



20 November 2013

Mr Terry (Sotirios) Battalis
Branch President
The Pharmacy Guild of Australia, Northern Territory Branch

Email: office@ntguild.org.au

Dear Mr Battalis

The Pharmacy Guild of Australia Northern Territory Branch Financial Report for the year ended 30 June 2012 - FR2012/275

I acknowledge receipt of the financial report of The Pharmacy Guild of Australia, Northern Territory Branch. The documents were lodged with Fair Work Australia on 17 October 2012. An extension of time was granted on 20 February 2013.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged. I however make the following comments to assist you with the preparation of future financial reports.

The Committee of Management Statement

Reporting Guideline 26(d) requires that the Committee of Management Statement be dated as at the date the designated officer signs the statement. The Statement was signed but not dated.

Please ensure that the Statement is signed and dated in future financial years.

Operating Report - Review of Principal Activities

Subsection 254(2)(a) of the RO Act requires an operating report to contain a review of the principal activities of the reporting unit, the results of those activities and any significant changes in the nature of those activities.

The operating report recites the Branch's activities but does not provide a review, in terms of explaining the results of these activities. Subsection 254(2) does not require a financial result to be provided but rather a description of the results of the reporting unit's activities to be provided in the report.

Please ensure that the operating report describes the results of the principal activities of the Branch in future financial years.

Changes to the legislation and reporting guidelines

I note with the change of legislation, references to Fair Work Australia will need to be updated to the Fair Work Commission.

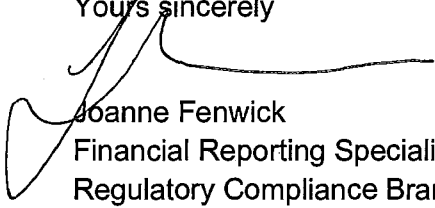
Additionally, a third edition to the General Manager's s.253 reporting guidelines was gazetted on 26 June 2013. These guidelines will apply to all financial reports that end on or after 30 June 2013. Fair Work Commission has also developed a model set of financial statement for the 2012-2013 financial year. There is no requirement to use this model but it may be a useful resource to ensure compliance with the *Fair Work (Registered Organisations) Act 2009*, the s.253 reporting guidelines and the Australian Accounting Standards.

The guidelines and model financial statements are available on the website here:
<http://www.fwc.gov.au/index.cfm?pagename=regorgsfrguidelines#finance>

As you have already lodged your 2013 Financial Return, based on the contents of this letter, you believe that some information may not have been included in this financial report, please send me any addition information and I will add it to your file.

If you have any queries regarding this letter, please contact me on (03) 8661 7886, or by email at joanne.fenwick@fwc.gov.au.

Yours sincerely



Joanne Fenwick
Financial Reporting Specialist
Regulatory Compliance Branch

20 February 2013

Mr Nunzio Meta
Vice President
The Pharmacy Guild of Australia
Northern Territory Branch



Email: office@ntguild.org.au

Attention: Judith Oliver

Dear Mr Meta

Application by The Pharmacy Guild of Australia - Northern Territory Branch for an extension of time to lodge the full financial report with the Fair Work Commission

Section 268 Fair Work (Registered Organisations) Act 2009

I refer to a request dated 22 January 2013 for an extension of time under section 268 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act) to lodge the full financial report and the designated officer's certificate of the Northern Territory Branch of The Pharmacy Guild of Australia with the Fair Work Commission (FWC). The requested was by received by FWC on 5 February 2013.

The full financial report for the year ended 30 June 2012 was lodged with Fair Work Australia, as FWC was then known, on 17 October 2012, however the designated officer's certificate was not lodged until 20 December 2012.

The designated officer's certificate states that the full report was presented to a general meeting of members on 21 September 2012. Section 268 of the RO Act requires the full report and the designated officer's certificate to be lodged within 14 days after the general meeting. The reporting unit's request of 22 January 2013 states that, in the period between the general meeting on 21 September 2012 and lodgement on 17 October 2012, the reporting unit relocated its offices and experienced an unexpectedly protracted period in the installation and operation of its IT system, creating a backlog of correspondence for the small number of office staff to manage.

Under section 268 of the RO Act the General Manager may extend the period of time for lodgement of the full report including the designated officer's certificate. Having considered the reason for late lodgement, I allow an extension of time to lodge the full report. I have allowed the application for an extension of time to be lodged retrospectively. However, it should not be assumed that a retrospective application will be accepted and granted in future. You should note that section 268 is a civil penalty provision.

