



Australian Government
Australian Industrial Registry

Level 5, 11 Exhibition Street, Melbourne 3000,
GPO Box 1994, Melbourne 3001
Telephone: (03) 8661 7817
Fax: (03) 9655 0410

Mr Don Farrell
Secretary
Shop Distributive & Allied Employees' Association
South Australian Branch
PO Box 54
KENT TOWN SA 5071

Dear Mr Farrell,

**Re: Financial Reports for Year Ended 30 June 2006 - FR2006/395
Schedule 1 of the Workplace Relations Act 1996 (RAO Schedule)**

Thank you for the financial reports of Shop Distributive & Allied Employees' Association, South Australian Branch for the year ended 30 June 2006. The documents were lodged in the Industrial Registry on 15 December 2006.

The documents have been filed.

Loans, grants or donations

A statement of donations made by the Branch for the financial year ending 30 June 2006 was received in this office on 13 September 2006. The content of the statement has been noted and has been placed on a Registry file that is not available to the general public.

Auditor's Report - Qualification

I note that the auditor has included the following qualification in his report.

"Qualification

The attached financial report has been prepared using the accruals basis of accounting with the exception of member receipts. In common with other similar organisations, the Shop Distributive & Allied Employees Association South Australia Branch is not able to establish accounting control over receipts from members prior to their entry into the accounting records. As such my examination did not extend beyond amounts recorded in the accounting records of the Branch."

A similar qualification was set out in the Auditor's Report for the year ending 30 June 2005.

It appears the qualification goes to the extent of the audit procedures followed and not to the adequacy of the disclosures. Considering the requirements of s332 of Schedule 1 of the *Workplace Relations Act 1996* ("the Act"), it appears the qualification in the Auditor's Report is not a defect or irregularity referred to in s257(7) of Schedule 1 of the Act.

The following is to assist you when you next prepare financial reports, you do not need to take any further action in respect of the financial reports already lodged.

Date documents supplied to members

Could you please include in the Secretary's Certificate the date documents were supplied to the members. Whilst this is not expressly required by s268 of Schedule 1 of the Act, it can demonstrate compliance with the timescale requirements. The financial documents must be

provided to members at least 21 days before being presented to a general meeting – see s265(5)(a) of Schedule 1 of the Act

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

A copy of the financial report has been placed on the website maintained by the Industrial Registry at <http://www.e-airc.gov.au/006nsa>.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'R Pfeiffer', written in a cursive style.

for
Robert Pfeiffer
Assistant Team Manager
Statutory Services Branch, Melbourne

FR2006/395

Shop
Distributive
& Allied
Employees'
Association



14 December 2006

Industrial Registrar
Australian Industrial Registry
Riverside Centre
North Terrace
Adelaide SA 5000

South Australian Branch

Dear Sir

Financial Returns

The attached financial returns are submitted as required by the Workplace Relations Act 1996.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Don Farrell', written in a cursive style.

Don Farrell
Secretary

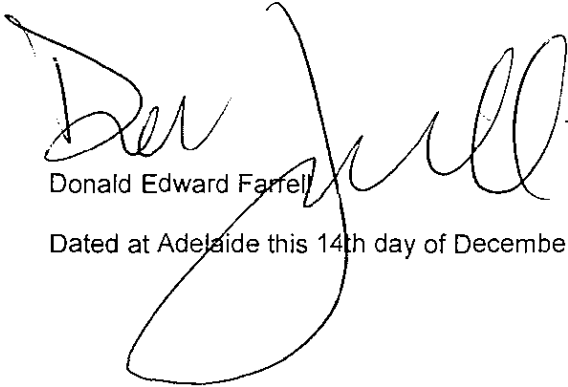
**SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
PRESCRIBED OFFICER'S CERTIFICATE**

I, Donald Edward Farrell of 1/69 Fullarton Road, Kent Town, South Australia certify that:

I am Secretary of the South Australian Branch of the Shop, Distributive and Allied Employees' Association.

The documents annexed hereto are the same documents presented to a General Meeting of the Branch held on 13th December 2006 and contain:

- (a) Independent Auditors report.
- (b) Committee of Management statement.
- (c) Operating report.
- (d) Statement of financial performance for the year ended 30 June 2006.
- (e) Statement of financial position as at 30 June 2006.
- (f) Statement of cash flows for the year ended 30 June 2006.
- (g) Notes to the financial statements for the year ended 30 June 2006.

