



27 October 2017

Mr Bernie Smith
Secretary/Treasurer
Shop, Distributive and Allied Employees Association, New South Wales Branch

By e-mail: secretary@sdansw.asn.au

Dear Mr Smith

**Shop, Distributive and Allied Employees Association, New South Wales Branch
Financial Report for the year ended 30 June 2017 - FR2017/145**

I acknowledge receipt of the financial report for the year ended 30 June 2017 for the Shop, Distributive and Allied Employees Association, New South Wales Branch (SDA-NSW). The financial report was lodged with the Registered Organisations Commission on 26 September 2017.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

Whilst the 2017 report has been filed the following should be addressed in the preparation of the next financial report.

1. Operating Report

Period of Membership of Committee of Management

Regulation 159(c) of the RO Regulations requires the Operating Report to disclose the period each listed officer served on the Committee of Management during the reporting period. To satisfy the regulation the SDA-NSW should disclose the dates of membership during the reporting period for each member or state that members of the Committee of Management held positions for the entire reporting period unless indicated otherwise.

2. General Purpose Financial Report (GPFR)

Future Australian Accounting Standards

Australian Accounting Standard *AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors* paragraph 30 requires that the entity disclose Australian Accounting Standards issued but not yet effective with an assessment of the future impact on the entity.

Note 1.4 to the SDA-NSW GPFR does not satisfy this requirement.

Depreciation expense discrepancy

Notes 7A and 7B to the GPFR disclose depreciation expense of \$742,609 [Land and buildings \$186,482 and Plant and equipment \$556,127]. The Statement of Comprehensive Income discloses depreciation and amortisation expense of \$810,525 which is \$67,916 greater than that disclosed in Notes 7A and 7B. The difference appears to include items other than depreciation expense including Gain on Asset Revaluation Reserve of \$63,376.

Please ensure that items other than depreciation and amortisation expense are disclosed separately in the Statement of Comprehensive Income.

Use of Model Financial Statements

The SDA-NSW has used the Registered Organisations Commission 'Model Financial Statements' as the basis for preparing the GPFR. The model statements are for illustrative purposes only.

It is noted that the SDA-NSW GPFR includes some information that is not required by the *Fair Work (Registered Organisations) Act 2009*, *Fair Work (Registered Organisations) Regulations 2009*, the 4th edition of the Reporting Guidelines made under section 255 of the RO Act or Australian Accounting Standards and is not useful to users of the report. Notes 16A, 16B and 16C to the SDA-NSW GPFR are examples of this.

Please ensure that only relevant disclosures are included in future reports.

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 9603 0707 or by email at ken.morgan@roc.gov.au

Yours faithfully



KEN MORGAN
Financial Reporting Advisor
Registered Organisations Commission

CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER

Certificate for the period ended 30 June 2017

I Bernard Joseph Smith being the Branch Secretary-Treasurer of the Shop, Distributive and Allied Employees' Association NSW Branch certify:

- That the documents lodged herewith are copies of the full report for Shop, Distributive and Allied Employees' Association NSW Branch for the period ended 30 June 2017 referred to in s.268 of the Fair Work (Registered Organisations) Act 2009;
- That the financial accounts and statements were presented to the Branch Council meeting held on Tuesday 15 August 2017;
- The financial accounts and statements were signed by the auditor on 15 August 2017;
- That the full report of the financial accounts and statements was provided to members of the reporting unit on 18 September 2017; and
- That the full report of the financial accounts and statements was presented to a meeting of the committee of management of the reporting unit on 26 September 2016 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.

Signature of prescribed designated officer:



Name of prescribed designated officer:

Bernard Joseph Smith

Title of prescribed designated officer:

Branch Secretary-Treasurer

Dated:

29 September 2017

SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION

N.S.W. BRANCH

AND ITS CONTROLLED ENTITY

A.B.N. 74 415 123 375

FINANCIAL REPORT

**FOR THE YEAR ENDED
30 JUNE 2017**

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

A.B.N. 74 415 123 375

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

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**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH**

Opinion

I have audited the financial report of Shop, Distributive and Allied Employees' Association N.S.W. Branch and its controlled entity (the Reporting Unit), which comprises the statement of financial position as at 30 June 2017 the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 notes to the financial statements, including a summary of significant accounting policies; and the Committee of Management Statement.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of Shop, Distributive and Allied Employees' Association N.S.W. Branch and its controlled entity as at 30 June 2017 and its financial performance and its cash flows for the year ended on that date in accordance with:

- a) the Australian Accounting Standards; and
- b) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act).

I declare that management's use of the going concern basis in the preparation of the financial statements of the Reporting Unit is appropriate.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Reporting Unit in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The Committee of Management is responsible for the other information. The other information obtained at the date of this auditor's report is in the Operating Report accompanying the financial report.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Reporting Unit is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management is responsible for assessing the Reporting Unit's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee of Management either intend to liquidate the Reporting Unit or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objective is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material

uncertainty exists related to events or conditions that may cast significant doubt on the Reporting Unit's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Reporting Unit to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Reporting Unit audit. I remain solely responsible for my audit opinion.

I communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Recovery of Wages

The Reporting Unit does not engage in the recovery of wages activity.



Joseph Paul Grech

Partner

Registration Number: AA2017/26

(as registered by the RO Commissioner
under the RO Act)

Holder of Current Practicing Certificate and

Member of the Chartered Accountants

Australia and New Zealand Number 24310



Grech Smith Bridle

Chartered Accountants

Dated at Sydney this 15th day of August 2017

Declaration

I, Joseph Paul Grech, being the auditor of the Shop, Distributive and Allied Employees' Association N.S.W. Branch and its controlled entity declare that:

- a) I am an approved auditor, and
- b) I am a person who is a member of Chartered Accountants Australia and New Zealand; and
- c) I hold a current Public Practice Certificate.

Joseph Grech

Joseph Paul Grech

Partner

Registration Number: AA2017/26

(as registered by the RO Commissioner
under the RO Act)

Holder of Current Practicing Certificate and

Member of the Chartered Accountants

Australia and New Zealand Number 24310

Grech Smith Bridle

Grech Smith Bridle

Chartered Accountants

Dated at Sydney this *15th* day of August 2017

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**AUDITOR'S INDEPENDENCE DECLARATION
FOR THE YEAR ENDED 30 JUNE 2017**

**TO THE COMMITTEE OF MANAGEMENT OF
SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017 there has been:

- (i) no contraventions of the auditor independence requirements in relation to the audit; and
- (ii) no contravention of any applicable code of professional conduct in relation to the audit.



Joseph Paul Grech

Partner

Registration Number: AA2017/26

(as registered by the RO Commissioner
under the RO Act)

Holder of Current Practicing Certificate and
Member of the Chartered Accountants
Australia and New Zealand Number 24310



Grech Smith Bridle

Chartered Accountants

Dated at Sydney this 15th day of August 2017

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**OPERATING REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

The Committee of Management presents its operating report on the reporting unit for the financial year ended 30 June 2017.

Consolidation

These reports represent the consolidation of

- i) Shop, Distributive and Allied Employees' Association N.S.W. Branch
- ii) Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office

The Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office has been operated and continues to operate in trust for the Shop, Distributive and Allied Employees' N.S.W. Branch.

In previous years each of these entities have lodged separate financial reports with the Registered Organisations Commission. The decision was made this year to present a consolidated financial report.

Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year

The principal activities of the association are preserving and enhancing the wages and working conditions of its members, and the promotion of the interests and rights of workers. In addition to industrial representation, members are also provided with a range of services and benefits.

New enterprise agreements were negotiated with a wide range of employers during the year. These agreements all resulted in improved wages and working conditions for the employees covered by them.

Significant changes in financial affairs

There were no significant changes in the nature of the activities and financial affairs in the Association during the financial year.

Rights of members to resign

Persons eligible to do so under the rules of the Association were actively encouraged to join the Association. Pursuant to s174 of the Fair Work (Registered Organisations) Act 2009 (RO Act), members could resign from the Association by written notice to the appropriate Branch of the Association.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**OPERATING REPORT (CONT.)
FOR THE YEAR ENDED 30 JUNE 2017**

Officers & employees who are superannuation fund trustees or director of a company that is a superannuation fund trustee

One representatives of the Association holds a position as the Alternative Director of the Retail Employees' Superannuation Trust ("REST"). Gerard Dwyer and Aliscia Di Mauro act as the alternative director for Joe De Bruyn and Geoff Williams.

Directors

Mr Joe De Bruyn
Mr Geoff Williams

Alternates

Mr Gerard Dwyer
Ms Aliscia Di Mauro

Mr P Griffin is also a director of Tasplan Super.

Number of Members

Membership as at 30 June 2017 was 58,593 (2016: 58,882).

Number of employees

At 30 June 2017, there were 63 persons (full time equivalent), employed by the N.S.W. Deductions Account Office of the Association and its controlled entity.

Affiliations & Directorships

Detailed below are the affiliations of the N.S.W. Branch of the Association:

- Australian Labor Party, N.S.W. Branch
- Australian Labor Party, A.C.T. Branch
- Unions N.S.W.
- South Coast Labor Council
- Unions A.C.T.

The N.S.W. Branch Secretary-Treasurer is on the Administrative Committee of the Australian Labor Party N.S.W. Branch.

The N.S.W. Branch Secretary-Treasurer of the Association is an Executive Member of Unions N.S.W.

