



Australian Government
Australian Industrial Registry

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Melbourne, VIC 3000
GPO Box 1994, Melbourne, VIC 3001
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Email: kevin.donnellan@air.gov.au

Mr Keith Rice
Executive Officer
TFGA Industrial Association
PO Box 1000
Launceston Tasmania 7250

email: primaryemployers@bigpond.com

Dear Mr Rice

Re: Financial Report for year ended 31 December 2006 – FR2006/622

I have received your correspondence of 17 July 2007 enclosing a further section 268 certificate.

The financial report has now been filed.

I make the following comments to assist you when you next prepare a financial report. You are not required to take any further action in respect of the report lodged.

1. Audit Report

It is not clear from the Report whether or not the Auditor is an approved Auditor. In this regard I draw your attention to the definitions of approved auditor in regulation 4 of the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003. In all likelihood the Auditor is such a person however, it is our preference that this is made explicit in the Report. I recommend you draw this comment to the attention of your Auditors.

2. Schedule 1

Please note that references to Schedule 1B should properly refer to Schedule 1.

If you wish to discuss any of the matters referred to above I can be contacted on (03) 8661 7764.

Yours sincerely

A handwritten signature in black ink, appearing to be 'K Donnellan', written over a horizontal line.

Kevin Donnellan

Statutory Services Branch
19 July 2007

Certificate of Secretary or other Authorised Officer
S268 of Schedule 1B *Workplace Relations Act 1996*


I, Warwick O'Connor, being the Vice President of the TFGA Industrial Association certify:

that the documents lodged herewith are copies of the full report, referred to in s265 of the RAO Schedule; and

that the full report was provided to members on 24th May 2007; and

that the full report was presented to a general meeting of members of the reporting unit on 14th June 2007 in accordance with Section 266 of the RAO Schedule.

Signed:

Signature 
.....
Warwick O'Connor

Date: 17th July 2007



Mr Keith Rice
Executive Officer
TFGA Industrial Association
PO Box 1000
Launceston Tasmania 7250

email: industrialservice@bigpond.com

Dear Mr Rice

**Re: Financial Report for TFGA Industrial Association for year ended 31 December 2006
– FR2006/622**

I acknowledge receipt of the financial report for the TFGA Industrial Association for the year ended 31 December 2006. This document was lodged with the Registry on 15 June 2007.

I wish to raise a matter with you regarding the *Certificate of Secretary or other Authorised Officer* (the certificate) dated 15 June 2007. It has been a practice of the Association over recent years that the certificate is signed by you as the Executive Officer.

Legislation

Section 268(c) of Schedule 1 of the Workplace Relations Act 1996 (RAO Schedule), provides that documentation lodged is accompanied by:

“a certificate by a prescribed designated officer that the documents lodged are copies of the documents provided to members and presented to a meeting in accordance with section 266;”

And the definition of designated officer contained in section 243:

... is an officer of:

(a) in the case of a reporting unit that is the whole of an organisation—the organisation; or

(b) in any other case—a branch, or one of the branches, that constitutes the reporting unit;

who, under the rules of the reporting unit, is responsible (whether alone or with others) for undertaking the functions necessary to enable the reporting unit to comply with this Part.

Officer is defined in section 6 of the RAO Schedule 1:

“officer, in relation to an organisation, or a branch of an organisation, means a person who holds an office in the organisation or branch (including such a person when performing duties as a designated officer under Part 3 of Chapter 8);”

TFGA Rules

Rule 24 states “*each of the members of the Executive Committee shall be a holder of an ‘office’ within the meaning of the Act.*” Members of the Executive Committee are the President, Vice-President, Treasurer, Trustee and seven ordinary members elected annually. The Treasurer supervises the financial affairs of the Association as directed by the Executive Committee (26.3). Whilst the Executive Officer is elected, the person holding that office is not a member of a collective body with voting rights and although paragraph 29.4(e) states that *the responsibilities and rights of the Executive Officer shall include executing returns and documents on the Association’s behalf when authorised by the Executive Committee*, this does not bring the Executive Officer within the definition of either “officer” or “designated officer”. It appears most likely from my examination of the rules that the Treasurer is more appropriately the ‘designated officer’ for the purposes of section 268.

In the circumstances I would ask that another “Certificate of Secretary or other Designated Officer” signed by one of the President, Vice-President or Treasurer.

If you wish to discuss any of the matters referred to above I can be contacted on (03) 8661 7764.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Kevin Donnellan', with a long horizontal flourish extending to the right.