A large, stylized handwritten signature in black ink, appearing to read 'Don Farrell', is written over the printed name and extends upwards and to the right.

Donald Edward Farrell

Dated at Adelaide this 14th day of December 2006

**INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF THE
SHOP DISTRIBUTIVE AND ALLIED EMPLOYEES ASSOCIATION
SOUTH AUSTRALIAN BRANCH**

(Registered under the Workplace Relations Act 1996)

SCOPE

The financial report comprises the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement, accompanying Notes to the Financial Statements, Statement by the Committee of Management and the Operating Report by the Secretary for the Shop Distributive & Allied Employees Association South Australian Branch for the year ended 30 June 2006.

The members of the Committee of Management are responsible for the preparation and fair presentation of the financial report in accordance with the Workplace Relations Act 1996. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The financial report has been prepared for distribution to the members of the Association for the purpose of fulfilling the requirements of subsections 265(1) and 265(5) of the Registration and Accountability of Organisations Schedule ("RAO") (Schedule 1B of the Workplace Relations Act 1996) in relation to the financial report and the independent auditors report. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

AUDIT APPROACH

I conducted an independent audit in order to express an opinion to the members of the association. My audit was conducted in accordance with Australian Accounting Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of the audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore an audit cannot guarantee that all material misstatements have been detected.

GEOFF SNOWBALL
Chartered Accountant

*Unit 8
26 The Parade West
Kent Town SA 5067*

*Facsimile
(08) 8363 0622*

*Telephone
(08) 8362 9247*

*Mobile
0408 082 051*

*Email
gws@senet.com.au*

ABN 51 433 751 193

I performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Workplace Relations Act 1996, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with my understanding of the Association's financial position, and of its performance as represented by the results of its operations and cash flows.

I formed my audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the accounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the committee

Whilst I considered the effectiveness of the committee's internal controls over financial reporting when determining the nature and extent of my procedures, my audit was not designed to provide assurance on internal controls.

INDEPENDENCE

In conducting my audit, I followed applicable independence requirements of Australian professional ethical pronouncements.

QUALIFICATION

The attached financial report has been prepared using the accruals basis of accounting with the exception of member receipts. In common with other similar organisations, the Shop Distributive & Allied Employees Association South Australian Branch is not able to establish accounting control over receipts from members prior to their entry into the accounting records. As such my examination did not extend beyond amounts recorded in the accounting records of the Branch.

AUDIT OPINION

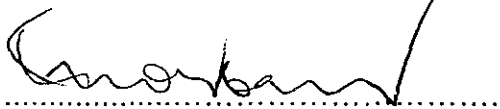
Subject to the above qualification, in my opinion

1. all information and explanations that, under Section 257 of the RAO Schedule, officers or employees of the Association were required to provide were provided;

2. the financial report of the Shop Distributive & Allied Employees Association South Australian Branch presents fairly in accordance with section 253 of the RAO Schedule, applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of the Shop Distributive & Allied Employees Association as at 30 June 2006 and the results of its operations and its cash flow for the year then ended, and
3. there were kept by the Association, in relation to the year, satisfactory accounting records including records of the sources and nature of the income of the organisation (including income from members) and records of the nature and purposes of the expenditure of the organisation

NAME OF FIRM :

GW SNOWBALL



.....

NAME OF PARTNER :

GEOFFREY WALTER SNOWBALL
Registered Company Auditor (No 5564)

DATE :

20 SEPTEMBER 2006

ADDRESS :

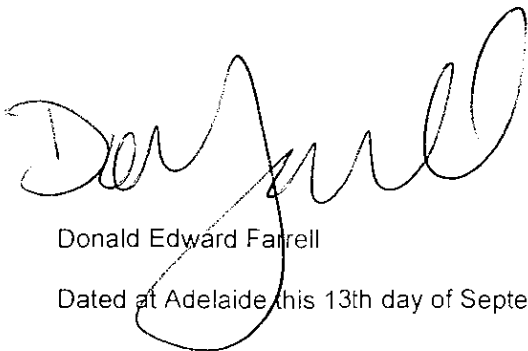
8/26 THE PARADE WEST KENT TOWN SA 5067

**SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
COMMITTEE OF MANAGEMENT STATEMENT**

On 13 September 2006 the Committee of Management of the Shop Distributive & Allied Employees' Association SA Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 30 June 2006:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe 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 organization 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 organization including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) where the organization consists of 2 or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organization; and
 - (v) the information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO schedule has been furnished to the member or Registrar; and
 - (vi) there has been compliance with any order for inspection of the financial records made by the Commission under section 273 of the RAO Schedule.