A representative of the N.S.W. Branch of the Association is a member of the Service Skills NSW Wholesale, Retail and Personal Services Committee.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

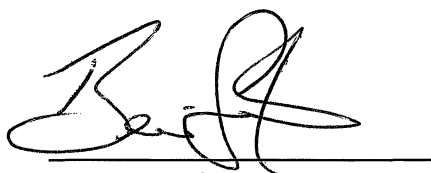
**OPERATING REPORT (CONT.)
FOR THE YEAR ENDED 30 JUNE 2017**

Names of Committee of Management members and period positions held during the financial year

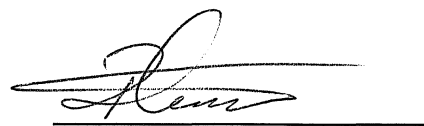
The members of the National Executive of the Association at any time during or since the end of the financial year were:

<i>Name</i>	<i>Experience</i>	<i>Position</i>
C. Cassell	Member since 4 February 2003	Branch President
M. Dumycz	Member since 28 September 2010	Branch Vice President (Branch membership)
B. Smith	Member since 10 May 2005	Branch Secretary – Treasurer
R. Tonkli	Member since 23 September 2014	Branch Assistant Secretary – Treasurer
M. Hagley	Member since 9 February 1999	Branch Trustee
H. Thomas	Member since 4 February 2003	Branch Trustee
M. Doherty	Member since 12 December 2014	Branch Councillor (Retail membership)
S. Sammak	Member since 18 February 2014	Branch Councillor (Drug and Allied membership)
D. Robins	Member since 28 September 2010	Branch Councillor (Other Industries and Vocational Grouping membership)
S. Barros	Member since 16 February 2010	Branch Councillor (Branch membership)
P. Avellino	Member since 28 September 2010	Branch Councillor (Branch membership)
N. Rizk	Member since 28 September 2010	Branch Councillor (Branch membership)
A. Apps	Member since 23 September 2014	Branch Councillor (Branch membership)
J. Slender	Member since 23 September 2014	Branch Councillor (Branch membership)
N. Atkins	Member since 12 December 2014	Branch Councillor (Branch membership)
M. Hackett	Member since 12 December 2014	Branch Councillor (Branch membership)
A. Manos	Member since 12 December 2014	Branch Councillor (Branch membership)
C. Williams	Member since 12 December 2014	Branch Councillor (Branch membership)

The Association maintained its rules and reported according to statutory requirements.



Bernie Smith
Committee of Management



Robert Tonkli
Committee of Management

Dated at Sydney this 15th day of August 2017

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017**

On 15 August 2017 the Committee of Management of Shop, Distributive and Allied Employees' Association N.S.W. Branch passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 30 June 2017:

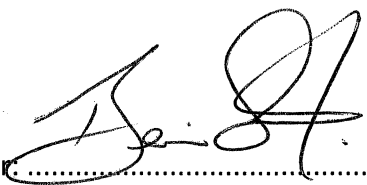
The Committee of Management declares that in its opinion:

- a) The financial statements and notes comply with the Australian Accounting Standards;
- b) The financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act);
- 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 the reporting unit will be able to pay its debts as and when they become due and payable; and
- e) During the financial year to which the GPFR relates and since the end of that year:
 - i) Meetings of the Committee of Management were held in accordance with the rules of the organisation including the rules of 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 RO Act; and
 - iv) Where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - v) Where information has been sought in any request by a member of the reporting unit or Commissioner duly made under section 272 of the RO Act has been provided to the member or Commissioner; and
 - vi) Where any orders for inspection of financial records have been made by the Registered Organisations Commission under section 273 of the RO Act, there has been compliance.
- f) No revenue has been derived from undertaking recovery of wages activity during the reporting period.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017**

This declaration is made in accordance with a resolution of the Committee of Management.

Signature of designated officer: 

Name and title of designated officer: *Bernard Smith Branch Secretary Treasurer*

Dated: *15th August 2017*

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017**

	Notes	Consolidated		Parent	
		2017	2016	2017	2016
		\$	\$	\$	\$
Revenue					
Membership subscription		17,100,295	17,862,678	422,150	404,552
Capitation fees	4A	-	-	-	-
Levies	4B	-	-	-	-
Interest	4C	254,453	239,403	10	7
Rental revenue	4D	1,162,614	1,105,772	-	-
Other revenue		24,506	22,197	3,822,787	4,305,344
Total revenue		18,541,868	19,230,050	4,244,947	4,709,903
Other Income					
Grants and/or donations	4E	-	-	-	-
Share of net profit from associate	7E	-	-	-	-
Net gains from sale of assets	4F	23,047	62,098	-	-
Total other income		23,047	62,098	-	-
Total income		18,564,915	19,292,148	4,244,947	4,709,903
Expenses					
Employee expenses	5A	7,558,569	7,500,304	-	-
Capitation fees	5B	-	-	-	-
Affiliation fees	5C	2,115,111	2,059,615	2,115,111	2,059,615
Administration expenses	5D	7,503,252	8,057,957	2,099,533	2,517,804
Grants or donations	5E	23,117	110,508	8,407	94,901
Depreciation and amortisation	5F	810,525	816,790	-	-
Legal costs	5G	154,643	206,204	-	-
Audit fees	15	51,500	50,500	-	-
Other expenses	5H	-	-	-	-
Total expenses		18,216,717	18,801,878	4,223,051	4,672,320
Profit (loss) for the year		348,198	490,270	21,896	37,583
Other comprehensive income					
Items that will not be subsequently reclassified to profit or loss		-	-	-	-
Gain on revaluation of land & buildings		11,751,171	-	-	-
Total comprehensive income for the year		12,099,369	490,270	21,896	37,583

The above statement should be read in conjunction with the notes.

SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

		Consolidated		Parent	
	Notes	2017	2016	2017	2016
		\$	\$	\$	\$
ASSETS					
Current Assets					
Cash and cash equivalents	6A	11,597,587	10,362,039	33,561	41,124
Trade and other receivables	6B	1,179,532	1,216,775	58,520	50,313
Other current assets	6C	1,298,510	1,272,715	1,226,979	1,175,856
Total current assets		14,075,629	12,851,529	1,319,060	1,267,293
Non-Current Assets					
Land and buildings	7A	9,416,618	9,722,805	-	-
Plant and equipment	7B	998,398	1,272,083	-	-
Investment Property	7C	29,547,625	18,123,673	-	-
Other investments	7D	-	-	-	-
Other non-current assets	7E	88,707	100,525	-	-
Total non-current assets		40,051,348	29,219,086	-	-
Total assets		54,126,977	42,070,615	1,139,060	1,267,293
LIABILITIES					
Current Liabilities					
Trade payables	8A	553,248	576,385	51,689	21,546
Other payables	8B	(11,967)	(17,554)	(2,231)	(1,959)
Employee provisions	9A	2,431,160	2,445,838	-	-
Total current liabilities		2,972,441	3,004,669	49,458	19,587
Non-Current Liabilities					
Employee provisions	9A	19,203	29,982	-	-
Other non-current liabilities	10A	-	-	-	-
Total non-current liabilities		19,203	29,982	-	-
Total liabilities		2,991,644	3,034,651	49,458	19,587
Net assets		51,135,333	39,035,964	1,269,602	1,247,706
EQUITY					
General funds	11A	17,434,594	5,683,423	-	-
Retained earnings		33,700,739	33,352,541	1,269,602	1,247,706
Total equity		51,135,333	39,035,964	1,269,602	1,247,706

The above statement should be read in conjunction with the notes.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017**

Consolidated		General funds	Retained earnings	Total equity
	Notes	\$	\$	\$
Balance as at 1 July 2015		5,683,423	32,862,271	38,545,964
Adjustment for errors		-	-	-
Adjustment for changes in accounting policies		-	-	-
Profit for the year		-	490,270	490,270
Other comprehensive income for the year		-	-	-
Transfer to/from Asset Revaluation Reserve	11A	-	-	-
Transfer from retained earnings		-	-	-
Closing balance as at 30 June 2016		5,683,423	33,352,541	39,035,964
Adjustment for errors		-	-	-
Adjustment for changes in accounting policies		-	-	-
Profit for the year		-	348,198	348,198
Other comprehensive income for the year		-	-	-
Transfer to/from Asset Revaluation Reserve	11A	11,751,171	-	11,751,171
Transfer from retained earnings		-	-	-
Closing balance as at 30 June 2017		17,434,594	33,700,739	51,135,333

The above statement should be read in conjunction with the notes.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017**

Parent		General funds	Retained earnings	Total equity
	Notes	\$	\$	\$
Balance as at 1 July 2015		-	1,210,123	1,210,123
Adjustment for errors		-	-	-
Adjustment for changes in accounting policies		-	-	-
Profit for the year		-	37,583	37,583
Other comprehensive income for the year		-	-	-
Transfer to/from Asset Revaluation Reserve	11A	-	-	-
Transfer from retained earnings		-	-	-
Closing balance as at 30 June 2016		-	1,247,706	1,247,706
Adjustment for errors		-	-	-
Adjustment for changes in accounting policies		-	-	-
Profit for the year		-	21,896	21,896
Other comprehensive income for the year		-	-	-
Transfer to/from Asset Revaluation Reserve	11A	-	-	-
Transfer from retained earnings		-	-	-
Closing balance as at 30 June 2017		-	1,269,602	1,269,602

The above statement should be read in conjunction with the notes.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**CASH FLOWS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017**

		Consolidated		Parent	
	Notes	2017	2016	2017	2016
		\$	\$	\$	\$
OPERATING ACTIVITIES					
Cash received					
Receipts from other reporting units/controlled entity(s)	12B	50,119	8,973	3,820,133	4,304,439
Interest		254,455	239,403	10	7
Other		18,677,139	18,528,300	782,053	394,447
Cash used					
Employees		(7,584,025)	(7,291,086)	-	-
Suppliers		(8,569,909)	(8,733,758)	(2,903,597)	(2,937,984)
Payment to other reporting units/controlled entity(s)	12B	(1,711,844)	(1,791,711)	(1,706,162)	(1,726,510)
Net cash from (used by) operating activities	12A	1,115,935	960,121	(7,563)	34,399
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of plant and equipment		59,413	76,282	-	-
Proceeds from sale of land and buildings		-	-	-	-
Other		457,922	457,922	-	-
Cash used					
Purchase of plant and equipment		(323,347)	(252,174)	-	-
Purchase of land and buildings		-	-	-	-
Other		(74,375)	-	-	-
Net cash from (used by) investing activities		119,613	282,030	-	-
FINANCING ACTIVITIES					
Cash received					
Contributed equity		-	-	-	-
Other		-	-	-	-
Cash used					
Repayment of borrowings		-	-	-	-
Other		-	-	-	-
Net cash from (used by) financing activities		-	-	-	-
Net increase (decrease) in cash held		1,235,548	1,242,151	(7,563)	34,399
Cash & cash equivalents at the beginning of the reporting period		10,362,039	9,119,888	41,124	6,725
Cash & cash equivalents at the end of the reporting period	6A	11,597,587	10,362,039	33,561	41,124

The above statement should be read in conjunction with the notes.

