



**Australian Government**

**Australian Industrial Registry**

Level 5, 11 Exhibition Street  
Melbourne, VIC 3000  
GPO Box 1994, Melbourne, VIC 3001  
Telephone: (03) 8661 7921  
Fax: (03) 9655 0410

Mr. Barry Tubner  
Secretary  
Textile Clothing and Footwear Union of Australia  
New South Wales South Australian Tasmanian Branch  
28 Anglo Road  
CAMPSIE, NSW, 2194

Email: [barry@tcfua.org.au](mailto:barry@tcfua.org.au)

Dear Mr. Tubner

**Re: Financial Reports for year ended 31 December 2006 – FR2006/648**

Thank you for providing further information in relation to the financial reports of the Textile Clothing and Footwear Union of Australia (New South Wales South Australian Tasmanian Branch) for the year ended 31 December 2006. The amended designated officer's certificate was received on 18 July and has been placed with the documents previously lodged in the Registry on 18 May 2007.

The financial report has now been filed.

If you wish to discuss the above matters please contact Ms Lina Starling of this office on (03) 8661 7921 or by e-mail at [lina.starling@air.gov.au](mailto:lina.starling@air.gov.au)

Yours sincerely,

A handwritten signature in black ink that reads "Iain Stewart".

Iain Stewart  
Manager, Team 3  
Statutory Services Branch

18 July 2007

TEXTILE CLOTHING & FOOTWEAR UNION OF AUSTRALIA  
(NSW BRANCH)

28 ANGLO ROAD CAMPSIE NSW 2194

Email: tcfuansw@tcfua.org.au

Ph : 02 9789 5233 • 02 9789 4477

Fax: 02 9787 1561

ABN 61 061 584 172

Secretary: Barry TUBNER

**FACSIMILE TRANSMISSION INFORMATION**

TO: AUSTRALIAN INDUSTRIAL REGISTRY.

FOR ATTENTION OF: MS LINA STARLING.

FROM: STEPHEN DAVIES.

TOTAL NUMBER OF PAGES: 2.  
(including cover sheet)

DATE: 18/07/2007.

TIME: 8-30AM.

SENT BY: STEVE.

If you do not receive all pages, please contact us immediately on the number above.

Dear Lina,

Please find attached Certificate  
as discussed yesterday.

Thank you for your assistance in  
this matter.

S. Davies



### CERTIFICATE BY SECRETARY

I Barry Tubner, being the Secretary of the Textile, Clothing and Footwear Union of Australia NSW/SA/TAS Branch, do hereby state that the attached documents are copies of the reports and audited accounts and financial statements for the year ending on the 31<sup>st</sup> December 2006 were:

- 1) supplied to member free of charge through the TCFUA journal on 27th April 2007.
- 2) presented at a meeting of the Management Committee of the Textile, Clothing and Footwear Union of Australia, New South Wales Branch, on the 7<sup>th</sup> May, 2007.

A handwritten signature in black ink, appearing to be 'BT', enclosed within a circular scribble.

.....  
Barry Tubner

Secretary

Date: 18.7.2007



**Australian Government**  
**Australian Industrial Registry**

Level 5, 11 Exhibition Street  
Melbourne, VIC 3000  
GPO Box 1994, Melbourne, VIC 3001  
Telephone: (03) 8661 7921  
Fax: (03) 9655 0401  
[lina.starling@air.gov.au](mailto:lina.starling@air.gov.au)

Mr. Barry Tubner  
Secretary  
Textile Clothing and Footwear Union of Australia  
New South Wales South Australian Tasmanian Branch  
28 Anglo Road  
CAMPSIE, NSW, 2194

Email: [barry@tcfua.org.au](mailto:barry@tcfua.org.au)

Dear Mr. Tubner

**Financial Reports for TCFUA (New South Wales South Australian Tasmanian Branch) for  
year ended 31 December 2006 – FR2006/648**

I acknowledge receipt of the financial report for the Textile Clothing and Footwear Union of Australia (New South Wales South Australian Tasmanian Branch) for the year ended 31 December 2006. This document was lodged with the Registry on 18 May 2007.

