



Australian Government
Australian Industrial Registry

Level 8, Terrace Towers
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Ref: FR2006/506-[077N]

Mr Mark Grundy
Secretary /Treasurer
Timber Trade Industrial Association
PO Box 236
Darlinghurst NSW 1300

Dear Mr Grundy

Financial Return - year ending 30 June, 2006

Our records show the organisation's financial year ended recently. This letter outlines some of the things you must do to meet your financial reporting obligations and when you have to do them. For simplicity, we will call the documents you have to lodge with us your *financial return*.

This letter is intended as guide to the law applicable on the date of this letter, and should not be used as a substitute for legal or accounting advice. We only summarise some of the reporting requirements in this letter. More detailed information is at the end of this letter.

Information on AIRC Website

We recommend you and your accountant/auditor also refer to the following documents on the Commission's website at www.airc.gov.au:

- [RAO Schedule](#)
- [RAO Regulations](#)
- [Registrar's Reporting Guidelines](#) - All GPFR's must comply with these Guidelines. Please note that the Guidelines set out requirements that are *in addition* to those required by the Australian Accounting Standards.
- [RAO Fact Sheets](#) - These Fact Sheets explain the requirements of the RAO Schedule - many of them deal with financial reporting matters.

Reporting Unit

Under the provisions of the Registration and Accountability of Organisations Schedule (RAO), Schedule 1 of the *Workplace Relations Act 1996*, reporting entities are known as "*reporting units*". Where an organisation is **not** divided into branches the reporting unit is the whole of the organisation. Where an organisation **is** divided into branches each branch will be a reporting unit unless the Industrial Registrar has determined a division of the organisation into reporting units on an alternative basis. We can discuss this with you if you need more information.

For simplicity, we will use the term "reporting unit" in this letter.

Industrial Registrar's Guidelines

The Industrial Registrar's reporting guidelines set out certain disclosure requirements in addition to those prescribed by Australian Accounting Standards having in mind the nature of organisations registered under the Workplace Relations Act.

The disclosure requirements prescribed by the reporting guidelines are directed towards providing members of the reporting unit with information to enable them to gauge the performance of the committee of management and other holders of office in relation to the financial management of the reporting unit. In addition, the reporting guidelines seek to improve the quality of information available to users of the financial report about the reporting unit's economic support of, or economic dependency on, other reporting units of the organisation.

Timeline Planner and Checklist

We have attached a Timeline/Planner (*Attachment A*) to help you **plan** your financial return and carry out all the necessary steps. We have also attached a Document Checklist (*Attachment B*) to **check** your documents before lodging them in the Registry. Both documents are abbreviated summaries of the relevant provisions of the RAO Schedule, RAO Regulations and the Industrial Registrar's Reporting Guidelines.

In the following section we describe some of the documents your reporting unit must prepare and the sequence of their preparation and completion.

Three Reports

Your reporting unit must prepare two reports as soon as practicable after its financial year, which, together with the Auditor's Report, comprise the reporting unit's financial return.

1. **General Purpose Financial Report** - this must comply with the Australian Accounting Standards and the Industrial Registrar's Reporting Guidelines. The GPFR consists of:

(a) Financial Statements containing:

- a profit and loss statement, or other operating statement; and
- a balance sheet; and
- a statement of cash flows; and
- any other statements required by the Australian Accounting Standards; and

(b) Notes to the Financial Statements containing:

- notes required by the Australian Accounting Standards; and
- information required by the Industrial Registrar's *Reporting Guidelines* under section 255 including disclosures related to any recovery of wages activity ; and

(c) Committee of Management Statement as required by the Registrar's Reporting Guidelines (a sample certificate for illustrative purposes is at Attachment C) including declarations related to the recovery of wages activity.

2. **Operating Report** - this report includes a review of your reporting unit's principal activities for the year and other specified information.

Your reporting unit must appoint an auditor to audit the GPFR and to provide:

3. an **Auditor's Report**.

First Meeting (Committee of Management)

For simplicity, we will call the meeting at which the committee of management first considers the GPFR the first meeting. At the first meeting your committee, if satisfied that all is in order, will resolve to express its opinion on the GPFR and complete a Committee of Management Statement.

