

Australian Marine Sciences Association
Incorporated

Financial Statements
For the year ended 31 May, 2001

AUGUST R JOHANSON
P O BOX 1155
36 MCDOWALL STREET
ROMA4455

Phone: (07) 4622 4345 Fax: (07) 4622 6456

Email: mail@arjohanson.com.au

Contents

Detailed Statement of Financial Performance

Statement of Financial Position

Notes to the Financial Statements

Statement by Members of Committee

Auditors Report

Australian Marine Sciences Association Incorporated
Income & Expenditure Statement
For the year ended 31 May, 2001

	2001 \$	2000 \$
Income		
CIMS	15.91	
Membership	15,482.50	
Advertising Bulletin	150.00	675.00
Annual Conference	2,943.87	5,949.00
Corporate	480.00	150.00
Interest received	83.36	31.32
Inter. Term Deposits	4,778.41	
Interest 035-045 14-7516		519.96
Interest 035-045 14-7508		522.74
Interest 035-045 14-7495		422.03
Interest 035-045 14-7487		581.24
Interest 036-004 79-3073		307.78
Interest 036-004 79-3081		540.00
Withholding Tax On T/D		(104.48)
Memberships - Branch	350.00	
Memberships - Branch - NSW	579.50	434.00
Memberships - Branch - VIC	185.50	240.00
Memberships - Branch - WA	260.00	338.00
Memberships - Qld	439.50	(426.00)
Membership - Student	4,743.50	1,980.00
Membership - Library	80.00	23,694.11
Total income	<u>30,572.05</u>	<u>35,854.70</u>

The accompanying notes form part of these financial statements.

Australian Marine Sciences Association Incorporated
Income & Expenditure Statement
For the year ended 31 May, 2001

	2001 \$	2000 \$
Expenses		
Accountancy	527.10	490.00
Bank Fees And Charges	119.52	92.35
Handyway Machine Hire	780.00	600.00
Bank Fees And Charges - Merchant Fees	399.99	738.13
Bulletin Costs	12,169.29	11,377.40
Conference Registrations	80.00	450.00
Cou. Travel	5,492.64	8,260.88
Donations Postgrad Workshop	1,000.00	1,000.00
Equipment	633.64	2,168.00
FASTS - Subscriptions	3,785.00	3,945.75
Honorariums	11,132.00	
Student Prize	173.88	
Student Prize - Internal	2,000.00	4,500.00
Student Prize - Ron Kenny	1,200.00	900.00
Memberships - Branch - NSW	440.00	1,208.00
Memberships - Branch - VIC	74.50	642.00
Memberships - Branch - WA		1,255.00
Office Administration Expenses		3,418.43
Postage		102.20
Printing & stationery	119.42	679.97
Sundry expenses		45.00
Student Travel, Accom & Conference	3,294.94	1,257.00
Total expenses	<u>43,421.92</u>	<u>43,130.11</u>
Profit (loss) from ordinary activities before income tax	(12,849.87)	(7,275.41)
Income tax revenue relating to ordinary activities		
Net profit (loss) attributable to the association	<u>(12,849.87)</u>	<u>(7,275.41)</u>
Total changes in equity of the association	<u>(12,849.87)</u>	<u>(7,275.41)</u>
Opening retained profits	98,151.24	108,898.86
Net profit (loss) attributable to the association	<u>(12,849.87)</u>	<u>(7,275.41)</u>
Closing retained profits	<u>85,301.37</u>	<u>101,623.45</u>

The accompanying notes form part of these financial statements.

Australian Marine Sciences Association Incorporated
Statement of Financial Position As At 31 May, 2001

	Note	2001	2000
Current Assets			
Cash assets		85,832.62	101,623.45
Total Current Assets		<u>85,832.62</u>	<u>101,623.45</u>
Total Assets		<u>85,832.62</u>	<u>101,623.45</u>
Current Liabilities			
Interest-bearing liabilities		508.89	
Current tax liabilities		22.36	
Total Current Liabilities		<u>531.25</u>	
Total Liabilities		<u>531.25</u>	
Net Assets		<u>85,301.37</u>	<u>101,623.45</u>
Equity			
Retained profits		85,301.37	101,623.45
Total Members' Funds		<u>85,301.37</u>	<u>101,623.45</u>

The accompanying notes form part of these financial statements.