As you are aware, an organisation/reporting unit is required under Schedule 1 of the Workplace Relations Act 1996 (the RAO Schedule) to undertake certain steps in accordance with specified timelines. Information about these timeline requirements can be found on the Australian Industrial Relations Commission [website](#). In particular, I draw your attention to [fact sheet 08](#) which explains the timeline requirements, and [fact sheet 09](#) which sets out the timeline requirements in diagrammatical form.

The full report, which includes a signed and dated auditor's report [see s265 (1) of RAO Schedule] must be presented to the relevant meeting, in this case the Committee of Management meeting of 23 April. As the Auditor's Report, as submitted, is dated 24 April it appears the reporting unit could not have complied with this requirement.

However, it is possible the dating of the date of the Auditor's Report, or the other documents lodged do not accurately reflect the actual sequence of events. If that is the case, I would be pleased if you would forward appropriately dated documents to the Registry and the report can then be filed. If that is not the case, I advise the reporting unit will need to repeat the steps in the reporting process set out below.

First, the reporting unit will need to convene another Committee of Management meeting where the full report (including the Auditor's Report) is presented to the meeting. Secondly, the full report (with correctly dated documents) including a fresh Designated Officer's Certificate should be lodged.

If you wish to discuss the above matters please contact Ms Lina Starling of this office on (03) 8661 7921 or by e-mail at [lina.starling@air.gov.au](mailto:lina.starling@air.gov.au)

Yours sincerely,

Iain Stewart  
Manager, Team 3  
Statutory Services Branch

3 July 2007

18th May 2007

Industrial Registrar  
20 Collins Street  
Melbourne Victoria 3000

Dear Sir/Madam

Pursuant to section 268 of Schedule 1B to Workplace Relations Act 1996, the documents lodged are as follows:

1. A copy of full report.  
The full report was provided to members by way of publishing in the TCFUA journal on the 27<sup>th</sup> April 2007.
2. A Secretary's certificate certifying that the above documents lodged are copies of documents provided to members and presented to a meeting in accordance with section 266 of Schedule 1B of the Act.

A handwritten signature in black ink, appearing to be 'Barry Tubner', with a long horizontal line extending to the right.

.....  
Barry Tubner  
Secretary

Encl

### CERTIFICATE BY SECRETARY

I Barry Tubner, being the Secretary of the Textile, Clothing and Footwear Union of Australia NSW/SA/TAS Branch, do hereby state that the attached documents are copies of the reports and audited accounts and financial statements for the year ending on the 31<sup>st</sup> December 2006 were:

- 1) supplied to member free of charge through the TCFUA journal on 27th April 2007.
- 2) presented at a meeting of the Management Committee of the Textile, Clothing and Footwear Union of Australia, New South Wales Branch, on the 23<sup>rd</sup> April, 2007.

A handwritten signature in black ink, consisting of a large, stylized 'B' followed by a long, horizontal flourish.

Barry Tubner  
Secretary  
Date:

**TEXTILE, CLOTHING & FOOTWEAR UNION  
OF AUSTRALIA NEW SOUTH WALES/  
SOUTH AUSTRALIA/TASMANIA BRANCH**

**FINANCIAL STATEMENTS**

**FOR YEAR ENDED 31 DECEMBER 2006**

\*\*\*\*\*

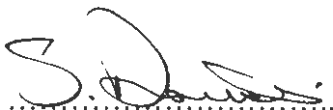
**TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA**  
**NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**

**Committee Of Management's Statement**

On the 23rd April 2007, the Committee of Management of Textile, Clothing & Footwear Union of Australia, New South Wales/South Australia/ Tasmania Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the Branch for the year ended 31 December, 2006.