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2017**

	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Cash assets in respect of recovered money at beginning of year	-	-	-	-
Receipts				
Amounts recovered from employers in respect of wages etc.	-	-	-	-
Interest received on recovered money	-	-	-	-
Total receipts	-	-	-	-
Payments				
Deductions of amounts due in respect of membership for:				
12 months or less	-	-	-	-
Greater than 12 months	-	-	-	-
Deductions of donations or other contributions to accounts or funds of:				
The reporting unit:				
name of account	-	-	-	-
name of fund	-	-	-	-
Name of other reporting unit of the organisation:				
name of account	-	-	-	-
name of fund	-	-	-	-
Name of other entity:				
name of account	-	-	-	-
name of fund	-	-	-	-
Deductions of fees or reimbursement of expenses	-	-	-	-
Payments to workers in respect of recovered money	-	-	-	-
Total payments	-	-	-	-
Cash assets in respect of recovered money at end of year	-	-	-	-
Number of workers to which the monies recovered relates	-	-	-	-
Aggregate payables to workers attributable to recovered monies but not yet distributed				
Payable balance	-	-	-	-
Number of workers the payable relates to	-	-	-	-
Fund or account operated for recovery of wages	-	-	-	-

**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

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FOR THE YEAR ENDED 30 JUNE 2017**

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**SHOP, DISTRIBUTIVE AND ALLIED EMPLOYEES' ASSOCIATION N.S.W. BRANCH
AND ITS CONTROLLED ENTITY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of the financial statements

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and the *Fair Work (Registered Organisation) Act 2009*. For the purpose of preparing the general purpose financial statements, the Shop, Distributive and Allied Employees' Association N.S.W Branch is a not-for-profit entity.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities at measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

1.2 Comparative amounts

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

1.3 Significant accounting judgements and estimates

The Committee of Management evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

It has not been necessary for the Committee of Management to make any key estimates or judgements in the report.

1.4 New Australian Accounting Standards

Adoption of New Australian Accounting Standard Requirements

No accounting standard has been adopted earlier than the application date stated in the standard.

The accounting policies adopted are consistent with those of the previous financial year.

Note 1: Summary of Significant Accounting Policies (cont.)

1.5 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Shop Distributive and Allied Employees' Association N.S.W. Branch and entities controlled by the Shop Distributive and Allied Employees' Association N.S.W. Branch (its subsidiaries). Control is achieved where the Shop Distributive and Allied Employees' Association N.S.W. Branch is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the Shop Distributive and Allied Employees' Association N.S.W. Branch.

Specifically, the Shop Distributive and Allied Employees' Association N.S.W. Branch controls an investee if and only if the Shop Distributive and Allied Employees' Association N.S.W. Branch has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee
- The ability to use its power over the investee to affect its returns

When the Shop Distributive and Allied Employees' Association N.S.W. Branch has less than a majority of the voting or similar rights of an investee, the Shop Distributive and Allied Employees' Association N.S.W. Branch considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- Relevant activities of the investee and who has control over them
- Existing or future administrative or statutory arrangements that may give rise to rights/control (or change the previous control assessment)
- Whether rights are substantive or protective in nature and whether rights presently exercisable or will be exercisable when decisions about relevant activities are being made
- Exposure or rights to financial and non-financial returns (direct or indirect) and the ability to influence those returns
- Whether the investor is exercising its decision-making abilities as a principal or agent
- Rights arising from other contractual arrangements

The Shop Distributive and Allied Employees' Association N.S.W. Branch re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Shop Distributive and Allied Employees' Association N.S.W. Branch obtains control over the subsidiary and ceases when the Shop Distributive and Allied Employees' Association N.S.W. Branch loses control of the subsidiary.

Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Shop Distributive and Allied Employees' Association N.S.W. Branch gains control until the date the Shop Distributive and Allied Employees' Association N.S.W. Branch ceases to control the subsidiary.

Income and expense of subsidiaries acquired or disposed of during the year are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate.

Note 1: Summary of Significant Accounting Policies (cont.)

Total comprehensive income of subsidiaries is attributed to the owners of the Shop Distributive and Allied Employees' Association N.S.W. Branch and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Shop Distributive and Allied Employees' Association N.S.W. Branch.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

Changes in the Shop Distributive and Allied Employees' Association N.S.W. Branch ownership interests in subsidiaries that do not result in the Shop Distributive and Allied Employees' Association N.S.W. Branch losing control are accounted for as equity transactions. The carrying amounts of the Shop Distributive and Allied Employees' Association N.S.W. Branch interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Shop Distributive and Allied Employees' Association N.S.W. Branch.

When the Shop Distributive and Allied Employees' Association N.S.W. Branch loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. When assets of the subsidiary are carried at revalued amounts or fair values and the related cumulative gain or loss has been recognised in other comprehensive income and accumulated in equity, the amounts previously recognised in other comprehensive income and accumulated in equity are accounted for as if the Shop Distributive and Allied Employees' Association N.S.W. Branch had directly disposed of the relevant assets (i.e. reclassified to profit or loss or transferred directly to retained earnings as specified by applicable Standards). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under *AASB 139 'Financial Instruments: Recognition and Measurement'* or, when applicable, the cost on initial recognition of an investment in an associate or jointly controlled entity.

1.6 Investment in associates and joint arrangement

An associate is an entity over which the Shop Distributive and Allied Employees' Association N.S.W. Branch has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

Note 1: Summary of Significant Accounting Policies (cont.)

A joint operation is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the individual assets and obligations for the liabilities of the joint operation.

The Shop Distributive and Allied Employees' Association N.S.W. Branch has not made any investment in an associate or entered into any joint arrangements.

1.7 Business combinations

There have been no business combinations during the year.

1.8 Acquisition of assets and or liabilities that do not constitute a business combination

The net book value of assets and or liabilities transferred to Shop Distributive and Allied Employees' Association N.S.W. Branch for no consideration is used to account for an amalgamation under Part 2 of Chapter 3 of the *Fair Work (Registered Organisations) Act 2009*/a restructure of the branches of the Shop Distributive and Allied Employees' Association N.S.W. Branch / a determination by the Commissioner under subsections 245(1) of the *Fair Work (Registered Organisations) Act 2009*/ a revocation by the Commissioner under subsection 249(1) of the *Fair Work (Registered Organisations) Act 2009*.

The assets and liabilities are recognised as at the date of transfer.

1.9 Revenue

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from subscriptions is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised when, the risks and rewards of ownership have been transferred to the buyer, the entity retains no managerial involvement or effective control over the goods, the revenue and transaction costs incurred can be reliably measured, and it is probable that the economic benefits associated with the transaction will flow to the entity.

Donation income is recognised when it is received.

Receivables for goods and services, which have 30 day terms, are recognised at the nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

Interest revenue is recognised on an accrual basis using the effective interest method.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease.

Note 1: Summary of Significant Accounting Policies (cont.)

1.10 Government grants

Government grants are not recognised until there is reasonable assurance that the Shop, Distributive and Allied Employees' Association N.S.W. Branch will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Shop, Distributive and Allied Employees' Association N.S.W. Branch recognises as expenses the related costs for which the grants are intended to compensate.

Specifically, government grants whose primary condition is that the Shop, Distributive and Allied Employees' Association N.S.W. Branch should purchase, construct otherwise acquire non-current assets are recognised as deferred revenue in the statement of financial position and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Shop, Distributive and Allied Employees' Association N.S.W. Branch with no future related costs are recognised in profit or loss in the period in which they become receivable.

1.11 Gains

Sale of assets

Gains and losses from disposal of assets are recognised when control of the asset has passed to the buyer.

1.12 Capitation fees and levies

Capitation fees and levies are to be recognised on an accrual basis and record as a revenue and/or expense in the year to which it relates.

1.13 Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities for short-term employee benefits (as defined in AASB 119 *Employee Benefits*) and termination benefits which are expected to be settled within twelve months of the end of reporting period are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits which are expected to be settled beyond twelve months are measured as the present value of the estimated future cash outflows to be made by the reporting unit in respect of services provided by employees up to reporting date.

Note 1: Summary of Significant Accounting Policies (cont.)

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

Provision is made for separation and redundancy benefit payments. Reporting Unit recognises a provision for termination as part of a broader restructuring when it has developed a detailed formal plan for the terminations and has informed those employees affected that it will carry out the terminations. A provision for voluntary termination is recognised when the employee has accepted the offer of termination.

1.14 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Where an asset is acquired by means of a finance lease, the asset is capitalised at either the fair value of the lease property or, if lower, the present value of minimum lease payments at the inception of the contract and a liability is recognised at the same time and for the same amount.

The discount rate used is the interest rate implicit in the lease. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are expensed on a straight-line basis which is representative of the pattern of benefits derived from the leased assets.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

1.15 Borrowing costs

All borrowing costs are recognised in profit and loss in the period in which they are incurred.

