



Australian Government
Australian Industrial Registry

Level 5, 11 Exhibition Street
Melbourne, VIC 3000
GPO Box 1994, Melbourne, VIC 3001
Telephone: (03) 8661 7777
Fax: (03) 9655 0410
Email: melbourne@air.gov.au

Mr Derrick Belan
Branch Secretary
National Union of Workers
New South Wales Branch
3-5 Bridge Street
GRANVILLE NSW 2142

Dear Mr Belan,

National Union of Workers – New South Wales Branch
Financial Reports for the Year Ended 30 June 2007 – FR2007/392
Schedule 1 of the Workplace Relations Act 1996 (RAO Schedule)

Thank you for the financial reports of the New South Wales Branch of the National Union of Workers for the year ended 30 June 2007, and for the statement of loans, grants and donations lodged on 24 September 2007. The financial reports were lodged in the Industrial Registry on 2 January 2008.

The documents have been filed and no further action is requested.

I note that the New South Wales Branch of the National Union of Workers (the Branch) is also a registered industrial organisation under the Industrial Relations Commission of New South Wales. As such, section 269 of the RAO Schedule may apply to the Branch in relation to future (federal) financial reporting.

Section 269 of the RAO Schedule provides for reduced reporting requirements where the Branch has substantial common membership with a state registered body (**associated State body**) (see attachment A).

In summary, section 269(1) of the RAO Schedule can apply if the associated State body:

- is registered as an association under the (Industrial Relations Act 1996 (NSW));
- is, or purports to be, composed of substantially the same members as the Branch; and
- has, or purports to have, officers who are substantially the same as officers of the Branch

If these requirements are met, the Branch can apply in writing to the Industrial Registrar each year for a certificate under section 269. In seeking such certificate, the Branch will need to demonstrate that:

- the associated state body has prepared accounts in accordance with the New South Wales legislative requirements, has those accounts audited, provided a copy of the audited accounts to its members and lodged those accounts with the New South Wales Commission;
- the Branch has lodged a copy of the audited accounts with the (federal) Australian Industrial Registry;
- any members of the branch who are not also members of the associated state body have been provided with copies of the accounts at substantially the same time as the branch members; and
- an Operating Report has been prepared under section 254 of the RAO Schedule and provided to members with copies of the accounts.

By applying under section 269, the Branch is able to reduce its obligations under the RAO Schedule with respect to financial reporting. That is, it is not necessary for the Branch to prepare, have audited and circulated to members a separate set of accounts for the Branch of the federally registered organisation.

Please do not hesitate to contact me by email at robert.pfeiffer@air.gov.au or on (03) 8661 7817 if you wish to discuss this letter.

Yours sincerely,

Robert Pfeiffer
Statutory Services Branch

22 April 2008

Attachment A

Schedule 1 of the Workplace Relations Act 1996

Division 6 – Reduced reporting requirements for particular reporting units

269 Reporting units with substantial common membership with State registered bodies

(1) This section applies to a reporting unit if there is an industrial association (the *associated State body*) that:

(a) is registered or recognised as such an association (however described) under a prescribed State Act; and

(b) is, or purports to be, composed of substantially the same members as the reporting unit; and

(c) has, or purports to have, officers who are substantially the same as designated officers in relation to the reporting unit.

(2) A reporting unit is taken to have satisfied this Part if this section applies to the reporting unit and:

(a) a Registrar, on the application of the reporting unit, issues a certificate stating that the financial affairs of the reporting unit are encompassed by the financial affairs of the associated State body; and

(b) the associated State body has, in accordance with prescribed State legislation, prepared accounts, had those accounts audited, provided a copy of the audited accounts to its members and lodged the audited accounts with the relevant State authority; and

(c) the reporting unit has lodged a copy of the audited accounts with the Industrial Registry; and

(d) any members of the reporting unit who are not also members of the associated State body have been provided with copies of the accounts at substantially the same time as the members of the reporting unit who are members of the associated State body; and

(e) a report under section 254 has been prepared in respect of the activities of the reporting unit and has been provided to members of the reporting unit with the copies of the accounts.