If you have any queries please contact Andrea O'Halloran on (03) 8661 7762.

Yours sincerely

A handwritten signature in blue ink that reads "Ailsa Carruthers". The signature is written in a cursive style.

Ailsa Carruthers
Delegate of the General Manager
Fair Work Commission



**The Pharmacy
Guild of Australia**

TB:cs

22 January 2013

The General Manager
The Fair Work Commission
GPO Box 1994
MELBOURNE VIC 3001

Email: andrea.o'halloran@fwc.gov.au

Dear Ms O'Halloran

Request for extension of time to lodge full report for financial year ending June 2012.

We wish to request an extension of time to lodge our full report for the financial year ending June 2012. Despite our best endeavours to lodge our full report for the financial year ending June 2012 with the Fair Work Commission, within 14 days of the Annual General Meeting of members, we were unable to meet the required time frame. Our AGM was held on 21 September 2012 and our report was not lodged with the Commission until the 17 October 2012.

You will note from previous correspondence that we relocated office in early September 2012 to brand new premises and it unexpectedly took us over a month to get our IT system online and functioning adequately. This created a back log of correspondence for our small number of staff to manage.

Yours sincerely



Terry Battalis

President

Northern Territory Branch

GPO Box 1554, Darwin, NT 0801
Telephone: +61 8 8944 6900 Facsimile: +61 8 8981 7518
Email: office@ntguild.org.au Internet: www.guild.org.au



Designated Officer's Certificate

s268 *Fair Work (Registered Organisations) Act 2009*

I, Nunzio Meta, being the Vice President of The Pharmacy Guild of Australia – Northern Territory Branch certify:

- that the documents lodged herewith are copies of the full report referred to in s268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members on 24 August 2012; and
- that the full report was presented to a general meeting of members of the reporting unit on 21 September 2012 in accordance with section 266 of the *Fair Work (Registered Organisations) Act 2009*.

Nunzio Meta
Vice President

Dated: 28th September 2012

Northern Territory Branch

GPO Box 1554, Darwin, NT 0801

Telephone: +61 8 8944 6900 Facsimile: +61 8 8981 7518

Email: office@ntguild.org.au Internet: www.guild.org.au



The
Pharmacy
Guild of
Australia
(NT Branch)

Annual Report 2011-12

**PHARMACY GUILD OF AUSTRALIA (NORTHERN
TERRITORY BRANCH)**

GENERAL PURPOSE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30 JUNE 2012**

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

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**THE PHARMACY GUILD OF AUSTRALIA
(Northern Territory Branch)**

Committee of Management Statement

On 21 August 2012, the Committee of Management of The Pharmacy Guild of Australia (Northern Territory Branch) (the "reporting unit") passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 30 June 2012.

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 General Manager of Fair Work Australia;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable;
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and
 - (iv) the financial records have been kept, as far as possible, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) no information has been sought by a member of the reporting unit or a General Manager of Fair Work Australia under Section 272 of the Fair Work (Registered Organisations) Act 2009; and
 - (vi) no orders have been made by Fair Work Australia under Section 273 of the Fair Work (Registered Organisations) Act 2009.

For Committee of Management: TERRY (SOTIRIOS) BATTALIS

Title of Office held: BRANCH PRESIDENT

Signature:.....

DARWIN

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE PHARMACY GUILD OF AUSTRALIA
(NORTHERN TERRITORY BRANCH)

We have audited the accompanying financial report of The Pharmacy Guild of Australia (Northern Territory Branch) ("the Branch"), which comprises the statement of financial position as at 30 June 2012, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory information, and the Committee of Management statement.

The Responsibility of the Committee of Management for the Financial Report

The Committee of Management of the Branch are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Fair Work (Registered Organisations) Act 2009*, and for such internal control as the Committee of Management of the Branch determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

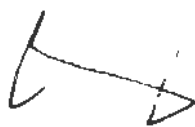
In conducting our audit, we have complied with the independence requirements of Australian Professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of The Pharmacy Guild of Australia (Northern Territory Branch) as at 30 June 2012, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the requirements of the *Fair Work (Registered Organisations) Act 2009*.



