



1 March 2017

Mr Mark Grundy
Secretary/Treasurer
Timber Trade Industrial Association
Shop 4/160 Goulburn Street
Surry Hills NSW 2010

By e-mail: ttia@ttia.asn.au

Dear Mr Grundy

**Timber Trade Industrial Association
Financial Report for the year ended 30 June 2016 - FR2016/180**

I acknowledge receipt of the amended financial report for the year ended 30 June 2016 for the Timber Trade Industrial Association. The financial report was lodged with the Fair Work Commission on 28 February 2017.

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

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 8656 4685 or by email at ken.morgan@fwc.gov.au

Yours sincerely


Ken Morgan
Financial Reporting Advisor
Regulatory Compliance Branch

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

Certificate of Secretary or other Authorised Officer
For the year ended 30 June 2016
(Section 268 of Fair Work (Registered Organisations) Act 2009)

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

- That the documents lodged herewith are copies of the amended full report for the Association for the year ended 30 June 2016 referred to in Section 268 of the Fair Work (Registered Organisations) Act 2009; and
- That the amended full report was published on the Association’s website on 15th February 2017; and
- That the original full report was presented to a general meeting of members of the Association on 15th December 2016, in accordance with Section 266 of the Fair Work (Registered Organisations) Act 2009.


Secretary/Treasurer – Mark Grundy

Dated this 15th day of February, 2017

TIMBER TRADE INDUSTRIAL ASSOCIATION

A.B.N. 15 781 125 385

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2016

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S Y WONG & CO
ABN 35 156 307 879
Chartered Accountant

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

OPERATING REPORT BY COUNCIL OF THE ASSOCIATION
(Fair Work (Registered Organisations) Act 2009)

The Council of the Timber Trade Industrial Association present their Operating Report in respect of the financial year ended 30 June 2016:

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
Ms Jill Hetherington
Mr. Wayne Lewis
Mrs. Lyn McIntyre
Mr David Nicol
Mr. Ashley Price

Councillors have been in office since the start of the financial year to the date of this report 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 \$5,637 (2015 a profit of \$5,588). 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.

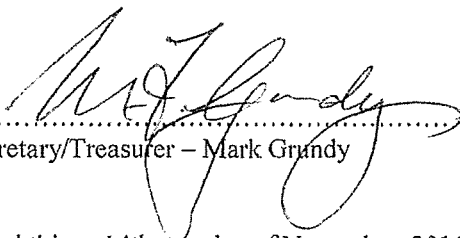
7. Mr Allan Stewart, President and Chairman of the Association, is a member of the Board of Directors on the Trustee Board of First Super.

There are no other officers and employees who are superannuation fund trustees or director of a company that is a superannuation fund trustee where criterion of being trustee is that the officer or employee is an officer or employee of the Association.

8. 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 260.

9. At the end of the financial year to which the report relates, the Association had 5 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 14th day of November, 2016

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

STATEMENT BY COUNCILLORS

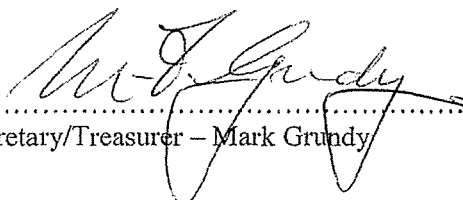
On 14th November 2016 the Council of the Timber Trade Industrial Association (“the Association”) passed the following resolution in relation to the general purpose financial report (“GPFR”) of the Association for the financial year ended 30 June 2016:

The Council declares 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 General Manager of the Fair Work Commission;
- (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 Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and

- (iv) no request for information has been sought by a member of the Association or the General Manager of the Fair Work Commission under Section 272 of the Fair Work (Registered Organisations) Act 2009 during the financial year; and
 - (v) no orders have been made by the Fair Work Commission under Section 273 of the Fair Work (Registered Organisations) Act 2009 during the financial year.
- (f) The Association has not engaged in recovery of wages activity which has resulted in the derivation of revenue in respect of such activity. Accordingly, no revenue has been derived from undertaking recovery of wages activity during the year.