18th December 2007

Australian Industrial Relations Commission
Principal Registry
Level 4, 11 Exhibition Street
GPO Box 1995
MELBOURNE VIC 3001

Tel: (03) 8661 7777
Fax: (03) 9655 0401

Dear Madam/Sir,

**Re: Financial Report – Year ending 30 June 2006 – National Union of Workers,
New South Wales Branch**

Please find enclosed the financial report of the National Union of Workers, New South
Wales Branch for the year ending 30th June 2007.

Included is-:

- Operating Report
- Committee of Management Statement
- Certificate of Secretary
- Independent Auditor's Report

Yours faithfully



DERRICK BELAN
BRANCH SECRETARY

State Secretary: Derrick Belan

NB: All official communications must be addressed to the Secretary.

NATIONAL UNION OF WORKERS

NEW SOUTH WALES

CERTIFICATE OF SECRETARY

I, Derrick Belan being the Secretary of the National Union of Workers – New South Wales Branch certify:

- that the documents lodged herewith are copies of the full report, referred to in section 268 of the RAO Schedule; and
- that the full report, was provided to members on 22nd day of November 2007.
- that the full report was presented to a meeting of members of the Committee of Management on 18th day of December, 2007; in accordance with Section 266 of the RAO Schedule.

Signature:



Date: 18/12/07

**National Union of Workers -
NSW Branch**

Audited Financial Accounts

Year Ended 30 June 2007

**National Union of Workers
NSW Branch**

COMMITTEE OF MANAGEMENT STATEMENT

On 20th August 2007 the Committee of Management of the National Union of Workers – NSW Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 30th June 2007:

The Committee of Management declares in relation to the GPFR that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of 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 GPRF relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) where the organisation consists of 2 or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
 - (vi) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

For Committee of Management: Derrick Belan

Title of Office Held: Branch Secretary

Signature:  20 August 2007

**National Union of Workers
NSW Branch**

**OPERATING REPORT
FOR THE YEAR ENDED 30TH JUNE 2007**

In accordance with sec. 254 of the Registration and Accountability of Organisations Schedule (RAO Schedule), your Committee of Management report as follows:

Principal Activities

The principal activity of the Branch during the year was that of a registered trade union. No significant change occurred in the nature of those activities during the year.

Operating Result

The operating result of the Branch for the year ended 30th June 2007 was a surplus of \$10,099. No provision for tax was necessary as the Branch is considered exempt.

Significant Changes

There was no significant change in the financial affairs of the Branch during the year.

Rights of Members

Subject to the rules of the organisation and sec. 174 of the RAO Schedule, members have the right to resign from membership of the Branch by written notice addressed to and delivered to the Secretary of the Branch.

Superannuation Office-holders

No officers and/or members of the Branch are directors of the companies that are trustees of superannuation funds which require one or more of their directors to be a member of a registered organisation.

**National Union of Workers
NSW Branch**

**OPERATING REPORT
FOR THE YEAR ENDED 30TH JUNE 2007 (continued)**

Other Prescribed Information

In accordance with Regulation 159 of the Workplace Relations (Registration & Accountability of Organisations) Regulations:-

- (a) the number of persons that were at the end of the financial year recorded in the register of members for sec. 230 of the RAO Schedule and who are taken to be members of the Branch under sec. 244 of the RAO Schedule was 16,169
- (b) the number of persons who were at the end of the financial year employees of the Branch including both full-time and part-time employees measured on a full-time equivalent basis was 25;
- (c) the names of those who have been members of the Committee of Management of the Branch at any time during the financial year and the time for which he or she held office were:-

<u>Name</u>	<u>Time Held</u>
Marilyn Issanchon	12 Months
Ron Dunn	12 Months
Derrick Belan	12 Months
Wayne Meaney	12 Months
John Anderson	12 Months
Gary Cripps	2 Months
Frazer Hall	12 Months
Colin Minns	12 Months
Nigel Livingstone	12 Months
Stefan Riedel	12 Months
Tony Abdou	2 Months
Lyn Warzecha	12 Months
Ron Brann	12 Months
Ray Walsh	12 Months
James Nero	12 Months
Geoff Pearson	10 Months
Patrick Luxford	10 Months
Michael Wright	10 Months
Gavin Yagci	10 Months

**National Union of Workers
NSW Branch**

**OPERATING REPORT
FOR THE YEAR ENDED 30TH JUNE 2007 (continued)**

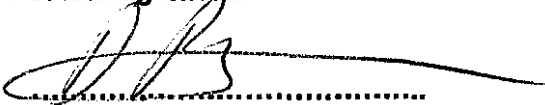
<u>Name</u>	<u>Time Held</u>
Ken Stewart	10 Months
John Williamson	10 Months