BDO Audit (NT)



CJ Sciacca, CA
Registered Company Auditor No. 16
Partner

Darwin: 23 August 2012

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
Revenues	2	458,535	393,856
Expenses			
Accounting fees	3	2,950	2,754
Advertising expense		2,226	-
Audit fees	3	4,500	4,064
Cleaning and maintenance		1,443	2,322
Computer services		3,059	876
Depreciation	7	1,787	1,989
Electricity expense		1,067	1,068
Employee expense - Committee of Management		-	-
Employee expense - Management	13c	91,493	73,481
Employee expense - Other staff		227,699	199,950
Insurance		3,483	3,284
Legal fees		500	-
Loss on sale of assets		-	266
Meeting expense		4,083	1,510
National Secretariat Share membership		37,962	34,164
Printing, postage and stationery		2,340	4,319
Rent	14	24,778	23,825
Subscriptions		602	1,290
Sundry expense		7,015	10,762
Telephone		6,373	6,117
Travel		35,175	21,815
Total Expenses		<u>458,535</u>	<u>393,856</u>
Surplus / (Deficit) For The Year		-	-
Other comprehensive income		-	-
Total Comprehensive Income		<u>-</u>	<u>-</u>

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2012

	Note	2012 \$	2011 \$
ASSETS			
Current Assets			
Cash and Cash Equivalents	4	61,573	57,509
Trade and Other Receivables	5	173,038	162,865
Other Assets	6	2,949	2,949
Total Current Assets		<u>237,560</u>	<u>223,323</u>
Non-Current Assets			
Property, Plant and Equipment	7	5,649	7,436
Total Non-Current Assets		<u>5,649</u>	<u>7,436</u>
Total Assets		<u>243,209</u>	<u>230,759</u>
LIABILITIES			
Current Liabilities			
Trade and Other Payables	8	31,913	36,851
Subscriptions in Advance	9	22,642	4,704
Provision for Employee Entitlements	10	14,217	14,767
Total Current Liabilities		<u>68,772</u>	<u>56,322</u>
Total Liabilities		<u>68,772</u>	<u>56,322</u>
NET ASSETS		<u>174,437</u>	<u>174,437</u>
EQUITY			
Accumulated Funds	11	174,437	174,437
Total Equity		<u>174,437</u>	<u>174,437</u>

The Statement of Financial Position should be read in conjunction with the accompanying notes

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2012

	Accumulated Funds \$	Total \$
Accumulated Funds		
Balance at 1 July 2010	174,437	174,437
Total comprehensive income /(loss)	-	-
Balance at 30 June 2011	<u>174,437</u>	<u>174,437</u>
Total comprehensive income /(loss)	-	-
Balance at 30 June 2012	<u><u>174,437</u></u>	<u><u>174,437</u></u>

The Statement of Changes in Equity should be read in conjunction with the accompanying notes

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
Cash flow from operating activities			
Cash receipts in the course of operations		84,236	100,334
Program fees from Pharmacy Guild of Australia		155,520	99,866
Cash payments in the course of operations		(444,298)	(410,586)
Funding from National Office		208,606	218,247
Net cash provided by operating activities	12(b)	<u>4,064</u>	<u>7,861</u>
Cash flow from investing activity			
Payment for property, plant and equipment		-	(2,133)
Net cash used from investing activity		<u>-</u>	<u>(2,133)</u>
Net increase in cash held		4,064	5,728
Cash at the beginning of the financial year		57,509	51,781
Cash at the end of the financial year	12(a)	<u>61,573</u>	<u>57,509</u>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

1. SUMMARY OF ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and complies with the *Fair Work (Registered Organisations) Act 2009*.

The financial statements have also been prepared on a historical basis and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The concept of accrual accounting has been adopted in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(a) **Going Concern Basis**

The financial statements are prepared on a going concern basis.

(b) **Payables**

Trade payables and other accounts payables are recognised when the Northern Territory Branch becomes obliged to make future payments resulting from the purchase of goods and services.

(c) **Goods and Services Tax**

Revenues, expenses are recognised net of Goods and Service Tax (GST) except where GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

(d) **Income Tax**

The Branch is exempt from Income Tax under section 50-5 of the Income Tax Assessment Act 1997.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

(e) Receivables

Trade receivables are recognised at original invoice amounts less an allowance for uncollectable amounts and have repayment terms between 30 and 90 days. Collectibility of trade receivables is assessed on an ongoing basis. Debts which are known to be uncollectible are written off. An allowance is made for doubtful debts where there is objective evidence that the Branch will not be able to collect all amounts due according to the original terms. Objective evidence of impairment include financial difficulties of the debtor, default payments or debts more than 60 days overdue. On confirmation that the trade receivable will not be collectible the gross carrying value of the asset is written off against the associated provision.

(f) Property and Equipment

All property and equipment is stated at historical cost, including costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, less depreciation and any impairments.