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


.....
Secretary/Treasurer – Mark Grundy

Dated this 14th day of November, 2016

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

BALANCE SHEET
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash	2	644,837	645,160
Receivables	3	515,053	490,814
Other	4	13,326	4,211
		-----	-----
Total Current Assets		1,173,216	1,140,185
		-----	-----
NON-CURRENT ASSETS			
Property, plant & equipment	5	27,533	34,286
Other	6	84	-
		-----	-----
Total Non-Current Assets		27,617	34,286
		-----	-----
TOTAL ASSETS		\$1,200,833	\$1,174,471
		-----	-----
CURRENT LIABILITIES			
Creditors and borrowings	7	684,473	666,923
Employee Provisions	8	46,794	44,296
		-----	-----
Total Current Liabilities		731,267	711,219
		-----	-----
NON-CURRENT LIABILITIES			
Creditors and borrowings	9	9,475	20,173
Employee Provisions	10	139,033	127,658
		-----	-----
Total Non-Current Liabilities		148,508	147,831
		-----	-----
TOTAL LIABILITIES		\$879,775	\$859,050
		-----	-----
NET ASSETS		\$321,058	\$315,421
		=====	=====

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 2016**

	Note	2016 \$	2015 \$
MEMBERS' FUNDS			
Total Members' Funds		<u>\$321,058</u>	<u>\$315,421</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 COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016 \$	2015 \$
Revenue			
Members' contributions	11	532,532	522,486
Other revenues from ordinary activities	11	409,546	370,319
Revenue from ordinary activities		942,078	892,805
Expenses			
Employee benefits expenses	12	691,819	633,271
Operating expenses	13	123,727	121,456
Office and administration expenses	14	120,895	132,490
Total expenses		936,441	887,217
Profit/(loss) before income tax expense		5,637	5,588
Income tax expense	15	-	-
Profit/(loss) after income tax expense		5,637	5,588
Other comprehensive income, net of tax		-	-
Total comprehensive income for the year		\$5,637	\$5,588

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 CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016**

	Members' funds \$	Total attributable to the entity \$
Balance as at 1 July 2014	309,833	309,833
	=====	=====
Profit for the year	5,588	5,588
Other comprehensive income net of tax	-	-
	-----	-----
Total comprehensive income for the year	5,588	5,588
	-----	-----
Balance as at 30 June 2015	315,421	315,421
	=====	=====
Profit for the year	5,637	5,637
Other comprehensive income net of tax	-	-
	-----	-----
Total comprehensive income for the year	5,637	5,637
	-----	-----
Balance as at 30 June 2016	\$321,058	\$321,058
	=====	=====

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 2016**

	2016	2015
	\$	\$
Cash Flows from Operating Activities		
Receipts from members' subscriptions and Association activities	909,788	885,975
Interest received	15,728	19,296
Payments to suppliers and employees	(923,677)	(875,656)
	-----	-----
Net cash inflow (outflow) from operating activities	\$1,839	\$29,615
	-----	-----
Cash Flows from Investing Activities		
Payment of non-current assets	(2,162)	-
Proceeds from sale of non-current assets	-	-
	-----	-----
Net cash inflow (outflow) from investing activities	(2,162)	-
	-----	-----
Net increase(decrease) in cash held	(323)	29,615
Cash at beginning of financial year	645,160	615,545
	-----	-----
Cash at end of financial year	\$644,837	\$645,160
	=====	=====