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

- a) The financial statement and notes comply with the Australian Accounting Standards;
- b) The financial statement and notes comply with the reporting guidelines of the Industrial Registrar;
- c) The financial statement and notes give a true and fair view of the financial performance, financial position and cash flows of the Branch for the financial year ended 31 December, 2006.
- d) There are reasonable grounds to believe that the Branch will be able to pay its debts as and when they become due and payable; and
- e) During the year ended 31 December 2006 and since the end of the year:
  - (i) Meetings of the Committee of Management were held in accordance with the rules of the Branch; and
  - (ii) The financial affairs of the Branch have been managed in accordance with the rules of the Union and the rules of the Branch; and
  - (iii) The financial records of the Branch have been kept and maintained in accordance with Schedule 1 to the Workplace Relations Act 1996 and the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003; and
  - (iv) The issue of consistency of financial record of different Branches within the Union is being considered with a view to keeping, as far as practicable, the financial records in a consistent manner to each of the other reporting units to ensure compliance with the Australian Accounting Standards in subsequent years; and
  - (v) No information has been sought in any request of a member of the Branch or a Registrar under section 272 of Schedule 1 to the Workplace Relations Act 1996; and
  - (vi) No orders for inspection of financial records have been made by the Industrial Registry under section 273 of Schedule 1 to the Workplace Relations Act 1996.
- f) There was no recovery of wages activity for the year ended 31 December 2006.



Stephen Davies

Date: 23/04/2007.



Barry Tubner

Date: 23/04/2007.



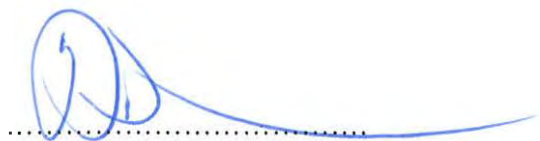
# THE TEXTILE CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH

## Committee Members

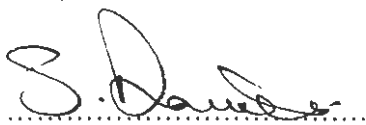
The names of each person who are members of the Branch, at any time, during the financial year are as following:

NAME	POSITION	PERIOD
Stephen Robinson	President	1/1/06 – 31/12/06
Clive Wolff	Vice President	“
Barry James Tubner	Secretary	“
Stephen Davies	Assist. Secretary	“
Mark Edwards	(Trustee (Branch Organiser	“
Eric Lam	Trustee	“
Susana Martinez	Member	“
Peter Basto	Member	“
John Owen	Member	“
Peter Lane	(Member (National Councillor	“
Peter Martin	Member	“
Jimmy Wong	Member	“
Kathy Price	Member	“
Dylan Mausolf - S A	Member	20/11/06 – 31/12/06
Leon Kouflidis - S A	Member	“
Bruce Williamson – S A	Member	“
Diane Ford - S A	Member	“

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



Barry Tubner



Stephen Davies

23/04/2007.  
Dated:

# THE TEXTILE CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH

## OPERATING REPORT

The Committee of Management presents its operating report of the TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH for the financial year ended 31 December, 2006.

## Principal Activities

The principal activities of the organisation during the financial year were:

- (i) The provision of services to members.
- (ii) The representation of members before the Australian Industrial Relations Commission on award matters and disputes.
- (iii) The provision of education in relation to workplace safety and industry training.

## Amalgamation with other branch

The Textile Clothing & Footwear Union NSW Branch amalgamated with the South Australia/Tasmania Branch on 4 September 2006. A new entity names Textile, Clothing & Footwear Union of Australia New South Wales/ South Australia/Tasmania Branch was commenced on that date.

## Operating Result

The performance and result of operation for the year was as follows

	31 December, 2006	31 December, 2005
	\$	\$
<u>Revenue</u>		
Principal Activities		
Membership Contribution	975,675	957,463
Investing Activities	151,891	211,772
Other income	125,906	234,794
Asset surplus from amalgamation	319,624	-
Surplus (Deficit) from combined activities	26,455	(125,009)

## Review of Operation

Excluding the surplus from amalgamation the year's operation was resulted in a deficit of \$293,169 and it is likely that the operating deficit will continue in the ensuing year.