1.16 Cash

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

Note 1: Summary of Significant Accounting Policies (cont.)

1.17 Financial instruments

Financial assets and financial liabilities are recognised when Shop, Distributive and Allied Employees' Association N.S.W. Branch becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.18 Financial assets

Financial assets are classified into the following specified categories: financial assets at fair value through profit or loss, held-to-maturity investments, available-for-sale financial assets and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. All regular way purchases or sales of financial assets are recognised and derecognised upon trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

Available-for-sale

Listed shares and listed redeemable notes held by the reporting unit that are traded in an active market are classified as available-for-sale and are stated at fair value. The reporting unit also has investments in unlisted shares that are not traded in an active market but that are also classified as available-for-sale financial assets and stated at fair value. Gains and losses arising from changes in fair value are recognised in other comprehensive income and accumulated in the investments revaluation reserve, with the exception of impairment losses, interest calculated using the effective interest method, and foreign exchange gains and losses on monetary assets, which are recognised in profit or loss. Where the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Dividends on available-for-sale equity instruments are recognised in profit or loss when the reporting unit right to receive the dividends is established. The fair value of available-for-sale monetary assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. The foreign exchange gains and losses that are recognised in profit or loss are determined based on the amortised cost of the monetary asset. Other foreign exchange gains and losses are recognised in other comprehensive income

Note 1: Summary of Significant Accounting Policies (cont.)

Fair value through profit or loss

Financial assets are classified as at fair value through profit or loss when the financial asset is either held for trading or it is designated as at fair value through profit or loss.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition, it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial asset other than a financial asset held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial asset forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting unit's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'other gains and losses' line item in the statement of comprehensive income.

Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity dates that the reporting unit has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment.

Loan and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Note 1: Summary of Significant Accounting Policies (cont.)

Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, when appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest rate basis except for debt instruments other than those financial assets that are recognised at fair value through profit or loss.

Impairment of financial assets

Financial assets, other than those at fair value through profit or loss, are assessed for impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the reporting units past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of 60 days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at amortised cost, the amount of the impairment loss recognised is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

When an available-for-sale financial asset is considered to be impaired, cumulative gains or losses previously recognised in other comprehensive income are reclassified to profit or loss in the period.

Note 1: Summary of Significant Accounting Policies (cont.)

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

In respect of available-for-sale equity securities, impairment losses previously recognised in profit or loss are not reversed through profit or loss. Any increase in fair value subsequent to an impairment loss is recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. In respect of available-for-sale debt securities, impairment losses are subsequently reversed through profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss.

Derecognition of financial assets

The reporting unit derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss.

1.19 Financial liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities. Financial liabilities are recognised and derecognised upon 'trade date'.

Fair value through profit or loss

Financial liabilities are classified as at fair value through profit or loss when the financial liability is either held for trading or it is designated as at fair value through profit or loss.

A financial liability is classified as held for trading if:

- it has been acquired principally for the purpose of repurchasing it in the near term; or
- on initial recognition, it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or

Note 1: Summary of Significant Accounting Policies (cont.)

- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting units documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

Financial liabilities at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item in the statement of comprehensive income.

Other financial liabilities

Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

Derecognition of financial liabilities

The reporting unit's derecognises financial liabilities when, and only when, the reporting unit's obligations are discharged, cancelled or they expire. The difference between the carrying amounts of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

1.20 Contingent liabilities and contingent assets

Contingent liabilities and contingent assets are not recognised in the Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

1.21 Land, buildings, plant and equipment

Asset recognition threshold

Purchases of land, buildings, plant and equipment are recognised initially at cost in the Statement of Financial Position. The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

Note 1: Summary of Significant Accounting Policies (cont.)

Revaluations—land and buildings

Following initial recognition at cost, land and buildings are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed with sufficient frequency such that the carrying amount of assets do not differ materially from those that would be determined using fair values as at the reporting date.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reversed a previous revaluation decrement of the same asset class that was previously recognised in the surplus/deficit. Revaluation decrements for a class of assets are recognised directly in the profit or loss except to the extent that they reverse a previous revaluation increment for that class. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the asset is restated to the revalued amount.

Depreciation

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful life using, in all cases, the straight-line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

	2017	2016
Land & Buildings	40 years	40 years
Plant and equipment	4 to 40 years	4 to 40 years

Derecognition

An item of land, buildings, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit and loss.

1.22 Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at its cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at fair value. Gains and losses arising from changes in the fair value of investment properties are included in profit and loss in the period in which they arise.

Note 1: Summary of Significant Accounting Policies (cont.)

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

1.23 Impairment for non-financial assets

All assets are assessed for impairment at the end of each reporting period to the extent that there is an impairment trigger. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Association were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

1.24 Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the non-current asset is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their previous carrying amount and fair value less costs of disposal.

1.25 Taxation

Shop, Distributive and Allied Employees' Association N.S.W. Branch is exempt from income tax under section 50.1 of the Income Tax Assessment Act 1997 however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

Note 1: Summary of Significant Accounting Policies (cont.)

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

1.26 Fair value measurement

Shop, Distributive and Allied Employees' Association N.S.W. Branch measures financial instruments, such as, financial asset as at fair value through the profit and loss, available for sale financial assets, and non-financial assets such as land and buildings and investment properties, at fair value at each balance sheet date. Also, fair values of financial instruments measured at amortised cost are disclosed in Note 16A.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Association. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

Shop, Distributive and Allied Employees' Association N.S.W. Branch uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3—Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Note 1: Summary of Significant Accounting Policies (cont.)

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Shop, Distributive and Allied Employees' Association N.S.W. Branch determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as land and buildings and investment properties. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. For the purpose of fair value disclosures, the Shop, Distributive and Allied Employees' Association N.S.W. Branch has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

1.27 Going concern

Shop, Distributive and Allied Employees' Association N.S.W. Branch is not reliant on the agreed financial support of another reporting unit to continue on a going concern basis.

Shop, Distributive and Allied Employees' Association N.S.W. Branch has not agreed to provide financial support to another reporting unit to ensure they can continue on a going concern basis.

Note 2: Changes to Accounting policies

Due to consolidation between the Shop, Distributive and Allied Employees' Association N.S.W. Branch and subsidiary entity (Note 18 & 19), new accounting policies have been applied. Consolidation has been performed under *AASB10 Consolidated Financial Statements* and new accounting policies have been based on this standard.

Upon applying, *AASB10 Consolidated Financial Statements*, it has been necessary for the Shop, Distributive and Allied Employees' Association N.S.W. Branch to change the presentation of the financial statements and notes to include information for both group and parent entities.

AASB108 Accounting Policies, Changes in Accounting Estimates and Errors allows retrospective application of comparative figures for prior periods. Consolidated comparative figures have been generated on a retrospective basis. There have been no changes to the comparative figures for the parent entity.

The consolidation of entities has not resulted in any adjustments being made to comparative figures of the parent.

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**NOTES TO THE FINANCIAL STATEMENTS
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Note 3: Events after the reporting period

There were no events that occurred after 30 June 2017, and/or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of Shop, Distributive and Allied Employees' Association N.S.W. Branch.

	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 4 Income				
Note 4A: Capitation fees				
Capitation fees	-	-	-	-
Total capitation fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Note 4B: Levies				
Levies	-	-	-	-
Total levies	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Note 4C: Interest				
Deposits	254,453	239,403	10	7
Loans	-	-	-	-
Total interest	<u>254,453</u>	<u>239,403</u>	<u>10</u>	<u>7</u>
Note 4D: Rental revenue				
Properties	1,162,614	1,105,772	-	-
Other	-	-	-	-
Total rental revenue	<u>1,162,614</u>	<u>1,105,772</u>	<u>-</u>	<u>-</u>
Note 4E: Grants or donation				
Grants	-	-	-	-
Donations	-	-	-	-
Total grants or donations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Note 4F: Net gains from sale of assets				
Land and buildings	-	-	-	-
Plant and equipment	23,047	62,098	-	-
Intangibles	-	-	-	-
Total net gain from sale of assets	<u>23,047</u>	<u>62,098</u>	<u>-</u>	<u>-</u>

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 5 Expenses				
Note 5A: Employee expenses				
Holders of office:				
Wages and salaries	328,053	271,981	-	-
Superannuation	88,147	75,205	-	-
Leave and other entitlements	-	23,067	-	-
Separation and redundancies	-	-	-	-
Other employee expenses	61,537	36,685	-	-
Subtotal employee expenses holders of office	477,737	406,938	-	-
Employees other than office holders:				
Wages and salaries	5,102,904	5,210,349	-	-
Superannuation	526,999	533,595	-	-
Leave and other entitlements	766,645	704,990	-	-
Separation and redundancies	-	-	-	-
Other employee expenses	684,284	644,432	-	-
Subtotal employee expenses employees other than office holders	7,080,832	7,093,366	-	-
Total employee expenses	7,558,569	7,500,304	-	-
Note 5B: Capitation fees				
Capitation fees	-	-	-	-
Total capitation fees	-	-	-	-
Note 5C: Affiliation fees				
SDA National Office	1,436,067	1,393,869	1,436,067	1,393,869
SDA National Office – International Fund	215,410	209,080	215,410	209,080
ALP NSW	254,795	249,750	254,795	249,750
ALP ACT	7,186	7,878	7,186	7,878
Labor Council NSW	197,164	194,634	197,164	194,634
Labor Council ACT	1,578	1,530	1,578	1,530
Labor Council South Coast	2,911	2,874	2,911	2,874
Total affiliation fees/subscriptions	2,115,111	2,059,615	2,115,111	2,059,615

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 5D: Administration expenses				
Consideration to employers for payroll deductions	1,477,589	1,550,699	-	-
Compulsory levies				
ACTU IR Campaign Levy	819	59,989	819	59,989
Fees/allowances - meeting and conferences	98,777	56,847	98,777	56,847
Conference and meeting expenses	785,916	852,243	710,688	787,094
Accommodation & Travel	149,116	192,863	-	-
Contractors & Consultants	401,946	414,688	-	-
Membership Propagation Expense	758,011	890,492	758,011	890,492
Journal Costs	352,428	466,398	352,428	466,398
Textbook, Scholarships & Teap Payments	54,696	84,871	54,696	84,874
Occupancy Expenses	977,478	1,018,716	-	-
Printing, Postage & Stationery	192,083	235,163	-	-
Telephone	169,117	169,401	-	-
Insurance	667,345	628,017	-	-
Motor Vehicle	447,445	430,992	-	-
Other	624,846	649,438	124,114	172,110
Subtotal administration expense	7,157,612	7,700,817	2,099,533	2,517,804
Operating lease rentals:				
Minimum lease payments	345,640	357,140	-	-
Total administration expenses	7,503,252	8,057,957	2,099,533	2,517,804

Note: Compulsory Levy

A compulsory levy of \$1 per member was made by the Shop, Distributive and Allied Employees' Association N.S.W. Branch for Branch contribution to the ACTU IR Campaign Levy during the 2015/16 year. The purpose of the levy was to promote the aims and activities undertaken by trade unions.