Depreciation on other assets is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Office equipment	3-8 years
Furniture and fittings	3-8 years

(g) Employee Benefit Provisions

Wages and Salaries and Annual Leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of balance sheet date are recognised in respect of employees' services rendered up to balance sheet date and measured at amounts expected to be paid when the liabilities are settled. Liabilities for wages and salaries are included as part of Other Payables and liabilities for annual leave are included as part of Provisions for Employee Entitlements.

(h) Revenue Recognition

(i) Grants

Grants are recognised at their fair value where there is reasonable assurance that the grant will be received and the Branch will comply with all the attached conditions. Grants relating to costs are deferred and recognised in statement of comprehensive income over the period necessary to match them with the costs that they are intended to compensate.

(ii) Commission

Commission revenue is recognised in the period to which it relates.

(iii) Subscriptions

Revenue from subscriptions is recognised in the period to which it relates.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

(i) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights and obligations exist. Subsequent to initial recognition these instruments are measured as set out below:

Financial Assets

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial Liabilities

Non-derivative financial liabilities, including loans and borrowings, are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment

At the end of each reporting period the Branch assesses whether there is any indication that individual assets are impaired. Where impairment indicators exist, recoverable amount is determined and impairment losses are recognised in profit or loss where the asset's carrying value exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

(j) Critical Accounting Estimates and Judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Branch's accounting policies.

Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at financial reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Impairment of non-financial assets

The Branch assesses impairment at each reporting date by evaluating conditions specific to the Branch that may lead to impairment of assets. When an impairment trigger exists, the recoverable amount of the asset is determined. No impairment has been recognised in respect of property and equipment for the year ended 30 June 2012 (nil in 2011).

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

Estimation of useful lives of property and equipment

The Branch determines the estimated useful lives and related depreciation charges for its property and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down. Net book value of property and equipment amounted to \$5,649 as at 30 June 30 2012 (\$7,436 in 2011).

Impairment of property and equipment

The Branch assesses impairment of non-current assets at each reporting date by evaluating conditions specific to the Branch and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs to sell or value-in-use calculations, which incorporate a number of key estimates and assumptions. No impairment loss recognised as at 30 June 2012 (nil in 2011).

(k) Adoption of New and Revised Accounting Standards

The Branch has adopted all of the new, revised accounting standards and interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. Any new or revised accounting standards or interpretations that are not yet mandatory have not been early adopted.

Any significant impact on the accounting policies of the Branch from the adoption of these accounting standards and interpretations are disclosed in the relevant accounting policy. The adoption of these accounting standards and interpretations did not have any significant impact on the financial performance or position of the Branch.

The following accounting standards and interpretations are most relevant to the Branch:

(i) AASB 124 Related Party Disclosures (December 2009), AASB 2009-12 Amendments to Australian Accounting Standards [AASB 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052]

The standards amend the requirements of the previous version of AASB 124 to clarify the definition of a related party, provide a partial exemption from related party disclosure requirements for government-related entities and include an explicit requirement to disclose commitments involving related parties. The standards do not impact the financial statements.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

(ii) AASB 1054 Australian Additional Disclosures, AASB 2011-1 Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project [AASB 1, 5, 101, 107, 108, 121, 128, 132 & 134 and Interpretations 2, 112 & 113]

The standards are a consequence of Phase 1 of the joint Trans-Tasman Convergence project of the AASB and New Zealand's Financial Reporting Standards Board. AASB 2011-1 amends a range of Australian Accounting Standards and Interpretations for the purpose of closer alignment to IFRSs and harmonization between Australian and New Zealand Standards. The Standard relocates and deletes various Australian-specific guidance and disclosures from other Standards and aligns the wording used to that adopted in IFRSs. Relocated Australian-specific disclosures are now contained in AASB 1054. The standards do not impact the financial statements.

(iii) AASB 2010-4 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 1, 7, 101 & 134 and Interpretation 13]

The standard amends a number of pronouncements as a result of the IASB's 2008-2010 cycle of annual improvements. Key amendments include clarification of content of statement of changes in equity (AASB 101) and financial instrument disclosures (AASB 7). The standard does not impact the financial statements.

(iv) AASB 2010-5 Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042]

The standard makes numerous editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRSs by the IASB. The standard does not impact the financial statements.