## Right of Members To Resign

Members retain the right to resign from the TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH in accordance to Rule 12 of the Branch Rules.

## Number of Members

The number of members of the Branch at the end of the financial year was 4,357.

## Number of Employees

The number of employees of the Branch at the end of the financial year were:

Officials – 9

Administration Clerks - 3

**TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH/  
SOUTH AUSTRALIA/TASMANIA BRANCH  
DETAILED BALANCE SHEET  
AS AT 31 DECEMBER 2006**

	NOTE	2006 \$	2005 \$
<b>CURRENT ASSETS</b>			
Cash			
St George Bank General A/C		121,555	88,995
St George Visa card A/C		7,815	7,886
Cash on hand		1,500	1,500
Investments			
Shares & deposits – NSW		3,134	3,134
- SA/TAS		10,715	
Term deposits and investments		2,457,761	2,902,979
Hasting Deering Ltd - 5 Prefer		6	6
Trade Union Medical Co-op share		2,000	2,000
Sundry debtors – Interest Receivable		22,531	13,448
Advanced legal fees		-	30,519
<b>TOTAL CURRENT ASSETS</b>		<b>2,627,017</b>	<b>3,050,467</b>
<b>NON CURRENT ASSETS</b>			
Property plant and equipment	3		
Freehold property – NSW carrying value		845,000	845,000
- SA/TAS valuation		480,000	
Plant, furniture and equipment at WDV – NSW		122,044	123,453
- SA/TAS		6,023	
Motor vehicles at WDV - NSW		187,099	137,415
- SA/TAS		6,761	
<b>TOTAL NON CURRENT ASSETS</b>		<b>1,646,927</b>	<b>1,105,868</b>
<b>TOTAL ASSETS</b>		<b>4,273,944</b>	<b>4,156,335</b>
<b>CURRENT LIABILITIES</b>			
Unsecured liabilities			
Sundry creditors- National Council		26,782	16,475
Sundry creditors – others NSW		33,212	64,151
- SA/TAS	4	35,549	
Sundry creditors - ATO		30,878	22,367
ASU Clerk Dues		1,155	925
Provisions	5		
Provision for Annual Leave -NSW		210,265	226,701
- SA/TAS		61,920	
Provision for Long Service Leave –NSW		191,557	212,648
-SA/TAS		43,103	
<b>TOTAL CURRENT LIABILITIES</b>		<b>634,421</b>	<b>543,267</b>

The accompanying notes form part of these financial statements.

**TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH/  
SOUTH AUSTRALIA/TASMANIA BRANCH**  
**DETAILED BALANCE SHEET**  
**AS AT 31 DECEMBER 2006**

	<u>2006</u>	<u>2005</u>
NET ASSETS	<u>3,639,523</u>	<u>3,613,068</u>
Retained surplus	2,975,065	2,948,610
Revaluation reserve	<u>664,458</u>	<u>664,458</u>
TOTAL EQUITY	<u>3,639,523</u>	<u>3,613,068</u>

The accompanying notes form part of these financial statements.

**TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH  
WALES/ SOUTH AUSTRALIA/TASMANIA BRANCH  
DETAILED PROFIT & LOSS ACCOUNT**