Kevin Donnellan

Statutory Services Branch
13 July 2007

Certificate of Secretary or other Authorised Officer
S268 of Schedule 1B *Workplace Relations Act 1996*


I, Keith James Rice, being the Executive Officer of the TFGA Industrial Association certify:

that the documents lodged herewith are copies of the full report, referred to in s265 of the RAO Schedule; and

that the full report was provided to members on 24th May 2007; and

that the full report was presented to a general meeting of members of the reporting unit on 14th June 2007 in accordance with Section 266 of the RAO Schedule.

Signed:

Signature


.....
Keith J Rice

Date: 15th June 2007

**TFGA INDUSTRIAL
ASSOCIATION**

FINANCIAL REPORT

FOR THE YEAR ENDED

31 December 2006

Baker Accounting Services
CERTIFIED PRACTISING ACCOUNTANTS

TFGA INDUSTRIAL ASSOCIATION

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TFGA INDUSTRIAL ASSOCIATION

Operating Report

Operating Report for the TFGA Industrial Association for the year ended 31st December 2006 in accordance with Section 254 of the RAO Schedule and Regulation 159 of the RAO Schedule.

- 254 (2) (a) The principal activities for the Association during 2006 have been to represent the Workplace Relations interests of employers engaged in the agricultural, fruit growing, vineyard, livestock, dairying and vegetable industries situated in Tasmania.
- This involves providing advice in respect of WorkChoices Legislation and the relevant federal awards, including rates of pay, negotiations with the relevant unions, advocacy before the AIRC and Federal Court, promotion of Australian Workplace Agreements and promotion of the federal agreement process and Workplace Health and Safety.
- (b) There have not been any significant changes to the financial affairs of the TFGA Industrial Association during the year ended 31st December 2006.
- (c) The right of members to resign from the Association is in accord with Clause 13 of its Constitution which states:

13.0 Membership Resignation

- 13.1 A member of the Association may resign from membership by written notice addressed and delivered to the Executive Officer of the Association.
- 13.2 A notice of resignation from membership of the Association takes effect:
- (a) where the member ceases to be eligible to become a member of the Association:
- (i) on the day on which the notice is received by the Association; or
 - (ii) on the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member;
- whichever is later; or
- (b) in any other case:
- (i) at the end of 2 weeks after the notice is received by the Association; or
 - (ii) on the day specified in the notice;
- whichever is later.
- 13.3 Any dues payable but not paid by a former member of the Association in relation to a period before the member's resignation from the Association took effect, may be sued for and recovered in the name of the Association, in a court of competent jurisdiction, as a debt due to the Association.
- 13.4 A notice delivered to the Executive Officer of the Association shall be taken to have been received by the Association when it was delivered.
- 13.5 A notice of resignation that has been received by the Association is not invalid because it was not addressed and delivered in accordance with Rule 13.1.

TFGA INDUSTRIAL ASSOCIATION

13.6 A resignation from membership of the Association is valid even if it is not affected in accordance with this Rule 13 if the member is informed in writing by or on behalf of the Association that the resignation has been accepted.

(d) The Association does not have any member of its staff or Committee of Management who is:

- (i) a Trustee of a superannuation entity or an exempt public sector superannuation scheme or;
- (ii) a Director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme; and

where a criterion for the officer being the trustee or director is that the officer or member is an officer or member of a registered organisation.

(e) There is no other information to report that the Association considers relevant.

(f)(a) As at the 31st December 2006 the Association had 683 persons recorded on the register of members.

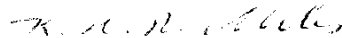
(f)(b) As at the 31st December 2006 the Association had two full time persons engaged, one as a direct employee, the other on a consulting basis.

(f)(c) The Committee of Management for 2006 is as follows:

Mr W. O'Connor	President to & Vice President from 15 June
Mr KHR Miles	Vice President to & President from 15 June
Mr LI Harrison	Treasurer
Mr G Archer	
Mr EA Cameron	
Mrs D Swan	
Mr R Thirkell-johnston	
Mr M Legge	
Mr A Smith	resigned 15 June
Mr C Langton	
Mr G Allen	
Mrs S Tennant	appointed 15 June

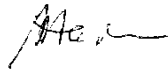
On Tuesday 24th April 2007 the Committee of Management of the TFGA Industrial Association passed a resolution supporting the Operating Report for the TFGA Industrial Association for the financial year ended 31st December 2006 as prepared by its Executive Officer, Keith James Rice.