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 5E: Grants or donations				
Grants:				
Total paid that were \$1,000 or less	-	-	-	-
Total paid that exceeded \$1,000	-	-	-	-
Donations:				
Total paid that were \$1,000 or less	8,905	6,272	4,164	2,173
Total paid that exceeded \$1,000	14,212	104,236	4,243	92,728
Total grants or donations	23,117	110,508	8,407	94,901

Note 5F: Depreciation and amortisation

Depreciation				
Land & buildings	249,858	250,542	-	-
Property, plant and equipment	560,667	566,248	-	-
Total depreciation	810,525	816,790	-	-
Amortisation				
Intangibles	-	-	-	-
Total amortisation	-	-	-	-
Total depreciation and amortisation	810,525	816,790	-	-

Note 5G: Legal costs

Litigation	8,876	1,445	-	-
Other legal matters	145,767	204,759	-	-
Total legal costs	154,643	206,204	-	-

Note 5H: Other expenses

Penalties - via RO Act or RO Regulations	-	-	-	-
Total other expenses	-	-	-	-

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**NOTES TO THE FINANCIAL STATEMENTS
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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 6 Current Assets				
Note 6A: Cash and Cash Equivalents				
Cash on hand	1,650	1,450	200	-
Cash at bank	1,480,889	913,605	33,361	41,124
Short term deposits	10,115,048	9,446,984	-	-
Other	-	-	-	-
Total cash and cash equivalents	11,597,587	10,362,039	33,561	41,124
Note 6B: Trade and Other Receivables				
Receivables from other reporting unit(s)				
	-	-	-	-
Total receivables from other reporting unit(s)	-	-	-	-
Less provision for doubtful debts				
	-	-	-	-
Total provision for doubtful debts	-	-	-	-
Receivable from other reporting unit(s) (net)	-	-	-	-
Other receivables:				
GST receivable from the Australian Taxation Office	-	-	-	-
Other trade receivables	1,179,532	1,216,775	58,520	50,313
Total other receivables	1,179,532	1,216,775	58,520	50,313
Total trade and other receivables (net)	1,179,532	1,216,775	58,520	50,313
Note 6C: Other Current Assets				
Prepayments	1,298,510	1,272,715	1,226,979	1,175,856
Total other current assets	1,298,510	1,272,715	1,226,979	1,175,856

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 7: Non-current Assets				
Note 7A: Land and buildings				
Land and buildings:				
fair value	9,874,600	9,994,305	-	-
accumulated depreciation	(457,982)	(271,500)	-	-
Total land and buildings	9,416,618	9,722,805	-	-

Reconciliation of the Opening and Closing Balances of Land and Buildings

As at 1 July				
Gross book value	9,994,305	9,994,305	-	-
Accumulated depreciation and impairment	(271,500)	(20,958)	-	-
Net book value 1 July	9,722,805	9,973,347	-	-
Additions:				
By purchase	-	-	-	-
From acquisition of entities (including restructuring)	-	-	-	-
Revaluations	(119,705)	-	-	-
Impairments	-	-	-	-
Depreciation expense	(186,482)	(250,542)	-	-
Other movement:	-	-	-	-
Disposals:				
From disposal of entities (including restructuring)	-	-	-	-
Other	-	-	-	-
Net book value 30 June	9,416,618	9,722,805	-	-
Net book value as of 30 June represented by:				
Gross book value	9,874,600	9,994,305	-	-
Accumulated depreciation and impairment	(457,982)	(271,500)	-	-
Net book value 30 June	9,416,618	9,722,805	-	-

The fair value of land and buildings is included within level 2.

The revalued land and buildings consist of commercial property and carparking spaces held within N.S.W. and the A.C.T. Management determined that these constitute one class of asset under AASB 13, based on the nature, characteristics and risks of the property.

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Note 7: Non-Current Assets

Note 7A: Land and buildings (cont.)

Fair value of the properties was determined by using direct comparison on a rate per square metre of lettable area supported by the capitalisation of net income method. This means that it utilises sales that have been analysed on a rate /m² of strata area basis and compares the equivalent rates to the subject to establish the property's current market value. As at the date of revaluation, 30 June 2017, the properties' fair values are based on valuations performed by; Mark Willers of LandMark White and Timothy Heaton of CBRE Valuation & Advisory Services, an accredited independent valuer with a recognised professional qualification in Australian Property Institute and with recent experience in the location and category of the investment property being valued.

A significant increase (decrease) in estimated price per square metre in isolation would result in a significantly higher (lower) fair value.

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Note 7: Non-Current Assets	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$

Note 7B: Plant and equipment

Plant and equipment:

at cost	3,796,694	3,781,152	-	-
accumulated depreciation	(2,798,296)	(2,509,069)	-	-
Total plant and equipment	998,398	1,272,083	-	-

Reconciliation of the Opening and Closing Balances of Plant and Equipment

As at 1 July				
Gross book value	3,781,152	3,890,125	-	-
Accumulated depreciation and impairment	(2,509,069)	(2,289,784)	-	-
Net book value 1 July	1,272,083	1,600,341	-	-
Additions:				
By purchase	323,347	252,174	-	-
From acquisition of entities (including restructuring)	-	-	-	-
Impairments	-	-	-	-
Depreciation expense	(556,127)	(561,969)	-	-
Other movement:	-	-	-	-
Disposals:				
From disposal of entities (including restructuring)	-	-	-	-
Other	(40,905)	(18,463)	-	-
Net book value 30 June	998,398	1,272,083	-	-
Net book value as of 30 June represented by:				
Gross book value	3,796,694	3,781,152	-	-
Accumulated depreciation and impairment	(2,798,296)	(2,509,069)	-	-
Net book value 30 June	998,398	1,272,083	-	-

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Note 7: Non-Current Assets	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 7C: Investment Property				
Property				
Opening balances as at 1 July	16,102,000	16,102,000	-	-
Additions	-	-	-	-
Net gain/(Loss) from fair value adjustment	11,807,500	-	-	-
Closing balance as at 30 June	27,909,500	16,102,000	-	-
Lease Incentive				
Opening balances as at 1 July	4,579,223	4,579,223	-	-
Additions	74,375	-	-	-
Amortisation of lease incentive	(3,015,473)	(2,557,550)	-	-
Closing balance as at 30 June	1,638,125	2,021,673	-	-
Total Investment Property	29,547,625	18,123,673	-	-

Property valuations were performed by Mark Willers of LandMark White, an accredited independent valuer with a recognised and relevant professional qualification and with recent experience in the location and category of the investment property being valued.

The fair value of completed investment property has been determined on a market value basis in accordance with International Valuation Standards (IVS), as set out by the International Valuation Standards Council (IVSC). In arriving at their estimates of market values, the valuers have used their market knowledge and professional judgement and not only relied on historical transactional comparables.

The highest and best use of the investment properties is not considered to be different from its current use.

Additions during the year relate to improvements on commercial property. This forms part of the lease incentive.

Rental income earned and received from the investment properties during the year was \$1,615,202 (2016: \$1,556,090).

Direct expenses incurred in relation to the investment properties that generated rental income during the year was \$517,358 (2016: \$544,848). During the year and as at the year-end, no restrictions on the realisability of investment property or the remittance of income and proceeds of disposal were present. The Association does not have any contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

The fair value of the investment property is included within level 2.