(v) AASB 2010-6 Amendments to Australian Accounting Standards Disclosures on Transfers of

The standard makes amendments to AASB 7 *Financial Instruments: Disclosures* resulting from the IASB's comprehensive review of off balance sheet activities. The amendments introduce additional disclosures, designed to allow users of financial statements to improve their understanding of transfer transactions of financial assets, including understanding the possible effects of any risks that may remain with the entity that transferred the assets. The standard does not impact the financial statements.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

(l) Accounting Standards and Amendments Issued But Not Yet Effective

Certain new accounting standards, amendments and interpretations have been published that are not mandatory for 30 June 2012 reporting period. The Committee of Management's assessment of the impact of these new standards and amendment relevant to the Branch are set out below.

(i) AASB 9 Financial Instruments, Amends the requirements for classification and measurement

Effective for annual reporting period beginning on or after 1 January 2013.

The standard introduces new classification and measurement models for financial assets, using a single approach to determine whether a financial asset is measured at amortised cost or fair value. The Branch will adopt this standard on 1 July 2013 but the impact of adoption is yet to be assessed by the Branch.

(ii) AASB 2011-9 Amendments to Australian Standards - Presentation of Items of Other Comprehensive Income.

Effective for annual reporting period beginning on or after 1 January 2012.

The amendments requires grouping together of items within other comprehensive income on the basis of whether they will eventually be recycled to profit or loss (reclassification or adjustments). The change provides clarity about the nature of the items presented as other comprehensive income and the related tax presentation. The Branch does not expect significant impact on the statement of comprehensive since it has no comprehensive income.

(iii) AASB 13 Fair Value Measurement and AASB 2011-8 Amendments to Australian Accounting Standards arising from from AASB 13

Effective for annual reporting period beginning on or after 1 January 2013.

The standard provides a single robust measurement framework, with clear measurement objectives, for measuring fair value using the exit price and it provides guidance on measuring fair value when a market becomes less active. The highest and best approach would be used to measure assets whereas liabilities would be based on transfer value. As the standard does not introduce any new requirements for the used of fair value, its impact on adoption by the Branch should be minimal, although there will be increased disclosures where fair value is used.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
2. Revenue			
Grant - Pharmacy Guild of Australia		155,520	99,866
Membership		64,152	55,308
Commission		6,273	5,754
Branch Support Subsidy	13b	208,606	218,247
Training		2,430	1,530
Miscellaneous Income		21,554	13,151
Total Revenue		<u>458,535</u>	<u>393,856</u>
3. Auditors' Remuneration			
Audit services		4,500	4,064
Accounting services		2,950	2,754
		<u>7,450</u>	<u>6,818</u>
4. Cash and Cash Equivalents			
Cash at Bank - National Australia Bank		61,473	57,409
Petty Cash		100	100
Total Cash and Cash Equivalents		<u>61,573</u>	<u>57,509</u>
5. Trade and Other Receivables			
Trade receivables			
- The Pharmacy Guild of Australia	13b	153,651	162,619
- Members		22,387	3,246
Provision for Doubtful Debts		(3,000)	(3,000)
Total Receivables		<u>173,038</u>	<u>162,865</u>

Age analysis of trade and other receivables that are past due but not impaired at the end of the reporting period.

Neither past due nor impaired	153,210	161,335
Past due [30] days	19,828	1,530
Past due [30-45] days	-	-
Past due [45-60] days	-	-
Past due [>60] days	-	-
	<u>173,038</u>	<u>162,865</u>

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
5. Trade and Other Receivables (continued)			
Analysis of Allowance Account			
Opening Balance		3,000	3,000
Provisions for doubtful receivables		-	-
Receivables written off during the year		-	-
Closing balance		<u>3,000</u>	<u>3,000</u>
6. Other Assets			
Prepayments		<u>2,949</u>	<u>2,949</u>
Total Other Assets		<u>2,949</u>	<u>2,949</u>
7. Property and Equipment			
Property and Equipment at Cost		30,825	30,825
Loss: Accumulated Depreciation		<u>(25,176)</u>	<u>(23,389)</u>
Total Property and Equipment		<u>5,649</u>	<u>7,436</u>
Reconciliation			
Carrying value at beginning of the year		7,436	7,558
Additions		-	2,133
Disposals		-	(266)
Depreciation		<u>(1,787)</u>	<u>(1,989)</u>
Carrying value at end of year		<u>5,649</u>	<u>7,436</u>
8. Trade and Other Payables			
Trade Creditors		5,734	5,223
GST Payable		10,797	20,572
PAYG Tax Payable		5,698	3,840
Superannuation Payable		3,538	2,491
Other Payables		<u>6,146</u>	<u>4,725</u>
Trade and Other Payables		<u>31,913</u>	<u>36,851</u>
9. Subscriptions in Advance			
Subscriptions in Advance - Premises		12,933	2,736
Subscriptions in Advance - Branches		1,437	-
Subscriptions in Advance - Proprietors		<u>8,272</u>	<u>1,968</u>
Total Subscriptions in Advance		<u>22,642</u>	<u>4,704</u>