**FOR YEAR ENDED 31 DECEMBER 2006**

	Note	2006 \$	2005 \$
Income			
Membership contribution		975,675	957,463
Interest received		151,891	211,772
Other income		35,753	149,408
Grants		75,132	85,386
Rent - SA		15,021	
		-----	-----
Total income		1,253,472	1,404,029
		-----	-----
Expenses			
Affiliation fees - ALP		10,728	13,128
Audit fees & other services	6	23,570	21,400
Bank fees and charges		3,054	2,323
Capitation fee - TCFU Nat Council		112,667	70,006
Computer software & supplies		23,025	46,763
Commissions		26,182	24,045
Depreciation		19,232	19,201
Donations	7	3,400	8,390
Fringe benefits tax		13,732	13,764
Honorarium		2,640	825
Industrial Disputation & Support		21,350	26,877
Insurances		16,995	15,726
Legal fees & professional fees		68,347	85,897
Motor Vehicle Depreciation		40,495	35,623
Motor Vehicle Expenses		56,393	65,613
Mortality Fund - Contribution		3,010	8,312
Office Requisites & Staff amenities		19,270	6,680
Official Meeting Luncheons & Dinners		11,670	17,274
Payroll Tax		14,705	14,564
Printing, postage, staty. & courier		34,351	27,553
Provision – Employees entitlements			16,408
Rental property expenses – SA		4,299	
Repairs, maintenance & rates		16,301	38,098
Salaries & Allowances – Officers		576,202	540,639
- Admin.Clerks		125,419	121,037
Subscriptions & References		1,887	1,864
Superannuation & assoc. costs –Officers		118,779	119,163
-Admin.clerks		9,753	9,676
Membership card & benefit		1,988	13,581

Cont'd.

The accompanying notes form part of these financial statements.

**TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA NEW SOUTH**  
**WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**  
**DETAILED PROFIT & LOSS ACCOUNT**

**FOR YEAR ENDED 31 DECEMBER 2006**

	Note	2006 \$	2005 \$
Expenses (continued)			
Sustentation Fee - Lab. Council		10,618	11,366
Sundry Expenses	8	11,152	6,349
Telephone & electricity		45,606	44,749
Travelling & Allowances		68,203	55,941
		-----	-----
Total Expenses		1,515,023	1,502,835
		-----	-----
Operating Surplus (Deficit)		(261,551)	(98,806)
Loss on disposal of motor vehicle		(31,618)	(10,158)
Loss on disposal of fixed asset			(16,045)
Surplus on amalgamation		319,624	
		-----	-----
Surplus (Deficit) for year		26,455	(125,009)
General Fund Balance at Beginning of year		2,948,610	3,073,619
		-----	-----
General Fund Balance at end of year		2,975,065	2,948,610
		=====	=====

The accompanying notes form part of these financial statements.

**THE TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA**  
**NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**  
**Statement of Cash Flows**  
**For the year ended 31 December, 2006**

	NOTE	2006 \$	2005 \$
<b>Cash Flows From Operating Activities</b>			
Members contribution and other income		1,101,582	1,048,666
Payment to suppliers and employees		(1,516,542)	(1,443,437)
Interest received		174,422	198,324
		-----	-----
Net cash provided by (used in) operating activities	10	(240,538)	(196,447)
		-----	-----
<b>Cash Flows From Investing Activities</b>			
Redemption of investments		445,218	290,260
Payments for Property, Plant and Equipment		(172,191)	(81,028)
		-----	-----
Net cash provided by (used in) investing activities:		273,027	209,232
		-----	-----
<b>Cash Flows From Financing Activities</b>			
Proceeds from Borrowing		0	0
Repayment of borrowing		0	0
		-----	-----
Net cash provided by (used in) financing activities		0	0
		-----	-----
Net increase (decrease) in cash held		32,489	12,786
Cash at the beginning of the year		98,381	85,595
		-----	-----
Cash at the end of the year	9	130,870	98,381
		-----	-----

The accompanying notes form part of these financial statements.

**THE TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA  
NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2006**

**1. STATEMENT OF ACCOUNTING POLICIES**

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

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

- (a) Membership contributions are accounted for on cash basis, otherwise the concept of accruals accounting has been adopted in the preparation of the Accounts.
- (b) No provision for Income Tax is necessary as the Branch is exempt from Income Tax under Section 50 - 15 of the Income Tax Assessment Act.
- (c) Property, Plant & Equipment  
Each class of property, plant and equipment is at cost carried less, where applicable, any accumulated depreciation and any impairment in value. The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.
- (d) Employee Benefits  
Provision is made for the company'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 amounts expected to be paid when the liability is settled, plus related cost. This results in an amount not materially different to that achieved by discounting future cash flows.