Signed on behalf of the Committee of Management:



Donald Edward Farrell

Dated at Adelaide this 13th day of September 2006

**SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
OPERATING REPORT**

Principal Activities

The union's principal activity during the year has been provision of industrial services to our members.

There have been no significant changes in the nature of this activity during the year.

Significant changes in the reporting unit's financial affairs during the year

There have been no significant changes in the union's financial affairs during the year.

The right of members to resign from the reporting unit under s174

Members have the right to resign as detailed in Rule 5 (Resignation, Clearances and Cessation of Membership) of the SA Branch Rules.

Any officer or member who is a trustee of a superannuation entity or an exempt public sector superannuation scheme or a director of a company that is a trustee of such an entity or scheme and where a criterion for the officer or member holding such a position is being an officer or member of a registered organization.

Donald Edward Farrell.

Any other information considered relevant

No other relevant information.

The number of members at the end of the financial year recorded in the register of members and taken to be members of the reporting unit;

20,856

The number of employees of the reporting unit at the end of the financial year measured on a full-time equivalent basis

7 employees

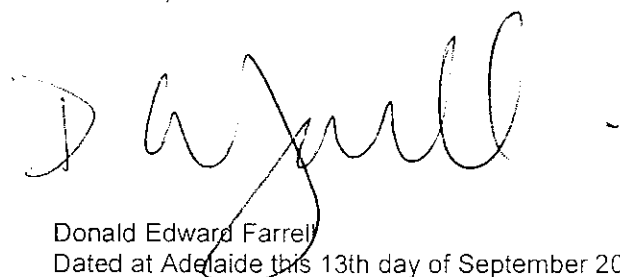
The name of each person who has been a member of the committee of management at any time during the financial year and the period for which he or she held the position.

Full year

Maree Appelkamp, Judith Ann Crisanti, Donald Edward Farrell, Marsha Hind, Melanie Jones, Lyn Rivers.

Part year

Bernard Vincent Finnigan (1/7/05 – 1/1/06), Justine Luders-Searle (1/7/05 – 28/2/06), Peter Malinauskas (1/1/06 – 30/6/06), Elizabeth Nicholson (1/7/05 – 20/6/06), Anne Revell (20/6/06 – 30/6/06).



Donald Edward Farrell

Dated at Adelaide this 13th day of September 2006

SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006	2005
		\$	\$
Revenue	3	1,047,401	881,795
Employee benefits expense	16	(300,058)	(280,862)
Depreciation and amortisation expenses		(7,920)	(9,620)
Other expenses		(731,455)	(602,590)
Finance costs	4	0	(36)
Profit from operations		<u>7,968</u>	<u>(11,314)</u>

The accompanying notes form part of these financial statements

SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
BALANCE SHEET FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006 \$	2005 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	<u>58,820</u>	<u>23,673</u>
TOTAL CURRENT ASSETS		<u>58,820</u>	<u>23,673</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	<u>351,308</u>	<u>344,417</u>
TOTAL NON-CURRENT ASSETS		<u>351,308</u>	<u>344,417</u>
TOTAL ASSETS		<u>410,128</u>	<u>368,089</u>
CURRENT LIABILITIES			
Trade and other payables	8	19,906	(755)
Provisions	9	<u>19,324</u>	<u>7,549</u>
TOTAL CURRENT LIABILITIES		<u>39,230</u>	<u>6,794</u>
NON-CURRENT LIABILITIES			
Provisions	9	<u>9,977</u>	<u>8,342</u>
TOTAL NON-CURRENT LIABILITIES		<u>9,977</u>	<u>8,342</u>
TOTAL LIABILITIES		<u>49,207</u>	<u>15,136</u>
NET ASSETS		<u>360,921</u>	<u>352,953</u>
EQUITY			
Reserves	10	125,000	125,000
Retained earnings		<u>235,921</u>	<u>227,953</u>
TOTAL EQUITY		<u>360,921</u>	<u>352,953</u>