The Auditor

After the first meeting, the auditor takes the GPFR and the Committee of Management Statement and prepares a report on the GPFR. In practice, your auditor may have already completed most of his or her examination of your accounts. The auditor may only be waiting on the Committee to pass the required resolution and make the Statement before signing the report the same day.

Informing Your Members

Your reporting unit must provide free of charge to the general membership, copies of the GPFR, the Operating Report and the Auditor's Report. RAO calls these the "full report". Under certain circumstances, your reporting unit can provide a more limited *concise report*.

The reporting unit can meet its obligation to provide copies of the full or concise report to members by publishing the report in a journal that is available to the members free of charge.

A reporting unit may meet this obligation in whole or in part by publication of the report in a journal published on a web site on the Internet dependent on:

- a. the extent of the accessibility of the members of the reporting unit to the Internet; and
- b. that the members are notified by the reporting unit in the usual manner in which it communicates with its members that the report has been so published at a specified Internet address.

The report must be provided within 5 or 6 months from the end of the financial year, depending on the internal arrangements of the organisation for the presentation of its financial reports.

The Second Meeting - if it is a General Meeting of Members

After providing the full report to members it must be presented to a general meeting of members. For simplicity this is referred to as the *second meeting*.

Your reporting unit must always allow a minimum of 21 days for members to receive the full report before presenting it to a general meeting of members (s265(5)). The purpose of the interval is to enable the members to have time to consider the report and, if they wish, to attend the second meeting to discuss it.

If the rules of the organisation permit a general meeting to be a series of meetings held at different locations, the full report may be presented to such a series of meetings. In this case the 'date' of the general meeting is taken to be the date of the last meeting in the series (see s266(2)).

The Second Meeting - if it is a Committee of Management Meeting

If the rules of your organisation contain a provision that allows up to 5% of members to demand a general meeting to be held consider the report (see s266(3)), it is permissible to present the report directly to a Committee of Management meeting.

Lodge full report within 14 days of meeting

You must lodge a copy of the full report and any concise report in the Industrial Registry within 14 days of the second meeting. For your convenience you are encouraged to lodge the material electronically (see eFiling Tab at www.airc.gov.au).

The Secretary (or another officer appropriately authorised under the rules of the organisation) must *certify* that the full report is a copy of the one provided to members and presented to the second meeting and provide the date of the meeting (a sample certification for illustrative purposes is at *Attachment D*).

When we receive your return we will check that it includes the information you must provide your members and that you have provided it to them correctly.

Complying with time limits

This letter has outlined some of the steps in preparing and lodging your return. Many of the steps must be completed within fixed time limits.

Failure to complete them in time could make your reporting unit or its officers liable to financial or "civil penalties".

Extensions of Time

We appreciate that sometimes circumstances beyond your reporting unit's control may delay completion of a financial return. If you believe your reporting unit is going to be unable to meet a time limit tell us as soon as you know. We can advise you if the step is one for which you may apply under RAO to the Industrial Registrar for extra time to complete. The maximum extra time allowed can be no more than one month.

Contact the Registry

We encourage you to contact the Registry on (02) 8374 6666 or by e-mail at riasydney@air.gov.au as early as possible if you believe preparation or lodgment of your return will be delayed or if you have any queries. We can offer you advice on procedures but we cannot give you legal or accounting advice.

Yours sincerely




For Deputy Industrial Registrar...
1 August, 2006

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

Certificate of Secretary or other Authorised Officer
(Section 268 of Schedule 1B Workplace Relations Act 1996)

I, Mark Grundy, being the Secretary/Treasurer of the Timber Trade Industrial Association certify:

- That the documents lodged herewith are copies of the full report referred to in Section 268 of the RAO Schedule; and
- That the full report was provided to members on 15 November 2006; and
- That the full report was presented to a general meeting of members of the Timber Trade Industrial Association on 6 December 2006, in accordance with Section 266 of the RAO Schedule.