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 2016

	2016	2015
	\$	\$
Reconciliation of net cash flow from operating activities to operating surplus(deficiency)		
Operating surplus/(deficiency)	5,637	5,588
Non-cash flows in profit from ordinary activities		
Depreciation and amortisation	8,915	10,591
Loss on sale of non-current assets	-	-
	-----	-----
	8,915	10,591
	-----	-----
	14,552	16,179
	-----	-----
Changes in assets and liabilities		
(Increase)/decrease in receivables	(24,239)	26,227
(Increase)/decrease in prepayments	(11,846)	-
(Increase)/decrease in security deposits	-	(130)
(Increase)/decrease in prepaid HP charges	3,207	6,373
(Increase)/decrease in unexpired interest	(560)	-
Increase/(decrease) in sundry creditors	(2,413)	(3,130)
Increase/(decrease) in chattel mortgage creditor	10,194	-
Increase/(decrease) in superannuation contributions	3,004	5,207
Increase/(decrease) in hire purchase creditors	(26,256)	(19,174)
Increase/(decrease) in leave provisions	13,873	13,520
Increase/(decrease) in GST & PAYG liabilities	14,646	(1,696)
Increase/(decrease) in membership in advance	7,677	(13,761)
	-----	-----
	(12,713)	13,436
	-----	-----
Net cash inflow from operating activities	\$1,839	\$29,615
	=====	=====
Reconciliation of cash		
Cash on hand	400	400
Cash at Bank	150,746	163,752
Interest Bearing Deposits	493,691	481,008
	-----	-----
Cash at end of financial year	\$644,837	\$645,160
	=====	=====

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 2016

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, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the *Fair Work (Registered Organisations) Act 2009*. For the purpose of preparing the general purpose financial statements, Timber Trade Industrial Association is a not-for-profit entity.

The financial report covers Timber Trade Industrial Association (the "Association") as an individual entity.

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.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical cost convention.

Significant accounting judgements and estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Association's accounting policies. No accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

New and future Australian Accounting Standards

The Association has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Association.

Accounting Policies

(a) **Revenue**

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

Receivables for goods and services are recognised at the nominal amounts due. Collectability of debts is reviewed at the end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

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

(b) **Income Tax**

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, as amended.

TIMBER TRADE INDUSTRIAL ASSOCIATION

A.B.N. 15 781 125 385

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

(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.

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

(d) **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.

(e) **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.

(f) **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.

	2016	2015
	\$	\$
Note 2: Current Assets - Cash		
Cash on Hand	400	400
Cash at Bank	150,746	163,752
Interest bearing deposits	493,691	481,008
	-----	-----
	644,837	645,160
	-----	-----

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 3: Current Assets - Receivables		
Trade debtors	529,869	504,917
Less: Provision for doubtful debts	16,000	16,000
	513,869	488,917
Sundry debtors	1,184	1,897
	515,053	490,814
 Note 4: Current assets - Other		
Prepaid hire purchase charges	249	3,456
Prepayments	11,846	-
Unexpired interest on chattel mortgage	476	-
Electricity deposit	300	300
Car parking deposit	280	280
Security keys deposit	175	175
	13,326	4,211
 Note 5: Non-Current Assets - Property, Plant & Equipment		
Motor vehicles		
At cost	113,785	113,785
Less : accumulated depreciation	90,667	83,667
	23,118	30,118
Office equipments		
At cost	9,831	9,831
Less : accumulated depreciation	9,004	8,875
	827	956
Plant & equipments		
At cost	75,082	72,920
Less : accumulated depreciation	71,494	69,708
	3,588	3,212
Total written down value of Property, Plant & Equipment	27,533	34,286

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015	
	\$	\$	
Note 5: Non-Current Assets - Property, Plant & Equipment (continued)			
Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:			
	Motor vehicles \$	Office equipments \$	Plant & equipments \$
			Total \$
Balance at 1 July 2014	39,286	1,107	4,484
Additions	-	-	-
Depreciation expense	(9,168)	(151)	(1,272)
	-----	-----	-----
Balance at 30 June 2015	30,118	956	3,212
Additions	-	-	2,162
Depreciation expense	(7,000)	(129)	(1,786)
	-----	-----	-----
Balance at 30 June 2016	23,118	827	3,588
	-----	-----	-----
Note 6: Non-Current Assets - Other			
Unexpired interest on chattel mortgage		84	-
		-----	-----
		84	-
		-----	-----
Note 7: Current Liabilities - Creditors and borrowings			
Sundry creditors	8,074	10,487	
Hire purchase creditors	7,371	19,173	
Chattel mortgage creditor	6,438	-	
Membership subscriptions in advance	569,360	561,683	
Superannuation	8,211	5,207	
GST Liabilities	66,823	59,228	
PAYG tax withholding	18,196	11,145	
Consideration to employers for payroll deductions	-	-	
Legal costs:			
- Litigation	-	-	
- Other legal matters	-	-	
	-----	-----	
	684,473	666,923	
	-----	-----	