The accompanying notes form part of these financial statements

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2004	239,267	30,000	269,267
Profit attributable to members	(11,314)		(11,314)
Revaluation of investment property		95,000	95,000
Balance at 30 June 2005	<u>227,953</u>	<u>125,000</u>	<u>352,953</u>
Profit attributable to members	7,968		7,968
Balance at 30 June 2006	<u><u>235,921</u></u>	<u><u>125,000</u></u>	<u><u>360,921</u></u>

The accompanying notes form part of these financial statements

**SHOP DISTRIBUTIVE & ALLIED EMPLOYEES ASSOCIATION SA BRANCH
FEDERAL ACCOUNTS
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2006**

	Note	2006 \$	2005 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members' subscriptions		565,654	539,941
Operating grants receipts		53,434	0
Affiliation fees received		405,677	320,196
Receipts from operations		7,896	17,856
Rent received		12,880	1,540
Payments to suppliers & employees		(993,852)	(967,803)
Interest received		1,860	2,262
Net Cash Flows Provided by operating activities	14	<u>53,549</u>	<u>(86,008)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds on sale		14,455	0
Purchase of property, plant and equipment		<u>(32,856)</u>	<u>0</u>
Net cash provided (used) by Investing Activities		<u>(18,402)</u>	<u>0</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		0	0
Repayment of borrowings		<u>0</u>	<u>0</u>
Net cash provided by (used in) financing activities		<u>0</u>	<u>0</u>
Net increase in cash held		35,147	(86,008)
Cash at beginning of year		<u>23,673</u>	<u>109,681</u>
Cash at end of year	6	<u><u>58,820</u></u>	<u><u>23,673</u></u>

The accompanying notes form part of these financial statements

SHOP DISTRIBUTIVE & ALLIED EMPLOYEES UNION SA BRANCH
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Workplace Relations Act 1996.

The financial report covers Shop Distributive & Allied Employees Union SA Branch as an individual entity. Shop Distributive & Allied Employees Union SA Branch is a State branch of a Federal Union.

The financial report of Shop Distributive & Allied Employees Union SA Branch as an individual entity complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the Union in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

First-time adoption of Australian Equivalents to International Financial Reporting Standards

Shop Distributive & Allied Employees Union SA Branch has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (AIFRS) from 1 July 2005.

In accordance with the requirements of AASB 1: First-time Adoption of Australian Equivalents to International Financial Reporting Standards, adjustments to the accounts resulting from the introduction of AIFRS have been applied retrospectively to 2005 comparative figures excluding cases where optional exemptions available under AASB 1 have been applied.

These accounts are the first financial statements of Shop Distributive & Allied Employees Union SA Branch to be prepared in accordance with AIFRS.

The accounting policies set out below have been consistently applied to all years presented. The entity has however elected to adopt the exemptions available under AASB1 relating to AASB 132: Financial Instruments: Disclosure and Presentation, and AASB 139: Financial Instruments: Recognition and Measurement.

Reconciliations of the transition from previous Australian GAAP to AIFRS have been included in Note 2 First-time Adoption to AIFRS to this report.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

a) **Income Tax**

The Union is exempt from Income Tax under division 50, section 50-15 of the Income Tax Assessment Act 1997.

b) **Property, Plant and Equipment**

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

c) **Plant and Equipment**

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

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

The cost of fixed assets constructed within the entity includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Union and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, is depreciated on a straight-line basis over their useful lives, commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Motor Vehicles	25%
Office Equipment	20%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

d) **Impairment of Assets**

At each reporting date, the Union reviews the carrying values of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the Union estimates the recoverable amount of the cash-generating unit to which the asset belongs.

e) **Employee Benefits**

Provision is made for the Union's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

f) **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

g) **Revenue**

Revenue from membership subscriptions are recognised as revenue at the later of receipt and the commencement of the accounting year to which they relate.

Affiliation fees, interest revenue and rental income are recognised as they are received.

All revenue is stated net of the amount of Goods and Services Tax (GST).

h) **Goods and Services Tax (GST)**

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

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

i) **Comparative Figures**

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

Critical Accounting Estimates and Judgements

The committee members evaluate estimates and judgements 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 Union.