Other Relevant Information

Nil

Signed for and on behalf of the Committee of Management:-

Date: 20 August 2007


.....
Branch Secretary

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

**STATEMENT OF FINANCIAL PERFORMANCE FOR
THE YEAR ENDED 30 JUNE 2007**

GENERAL

INCOME	Note	2007	2006
		\$	\$
Contributions	1	4,337,388	4,228,457
Interest		288,138	220,567
Payroll Protection Reimbursement		57,537	1,908
Profit/(Loss) on Sale of Assets		(153,669)	-
Sundry Income		27,270	15,583
Asset Revaluation		218	412
Dividends Received		184	252
		<hr/>	<hr/>
TOTAL INCOME		4,557,068	4,467,270
		<hr/>	<hr/>
EXPENDITURE			
Depreciation			
Furniture and Fittings		51,282	49,189
Motor Vehicles		79,201	73,927
Property		32,201	32,201
		<hr/>	<hr/>
		162,664	155,317
		<hr/>	<hr/>
Employee Benefits Expense			
Salaries and Allowances			
-Officials		613,188	600,245
-Other Employees		1,143,867	1,038,749
-Casual Labour		-	2,335
Accrued Annual Leave		16,706	39,940
Long Service Leave		44,625	50,949
Fringe Benefits Tax		46,026	39,013
Officers' Superannuation		267,530	319,963
Payroll Tax		102,120	85,871
		<hr/>	<hr/>
		2,234,071	2,177,065
		<hr/>	<hr/>

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

STATEMENT OF FINANCIAL PERFORMANCE FOR THE
YEAR ENDED 30 JUNE 2007 (continued)

	Note	2007 \$	2006 \$
Other Expenses			
Advertising		162,247	15,820
Affiliation Fees		114,353	94,679
Ambulance Fund		26,464	18,063
Apparel		29,555	37,842
Arbitration Reports and Awards		17,671	17,699
Ballot Expense		971	-
Building Expenses		34,819	45,200
Car Expenses		176,430	132,422
Commission		15,029	33,298
Computer Expenses		35,859	20,692
Consultants Fees		9,850	-
Delegates Fees and Expenses		37,137	21,464
Donations		46,970	10,845
Election Expenses		596	-
Electricity		11,510	10,552
Federal Council Sustentation Fees		756,838	719,784
Freight Paid		317	405
General/Sundry Expenses		49,435	32,376
Insurance		71,433	80,446
Interest Paid		-	2,805
Professional Services	3	193,898	186,702
Meeting Expenses		22,068	16,461
Mortality Fund Payments		19,452	23,354
Officers' Travelling and Other Expenses		153,923	114,120
Organising Fees		40,500	22,000
Picket Expenses		2,856	17,401
Postage		21,425	35,106
Printing and Stationery		74,317	67,716
Rent		13,079	3,774
Repairs and Maintenance		7,955	14,498
Staff Training		24,171	18,519
Telephone		72,057	69,024
		<u>2,247,182</u>	<u>1,883,067</u>
TOTAL EXPENDITURE		4,643,917	4,215,449
		<u>(86,848)</u>	<u>251,821</u>
OPERATING SURPLUS (DEFICIT) FOR THE YEAR		(86,848)	251,821
Transfer to Asset Revaluation Reserve		(218)	(412)
Accumulated Funds at beginning of Year		<u>5,188,543</u>	<u>4,935,134</u>
ACCUMULATED FUNDS AT END OF YEAR		5,099,477	5,186,543

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

STATEMENT OF FINANCIAL PERFORMANCE FOR THE
YEAR ENDED 30 JUNE 2007 (continued)

MEMBERS' DISTRESS	Note	2007 \$	2006 \$
INCOME			
Contributions	1	151,569	161,028
Interest		<u>36,517</u>	<u>36,286</u>
TOTAL INCOME		<u>188,087</u>	<u>197,313</u>
LESS EXPENDITURE			
Advances and Expenses		<u>9,655</u>	<u>4,600</u>
TOTAL EXPENDITURE		<u>9,655</u>	<u>4,600</u>
NET (DEFICIT) SURPLUS FOR THE YEAR		178,432	192,713
Accumulated Funds at Beginning of Year		<u>1,280,093</u>	<u>1,087,380</u>
ACCUMULATED FUNDS AT END OF YEAR		<u>1,458,525</u>	<u>1,280,093</u>