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 8: Current Liabilities - Employee Provisions who are not holders of office		
- Annual leave	46,794	44,296
- Long service leave	-	-
- Separation and redundancies	-	-
- Other employee provisions	-	-
	46,794	44,296

There are no employees who are also holders of office

Note 9: Non-Current Liabilities - Creditors and borrowings

Chattel mortgage creditor	3,756	-
Hire purchase creditors	5,719	20,173
	9,475	20,173

Note 10: Non-Current Liabilities - Employee Provisions who are not holders of office

- Annual leave	-	-
- Long service leave	139,033	127,658
- Separation and redundancies	-	-
- Other employee provisions	-	-
	139,033	127,658

There are no employees who are also holders of office

Note 11: Revenue

Members' contributions		
- Subscriptions	443,800	432,955
- Workers Compensation & WHS membership	88,732	89,531
Capitation fee	-	-
Compulsory levies	-	-
Donations or grants	-	-
	532,532	522,486

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 11: Revenue (continued)		
Other revenues		
- Advisory & seminar income	294,857	248,229
- Management fee	70,498	77,784
- Interest received	15,728	19,296
- Rebate	27,456	18,810
- Miscellaneous income	1,007	4,652
- Insurance recovered	-	1,548
	409,546	370,319

Note 12: Employee benefits for employees who are not holders of office

Salaries and wages	587,976	532,102
Fringe benefits tax	23,928	23,156
Provision for annual leave	2,498	4,019
Provision for long service leave	11,375	9,501
Superannuation	59,353	53,696
Separation and redundancies	-	-
Workers compensation insurance	6,689	7,224
Staff training	-	3,573
	691,819	633,271

There are no employees who are also holders of office

Note 13: Operating expenses

Field effort	80,192	84,260
Consultants fees	-	912
Lease of motor vehicle - novated	6,448	6,395
Motor vehicle expenses	28,689	23,509
Advisory & seminar costs/expenses	3,154	1,678
Trade subscriptions	5,244	4,702
Capitation fees	-	-
Affiliation fees	-	-
	123,727	121,456

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 14: Office & administration expenses		
Accountancy and bookkeeping	30,000	29,400
Advertising and sponsorship	1,951	1,591
Auditor's fees - for auditing accounts	5,300	5,000
- other services	-	-
Bad debts written off	1,118	7,336
Bank charges	1,939	1,931
Compulsory levies imposed	-	-
Computer and website expenses	2,664	2,825
Consideration to employers for payroll deductions	-	-
Council meeting costs	378	1,934
Depreciation of fixed assets	8,915	10,591
Electricity	875	1,025
Expired hire purchase charges	3,207	6,373
Fees/allowances paid to persons to attend meetings	-	-
General expenses - copier rental	2,880	2,880
Grants and donations:		
- Total grants paid that were \$1,000 or less	-	-
- Total grants paid that exceeded \$1,000	-	-
- Total donations paid that were \$1,000 or less	-	-
- Total donations paid that exceeded \$1,000	-	-
Insurances	1,728	2,701
Interest on chattel mortgage	317	-
Legal costs:		
- Litigations	-	-
- Other legal matters	-	-
Penalties imposed under RO Act or RO Regulations	-	-
Postages	2,092	2,931
Printing and stationery	7,617	5,240
Rent	27,000	27,000
Repairs and maintenance and cleaning	1,324	1,508
Staff amenities	1,028	1,526
Telephone, fax and internet	20,562	20,698
	120,895	132,490