## 2. INFORMATING TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act, 1996, the attention of members is drawn to the provisions of Sub-Sections [1], [2] and [3] of Section 272 of Schedule 1B which read 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).

2006	2005
\$	\$

3. Freehold land and building is shown at their carrying value.

### FREEHOLD PROPERTY

#### New South Wales

Book carrying value	845,000	845,000
---------------------	---------	---------

After balance date by independent valuation

is valued at -	1,450,000	-
----------------	-----------	---

#### South Australia

Carrying value from pre-amalgamation

(Independent Professional Appraisal)	480,000	-
--------------------------------------	---------	---

### **Plant & Equipment**

Plant & Equipment (@ cost)	487,483	421,018
----------------------------	---------	---------

Accumulated depreciation	(165,556)	(160,150)
--------------------------	-----------	-----------

-----	-----
321,927	260,868
=====	=====

(a) Movement in Carrying Amount

	Property	Plant & Equipment	Motor Vehicles
	\$	\$	\$
Balance at beginning of year	845,000	123,453	137,415
Additions 4/9/06		17,824	157,660
(from amalgamation)	480,000	6,023	6,761
Depreciation	-	(19,233)	(40,495)
Disposals	-	-	(67,481)
	-----	-----	-----
Carrying amount at the end of year	1,325,000	128,067	193,860
	-----	-----	-----

(b) Impairment Losses

The Union has determined there is no need for recognition of any impairment losses at balance date.

4. OTHER CREDITORS

Various pre-amalgamation creditors transferred from SA/TAS Branch –

Audited amounts \$102,058

Amount paid by NSW/SA/TAS Branch

post amalgamation (66,509)

-----  
\$ 35,549  
-----

5. PROVISIONS

Employee Benefits

	<u>2006</u>	<u>2005</u>
Officers	504,407	399,218
Employees	2,438	40,131

Note: A claim of redundancy of \$100,812 by the previous secretary of SA/TAS Branch was not provided for in the accounts. This amount is currently disputed by the NSW/SA/TAS Branch executives.

	2006	2005
	\$	\$
6. AUDIT FEES		
Audit Fees	17,900	18,100
Accounting & other service	5,850	3,300
7. DONATION		
Each donation is not in excess of \$1,000.		
8. SUNDRY EXPENSES		
Delegate cost	-	640
Training	7,764	3,185
Floral Tribute	1,499	601
Caps & T Shirts	1,872	-
Farewell Gifts	-	487
Advertising	17	1,436
	-----	-----
	11,152	6,349
	=====	=====

**THE TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA**  
**NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**  
For the year ended 31 December, 2006

	2006	2005
	\$	\$

**Note 9. Reconciliation of Cash**

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash on Hand	1,500	1,500
Cash at Bank - St George Bank General Account	121,555	88,995
Cash at Bank - St George Bank Visa Card Account	7,815	7,886
	-----	-----
	130,870	98,381
	-----	-----

**Note 10. Reconciliation of Net Operating Activities To Benefits Accrued as a Result of Operations**

Operating profit/(deficit)	(293,169)	(125,009)
<b>Non-cash flows in profit from ordinary activities</b>		
Depreciation	59,727	54,824
Net (gain)/loss on disposal of property, plant and equipment	31,618	26,203
Net (gain)/loss on disposal of investment	0	0
<b>Changes in assets and liabilities</b>		
(Increase)/decrease in trade debtors	(9,083)	(12,976)
(Increase)/decrease in other assets	(120,786)	(35,491)
Increase/(decrease) in payables	23,659	(85,286)
Increase/(decrease) in provisions	67,496	(18,712)
	-----	-----
Net cash provided by (used in) operating activities	(240,538)	(196,447)
	-----	-----

## 11. FINANCIAL INSTRUMENTS

### Interest Rate Risk Exposure

Exposure to interest rate risk is limited to assets and liabilities bearing variable interest rates.

The majority of financial assets are term deposits with fixed interest rate and fund investments. The term deposits are held to maturity.