P.

Australian Marine Sciences Association Incorporated
Notes to the Financial Statements
For the year ended 31 May, 2001

Note 1: Statement of Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act. The committee has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act and the following Australian Accounting Standards:

- AAS 1 Statement of Financial Performance
- AAS 3 Accounting for Income Tax (Tax-effect Accounting)
- AAS 4 Depreciation
- AAS 5 Materiality
- AAS Events Occurring After Reporting Date
- AAS 17 Leases

No other applicable Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

Income tax

Australian Marine Sciences Association Incorporated adopts the liability method of tax effect accounting whereby income tax expense is based on the operating profit before income tax adjusted for any permanent differences.

Timing differences, which arise due to the different accounting periods in which items of revenue and expense are included in the determination of accounting profit and taxable income, are brought to account as either a provision for deferred income tax or as a future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond any reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income tax legislation, and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Non-member income of the association is only assessable for tax, as member income is excluded under the principle of mutuality.

Australian Marine Sciences Association Incorporated

Notes to the Financial Statements

For the year ended 31 May, 2001

Property, Plant and Equipment

Property, plant and equipment is carried at cost, or independent directors' valuation, less, where applicable, any accumulated depreciation or amortisation. The carrying amount of property, plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amount.

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

The depreciable amounts of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, are depreciated over their useful lives to the entity commencing from the time that the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The revaluations of freehold land and buildings have not taken account of the potential capital gains tax on assets acquired after the introduction of capital gains tax.

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

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 entity, 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 amortised on a straight line basis over their useful lives where it is likely that the entity 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 under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the period in which they are incurred.

Investments

Non-current investments are measured on the cost basis. The carrying amount of investments is reviewed annually to ensure it is not in excess of recoverable amount of these investments. The recoverable amount is assessed from the quoted market value for shares in listed companies or the underlying net assets for other non-listed corporations.

Dividends are brought to account in the profit and loss account when received.

Australian Marine Sciences Association Incorporated

Notes to the Financial Statements

For the year ended 31 May, 2001

Goodwill

Goodwill is initially recorded at the amount by which the purchase price for a business exceeds the fair value attributed to its net assets at the date of acquisition. Purchased goodwill is amortised on a straight-line basis over the period of 20 years. The balance is reviewed annually and any balance representing future benefits for which the realisation is considered to be no longer probable are written off.

Employee entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash out flows to be made for those entitlements.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

Australian Marine Sciences Association Incorporated

Members of the Committee

For the year ended 31 May, 2001

The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

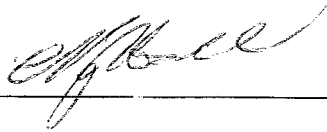
In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Australian Marine Sciences Association Incorporated as at 31 May, 2001 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President

Treasurer



Page

Australian Marine Sciences Association Incorporated
Independent Audit Report

Scope

We have audited the attached financial report, being a special purpose financial report comprising a Statement by Members of the Committee, Statement of Financial Performance, Statement of Financial Position, and Notes to the Financial Statements for the year ended 31 May, 2001 of Australian Marine Sciences Association Incorporated. The Committee is responsible for the financial report and has determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Associations Incorporations Act [ENTER NAME OF STATE] and are appropriate to meet the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of Australian Marine Sciences Association Incorporated. Our opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial statements have been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Act [ENTER NAME OF STATE]. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

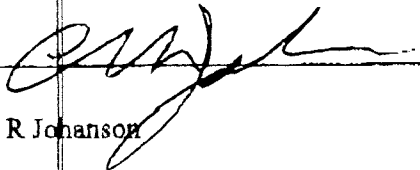
Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the association's financial position, and performance as presented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

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

Audit opinion

In our opinion, the financial report presents fairly, in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of Australian Marine Sciences Association Incorporated as at 31 May, 2001 and the results of its operations for the year then ended.

Signed on :


August R Johanson