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 7: Non-Current Assets				
Note 7D: Other Investments				
Deposits	-	-	-	-
Other	-	-	-	-
Total other investments	-	-	-	-
Note 7E: Other Non-Current Assets				
Prepayments	88,707	100,525	-	-
Other	-	-	-	-
Total other non-financial assets	88,707	100,525	-	-
Note 8: Current Liabilities				
Note 8A: Trade payables				
Trade creditors and accruals	553,248	576,385	51,689	21,546
Operating lease rentals	-	-	-	-
Subtotal trade creditors	553,248	576,385	51,689	21,546
Payables to other reporting unit(s)	-	-	-	-
Subtotal payables to other reporting unit(s)	-	-	-	-
Total trade payables	553,248	576,385	51,689	21,546
Note 8B: Other payables				
Wages and salaries	-	-	-	-
Superannuation	-	-	-	-
Consideration to employers for payroll deductions	-	-	-	-
Legal costs	-	-	-	-
Prepayments received/unearned revenue	-	-	-	-
GST payable	(11,967)	(17,554)	(2,231)	(1,959)
Other	-	-	-	-
Total other payables	(11,967)	(17,554)	(2,231)	(1,959)
Total other payables are expected to be settled in:				
No more than 12 months	(11,967)	(17,554)	(2,231)	(1,959)
More than 12 months	-	-	-	-
Total other payables	(11,967)	(17,554)	(2,231)	(1,959)

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 9: Provisions				
Note 9A: Employee Provisions				
Office Holders:				
Annual leave	71,270	63,301	-	-
Long service leave	133,725	145,275	-	-
Separations and redundancies	-	-	-	-
Other	-	-	-	-
Subtotal employee provisions—office holders	204,995	208,576	-	-
Employees other than office holders:				
Annual leave	767,267	841,046	-	-
Long service leave	1,478,102	1,426,198	-	-
Separations and redundancies	-	-	-	-
Other	-	-	-	-
Subtotal employee provisions—employees other than office holders	2,245,369	2,267,244	-	-
Total employee provisions	2,450,364	2,475,820	-	-
Current	2,431,161	2,445,838	-	-
Non-Current	19,203	29,982	-	-
Total employee provisions	2,450,364	2,475,820	-	-
Note 10: Non-current Liabilities				
Note 10A: Other non-current liabilities				
	-	-	-	-
Total other non-current liabilities	-	-	-	-
Note 11: Equity				
Note 11A: General Funds				
Asset Revaluation Reserve				
Balance as at start of year	5,683,423	5,683,423	-	-
Transferred to reserve	11,751,171	-	-	-
Transferred out of reserve	-	-	-	-
Balance as at end of year	17,434,594	5,683,423	-	-
Total Reserves	17,434,594	5,683,423	-	-

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 11: Equity				
Note 11B: Other Specific disclosures - Funds				
Compulsory levy/voluntary contribution fund – if invested in assets				
	-	-	-	-
Other fund(s) required by rules				
Balance as at start of year	-	-	-	-
Transferred to reserve	-	-	-	-
Transferred out of reserve	-	-	-	-
Balance as at end of year	-	-	-	-

Note 12: Cash Flow

Note 12A: Cash Flow Reconciliation

Reconciliation of cash and cash equivalents as per Balance Sheet to Cash Flow Statement:

Cash and cash equivalents as per:

Cash flow statement	11,597,587	10,362,039	33,561	41,124
Balance sheet	11,597,587	10,362,039	33,561	41,124
Difference	-	-	-	-

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 12A: Cash Flow Reconciliation (cont.)				
Reconciliation of profit/(deficit) to net cash from operating activities:				
Profit/(deficit) for the year	348,198	490,270	21,896	37,583
Adjustments for non-cash items				
Depreciation/amortisation	810,525	816,790	-	-
Net write-down of non-financial assets	-	-	-	-
Fair value movements in investment property	-	-	-	-
Gain on disposal of assets	(23,047)	(62,098)	-	-
Changes in assets/liabilities				
(Increase)/decrease in net receivables	36,971	(346,380)	(8,478)	103,073
(Increase)/decrease in prepayments	(13,978)	(106,995)	(51,124)	(114,084)
Increase/(decrease) in supplier payables	(17,277)	(40,684)	30,143	7,827
Increase/(decrease) in other payables	-	-	-	-
Increase/(decrease) in employee provisions	(25,457)	209,218	-	-
Increase/(decrease) in other provisions	-	-	-	-
Net cash from (used by) operating activities	1,115,935	960,121	(7,563)	34,399

Note 12B: Cash flow information

Cash inflows				
Shop Distributive & Allied Employees' Association National Office	50,119	8,973	-	-
Shop Distributive & Allied Employee's N.S.W. Deductions Account Office			3,820,133	4,304,439
Total cash inflows	19,499,048	19,310,880	4,602,196	4,698,893
Cash outflows				
Shop Distributive & Allied Employees' Association National Office	1,711,844	1,791,711	1,706,162	1,726,510
Shop Distributive & Allied Employee's N.S.W. Deductions Account Office	-	-	-	-
Total cash outflows	18,263,500	18,068,729	4,609,759	4,664,494

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Consolidated		Parent	
2017	2016	2017	2016
\$	\$	\$	\$

Note 13 Contingent liabilities, assets and commitments

Note 13A: Commitments and contingencies

Operating lease commitments—as lessee

The operating leases (property, plant, equipment and a membership hosting system) are non-cancellable with terms of three to six years. Operating leases are paid quarterly or monthly in advance. The leases provide a right of renewal at which time all terms are renegotiated.

Future minimum rentals payable under non-cancellable operating leases as at 30 June are as follows:

Within one year	344,694	305,872	-	-
After one year but not more than five years	541,555	644,244	-	-
More than five years	-	-	-	-
	886,249	950,116	-	-

Operating lease commitments—as lessor

The association leases out its investment properties under operating leases (see note 7C). The future minimum lease income under non-cancellable leases are as follows

Future minimum rentals receivable under non-cancellable operating leases as at 30 June are as follows:

Within one year	1,238,060	1,295,305	-	-
After one year but not more than five years	2,497,425	3,287,966	-	-
After five years	-	-	-	-
	3,735,485	4,583,271	-	-

During the year, \$1,162,614 was recognised as rental income in profit or loss (2016: \$1,105,772)

Capital commitments

The Association is currently renovating an investment property. Total renovation costs are budgeted at \$200,000, with completion expected within a year. Currently the Association has incurred costs of \$74,375 (Note 7C). These costs are added to the lease incentive and will be amortised on a straight-line basis over the balance of the lease when renovations are completed.

Other contingent assets or liabilities (i.e. legal claims)

The Association is not aware of any contingent asset or liability.

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 14 Related party disclosures				
Note 14A: Related party transactions for the reporting period				
The following table provides the total amount of transactions that have been entered into with related parties for the relevant year.				
Revenue received from Shop Distributive & Allied Employees' Association National Office includes the following:				
<i>Reimbursements – Publication expenses</i>	-	4,750	-	-
<i>Reimbursements - Other</i>	50,119	4,223		
Revenue received from Shop Distributive & Allied Employees' Association N.S.W. Deductions Account Office includes the following:				
<i>Transfer of surplus</i>	-	-	3,820,113	4,304,439
Expenses paid to Shop Distributive & Allied Employees' Association National Office includes the following includes the following:				
<i>Affiliation fees</i>	1,436,067	1,393,869	1,436,067	1,393,869
<i>Donation – 2017 Election campaign levy</i>	-	68,910	-	68,910
<i>100% Pay week of action campaign</i>	-	17,933	-	-
<i>Intranet service costs</i>	-	28,326	-	-
<i>ACTU IR Campaign levy</i>	819	59,989	819	59,989
<i>Other</i>	5,682	18,326	-	-
Expenses paid to Shop Distributive & Allied Employees' Association National Office – International Fund includes the following includes the following:				
<i>Affiliation Fees – International Fund</i>	215,410	209,080	215,410	209,080
Expenses paid to Australian Labor Party N.S.W. includes the following includes the following:				
<i>Affiliation fees</i>	254,795	249,750	254,795	249,750
<i>Donations – 2017 Election campaign</i>	-	24,637	-	24,637
<i>Donations – Campaign lunches / dinners</i>	2,118	900	2,118	900
<i>Donations – Other</i>	2,188	-	2,188	-

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 14A: Related party transactions for the reporting period (cont.)				
Expenses paid to Australian Labor Party A.C.T. includes the following includes the following:				
<i>Affiliation fees</i>	7,185	7,878	7,185	7,878
<i>Donations – campaign levy</i>	3,080	-	3,080	-
Expenses paid Labor Council N.S.W. includes the following includes the following:				
<i>Affiliation fees</i>	197,164	197,164	197,164	194,634
Expenses paid Labor Council A.C.T. includes the following includes the following:				
<i>Affiliation fees</i>	1,578	1,530	1,578	1,530
Expenses paid Labor Council South Coast includes the following includes the following:				
<i>Affiliation fees</i>	2,911	2,874	2,911	2,874

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for sales and purchases at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 30 June 2017, the Shop Distributive and Allied Employees' Association N.S.W. Deductions Account Office has not recorded any impairment of receivables relating to amounts owed by related parties and declared person or body (2016: \$Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 14B: Key Management Personnel Remuneration for the Reporting Period (cont.)				
Short-term employee benefits				
Salary (including annual leave taken)	319,772	279,210	-	-
Annual leave accrued	16,163	11,941	-	-
Performance bonus	-	-	-	-
Non-Monetary (Motor vehicle & parking)	31,384	36,684	-	-
Total short-term employee benefits	367,319	327,835	-	-
Post-employment benefits:				
Superannuation	88,147	75,205	-	-
Total post-employment benefits	88,147	75,205	-	-
Other long-term benefits:				
Long-service leave	9,855	11,126	-	-
Total other long-term benefits	9,855	11,126	-	-
Termination benefits	-	-	-	-
Total	465,321	414,166	-	-

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Note 14B: Key Management Personnel Remuneration for the Reporting Period (cont.)

Key Management Personnel	Bernie Smith	Robert Tonkli	Narelle Atkins	Corrine Boyle	Total
Remuneration for 2017		Assistant Secretary	Organiser	Information Officer	
	Secretary	Secretary			
	\$	\$	\$	\$	\$
Short-term employee benefits					
Salary (including annual leave taken)	115,129	108,035	37,862	58,746	319,772
Honorarium	-	-	-	-	-
Annual leave accrued	5,535	5,185	3,470	1,973	16,163
Non-monetary (motor vehicle and parking)	14,226	17,158	-	-	31,384
Total short-term employee benefits	134,890	130,378	41,332	60,719	367,319
Post-employment benefits:					
Superannuation	24,944	20,298	6,098	36,807	88,147
Total post-employment benefits	24,944	20,298	6,098	36,807	88,147
Other long-term benefits:					
Long-service leave	4,974	1,055	900	2,926	9,855
Total other long-term benefits	4,974	1,055	900	2,926	9,855
Total	164,808	151,731	48,330	100,452	465,321

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Note 14B: Key Management Personnel Remuneration for the Reporting Period (cont.)