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE
YEAR ENDED 30 JUNE 2007 (continued)**

DELEGATES FUND	2007	2006
	\$	\$
INCOME		
Deductions from Commission	-	-
Interest	-	-
TOTAL INCOME	<u>-</u>	<u>-</u>
EXPENDITURE		
Delegates Expenses	<u>15,630</u>	<u>27,067</u>
TOTAL EXPENSES	<u>15,630</u>	<u>27,067</u>
NET (DEFICIT) SURPLUS FOR THE YEAR	(15,630)	(27,067)
Accumulated loss at beginning of year	(53,778)	(26,711)
ACCUMULATED RESERVES AT END OF YEAR	<u>(69,408)</u>	<u>(53,778)</u>

(The attached Notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE
YEAR ENDED 30 JUNE 2007 (continued)**

IR FUND	2007	2006
	\$	\$
INCOME		
Contributions	-	84,666
Interest	<u>192</u>	<u>168</u>
TOTAL INCOME	<u>192</u>	<u>84,834</u>
EXPENDITURE		
Federal IR Campaign	<u>85,867</u>	<u>191,970</u>
TOTAL EXPENSES	<u>85,867</u>	<u>191,970</u>
NET (DEFICIT) SURPLUS FOR THE YEAR	(85,675)	(107,136)
Accumulated loss at beginning of year	<u>(107,316)</u>	<u>-</u>
ACCUMULATED RESERVES AT END OF YEAR	<u>(172,991)</u>	<u>(107,136)</u>

(The attached Notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2007

ACCUMULATED FUNDS AND RESERVES	Note	2007 \$	2006 \$
Asset Revaluation Reserve		2,546	2,328
General Fund		5,099,477	5,186,543
Members' Distress Reserve		1,458,525	1,280,093
Delegates Trust Reserve		(69,408)	(53,778)
Industrial Relations Reserve		<u>(172,991)</u>	<u>(107,136)</u>
		6,318,149	6,308,050
Represented by Net Assets as follows:			
CURRENT ASSETS			
Cash Assets			
Cash on Hand		1,100	1,100
Cash at Bank-General		<u>191,390</u>	<u>270,620</u>
		<u>192,490</u>	<u>271,720</u>
Receivables			
Accrued Interest		21,940	9,820
Prepayments		67,051	54,080
Sundry Debtors		<u>7,596</u>	<u>7,596</u>
		<u>96,587</u>	<u>71,497</u>
Investments	7	<u>3,958,352</u>	<u>3,694,509</u>
Long Service Leave and Retiring Allowance Fund			
Cash at bank		<u>241,079</u>	<u>229,944</u>
Members' Distress Fund			
Cash at bank		858,875	744,894
Accrued Interest		2,869	3,135
Sundry Debtor		-	27,214
Distress Clearing Account		10	10
Sundry Debtor-General Fund		<u>687,601</u>	<u>395,506</u>
		<u>1,349,356</u>	<u>1,170,759</u>
Delegates Trust Fund			
Cash at Bank		-	-
Sundry Debtor-General Fund		<u>(69,408)</u>	<u>(53,778)</u>
		<u>(69,408)</u>	<u>(53,778)</u>
Industrial Relations Fund			
Cash at Bank		26,947	92,842
Sundry Debtor-General Fund		<u>(199,938)</u>	<u>(199,978)</u>
		<u>(172,991)</u>	<u>(107,136)</u>
TOTAL CURRENT ASSETS		<u>5,595,464</u>	<u>5,277,516</u>

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2007 (continued)