Keeton Miles



President

Lionel Harrison



Treasurer

Launceston 24th April 2007

TFGA INDUSTRIAL ASSOCIATION

BALANCE SHEET

AS AT 31 DECEMBER 2006

		2006	2005
		\$	\$
<i>Current Assets</i>			
Cash at Bank	4	16,263	23,247
Petty Cash	4	107	107
Debtors and Prepayments	5	4,950	1,403
GST Refund	5	2,432	2,666
Investments	6	199,393	148,552
Total Current Assets		<u>\$ 223,144</u>	<u>\$ 175,975</u>
<i>Non-Current Assets</i>			
Furniture and Fittings	7	28,440	28,441
Less Accumulated Depreciation		<u>23,001</u>	<u>18,444</u>
Total Non-Current Assets		<u>\$ 5,439</u>	<u>\$ 9,997</u>
TOTAL ASSETS		<u>\$ 228,583</u>	<u>\$ 185,972</u>
 <i>Current Liabilities</i>			
Trade Creditors and Accruals	8	1,501	7,954
Income in Advance	8	530	250
Provision for Annual Leave	9	6,317	5,658
Other	10	10,530	
Total Current Liabilities		<u>18,878</u>	<u>13,862</u>
<i>Non-Current Liabilities</i>			
Provision for Long Service Leave		<u>6,978</u>	<u>5,092</u>
Total Non-Current Liabilities		<u>6,978</u>	<u>5,092</u>
TOTAL LIABILITIES		<u>\$ 25,856</u>	<u>\$ 18,954</u>
NET ASSETS		<u>\$ 202,727</u>	<u>\$ 167,018</u>
 <i>MEMBERS FUNDS</i>			
Accumulated Funds		\$ 202,727	\$ 167,018
TOTAL MEMBERS FUNDS		<u>\$ 202,727</u>	<u>\$ 167,018</u>

The accompanying notes form part of these accounts

TFGA INDUSTRIAL ASSOCIATION
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2006

	Note	2006	2005
		\$	\$
<i>Revenue</i>			
Consultancy - State		20,140	24,319
Interest Received		12,603	10,905
Service Fees - TFGA		25,000	25,000
Sponsorship and Advertising		3,750	26,893
Subscriptions		182,196	176,653
Sundry Income		5,373	6,339
WorkChoices Funding		59,226	-
<i>Total Revenue</i>		<u>\$ 308,287</u>	<u>\$ 270,109</u>
<i>Expenditure</i>			
Advertising		1,410	109
Audit and Accountancy		8,263	15,016
Computer and Internet Expenses		817	378
Consultancy Fees		137,240	108,000
Depreciation		4,557	4,046
Insurance		2,500	-
Legal Expenses		1,075	3,521
Meeting Expenses		4,205	2,189
Postage and Public Relations		7,158	5,572
Members' Allowances		7,600	7,750
Employers' Handbooks		11,141	20,564
Printing Stationery and Copying		19,048	19,663
Staff Training		-	400
Subscriptions and Periodicals		425	436
Sundry Expenses		55	638
Superannuation		3,574	3,555
Provision for Annual and Long Service Leave		2,545	8,940
Telephone and Facsimile		6,985	5,915
Travel and Accommodation		14,098	3,723
Staff Wages and Salaries		39,883	38,266
<i>Total Expenditure</i>		<u>\$ 272,579</u>	<u>\$ 248,681</u>
<i>Surplus (Deficit) from Operations</i>	11	<u>\$ 35,709</u>	<u>\$ 21,428</u>

STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2006

Accumulated Funds at 1 January 2006	167,018	145,590
Surplus (Deficit) from Operations	35,709	21,428
Accumulated Funds at 31 December 2006	<u>\$ 202,727</u>	<u>\$ 167,018</u>

The accompanying notes form part of these accounts

TFGA INDUSTRIAL ASSOCIATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2006