2006	Weighted average interest rate	Floating interest rate \$	1 yr or less \$	non-interest bearing \$	Total \$
<b>Financial Assets</b>					
Cash & Cash Equivalent	4.05%	136,559			136,559
Fixed Term Deposit	5.47%		1,300,000		1,300,000
Investment Fund	5.43%	1,021,202			1,021,202
Receivables	-	-	-	22,531	22,531
<hr/>					
<b>Financial Liabilities</b>					
Payables	-	-	-	127,576	127,576
<hr/>					
<b>2005</b>					
<b>Financial Assets</b>					
Cash & Cash Equivalents	4.55%	516,126			516,126
Fixed Term Deposit	5.46%		1,300,000		1,300,000
Investment Fund	7.08%	1,086,852			1,086,852
Receivables				43,967	43,967
<hr/>					
<b>Financial Liabilities</b>					
Payables	-	-	-	103,918	103,918
<hr/>					

**THE TEXTILE, CLOTHING & FOOTWEAR UNION OF AUSTRALIA**  
**NEW SOUTH WALES/SOUTH AUSTRALIA/TASMANIA BRANCH**

**INDEPENDENT AUDITORS REPORT**

To the members of the Textile, Clothing & Footwear Union of Australia New South Wales/South Australia/Tasmania Branch.

**Scope**

The Financial Report and the Responsibility of the Committee of Management and Secretary of the Branch.

The financial report comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements and the Committee of Management's statement for the Textile Clothing & Footwear Union of Australia New South Wales/South Australia/Tasmania Branch for the year ended 31 December 2006.

The Committee of Management and the Secretary of the Branch are responsible for the preparation and true 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.

**Audit Approach**

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

We 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 professional reporting requirements in Australia, a view which is consistent with our understanding of the Branch's financial position and its performance as represented by the results of its operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts 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 of Management and the Secretary of the Branch.

## Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Workplace Relations Act 1996.

## Audit Opinion

We state that the financial report has been audited and in our opinion the financial report complies with the relevant Australian Accounting Standards.

We report that we have inspected and audited the accounting records of the Textile Clothing & Footwear Union of Australia New South Wales/South Australia/Tasmania Branch in relation to the financial year ending 31 December 2006 and report that in our opinion satisfactory accounting records were kept by the Branch in relation to the period, including:

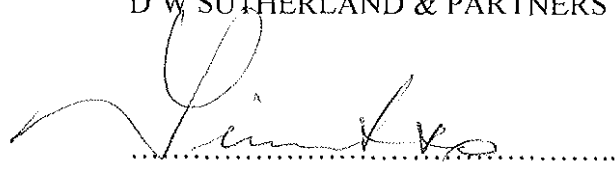
- (a) (i) records of the sources and nature of the income of the Branch (including income from members); and
- (ii) records of the nature and purposes of the expenditure of the Branch; and

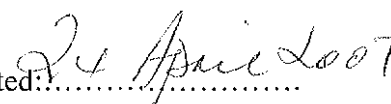
in our opinion the general purpose financial report prepared in accordance with the Australian Standards and under section 253 and any other requirements imposed by section 255 reporting guidelines or Part 3 of Chapter 8 of Schedule 1B – Registration and Accountability of Organisations under the Workplace Relations Act 1996 in relation to the period were properly drawn up so as to give a true and fair view of:

- (b) (i) the financial affairs of the Branch as at the end of the financial year; and
- (ii) the income and expenditure, and any surplus or deficit of the Branch for the year; and
- (c) (i) all information, being information which was reasonably wanted for the purpose of this audit, which was required and sought by us or by any person authorized by us for the purpose of the audit, was provided.
- (d) in relation to recovery of wages activity;  
no activity of recovery occurred in the financial year.

We also understand that to the extent that there was any deficiency, failure or shortcoming in relation to the matters referred to above, we must report particulars and that those particulars, if any, which form part of this report, are attached.

  
D W SUTHERLAND & PARTNERS

  
Timothy Ho, Partner  
Registered Company Auditor

Dated:  24 April 2007