	Note	2007 \$	2006 \$
NON CURRENT ASSETS			
Other Financial Assets			
Shares	8	<u>4,182</u>	<u>3,964</u>
Fixed Assets			
Property	4	1,057,082	1,089,283
Motor Vehicles	5	697,940	579,090
Office Furniture	6	<u>235,314</u>	<u>265,629</u>
		<u>1,990,336</u>	<u>1,934,003</u>
TOTAL NON CURRENT ASSETS		<u>1,994,518</u>	<u>1,937,967</u>
TOTAL ASSETS		<u>7,589,983</u>	<u>7,215,482</u>
LESS LIABILITIES			
CURRENT LIABILITIES			
Payables			
Sundry Creditors		832,667	529,597
		<u>832,667</u>	<u>529,597</u>
Provisions			
Provision for Accrued Annual Leave		187,352	170,646
Provision for Long Service Leave		251,815	207,190
		<u>439,167</u>	<u>377,836</u>
TOTAL CURRENT LIABILITIES		<u>1,271,833</u>	<u>907,432</u>
NET ASSETS		<u>6,318,149</u>	<u>6,308,050</u>

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$	2006 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Contributions		4,488,959	4,474,151
Payment to Suppliers & Employees		(4,466,053)	(4,187,966)
Interest		324,848	257,020
Other Receipt/(Payments)		<u>84,991</u>	<u>17,834</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	10B	<u>432,745</u>	<u>561,039</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale and Transfer of Property, Plant & Equipment		276,502	-
Payment for Property, Plant and Equipment		(649,784)	(147,469)
Payment from Delegates Trust		(15,630)	(27,067)
Investment Redeemed (Invested)		<u>(283,842)</u>	<u>(1,680,027)</u>
NET CASH USED IN INVESTING ACTIVITIES		<u>(652,755)</u>	<u>(1,854,563)</u>
NET (DECREASE) INCREASE IN CASH HELD		(220,009)	(1,293,524)
Cash at Beginning of Year		<u>1,339,400</u>	<u>2,632,924</u>
CASH AT END OF YEAR	10A	<u>1,119,391</u>	<u>1,339,400</u>

(The attached notes 1 to 11 form part of these Accounts)

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2007

1. STATEMENT OF ACCOUNTING POLICIES

The accounts have been prepared in accordance with Statements of applicable Accounting Standards, other mandatory professional reporting requirements and the Australian Workplace Relations Act, 1996. The accounts have also been prepared on the basis of historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the economic entity in the preparation of the accounts.

- (a) Depreciation of fixed assets is calculated on the straight line basis in order to write the assets off over their useful lives to the Union.
- (b) Provision for employee benefits in the form of Long Service Leave and Accrued Annual Leave have been made for the estimated accrued entitlements of all employees on the basis of their terms of employment.
- (c) Contributions are accounted for on a cash receipts basis. Otherwise the concept of accruals accounting has been adopted in the preparation of the financial statements.
- (d) 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.

2. NOTICE TO MEMBERS

Subsection 272(5) of the RAO Schedule requires the accounts to include a copy of subsections 272(1), 272(2), & (3) as follows:

272 Information to be provided to members or Registrar

(1) A member of a reporting unit, or a Registrar, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.

(2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.

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

Note: This subsection is a civil penalty provision (see section 305).

	2007	2006
	\$	\$
3. PROFESSIONAL SERVICES		
Audit Fees	31,235	38,565
Legal Expenses	<u>162,663</u>	<u>148,137</u>
	<u>193,898</u>	<u>186,702</u>

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007 (continued)

	2007 \$	2006 \$
4. PROPERTY		
Land and Buildings at Cost	1,710,101	1,710,101
Less Accumulated Depreciation on Buildings	<u>653,019</u>	<u>620,818</u>
TOTAL LAND AND BUILDINGS	<u>1,057,082</u>	<u>1,089,283</u>
Located at:		
3-5 Bridge Street, Granville		
1 Bridge Street, Granville		
2 Bridge Street, Granville		
5. MOTOR VEHICLES		
At Cost	727,744	667,782
Less Accumulated Depreciation	<u>29,804</u>	<u>88,872</u>
	<u>697,940</u>	<u>579,090</u>
6. OFFICE FURNITURE		
At Cost	474,485	470,444
Less Accumulated Depreciation	<u>239,171</u>	<u>204,815</u>
	<u>235,314</u>	<u>265,629</u>
7. INVESTMENTS (AT COST)		
Other	3,822,408	1,581,238
Realisable within one year	<u>135,944</u>	<u>2,113,271</u>
	<u>3,958,352</u>	<u>3,694,509</u>
8. SHARES		
IAG at valuation	3,557	3,339
Express Newspapers at Cost	400	400
Trade Union Medical Centre at Cost	225	225
	<u>4,182</u>	<u>3,964</u>

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007 (continued)**

9. STATE REGISTERED ORGANISATIONS

It has not been possible to definitely apportion property and assets held by the New South Wales Branch of the National Union of Workers and the counterpart State Trade Union, registered pursuant to the provisions of the Industrial Relations Act 1996 (NSW).