	Note	2006 \$	2005 \$
<i>Cash Flows from Operating Activities</i>			
Receipts from customers and members		303,180	288,751
Payments to suppliers and employees		(253,986)	(262,570)
Interest received		12,603	10,905
GST remitted		(17,940)	(16,148)
<i>Net cash flows from Operating Activities</i>		<u>\$ 43,857</u>	<u>\$ 20,938</u>
<i>Cash Flows from Investing Activities</i>			
Payments for plant and equipment		-	(3,686)
Payments from sale of plant and equipment		-	-
<i>Net cash flows from Investing Activities</i>		<u>\$ -</u>	<u>\$ (3,686)</u>
<i>Net increase in cash held</i>		43,857	17,252
<i>Cash at the beginning of the financial year</i>		171,906	154,654
<i>Cash at the end of financial year</i>	4	<u>\$ 215,763</u>	<u>\$ 171,906</u>
<i>Reconciliation of Operating Surplus to Cash Flow from Operating Activities</i>			
<i>Net Surplus for Year</i>		35,709	21,428
<i>Depreciation</i>		4,557	4,016
<i>Gain/Loss on sale of assets</i>		-	-
<i>Change in operating assets and liabilities</i>			
Receivables		(2,778)	508
Accounts Payable		(6,453)	(11,734)
Employee Entitlements		2,545	8,940
FarmBiz / Grant		10,530	(2,250)
<i>Net cash flows from Investing Activities</i>		<u>\$ 44,110</u>	<u>\$ 20,938</u>

The accompanying notes form part of these accounts

TFGA Industrial Association

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

1. (a) Statement of Accounting Policies

The financial report is a general purpose financial report prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the Workplace Relations Act 1996. Accounting Standards Include Australian Equivalents to International Financial Reporting Standards (A-IFRS).

The report is prepared on an accrual basis from the records of the Association. They are based on historic costs and do not take into account changing money values and, except where specifically stated, the current value of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. Judgements made by the Association in the application of A-IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable in the relevant notes to the financial statements.

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

(b) Revenue Recognition

Revenue from point of sale levies is recognised on an accrual basis in accordance with recipient created tax invoices supplied by the customer or their agent. Revenue from the sale of goods and rendering of services is recognised on the delivery of the goods and services to the customer. Grants and government funding are recognised as revenue in the period in which the funds are provided is incurred. Any unexpended funds are treated as a liability. Other revenue items, including interest and sponsorship, are recognised upon receipt.

(c) Income Tax

No income tax provision has been included as 'Trade Unions' are exempt from income tax under Section 50-15 of the Income Tax Assessment Act 1997, as amended.

(d) Goods and Services Tax

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables. Where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or for receivables and payables which are recognised inclusive of GST as are operating items in the statement of cash flows.

(e) Cash

For the purposes of the statement of cash flows, cash includes cash on hand, cash at bank and deposits at call net of outstanding bank overdrafts.

TFGA Industrial Association

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

(f) Property Plant and Equipment

Property plant and equipment are stated at the lower of cost less depreciation over the expected useful life of each asset using the prime cost value basis.

The carrying amount of property plant and equipment is reviewed annually by the Committee of Management to ensure that it is not in excess of the recoverable amount of these assets. The recoverable amount of an asset is the net amount that is expected to be recovered through the net cash inflows arising from its continued use and subsequent disposal. In determining the recoverable amount of non-current assets, the expected net cash flows have not been discounted to their present value.

The following estimated useful lives have been used in the calculation of depreciation

Furniture Plant and Equipment	3-15 Years
-------------------------------	------------

(g) Employee Entitlements

Liabilities for salaries, wages, annual leave and sick leave are recognised and measured as the amount unpaid at the reporting date at current pay rates in respect of the employees' service up to that date.

Provision is made for long service leave for all employees after the completion of four years service. An assessment of the financial impact of expressing the provision using present value basis of measurement indicated that the method currently used is more prudent but not materially different. The assessment will be undertaken each time the Association prepares financial statements.

2. Information to be provided to Members and Registrar

In accordance with the requirements of the Workplace Relations Act 1996, the attention of members is drawn to the provisions of subsections (1), (2) and (3) of section 272 of Schedule 1 B which read as follows:

- (1) A member of the Association, or a Registrar, may apply to the Association for specified prescribed information in relation to the Association 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 Association.
- (3) The Association must comply with an application made under subsection (1).