Note 15: Income tax

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 16: Key Management personnel remuneration (CEO)		
Short-term employee benefits		
- Salary (including annual leave taken)	216,647	201,509
- Annual leave accrued	(6,063)	(4,822)
Post-employment benefits - Superannuation	22,328	20,766
Other long-term benefits - Long service leave	6,112	5,456
Termination benefits	-	-
	239,024	222,909
Note 17: Operating lease commitments		
Payable - minimum lease payments:		
Within one year	7,034	7,034
After one year but not more than five years	17,196	24,230
More than five years	-	-
	24,230	31,264
Note 18: Financial instruments		
a) Categories of financial instruments		
Financial assets		
Loans & receivables		
Cash & cash equivalent	644,837	645,160
Trade & other receivables	528,379	495,025
	1,173,216	1,140,185
Total loans & receivables	1,173,216	1,140,185
Total financial assets	1,173,216	1,140,185
Financial liabilities		
Other financial liabilities		
Creditors & borrowings	684,473	666,923
	684,473	666,923
Total financial liabilities	684,473	666,923

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Note 18: Financial instruments (continued)		
b) Net gains or losses on financial assets		
Loans & receivables		
Interest received	15,728	19,296
	-----	-----
Net gains on loans & receivables	15,728	19,296
	-----	-----
Net gains on financial assets	15,728	19,296
	-----	-----
c) Net gains or losses on financial liabilities		
Expired hire purchase charges	3,207	6,373
Interest on chattel mortgage	317	-
	-----	-----
Net losses on financial liabilities	3,524	6,373
	-----	-----

d) Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

e) Financial risk management objectives

The Association's activities do not expose it to many financial risks, with only liquidity risks being needed to be actively managed.

f) Market risk

Foreign currency risk

The Association is not exposed to any foreign currency risk.

Price risk

The Association is not exposed to any significant price risk.

Interest rate risk

The Association is not exposed to any significant interest rate risk.

g) Credit risk

The Association is not exposed to any significant credit risk.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

Note 18: Financial instruments (continued)

h) Liquidity risk

Vigilant liquidity risk management requires the Association to maintain sufficient liquid assets (mainly cash and cash equivalents) to be able to pay debts as and when they become due and payable.

The Association manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Note 19: Events after the reporting period

There were no events that occurred after 30 June 2016, and/or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of the Association.

Note 20: Association Operations

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

Note 21: Section 272 of the Fair Work (Registered Organisations) Act 2009

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of subsections (1), (2) and (3) of Section 272 of the Fair Work (Registered Organisations) Act 2009, which reads as follows:

Information to be provided to members or General Manager:

- (1) A member of a reporting unit, or the General Manager of Fair Work Commission, 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

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Chartered Accountant

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIMBER TRADE INDUSTRIAL ASSOCIATION

Report on the Financial Report

I have audited the accompanying financial report of the Timber Trade Industrial Association (the Association) which comprises the Balance Sheet as at 30 June 2016, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, Notes to the financial statements and the Statement by Councillors.

Councillors' Responsibility for the Financial Report

The Council of the Association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Fair Work (Registered Organisations) Act 2009. This responsibility include establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

My audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the councillors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting my audit, I have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Declarations

- a) I declare that I am:
- an approved auditor,
 - a member of Chartered Accountants Australia and New Zealand, and
 - a holder of a current Public Practice Certificate.
- b) As part of the audit of the financial statement of the Association, I have concluded that management's use of the going concern basis of accounting in the preparation of the Association's financial statements is appropriate.
- c) The Association has not engaged in recovery of wages activity for the financial year.

Auditor's Opinion

In my opinion, the financial report of the Timber Trade Industrial Association is in accordance with the Fair Work (Registered Organisations) Act 2009 including:

1. giving a true and fair view of the Association's financial position as at 30 June 2016 and of its performance for the year ended on that date, and
2. comply with Australian Accounting Standards.

S Y Wong & Co
Chartered Accountant



Samuel Y Wong JP B.Com FCA

Sydney, 13th February 2017.