Note 2: First-time Adoption of Australian Equivalents to International Financial Reporting Standards

On transition to AIFRS, there are no adjustments to equity or profit or loss between previous Australian GAAP and AIFRS.

	2006 \$	2005 \$
Note 3: Revenue		
Operating activities		
--- Membership subscriptions	565,654	539,941
--- Affiliation fees	405,677	320,106
--- Grants received	53,434	0
--- Interest income	1,860	2,262
--- Rent received	12,880	1,540
--- Other income	7,896	17,856
	1,047,401	881,795

Note 4: Profit

a. **Expenses**

Finance Costs:

--- External	-	36
Total finance costs	-	36
Gains/(Losses) on sale of assets		
--- Disposal of motor vehicles	(21)	-
--- Disposal of office equipment	(3,569)	-
Total gains/(losses) on sale of assets	(3,590)	-

Note 5: Auditors' Remuneration

Remuneration of the auditor of the Union for:

--- auditing or reviewing the financial report	5,000	5,000
--- taxation services		
--- due diligence services		
--- taxation services provided by related practice of auditor		

2006	2005
\$	\$

Note 6: Cash and Cash Equivalents

Cash at bank and in hand	400	400
Cash at bank	5,182	23,273
Short-term bank deposits	53,238	-
	<u>58,820</u>	<u>23,673</u>

The effective interest rate on short-term bank deposits was nil (2005 nil).

2006	2005
\$	\$

Note 7: Property, Plant and Equipment

Land & Buildings -- at valuation	<u>305,000</u>	<u>305,000</u>
Office Equipment -- at cost	22,862	35,992
Accumulated depreciation	<u>(13,097)</u>	<u>(25,336)</u>
	<u>9,765</u>	<u>10,656</u>
Motor Vehicles -- at cost	45,813	46,051
Accumulated depreciation	<u>(9,270)</u>	<u>(17,290)</u>
	<u>36,543</u>	<u>28,761</u>
Total Property, Plant and Equipment	<u><u>351,308</u></u>	<u><u>344,417</u></u>

Movements in carrying amounts

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

	Land & Buildings \$	Office Equipment \$	Motor Vehicles \$	Total \$
Balance at the beginning of year (1 July 2005)	305,000	10,656	28,761	344,417
Additions	-	4,848	28,008	32,856
Disposals	-	(3,569)	(14,476)	(18,045)
Depreciation expenses	-	(2,170)	(5,750)	(7,920)
Carrying amount at the end of year (30 June 2006)	<u>305,000</u>	<u>9,765</u>	<u>36,543</u>	<u>351,308</u>

Movements in carrying amounts

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

	Land & Buildings \$	Office Equipment \$	Motor Vehicles \$	Total \$
Balance at the beginning of year (1 July 2004)	210,000	13,106	35,931	259,037
Additions	-	-	-	-
Disposals	-	-	-	-
Revaluation	95,000	-	-	95,000
Depreciation expense	-	(2,450)	(7,170)	(9,620)
Carrying amount at the end of year (30 June 2005)	<u>305,000</u>	<u>10,656</u>	<u>28,761</u>	<u>344,417</u>

2006 **2005**
\$ **\$**

Note 8: Trade and Other Payables Current

Trade payables	17,969	2,378
GST payable	1,938	(3,134)
	19,907	(756)

Note 9: Provisions

	Annual Leave \$	Long Service Leave \$	Total \$
Opening balance at 1 July 2005	7,549	8,342	15,891
Additional provisions raised during the year	24,761	1,635	26,396
Amounts used	(12,986)	-	(12,986)
Balance at 30 June 2006	19,324	9,977	29,301

2006 **2005**
\$ **\$**

Analysis of Total Provisions

Current	19,324	7,549
Non-current	9,977	8,342
	29,301	15,891

Provision Employee Benefits

A provision has been recognised for employee benefits relating to long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been included in Note 1.

Note 10: Reserves

Asset Revaluation Reserve

The asset revaluation reserve records revaluation increments on revaluation of the investment property.

Note 11: Contingent Liabilities and Contingent Assets

The Union did not have business insurance in place (except for motor vehicles) for the period May 2003 to September 2004. This position may give rise to a liability in the event that a claim is made relating to any incident during that period. The Union is unable to quantify the extent of any potential liability.

Note 12: Events after the Balance Sheet Date

Legal action has been commenced against another party to recover an amount of \$70,135.90 but the outcome cannot be predicted at this stage.