TFGA Industrial Association

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

3. Profit (Loss) from Ordinary Activities

Profit (Loss) from ordinary activities included the following specific items –

	2006	2005
	\$	\$
Expenses		
Depreciation		
Furniture and Equipment	4 557	4 046
	<u>4 557</u>	<u>4 046</u>
Other Provisions		
Employee Entitlements	2 545	8 940
	<u>2 545</u>	<u>8 940</u>
Net Gains (Losses)		
Proceeds on Disposal of Assets	Nil	Nil
Carrying amount of assets disposed	Nil	Nil
Net Gain (Loss) on Disposal	<u>Nil</u>	<u>Nil</u>

4. Cash

	2006	2005
	\$	\$
Cash on Hand	107	107
Cash at Bank	16 263	23 247
<i>Total Cash</i>	<u>16 370</u>	<u>23 354</u>
Total Cash as above	16 370	23 354
Current Investments	6 199 393	148 552
<i>Balance as per Statement of Cash Flows</i>	<u>215 763</u>	<u>171 906</u>

5. Receivables

	2006	2005
	\$	\$
Trade Debtors	4 950	1 403
GST Receivables	2 432	2 666
<i>Total Current Receivables</i>	<u>7 382</u>	<u>4 069</u>

6. Investments

	2006	2005
	\$	\$
Current Investments	199 393	148 552
<i>Total Current Investments</i>	<u>199 393</u>	<u>148 552</u>

7. Plant and Equipment

	2006	2005
	\$	\$
Furniture and Equipment (at cost)	28 440	28 440
Less Accumulated Depreciation	23 001	18 444
<i>Total Furniture and Equipment</i>	<u>5 439</u>	<u>9 996</u>

TFGA Industrial Association

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

<i>Movement in carrying amounts</i>		<i>Furniture and Equipment</i>
Opening Balance		9 996
Additions		-
Disposals		-
Depreciation		(4 046)
Closing Balance		<u>9 996</u>
8. Accounts Payable	2006	2005
	\$	\$
Trade Creditors	1 501	7 954
Income in Advance	530	250
<i>Total Accounts Payable</i>	<u>2 031</u>	<u>19 938</u>
8. Provisions	2006	2005
	\$	\$
Current		
Employee Entitlements	6 317	5 658
<i>Total Current Provision</i>	<u>6 317</u>	<u>5 658</u>
 Non- Current		
Employee Entitlements	6 978	5 092
<i>Total Non-Current Provision</i>	<u>6 978</u>	<u>5 092</u>
<i>Number of Employees at year end</i>	1	1
9. Other Liabilities	2006	2005
	\$	\$
Unexpended Grants	10 530	Nil
<i>Total Other Liabilities</i>	<u>10 530</u>	<u>Nil</u>
10. Retained Surpluses	2006	2005
	\$	\$
Retained Surpluses at beginning of the year	167 018	145 590
Net Surplus for the year	35 709	21 428
<i>Retained Surpluses at the end of the year</i>	<u>202 727</u>	<u>167 018</u>
11. Auditors Remuneration	2006	2005
	\$	\$
Audit of the Financial Report	1 500	2 800
Other Services	-	-
	<u>1 500</u>	<u>2 800</u>

TFGA Industrial Association

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

12. Post Balance Day Events

At the date of this report, there does not exist any transaction including contingent liabilities or charges on assets of the Association which has arisen since the end of the financial year which are likely to affect the results of the Association's operations for the next succeeding year.

13. Financial Instruments

Interest Rate Risk Exposure

TFGA industrial Association' exposure to interest rate risk and the weighted average effective interest rate (WAEI) for each class of financial asset and financial liability is as follows -

2006	WAEI %	Floating Interest Rate	Fixed Interest maturing in 1 Year or less	Non- Interest Bearing	Total
Financial Assets					
Cash	3.7%	\$ 16 263	\$	\$ 107	\$ 16 370
Investments	5.2%	199 393			199 393
Receivables				7 382	7 382
<i>Total Financial Assets</i>		215 656	Nil	7 489	223 145

	WAEI %	Floating Interest Rate	Fixed Interest maturing in 1 Year or less	Non- Interest Bearing	Total
Financial Liabilities					
Accounts Payable		\$	\$	\$ 1 501	\$ 1 501
Other Liabilities				10 780	10 780
<i>Total Financial Liabilities</i>		Nil	Nil	12 281	12 281

2005	WAEI %	Floating Interest Rate	Fixed Interest maturing in 1 Year or less	Non- Interest Bearing	Total
Financial Assets					
Cash	3.7%	\$ 23 354	\$	\$ 107	\$ 23 247
Investments	5.4%	148 552			148 552
Receivables				4 069	4 069
<i>Total Financial Assets</i>		171 906	Nil	4 176	175 868

	WAEI %	Floating Interest Rate	Fixed Interest maturing in 1 Year or less	Non- Interest Bearing	Total
Financial Liabilities					
Accounts Payable		\$	\$	\$ 7 954	\$ 7 954
Other Liabilities				250	250
<i>Total Financial Liabilities</i>		Nil	Nil	8 204	8 204

Credit Risk Exposure

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date recognised financial assets is the carrying amount, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements. The Association does not have any material credit risk to any single debtor or group of debtors under financial instruments entered into by the Association.