Secretary/Treasurer – Mark Grundy

Dated this 6th day of December, 2006



TIMBER TRADE INDUSTRIAL ASSOCIATION

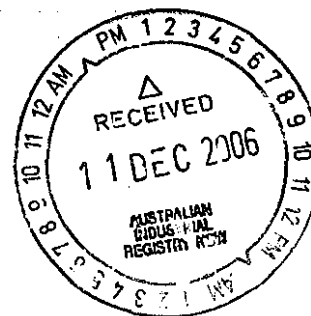
A.B.N. 15 781 125 385

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2006

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S Y WONG & CO
A.B.N. 35 156 307 879
Chartered Accountant

**TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385**

**OPERATING REPORT BY COUNCIL OF THE ASSOCIATION
(Workplace Relations Act 1996)**

The Council of the Timber Trade Industrial Association present their Operating Report in respect of the financial year ended 30 June 2006:

1. The names of each person who has been a member of the Council of the Association at any time during the financial year were:

Mr. Allan Stewart
Mr. Mark Grundy
Mr. Jim Bindon (resigned on 22/12/05)
Mr. Danny Fleetwood (appointed on 22/12/05)
Mr. John Harrison (resigned on 22/12/05)
Mr. Wayne Lewis
Mr. Ian McDonnell
Mrs. Lyn McIntyre
Mr. Ashley Price
Mrs. Pam Reid (appointed on 22/12/05)
Mr. Garry Roberts (resigned on 21/09/05)

Councillors have been in office since the start of the financial year unless otherwise stated.

2. The principal activities of the Association during the year were that of an employer association providing advice and training in industrial relations and occupational health and safety matters to members.

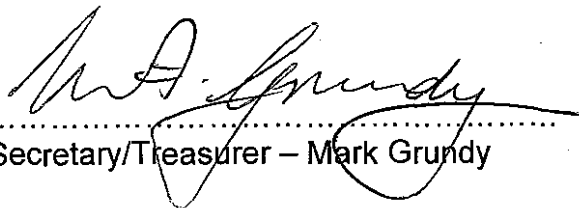
The results of those activities were fully completed to the satisfaction of the members.

There were no significant changes in the nature of its activities during the year.

3. The net result from operations for the financial year was a profit of \$22,159. No provision has been made for Income Tax as the Association is exempt from income tax in terms of Section 50-15 of the Income Tax Assessment Act, 1997.

4. There were no significant changes in the financial affairs of the Association during the year.
5. Matters or circumstances have not arisen since the end of the financial year that have significantly affected or may significantly affect:
 - * the operations of the Association,
 - * the results of those operations, or
 - * the state of affairs of the Association, in subsequent financial years.
6. The rights of members to resign from the Association are set out in Paragraph 8 of the Rules of the Association.
7. The number of persons that were, at the end of the financial year to which the report relates, recorded in the register of members and who are taken to be members of the Association were 327.
8. At the end of the financial year to which the report relates, the Association had 6 persons as employees measured on a full-time equivalent basis.

Signed in accordance with a resolution of the Council of the Association.



.....
Secretary/Treasurer – Mark Grundy

Dated this 13th day of November, 2006

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

STATEMENT BY COUNCILLORS

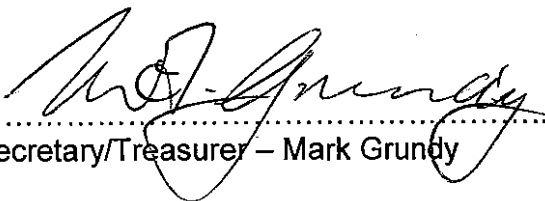
On 13 November 2006 the Council of the Timber Trade Industrial Association ("the Association") passed the following resolution in relation to the general purpose financial report ("GPFR") of the Association for the financial year ended 30 June 2006:

The Council declares in relation to the GPFR that in its opinion:

- (a) the financial statements and notes comply with 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 Association for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable;
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the Council were held in accordance with the rules of the Association; and
 - (ii) the financial affairs of the Association have been managed in accordance with the rules of the Association; and
 - (iii) the financial records of the Association have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and

- (iv) no request for information has been sought by a member of the Association or a Registrar under Section 272 of the RAO Schedule during the financial year; and
- (v) no orders have been made by the Commission under Section 273 of the RAO Schedule during the financial year.