Key Management Personnel	Bernie Smith	Robert Tonkli	Corrine Boyle	Total
Remuneration for 2016	Secretary- Treasurer	Assistant Secretary	Information Officer	
	\$	\$	\$	\$
Short-term employee benefits				
Salary (including annual leave taken)	112,090	102,402	64,718	279,210
Honorarium	-	-	-	-
Annual leave accrued	5,581	5,719	641	11,941
Non-monetary (motor vehicle and parking)	14,320	17,115	5,249	36,684
Total short-term employee benefits	131,991	125,236	70,609	327,835
Post-employment benefits:				
Superannuation	24,190	22,377	28,638	75,205
Total post-employment benefits	24,190	22,377	28,638	75,205
Other long-term benefits:				
Long-service leave	4,607	3,796	2,723	11,126
Total other long-term benefits	4,607	3,796	2,723	11,126
Total	160,788	151,409	101,970	414,166

Note 15: Remuneration of Auditor

	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Value of the services provided				
Financial statement audit services	51,500	50,500	-	-
Other services	-	-	-	-
Total remuneration of auditors	51,500	50,500	-	-

No other services were provided by the auditors of the financial statements.

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Note 16: Financial Instruments

The Shop Distributive and Allied Employees' Association N.S.W. financial instruments consist primarily of deposits with banks, short term investments, accounts receivable and accounts payable. The totals for each category of financial Instruments are summarised in note 16A.

The Committee of Management has overall responsibility for the establishment and oversight of risk management policies. Main policies aim to minimise potential risk exposure by actively securing short to medium term cash flows through minimising exposure to financial markets. The Association currently does not hold any long term financial instruments. The Association does not actively engage in the trading of financial assets for speculative purposes.

The main risks faced by the Association consist of; credit risk, liquidity risk and market risk, which are outlined below.

a) Credit risk

Credit risk is the risk of financial loss to the Association if a counterparty to a financial instrument fails to meet its contractual obligations, and arises primarily from the Association's receivables and other financial assets.

i) Receivables

The Associations exposure to credit risk is influenced mainly by the individual characteristics of each customer or tenant. The Association takes reasonable steps to ensure the credit worthiness of tenants. None of the tenants were in arrears at balance sheet date and there is no indication that any present significant credit risk. The Association continuously monitors defaults of customers and incorporates this information into its credit risk policies.

ii) Cash and cash equivalents

the maximum exposure of these assets is shown in note 16D. The cash and cash equivalents are held with bank counterparties, all of which are located in Australia.

b) Liquidity risk

Liquidity risk is the risk that the Association will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash facilities are maintained to meet liabilities when due under both normal and stress conditions, without incurring any unacceptable losses. See note 16E

c) Market Risk

Market risk is the risk that changes in the market prices, such as foreign exchange rates, interest rates and equity prices will affect the Associations income or the value of its holdings of financial instruments. The Association aims to control and manage market risk exposures to acceptable levels, while optimising return. See note 16F

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Note 16: Financial Instruments (cont.)

d) Interest rate risk

The Associations interest rate risk arises primarily from investments in term deposits which are issued at fixed rates for 30-day and 90-day terms. Term deposits mature at regular intervals to smooth fluctuations in interest rates being offered. The majority of cash reserves are held in term deposits with the remainder held in variable rate at call cash accounts used to provide liquidity of funds.

Capital Management

In conjunction with the above risk policies, specifically those relating to financial instruments, the Association's policy is to maintain a strong capital base so as to sustain member, creditor and market confidence and to sustain future development of the unions activities. The Committee of Management monitors the return on capital and seeks to maintain a conservative position. There were no changes in the Associations approach to capital management during the year.

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 16A: Categories of Financial Instruments				
<i>Financial Assets</i>				
Fair value through profit or loss:				
Cash & Cash equivalents	11,597,587	10,362,039	33,561	41,124
Total	11,597,587	10,362,039	33,561	41,124
Held-to-maturity investments:				
	-	-	-	-
Total	-	-	-	-
Available-for-sale assets:				
	-	-	-	-
Total	-	-	-	-
Loans and receivables:				
Trade & other receivables	1,179,532	1,216,775	58,520	50,313
Total	1,179,532	1,216,775	58,520	50,313
Carrying amount of financial assets	12,777,119	11,578,814	92,081	91,437
<i>Financial Liabilities</i>				
Fair value through profit or loss:				
	-	-	-	-
Total	-	-	-	-
Other financial liabilities:				
Trade & other payables	541,281	558,831	49,458	19,587
Total	541,281	558,831	49,458	19,587
Carrying amount of financial liabilities	541,281	558,831	49,458	19,587

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR END**

	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 16B: Net Income and Expense from Financial Assets				
Held-to-maturity				
Interest revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Impairment	-	-	-	-
Gain/loss on disposal	-	-	-	-
Net gain/(loss) held-to-maturity	-	-	-	-
Loans and receivables				
Interest revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Impairment	-	-	-	-
Gain/loss on disposal	-	-	-	-
Net gain/(loss) from loans and receivables	-	-	-	-
Available for sale				
Interest revenue	-	-	-	-
Dividend revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Gain/loss recognised in equity	-	-	-	-
Amounts reversed from equity:				
Impairment	-	-	-	-
Fair value changes reversed on disposal	-	-	-	-
Gain/loss on disposal	-	-	-	-
Net gain/(loss) from available for sale	-	-	-	-
Fair value through profit and loss				
Held for trading:				
Change in fair value	-	-	-	-
Interest revenue	254,453	239,403	10	7
Dividend revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Total held for trading	-	-	-	-
Designated as fair value through profit and loss:				
Change in fair value	-	-	-	-
Dividend revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Total designated as fair value through profit and loss	-	-	-	-
Net gain/(loss) at fair value through profit and loss	254,453	239,403	10	7
Net gain/(loss) from financial assets	254,453	239,403	10	7

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	Consolidated		Parent	
	2017	2016	2017	2016
	\$	\$	\$	\$
Note 16B: Net Income and Expense from Financial Assets (cont.)				
The net income/expense from financial assets not at fair value from profit and loss is \$0 (2016: \$0).				
Note 16C: Net Income and Expense from Financial Liabilities				
At amortised cost				
Interest expense	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Gain/loss on disposal	-	-	-	-
Net gain/(loss) financial liabilities - at amortised cost	-	-	-	-
Fair value through profit and loss				
Held for trading:				
Change in fair value	-	-	-	-
Interest expense	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Total held for trading	-	-	-	-
Designated as fair value through profit and loss:				
Change in fair value	-	-	-	-
Interest expense	-	-	-	-
Total designated as fair value through profit and loss	-	-	-	-
Net gain/(loss) at fair value through profit and loss	-	-	-	-
Net gain/(loss) from financial liabilities	-	-	-	-

The net income/expense from financial liabilities not at fair value from profit and loss is \$ 0 (2016: \$0).

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**NOTES TO THE FINANCIAL STATEMENTS
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Consolidated		Parent	
2017	2016	2017	2016
\$	\$	\$	\$

Note 16D: Credit Risk

The Association is not exposed to any material credit risk.

The following table illustrates the entity's gross exposure to credit risk, excluding any collateral or credit enhancements.

Financial assets

Cash & cash equivalents	11,597,587	10,362,039	33,561	41,124
Trade receivables	1,179,532	1,216,775	58,520	50,313
Total	12,777,119	11,578,814	92,081	91,437

Financial liabilities

Trade payables	541,281	558,831	49,458	19,587
Total	541,281	558,831	49,458	19,587

In relation to the entity's gross credit risk the following collateral is held: nil

**Credit quality of financial instruments not past due or individually determined as impaired –
Consolidated**

	Not Past Due Nor Impaired 2017 \$	Past due or impaired 2017 \$	Not Past Due Nor Impaired 2016 \$	Past due or impaired 2016 \$
Cash & cash equivalents	11,597,587	-	10,362,039	-
Trade receivables	1,179,532	-	1,216,775	-
Total	12,777,119	-	11,578,814	-

**Credit quality of financial instruments not past due or individually determined as impaired -
Parent**

	Not Past Due Nor Impaired 2017 \$	Past due or impaired 2017 \$	Not Past Due Nor Impaired 2016 \$	Past due or impaired 2016 \$
Cash & cash equivalents	33,561	-	41,124	-
Trade receivables	58,520	-	50,313	-
Total	92,081	-	91,437	-

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Note 16D: Credit Risk (cont.)

Ageing of financial assets that were past due but not impaired for 2017

None of the Shop Distributive and Allied Employees' N.S.W. Branch's receivables were past due, and based on past default rates and minimal credit risk, the Association believes no impairment allowance is necessary.

Other financial assets consist of term deposits and at call accounts, held with the Commonwealth Bank of Australia, thus the Association believes no impairment allowance is necessary. As at 30 June 2017 the Association does not have any collective impairments on its cash and cash equivalents or receivables. None of the receivables lie outside Australia.

Ageing of financial assets that were past due but not impaired for 2016

None of the Shop Distributive and Allied Employees' N.S.W. Branch's were past due, and based on past default rates and minimal credit risk, the Association believes no impairment allowance is necessary.

Other financial assets consist of term deposits and at call accounts, held with the Commonwealth Bank of Australia, thus the Association believes no impairment allowance is necessary. As at 30 June 2016 the Association does not have any collective impairments on its cash and cash equivalents or receivables. None of the receivables lie outside Australia.