An agreement pursuant to Section 202 of the Australian Industrial Relations Act 1988 was executed between the National Union of Workers, New South Wales Branch and the National Union of Workers (D No 30075 of 1992) whereby all persons who are members of the National Union of Workers, New South Wales Branch are also entitled to membership of the New South Wales Branch of the Federal Organisation and whereby agreement has also been reached in respect to the payment of a common membership fee and also in respect to the joint holding of funds, property and assets.

Accordingly, the financial records herein represent a replication of records which have been produced to the New South Wales Industrial Registrar in respect of the financial year ended 30 June 2007.

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2007
(continued)

	2007 \$	2006 \$
10. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2007		
A. RECONCILIATION OF CASH		
Cash on hand and on call deposits with banks or Financial Institutions		
Cash at Bank		
General Fund	191,390	270,620
Long Service Leave & Retiring Allowance Fund	241,079	229,944
Distress Fund	658,875	744,894
Industrial Relations Fund	28,947	82,842
Cash on Hand	<u>1,100</u>	<u>1,100</u>
	<u>1,119,391</u>	<u>1,339,400</u>
B. RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH OPERATING SURPLUS (DEFICIT)		
Operating Surplus		
General Account (Deficit)	(86,630)	251,408
Distress Fund Surplus	178,432	192,713
Industrial Relations Fund (Deficit)	(65,675)	(107,136)
Non Cash Flows In Operating Surplus		
Depreciation	162,664	155,317
Changes in Employees Provision	61,331	79,633
(Profit)/Loss on Sale of Assets	153,669	-
Changes in Assets & Liabilities		
(Increase)/Decrease in Sundry Debtors	(249,291)	(61,786)
(Increase)/Decrease in Accrued Interest	(11,854)	(678)
(Increase)/Decrease in Prepayments	(12,971)	(17,067)
Increase/(Decrease) in Payables	<u>303,070</u>	<u>68,835</u>
CASH FLOWS FROM OPERATIONS	<u>432,745</u>	<u>561,039</u>

NATIONAL UNION OF WORKERS - NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2006

(continued)

2007

2008

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11. CONTINGENT LIABILITIES

Contingent Liabilities exist in relation to matters of litigation involving the Branch, and which have not been resolved at the date of adoption of these accounts. All such matters are being vigorously defended by the Branch and no provision has been made in the accounts for such matters.

The Branch may also be liable for costs in respect of certain legal matters but it is not possible to assess the amount of such costs, and accordingly, no provision for same had been made in the accounts.

NATIONAL UNION OF WORKERS – NEW SOUTH WALES BRANCH INDEPENDENT AUDIT REPORT

To the members of the National Union of Workers – New South Wales Branch.

SCOPE

We have audited the financial report of the National Union of Workers – New South Wales Branch for the year ended 30 June 2007. The Branch's Committee of Management is responsible for the preparation and presentation of the financial report and the information it contains. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the branch.

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 account estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Australian accounting standards, other mandatory professional reporting requirements and statutory requirements so as to present a view of the Branch which is consistent with our understanding of its financial position and the results of its operations.

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

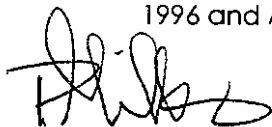
AUDIT OPINION

We have received all the information and explanations required for the purposes of our audit.

As noted in the attached financial report the financial transactions, assets and liabilities appearing in the report also appear in identical manner in the financial report lodged with the Commonwealth Industrial Registrar for the same financial period. Such disclosure is made on legal advice pending a final determination as to the ultimate holdings of properties and funds between those respective bodies.

In our opinion:

- (i) The financial report is properly drawn up so as to present fairly the financial position of the Union as at 30 June 2007 and its performance for the year ended on that date;
- (ii) The financial report is in accordance with the provisions of the Workplace relations Act 1996 and Australian Accounting Standards.



Phillip W Miller CPA
HMA Twomey Patterson

3 September 2007