For and on behalf of the Council


.....
Secretary/Treasurer – Mark Grundy

Dated this 13th day of November, 2006

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

BALANCE SHEET
AS AT 30 JUNE 2006

	Note	2006 \$	2005 \$
CURRENT ASSETS			
Cash	2	564,005	477,949
Receivables	3	377,388	485,814
Other	4	8,454	978
Total Current Assets		949,847	964,741
NON-CURRENT ASSETS			
Property, plant & equipment	5	111,310	95,631
Other	6	14,357	-
Total Non-Current Assets		125,667	95,631
TOTAL ASSETS		1,075,514	1,060,372
CURRENT LIABILITIES			
Creditors and borrowings	7	615,794	667,817
Lease liability	11	13,911	27,240
Provisions	8	32,000	39,500
Total Current Liabilities		661,705	734,557
NON-CURRENT LIABILITIES			
Creditors and borrowings	9	73,545	-
Lease liability	11	34,749	48,659
Provisions	10	53,000	46,800
Total Non-Current Liabilities		161,294	95,459
TOTAL LIABILITIES		822,999	830,016
NET ASSETS		252,515	230,356

These financial statements should be read in conjunction
with the accompanying notes.

**TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385**

**BALANCE SHEET
AS AT 30 JUNE 2006**

	Note	2006 \$	2005 \$
MEMBERS' FUNDS			
Total Members' Funds		252,515 =====	230,356 =====

These financial statements should be read in conjunction
with the accompanying notes.

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006 \$	2005 \$
Members' contributions	12	513,223	544,086
Other revenues from ordinary activities	12	<u>295,114</u>	<u>313,715</u>
Revenue from ordinary activities		<u>808,337</u>	<u>857,801</u>
Employee benefits expenses	13	430,461	425,575
Operating expenses	14	191,293	189,482
Office and administration expenses	15	<u>164,424</u>	<u>146,131</u>
Total expenses		<u>786,178</u>	<u>761,188</u>
Profit from ordinary activities before income tax expense		<u>22,159</u>	<u>96,613</u>
Income tax expense relating to ordinary activities	16	-	-
Profit/(loss) from ordinary activities after related income tax expense		<u>22,159</u>	<u>96,613</u>
Accumulated funds at beginning of the financial year		<u>230,356</u>	<u>133,743</u>
Accumulated funds at end of the financial year		<u><u>252,515</u></u>	<u><u>230,356</u></u>

These financial statements should be read in conjunction
with the accompanying notes.

**TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
Cash Flows from Operating Activities		
Receipts from members' subscriptions and Association activities	840,398	578,100
Interest received	22,283	20,627
Payments to suppliers and employees	(730,292)	(739,643)
Net cash inflow (outflow) from operating activities	132,389	(140,916)
Cash Flows from Investing Activities		
Payment of non-current assets	(65,605)	(12,229)
Proceeds from sale of non-current assets	19,272	717
Net cash inflow (outflow) from investing activities	(46,333)	(11,512)
Net increase(decrease) in cash held	86,056	(152,428)
Cash at beginning of financial year	477,949	630,377
Cash at end of financial year	564,005	477,949

These financial statements should be read in conjunction
with the accompanying notes.

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
Reconciliation of net cash flow from operating activities to operating surplus(deficiency)		
Operating surplus/(deficiency)	22,159	96,613
Non-cash flows in profit from ordinary activities		
Depreciation and amortisation	25,223	25,003
Loss on sale of non-current assets	5,433	265
	30,656	25,268
	52,815	121,881
Changes in assets and liabilities		
(Increase)/decrease in receivables	108,425	(269,665)
(Increase)/decrease in prepayments & sundry debtors	(21,843)	5,306
(Increase)/decrease in security deposits	10	(110)
Increase/(decrease) in sundry creditors	(3,269)	16,398
Increase/(decrease) in hire purchase creditors	77,626	(8,587)
Increase/(decrease) in provisions	(1,300)	300
Increase/(decrease) in lease liabilities	(27,239)	(18,377)
Increase/(decrease) in GST liabilities	(869)	1,347
Increase/(decrease) in membership in advance	(51,967)	10,591
	79,574	(262,797)
Net cash inflow from operating activities	132,389	(140,916)
	=====	=====
Reconciliation of cash		
Cash on hand	300	300
Cash at Bank	165,947	117,022
Interest Bearing Deposit	397,758	360,627
	564,005	477,949
Cash at end of financial year	564,005	477,949

These financial statements should be read in conjunction
with the accompanying notes.