Note 13: Related Party Transactions

The 2005/2006 Committee of Management comprised:

Full year

Maree Appelkamp, Judith Ann Crisanti (President), Donald Edward Farrell (Secretary), Marsha Hind, Melanie Jones, Lyn Rivers.

Part year

Bernard Vincent Finnigan (Assistant Secretary 1/7/05 – 1/1/06), Justine Luders-Searle (1/7/05 – 28/2/06), Peter Malinauskas (Assistant Secretary 1/1/06 – 30/6/06), Elizabeth Nicholson (1/7/05 – 20/6/06), Anne Revell (20/6/06 – 30/6/06).

No committee member holding office received remuneration for holding office.

All other transactions entered into the Union with the Office Bearers and Councillors were those undertaken on the same terms and conditions as available to members.

2006	2005
\$	\$

Note 14: Cash Flow Information**Reconciliation of Cash Flow from Operations with Profit from Operations**

Profit/(Loss)	7,967	(11,314)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
--- Depreciation	7,920	9,620
--- Net gain on disposal of property, plant and equipment	3,590	-
Changes in assets and liabilities		
--- Increase/(decrease) in trade and other payables	20,662	(65,178)
--- Increase/(decrease) in employee benefits	13,409	(19,136)
--- Increase in property, plant and equipment	(18,402)	-
	35,146	(86,008)

Note 15: Financial Instruments

a) **Financial Risk Management**

The Union's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments and accounts payable.

The Union does not have any derivative instruments at 30 June 2006.

i) Treasury Risk Management

A finance committee consisting of senior committee members meet on a regular basis to analyse currency and interest rate exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

ii) Financial Risks

The main risks the Union is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

Interest rate risk is the risk that a financial instrument's value will fluctuate as a result of changes in market rates.

Foreign currency risk

The Union is not exposed to fluctuations in foreign currencies.

Liquidity risk

The Union manages liquidity risk by monitoring forecast cash flows and ensuring that adequate unutilised borrowing facilities are maintained.

Credit risk

The Union is not exposed to any material credit risk.

Price risk

The Union is not exposed to any material commodity price risk.

b) **Interest Rate Risk**

The Union's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Fixed Interest Rate Maturing							
			Floating Interest Rate Within 1 Year				1 to 5 Years		Non-Interest Bearing	
	2006 %	2005 %	2006 \$	2005 \$	2006 \$	2005 \$	2006 \$	2005 \$	2006 \$	2005 \$
Financial Assets:										
Cash	0.00	4.00	58,420	23,273						

	Weighted Average Effective Interest Rate		Fixed Interest Rate Maturing							
			Floating Interest Rate Within 1 Year				1 to 5 Years		Non-Interest Bearing	
	2006 \$	2005 \$	2006 \$	2005 \$	2006 \$	2005 \$	2006 \$	2005 \$	2006 \$	2005 \$
Financial Liabilities:										

c) Fair Values

The aggregate fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to the financial statements.

Note 16: Additional information required under Registrar’s reporting guidelines:

	2006 \$	2005 \$
Expense items		
Expenses incurred as consideration for employers making payroll deductions of membership subscriptions	58,423	56,447
Grants or donations	12,020	660
Employee benefits to holders of office	51,405	50,503
Employee benefits to employees (other than office holders)	248,653	230,359
Fees or allowances to persons in respect of their attendance as representatives at conferences or other meetings	11,539	12,031
Legal costs and other expenses related to litigation or other legal matters	3,833	8,134

Note 17: Union Details

The registered office and principal place of business of the Union is:

Shop, Distributive & Allied Employees Union SA Branch
 1/69 Fullarton Road
 KENT TOWN SA 5067

Note 18: Segment Reporting

The Association operates in South Australia, Northern Territory and New South Wales (Broken Hill only) and in one industry, being trade union activities for the benefit of its members.

Note 19: Information to be provided to members or the Registrar

In accordance with the requirements of subsection 272(5) of the RAO Schedule, the attention of members is drawn to the provisions of subsections (1), (2) and (3) of Section 272, which states as follows:

- (1) A member of a reporting unit, or a registrar, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- (2) The application must be in writing and must specify the period within which, and the manner in which the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
- (3) A reporting unit must comply with an application made under subsection (1).