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
10. Provision for Employee Entitlements			
Provision for annual leave - Committee of Management		-	-
Provision for annual leave - Management		7,105	7,757
Provision for annual leave- Other Staff		7,112	7,010
Total Provision for Annual Leave		<u>14,217</u>	<u>14,767</u>
11. Accumulated Funds			
Balance at the Beginning of the Financial Year		174,437	174,437
Total comprehensive income (loss)		-	-
Balance at the End of the Financial Year		<u>174,437</u>	<u>174,437</u>
12. Reconciliation of cash and cash equivalents			
Cash and cash equivalents at the end of the financial year as shown in the Statement of Cash flows is reconciled to the related items in the Statement of Financial Position as follows:			
(a) Reconciliation of cash and cash equivalents			
Cash at bank		61,473	57,409
Petty cash		100	100
Balance at the end of the year		<u>61,573</u>	<u>57,509</u>
(b) Reconciliation of profit from ordinary activities to net cash provided by operating activities			
Surplus from ordinary activities		-	-
Add / (less) non-cash items			
Depreciation		1,787	1,989
Loss on sale of assets		-	266
Cash provided by operating activities before change in assets and liabilities		<u>1,787</u>	<u>2,255</u>
Change in assets and liabilities			
(Increase) / decrease in trade and other receivables		(10,173)	72,262
(Increase) / decrease in other assets		-	(713)
(Decrease) / increase in trade and other payables		(4,938)	(18,033)
(Decrease) / increase in provisions		(550)	(239)
(Decrease) / increase in subscriptions in advance		17,938	(47,671)
Net cash provided by operating activities		<u>4,064</u>	<u>7,861</u>

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

13. Related Party Disclosures

(a) Transactions with Related Parties

The following persons held positions on the Branch Committee of Management or National Council during the reporting period:

From 1 July 2011 to 23 September 2011

BRANCH EXECUTIVE

President and National Councillor

Nunzio Meta

Senior Vice President and Alternate National Councillor

Darryl Stewart

Vice President - Finance

Sotirios (Terry) Battalis

BRANCH COMMITTEE

Michael Croser

Volcan Evci

Shelley Forester

Steven Kong

From 23 September 2011 to 30 June 2012

BRANCH EXECUTIVE

President and National Councillor

Sotirios (Terry) Battalis

Senior Vice President

Shelley Forester

Vice President - Finance and Alternate National Councillor

Nunzio Meta

BRANCH COMMITTEE

Darryl Stewart

Maria Giacon

Adam Bennett

Bradley Coleman

(b) Balances with Related Parties

	Note	2012	2011
		\$	\$
(i) Amounts Payable to Related Parties			
Other Branches - Current			
The Pharmacy Guild of Australia (National Secretariat)		2,290	-
Outstanding payables are noninterest bearing and are normally on a 30 days' term.			
(ii) Amounts Receivable from Related Parties			
Other Branches - Current			
The Pharmacy Guild of Australia (National Secretariat)		153,651	162,619

Outstanding receivables are unsecured, interest free, settlement occurs in cash and generally have 30 days' term.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
13. Related Party Disclosures (continued)			
The following transactions took place with related parties during the reporting period:			
Other Branches			
The Pharmacy Guild of Australia National Secretariat			
- Membership Contributions paid by Northern Territory Branch		64,152	55,308
- Funding for Branch Support Subsidy		208,606	218,246
- Funding for Quality Care Pharmacy Program		72,600	70,000
- Funding for QUMAX Project		10,400	7,500
- Funding for 5CPA		59,000	-
- Funding for 5100		-	22,366
- Funding for Other Projects		6,320	-
Gold Cross Products and Services Pty Ltd			
- Commission paid to Northern Territory Branch for distribution of its material		6,273	5,754
Miscellaneous income for promotion and coordination of projects and programs		12,132	4,826
Other Related Parties			
Subsidiaries of The Pharmacy Guild of Australia			
Guild Insurance Company Ltd			
- Commission received from Guild Insurance for business referred from Northern Territory members		7,243	3,907
(c) Key Management Personnel Compensation			
<i>Key Management Compensation Information</i>			
Short term employee benefits		91,493	69,880
Other long term benefits		-	3,601
		<u>91,493</u>	<u>73,481</u>