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

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 Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Workplace Relations Act 1996.

The following is a summary of the material accounting policies adopted by the Association 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

The Association has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (AIFRS) as from 1 July 2005.

In accordance with the requirements of AASB 1:First-time Adoption of Australian Equivalents to International Financial Reporting Standards, no adjustments to the accounts were necessary resulting from the introduction of AIFRS.

These accounts are the first financial statements of the Association to be prepared in accordance with AIFRS.

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

Liability for income tax (if any) is accounted for using the "tax payable" basis. Tax effect accounting has not been adopted as the Association is exempt from income tax in terms of 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.

The depreciable amount of all fixed assets is depreciated over their useful lives to the Association.

(c) Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and long service leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled.

Long service leave is accrued in respect of all employees with more than 5 years of service with the Association.

**TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

(c) Employee Benefits (continued)

Contributions are made by the Association to employee superannuation funds and are charged as expenses when incurred.

(d) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Association are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the Association will obtain ownership of the asset or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expense in the period in which they are incurred.

(e) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation 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 statement of financial position are shown inclusive of GST.

	2006	2005
	\$	\$
Note 2: Current Assets - Cash		
Cash on Hand	300	300
Cash at Bank	165,947	117,022
Interest bearing deposits	397,758	360,627
	564,005	477,949

Note 3: Current Assets - Receivables

Trade debtors	393,388	501,814
Less: Provision for doubtful debts	16,000	16,000
	377,388	485,814
Sundry debtors	-	-
	377,388	485,814

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
Note 4: Current assets - Other		
Prepaid hire purchase charges	6,783	418
Borrowing expenses - re cars	1,121	-
Electricity deposit	300	300
Car parking deposit	150	150
Security keys deposit	100	-
Spring water deposit	-	110
	8,454	978
Note 5: Non-Current Assets - Property, Plant & Equipment		
Motor vehicles		
At cost	132,252	141,624
Less : accumulated depreciation	41,756	65,389
	90,496	76,235
Office equipments		
At cost	9,524	9,434
Less : accumulated depreciation	6,278	5,660
	3,246	3,774
Plant & equipments		
At cost	50,838	44,098
Less : accumulated depreciation	33,270	28,476
	17,568	15,622
Total written down value of Property, Plant & Equipment	111,310	95,631
Note 6: Non-Current Assets - Other		
Prepaid hire purchase charges	14,357	-
	14,357	-

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
Note 7: Current Liabilities - Creditors and borrowings		
Sundry creditors	15,781	16,202
Hire purchase creditors	16,457	12,376
Membership in advance	518,465	570,432
GST Liabilities	52,237	53,106
PAYG tax withholding	8,046	13,347
Superannuation	4,808	2,354
	615,794	667,817
Note 8: Current Liabilities - Provisions		
Provision for annual leave	32,000	39,500
	32,000	39,500
Note 9: Non-Current Liabilities - Creditors and borrowings		
Hire purchase creditors	73,545	-
	73,545	-
Note 10: Non-Current Liabilities - Provisions		
Provision for long service leave	53,000	46,800
	53,000	46,800
Note 11: Lease Commitments		
Finance lease commitments payable:		
- not later than one year	32,587	34,008
- later than one year but not later than five years	21,569	54,156
	54,156	88,164
Minimum lease payments	54,156	88,164
Less: Future finance charges	(5,496)	(12,265)
	48,660	75,899
Total lease liability	48,660	75,899

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
Note 11: Lease Commitments (continued)		
Total lease liability payable:		
Current liabilities	13,911	27,240
Non-current liabilities	34,749	48,659
	48,660	75,899
Note 12: Revenue		
Members' contributions		
- Subscriptions	418,696	461,275
- Workers compensation & OHS membership	94,527	82,811
	513,223	544,086
Other revenues		
- Grants received	92,768	110,552
- Advisory & seminar income	170,882	170,784
- Interest received	22,284	20,627
- Miscellaneous income	1,953	11,752
- Profit on sale of non-current assets	2,113	-
- Insurance recovered	5,114	-
	295,114	313,715
Note 13: Employee benefits expenses		
Salaries and wages	374,851	369,734
Fringe benefits tax	7,572	5,787
Provision for annual leave	(7,500)	(6,500)
Provision for long service leave	6,200	6,800
Staff training and conferences	2,659	5,203
Superannuation	39,787	39,233
Workers compensation insurance	6,892	5,318
	430,461	425,575