TFGA Industrial Association

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

risk to any single debtor or group of debtors under financial instruments entered into by the Association.

Net Fair Value of Financial Assets and Liabilities

The net fair value of financial assets and liabilities approximates their carrying value. No financial assets or liabilities are readily traded on organized markets in standardized form. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

14. Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The aggregate amount of the allowances paid for the financial year was \$7,600.00 (in 2005 - \$7 700).

15. Impact of Adoption of Australian Equivalents to International Financial Reporting Standards

The Association has reviewed the impact of the adoption of Australian Equivalents to International Financial Reporting Standards (IFRS). IFRS requires the production of accounting data for comparative purposes. No financial adjustment to restate comparative figures from the previous year has been deemed necessary.

The Association currently determines the recoverable amount of an asset on the basis of undiscounted net cash flows that will be received from the asset's use and subsequent disposal. In terms of AASB 136 *Impairment of Assets*, the recoverable amount of an asset will be determined as the higher of fair value less costs to sell and value in use. It is likely that this change in accounting policy will lead to impairments being recognised more often than under the existing approach.

Other changes in application of IFRS are expected to have minimal (if any) impact on the Association's disclosure policies.

16. Association Details

The Association's principal place of business is:

*TFGA Industrial Association
28 Garfield Street
LAUNCESTON Tasmania 7250*

TFGA INDUSTRIAL ASSOCIATION

Committee of Management Statement

31 December 2006

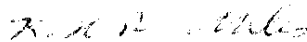
We, Keeton Miles and Lionel Harrison, being two members of the Committee of Management of the TFGA Industrial Association, do state on behalf of the Committee and in accordance with a resolution passed by the Committee, at a properly convened meeting of the Committee on the 24th April 2007 that:

In the opinion of the Committee of Management:

1. The financial statements and notes as set out on the accompanying Financial Statements and notes thereto are in accordance with the Workplace Relations Act (1996), including:
 - (a) complying with Australian Accounting Standards; and
 - (b) complying with the reporting guidelines of the Industrial Registrar; and
 - (c) giving a true and fair view of the company's financial position as at 31 December 2006 and of its performance and cash flows for the year ended on that date.
2. In the Committee of Management's opinion there are reasonable grounds to believe that the organisation will be able to pay its debts as and when they fall due and payable.
3. During the financial year and since the end of that year:
 - (a) meetings of the committee of management were held in accordance with the rules of the organisation; and
 - (b) the financial affairs of the organisation have been managed in accordance with the rules of the organisation, the Workplace Relations Act 1996 and Schedule 1B to the Workplace Relations Act 1996, 'Registration and Accountability of Organisations Schedule.'
 - (c) the information sought in any request of a member of the organisation or a Registrar duly made under section 272 of the Registration and Accountability of Organisations Schedule has been furnished to the member or Registrar; and
 - (d) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the Registration and Accountability of Organisations Schedule.

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

Keeton Miles
President



Lionel Harrison
Treasurer



Launceston 24th April 2007

TFGA INDUSTRIAL ASSOCIATION

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE
TFGA INDUSTRIAL ASSOCIATION**

Scope

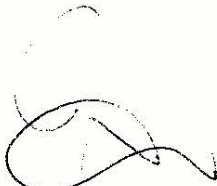
I have audited the financial report of TFGA Industrial Association for the year ended 31 December 2006 as set out on pages 1 to 12. The Committee of Management is responsible for the financial report. I have conducted an independent audit of the financial report in order to express an opinion on it to the members.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia, the requirements of the Workplace Relations Act 1996 and the requirements of the Association's Constitution so as to present a view which is consistent with my understanding of the TFGA Industrial Association's financial position, the results of its operations and its cash flows.

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

Audit opinion

In my opinion, the financial report presents fairly, in accordance with Australian Accounting Standards, other mandatory professional reporting obligations, the Industrial Registrar's Reporting Guidelines and Schedule 1B of the Workplace Relations Act 1996 and the Association's Constitution, the financial position of the TFGA Industrial Association as at 31 December 2006 and the results of its operations and its cash flows for the year then ended.



John Baker FCPA
Registered Company Auditor

Launceston

24 May 2007