Other Transactions with Key Management Personnel

There were no other transactions with Key Management Personnel.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
14. Capital and Leasing Commitments			
(a) Lease commitments			
<i>Non-cancellable operating leases - future minimum lease payments</i>			
Within one year		24,778	26,208
Later than one year but not later than 5 years		-	-
Later than 5 years		-	-
		<u>24,778</u>	<u>26,208</u>
(b) Capital Expenditure Commitments			
Plant and equipment purchases		-	-

15. Compliance with Fair Work (Registered Organisations) Act 2009

Information to be provided to members or General Manager

The information that is prescribed by the *Fair Work (Registered Organisations) Act 2009* is available to members on request. Specifically subsections 272(1), (2) and (3) require the following:

- (1) A member of a reporting unit, or the General Manager, 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).

16. Contingent Liabilities

The Branch had no contingent liabilities as at 30 June 2012 (nil in 2011).

17. Events Subsequent to end of Reporting Date

No matters have arisen since the end of the financial year which have significantly affected or may significantly affect the operations, results of operations and the state of affairs of the Branch in subsequent financial years.

The carrying amount of assets and liabilities as recorded in the financial statements and the realisation and settlement amounts of assets and liabilities have not changed materially since end of reporting date.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY)

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

18 Financial Risk Management

(a) General objectives, policies and processes

In common with all other businesses, the Branch is exposed to risks that arise from its use of financial instruments. This note describes the Branch's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the Branch's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

The Branch hold the following financial instruments:

	2012 \$	2011 \$
Financial assets		
Cash and cash equivalents	61,573	57,509
Trade and other receivables	173,038	162,865
	<u>234,611</u>	<u>220,374</u>
Financial liabilities		
Trade and other payables	31,913	36,851
Subscription in advance	22,642	4,704
	<u>54,555</u>	<u>41,555</u>

The Branch had no financial instruments that are carried at fair value as 30 June 2012 (2011).

The Committee of Management have overall responsibility for the determination of risk management objectives and policies and, whilst retaining ultimate responsibility for them, they have delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the management team. The Branch's risk management policies and objectives are therefore designed to minimise the potential impacts of these risks on the results of the Branch where such impacts may be material. The Committee of Management receives monthly reports from management through which they review the effectiveness of the processes put in place and the appropriateness of the objectives and policies set.

The overall objective of the Committee of Management is to set policies that seek to reduce risk as far as possible without unduly affecting the Branch's flexibility. Further details regarding these policies are set out below:

(b) Credit Risk

Credit risk is the risk that the other party to a financial instrument will fail to discharge their obligation resulting in the Branch incurring a financial loss. Credit risk arises from cash assets and deposits with financial institutions, as well as credit exposures to the Branch's outstanding receivables and committed transactions. For banks and financial institutions, only independently rated parties with a minimum rating of "A" are accepted.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY)

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

18 Financial Risk Management (continued)

The maximum exposure to credit risk at the end of the reporting period is as follows:

	2012	2011
	\$	\$
Cash and cash equivalents	61,573	57,509
Trade and other receivables	173,038	162,865
	<u>234,611</u>	<u>220,374</u>

(c) Liquidity risk

Vigilant liquidity risk management requires the Branch to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable.

The Branch manages liquidity risk by maintaining adequate cash reserves by continually monitoring actual forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Maturity Analysis - 2012

Financial Liabilities	Carrying Amount	Contractual Cash flows	< 6 mths	6- 12 mths	1-3 years	> 3 years
	\$	\$	\$	\$	\$	\$
Trade and other payables	31,913	31,913	31,913	-	-	-
Subscription in advance	22,642	22,642	22,642	-	-	-
TOTAL	<u>54,555</u>	<u>54,555</u>	<u>54,555</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial Assets	Carrying Amount	Contractual Cash flows	< 6 mths	6- 12 mths	1-3 years	> 3 years
	\$	\$	\$	\$	\$	\$
Non-derivatives						
Trade receivables	173,038	173,038	173,038	-	-	-
TOTAL	<u>173,038</u>	<u>173,038</u>	<u>173,038</u>	<u>-</u>	<u>-</u>	<u>-</u>

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY)