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
Note 14: Operating expenses		
Consultants fees	1,261	8,650
Field effort and travel	69,749	73,261
Grant expenses	80,441	70,184
Motor vehicle expenses	28,455	20,414
Industrial Relations lodgment fees	-	4,594
Premium discount scheme expenses	1,000	1,030
Seminars and advisory expenses	4,470	6,691
Trade subscriptions	5,917	4,658
	191,293	189,482

Note 15: Office & administration expenses

Accountancy and bookkeeping	21,550	20,550
Advertising	1,000	1,765
Auditor's fees	7,800	6,500
Bank charges	911	1,044
Borrowing expenses	173	-
Computer and website expenses	951	2,835
Council meeting costs	3,745	4,527
Depreciation of fixed assets	25,223	25,003
Electricity	1,165	1,057
Expired hire purchase charges	4,729	1,786
Freight and cartage	659	158
General expenses - copier rental	2,964	2,964
Insurances	1,812	1,814
Interest and finance charges	6,935	8,510
Loss on sale of non-current assets	7,547	-
Loss on sale of HHG shares	-	265
Postages	7,513	5,502
Printing and stationery	19,651	13,388
Rent	22,680	22,680
Repairs and maintenance	2,528	3,027
Staff amenities	3,640	2,312
Telephone, fax and internet	21,248	20,444
	164,424	146,131

TIMBER TRADE INDUSTRIAL ASSOCIATION
A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

Note 16: Income tax

The Association is exempt from income tax in terms of Section 50-15 of the Income Tax Assessment Act, 1997. Accordingly, no provision for income tax has been made.

Note 17: Association Operations

The Association derived its income from Members' subscriptions and its operations are conducted entirely within Australia.

Note 18: Information 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 subsections (1), (2) and (3) of Section 272 of Schedule 1 of the Act, which reads 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).

SAMUEL Y WONG

CHARTERED ACCOUNTANT

ABN: 35 156 307 879

ALL CORRESPONDENCE TO:

PO BOX 96
BURWOOD NSW 1805

TELEPHONE: 0404 118 086

E-MAIL: sywong@ihug.com.au



Chartered Accountant

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF TIMBER TRADE INDUSTRIAL ASSOCIATION

SCOPE

I have audited the financial report of the Timber Trade Industrial Association for the financial year ended 30 June 2006 as set out on pages 5 to 16. The Council of the Association is responsible for the preparation and presentation of the financial report and the information contained therein. I have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Association.

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 whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with my understanding of the Association's financial position and performance as represented by the result 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 of the Timber Trade Industrial Association is properly drawn up:

- (a) (i) giving a true and fair view of the Association's financial position as at 30 June 2006 and the results of its operations and its cash flows for the year ended on that date; and
- (ii) complying with Accounting Standards in Australia; and
- (iii) complying with Section 253 of the Workplace Relations Act 1996.
- (b) other mandatory professional reporting requirements in Australia.

A handwritten signature in black ink, appearing to read 'Samuel Y Wong'.

Samuel Y Wong
Chartered Accountant

Signed at Sydney this 13th day of November, 2006.



Australian Government
Australian Industrial Registry

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6666
Fax: (02) 9380 6990
Email: sydney@air.gov.au

Mr Mark Grundy
Secretary/Treasurer,
Timber Trade Industrial Association
PO Box 236
DARLINGHURST NSW 1300

Dear Mr Grundy

Re: Lodgement of Financial Statements and Accounts – Timber Trade Industrial Association – for year ending 30 June 2006 (FR2006/506)

I refer to the abovementioned financial statements and accounts which were lodged in the Registry on 11 December 2006.

The legislative requirements appear to have been met and accordingly the documents have been filed.

Yours sincerely,

A handwritten signature in black ink that reads 'Stephen Kellett' with a long horizontal line extending to the right.

Stephen Kellett
Statutory Services Branch

14 December 2006