></b>

These financial statements should be read in conjunction with the attached Disclaimer.



**AUSTRALIAN INDUSTRIAL REGISTRY**

Level 8, Terrace Towers  
80 William Street, East Sydney, NSW 2011  
Telephone: (02) 8374 6666  
Fax: (02) 9380 6990

Mr Brian Tompson  
Secretary  
Master Painters Australia NSW Association Inc.  
PO Box S324  
HOMEBUSH SOUTH NSW 2140

Dear Mr Tompson

**Re: Lodgement of Financial Statements and Accounts for the year ending  
31 December 2001 (FR2001/739)**

Receipt is acknowledged of your Statutory Declaration dated 7 May 2003 and the financial statements and accounts, which were lodged in the Registry on 15 May 2003.

The documents have been filed, however I would like to point out the following matter for your reference when preparing future returns:

Notice under Section 274(4)

It is a requirement of the Act that a statement concerning information to be provided to members or a Registrar under s274(4) of the *Workplace Relations Act 1996* be included in the notes to the accounts. An example is attached for your benefit.

If you would like to discuss this please contact me on 02 8374 6618.

Yours sincerely,

Belinda Penna  
for Deputy Industrial Registrar

16 May 2003

## SECTION 274 NOTICE

Subsections 274 (1), (2) and (3) of the *Workplace Relations Act 1996* provide that:

- (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 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 shall provide to a member information received because of an application made at the request of the member.