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2012

18 Financial Risk Management (continued)

Maturity Analysis - 2011

Financial Liabilities	Carrying Amount	Contractual Cash flows	< 6 mths	6- 12 mths	1-3 years	> 3 years
	\$	\$	\$	\$	\$	\$
Trade and other payables	36,851	36,851	36,851	-	-	-
Subscription in advance	4,704	4,704	4,704	-	-	-
TOTAL	41,555	41,555	41,555	-	-	-

Financial Assets	Carrying Amount	Contractual Cash flows	< 6 mths	6- 12 mths	1-3 years	> 3 years
	\$	\$	\$	\$	\$	\$
Non-derivatives						
Trade receivables	162,865	162,865	162,865	-	-	-
TOTAL	162,865	162,865	162,865	-	-	-

**THE PHARMACY GUILD OF AUSTRALIA
(NORTHERN TERRITORY BRANCH)**

OPERATING REPORT

I, Terry (Sotirios) Battalis, being the designated officer responsible for preparing this report for the financial year ended 30 June 2012 of The Pharmacy Guild of Australia (Northern Territory Branch), report as follows:

- (a) Principal Activities:
- (i) The Pharmacy Guild of Australia (Northern Territory Branch) is an employers' organisation servicing the needs of proprietors of independent community pharmacies and representing their interests in industrial matters.
 - (ii) The Pharmacy Guild of Australia Northern Territory Branch assists the National Council and the National Executive of The Pharmacy Guild of Australia ("the Guild") in carrying out the overall policy and objectives of the Guild.
 - (iii) During the year, the principal activities of The Pharmacy Guild of Australia (Northern Territory Branch), consisted of representing the interest of its members to maintain community pharmacies as the most primary providers of healthcare to the community through optimum therapeutic use of drugs, drug management and related services. There were no significant changes in the nature of these activities during the year under review.
- (b) Significant financial changes:
there have been no significant changes in The Pharmacy Guild of Australia (Northern Territory Branch) financial affairs during the period to which this report relates.
- (c) Members' Advice:
- (i) Under Section 174 of the Fair Work (Registered Organisations) Act 2009 a member may resign from membership by written notice addressed and delivered to the Branch Director as described in Rule 36 of the Constitution of The Pharmacy Guild of Australia;
 - (ii) The register of members of the organisation was maintained in accordance with the Fair Work (Organisations) Act 2009.
- (d) No officer of the reporting unit holds a position as a trustee or director of a superannuation entity or exempt public sector superannuation scheme.
- (e) Prescribed and other information:
- (i) As at 30 June 2012, to which this report relates, the number of members of the organisation was 22 (twenty two) including Honorary Life Members;
 - (ii) As at 30 June 2012 the total number of employees employed by the reporting entity was four;
 - (iii) During the reporting period the following persons were members of the committee of management of The Pharmacy Guild of Australia Northern Territory Branch:

From 1 July 2011 to 23 September 2011

BRANCH EXECUTIVE

NT President &

National Councillor

Nunzio Meta

NT Senior Vice President &

Alternate National Councillor

Darryl Stewart

NT Vice President – Finance

Terry (Sotirios) Battalis

BRANCH COMMITTEE

Michael Croser

Volkan Evci

Shelley Forester

Steven Kong

From 23 September 2012 to 30 June 2012

BRANCH EXECUTIVE

NT President &

National Councillor

Terry (Sotirios) Battalis

NT Senior Vice President

Shelley Forester

NT Vice President – Finance &

Alternate National Councillor

Nunzio Meta

BRANCH COMMITTEE

Adam Bennett

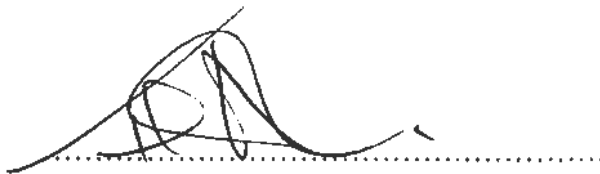
Bradley Coleman

Maria Giacon

Darryl Stewart

(f) Insurance of Officers:

During the financial year The Pharmacy Guild of Australia (Northern Territory Branch) paid insurance to cover all officers of The Pharmacy Guild of Australia (Northern Territory Branch). The officers of The Pharmacy Guild of Australia (Northern Territory Branch) covered by the insurance policy include all the committee of management. Other officers covered by the contract are the management of The Pharmacy Guild of Australia (Northern Territory Branch). The liabilities insured include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of The Pharmacy Guild of Australia (Northern Territory Branch).



Terry (Sotirios) Battalis

Date: 21 August 2012