Note 16E: Liquidity risk

The Association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash facilities are maintained. The Association assess the liquidity risk as minimal as it holds sufficient financial assets to cover the expected contractual outflows.

Contractual maturities for financial liabilities 2017 - Consolidated

	On Demand	< 1 year \$	1– 2 years \$	2– 5 years \$	>5 years \$	Total \$
Trade Payables	541,281	-	-	-	-	541,281
Total	541,281	-	-	-	-	541,281

Maturities for financial liabilities 2016 – Consolidated

	On Demand	< 1 year \$	1– 2 years \$	2– 5 years \$	>5 years \$	Total \$
Trade Payables	558,831	-	-	-	-	558,831
Total	558,831	-	-	-	-	558,831

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Note 16E: Liquidity risk (cont.)

Contractual maturities for financial liabilities 2017 - Parent

	On Demand	< 1 year \$	1– 2 years \$	2– 5 years \$	>5 years \$	Total \$
Trade Payables	49,458	-	-	-	-	49,458
Total	49,458	-	-	-	-	49,458

Maturities for financial liabilities 2016 – Parent

	On Demand	< 1 year \$	1– 2 years \$	2– 5 years \$	>5 years \$	Total \$
Trade Payables	19,587	-	-	-	-	19,587
Total	19,587	-	-	-	-	19,587

Note 16F: Market risk

Interest Rate Risk

Interest rate risk is managed with a mixture of fixed and floating rate cash balances. At 30 June 2017, approximately 87.47% of the Association's cash balance is fixed.

The fixed rate instruments consist of 30 & 90-day term deposits and money market call account, shown in cash and cash equivalents (Note 6A). A one percent (1.0%) change in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. This analysis is performed on the same basis for 2016.

Sensitivity analysis of the risk that the entity is exposed to for 2017

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss \$	Equity \$
Interest rate risk	Increase	1.0%	101,150	101,150
Interest rate risk	Decrease	-1.0%	(101,150)	(101,150)

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Note 16F: Market risk (cont.)

Sensitivity analysis of the risk that the entity is exposed to for 2016

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss	Equity
			\$	\$
Interest rate risk	Increase	1.0%	94,470	94,470
Interest rate risk	Decrease	-1.0%	(94,470)	(94,470)

Price Risk

The Association is not exposed to any price risk.

Foreign Currency Risk

The Association is not exposed to fluctuations in foreign currencies.

Note 17 Fair value measurement

Note 17A: Financial assets and liabilities

Management of the reporting unit assessed that cash, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of financial assets and liabilities is included at the amount which the instrument could be exchanged in a current transaction between willing parties. The following methods and assumptions were used to estimate the fair values:

- Fair values of the reporting unit's interest-bearing borrowings and loans are determined by using a discounted cash flow method. The discount rate used reflects the issuer's borrowing rate as at the end of the reporting period. The own performance risk as at 30 June 2017 was assessed to be insignificant.
- Fair value of available-for-sale financial assets is derived from quoted market prices in active markets.
- Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Group based on parameters such as interest rates and individual credit worthiness of the customer. Based on this evaluation, allowances are taken into account for the expected losses of these receivables. As at 30 June 2017 the carrying amounts of such receivables, net of allowances, were not materially different from their calculated fair values.

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Note 17A: Financial assets and liabilities (cont.)

The Association measures and recognises the following assets at their fair value on a recurring basis after initial recognition:

- Available-for-sale financial assets; and
- Freehold land and building

The following table contains the carrying amounts and related fair values for the Shop, Distributive and Allied Employees' Association N.S.W Branch financial assets and liabilities:

Consolidated	Carrying amount 2017 \$	Fair value 2017 \$	Carrying amount 2016 \$	Fair value 2016 \$
Financial Assets				
Cash & cash equivalents	11,597,587	11,597,587	10,362,039	10,362,039
Receivables	1,179,532	1,179,532	1,216,775	1,216,775
Total	12,777,119	12,777,119	11,578,814	11,578,814
Financial Liabilities				
Payables	541,281	541,281	558,831	558,831
Total	541,281	541,281	558,831	558,831
Parent	Carrying amount 2017 \$	Fair value 2017 \$	Carrying amount 2016 \$	Fair value 2016 \$
Financial Assets				
Cash & cash equivalents	33,561	33,561	41,124	41,124
Receivables	58,520	58,520	50,313	50,313
Total	92,081	92,081	91,437	91,437
Financial Liabilities				
Payables	49,458	49,458	19,587	19,587
Total	49,458	49,458	19,587	19,587

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Note 17 Fair value measurement

Note 17B: Fair value hierarchy

The following table provide an analysis of financial and non-financial assets and liabilities that are measured at fair value, by fair value hierarchy.

Fair value hierarchy 30 June 2017

Fair value hierarchy – Consolidated 30 June 2017

	Date of valuation	Level 1	Level 2	Level 3
Assets measured at fair value		\$	\$	\$
Non-Financial Assets				
Land & Buildings	30 June 2017	-	9,416,618	-
Investment Property	30 June 2017		27,909,500	
Total			37,326,118	
Liabilities measured at fair value				
		-	-	-
Total		-	-	-

Fair value hierarchy – Consolidated 30 June 2016

	Date of valuation	Level 1	Level 2	Level 3
Assets measured at fair value		\$	\$	\$
Non-Financial Assets				
Land & Buildings	30 June 2016		9,722,805	
Investment Property	30 June 2014		16,102,000	
Total			25,824,805	
Liabilities measured at fair value				
		-	-	-
Total		-	-	-

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Note 17B: Fair value hierarchy (cont.)

Fair value hierarchy – Parent 30 June 2017

	Date of valuation	Level 1	Level 2	Level 3
Assets measured at fair value		\$	\$	\$
		-	-	-
Total		-	-	-
Liabilities measured at fair value				
		-	-	-
Total		-	-	-

Fair value hierarchy – Parent 30 June 2016

	Date of valuation	Level 1	Level 2	Level 3
Assets measured at fair value		\$	\$	\$
		-	-	-
Total		-	-	-
Liabilities measured at fair value				
		-	-	-
Total		-	-	-

Note 17C: Fair Value Hierarchy

Total amount disclosed in 2016 consolidated comparative figures was \$18,123,673 (parent: \$0). This comprised of investment property at fair value \$16,102,000 and carrying amount of lease incentive \$2,021,673.

In 2017 the fair value of investment property (consolidated) was \$27,909,500 and carrying amount of lease incentive was \$1,638,125 giving a total of \$29,547,625 (parent: \$0).

All investment properties held by the Shop, Distributive and Allied Employees' Association N.S.W. Branch were revalued in 2017 as per internal policy. No revaluations took place in year 2016

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Note 18: Business Combinations

Subsidiaries acquired

Name of entity	Principal activity	Date of acquisition	Control acquired %	Consideration transferred
2017:				
Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office	Preserving and enhancing the wages and working conditions of its members, and the promotion of the interests and rights of workers	Refer to Note 19	100	-
2016:				
No acquisitions	-	-	-	-
Consideration transferred				
			Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office	
2017:				
Cash				-
Total				-
2016:				
			No acquisitions	
Cash				-
Total				-

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Note 18: Business Combinations (cont.)

Assets acquired and liabilities assumed at the date of acquisition

	Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office	Total
2017:		
Current assets		
Cash and cash equivalents	10,320,915	10,320,915
Trade and other receivables	1,166,462	1,166,462
Other current assets	96,859	96,859
Non-current assets		
Land & buildings	9,722,805	9,722,805
Plant & equipment	1,272,083	1,272,083
Investment property	18,123,673	18,123,673
Other non-current assets	100,525	100,525
Current liabilities		
Trade and other payables	(539,243)	(539,243)
Employee provisions	(2,445,838)	(2,445,838)
Non-current liabilities		
Employee provisions	(29,982)	(29,982)
	37,788,259	37,788,259
	-	Total
2016:		
Current assets	-	-
Non-current assets	-	-
Current liabilities	-	-
Non-current liabilities	-	-
	-	-

Goodwill arising on acquisition

No goodwill was recorded on the acquisition of the Shop, Distributive and Allied Employees' N.S.W. Deductions Account Office.

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**NOTES TO THE FINANCIAL STATEMENTS
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Note 19: Information about subsidiaries

The consolidated financial statements of the Shop, Distributive and Allied Employees' Association N.S.W. Branch include:

Name of entity	Principal activity	Country of origin	Control 2017 %	Control 2016 %
Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account Office	Preserving and enhancing the wages and working conditions of its members, and the promotion of the interests and rights of workers	Australia	100	100

There are no other subsidiaries nor is there any non-controlling interests held by other parties.

As mentioned in the operating report, these reports represent the consolidation of;

- i) Shop, Distributive and Allied Employees' Association N.S.W. Branch
- ii) Shop, Distributive and Allied Employees' Association N.S.W. Deductions account Office

The Shop, Distributive and Allied Employees' Association N.S.W. Deductions Account office was established on 29 September 1981 to act in trust for, and continues to operate in trust for, the Shop, Distributive and Allied Employees' Association N.S.W. Branch.

In previous years each of these entities have lodged separate financial reports with the Registered Organisations Commission or its predecessor. The decision was made this year following consultation with the Registered Organisations Commission, to present a consolidated financial report, to ensure compliance with the request of the Registered Organisations Commission.

For the purposes of *AASB10 Consolidated Financial Statements*, the Shop, Distributive and Allied Employees' Association N.S.W. Branch considered whether it had control over its subsidiary entity before consolidation was performed. It was determined that effective control exists.

The Shop, Distributive and Allied Employees' Association N.S.W. Branch does not have any significant restrictions over the Group's ability to access or use the assets, and settle liabilities of the Group.

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Note 20: Section 272 Fair Work (Registered Organisations) Act 2009

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

Information to be provided to members or Commissioner:

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