

**COPYRIGHT SOCIETY OF
AUSTRALIA INCORPORATED**

Financial Statements
For the year ended 31 December 2005

PARTLETT CHAVE & ROWLAND
CHARTERED ACCOUNTANTS
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Statement by Members of Committee

For the year ended 31 December 2005

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 COPYRIGHT SOCIETY OF AUSTRALIA INCORPORATED as at 31 December 2005 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

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Income and Expenditure Statement For the year ended 31 December 2005

	2005	2004
	\$	\$
Income		
Interest received	5,359.61	4,975.75
Symposium Income- Aust Copyright Council	16,980.00	
Functions/Seminars/Papers	20,187.99	12,927.26
Sundry Income/s	465.00	40.00
Members Subscriptions Received	25,086.38	28,849.85
Total income	<u>68,078.98</u>	<u>46,792.86</u>
Expenses		
Bank Fees And Charges	937.19	716.71
Accounting Fees		585.00
Audit Fees	1,230.00	750.00
Conference/seminar costs	4,717.85	6,929.54
Credit Card Expenses	271.38	
Filing Fees	25.45	
General expenses	508.09	123.94
Insurance	818.07	
Printing & stationery	1,588.98	1,092.76
Secretarial	5,000.00	5,000.00
Members CopRep Subscription	12,780.00	11,580.00
Travel, accom & conference	118.50	
Total expenses	<u>27,995.51</u>	<u>26,777.95</u>
Profit from ordinary activities before income tax	40,083.47	20,014.91
Income tax revenue relating to ordinary activities		
Net profit attributable to the association	40,083.47	20,014.91
Total changes in equity of the association	40,083.47	20,014.91
Opening retained profits	150,535.74	130,520.83
Net profit attributable to the association	40,083.47	20,014.91
Closing retained profits	190,619.21	150,535.74

The accompanying notes form part of these financial statements.

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Detailed Statement of Financial Position As At 31 December 2005

	2005	2004
	\$	\$
<hr/>		
Current Assets		
Cash Assets		
Westpac Bank A/C 12-3713	18,607.86	83,001.31
Westpac Cash Management Account	195,245.14	109,422.53
	213,853.00	192,423.84
Receivables		
Trade debtors	23,863.58	330.00
	23,863.58	330.00
Other		
Prepayments	865.74	818.07
	865.74	818.07
Total Current Assets	238,582.32	193,571.91
Total Assets	238,582.32	193,571.91
Current Liabilities		
Current Tax Liabilities		
GST payable control account	2,165.35	756.43
Input tax credit control account	(2,145.21)	(2,383.00)
	20.14	(1,626.57)
Other		
Membership Fees In Advance	3,875.91	600.00
Sundry Creditors	24,749.75	24,745.43
Other Creditors	19,317.31	19,317.31
	47,942.97	44,662.74
Total Current Liabilities	47,963.11	43,036.17
Total Liabilities	47,963.11	43,036.17

The accompanying notes form part of these financial statements.

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Detailed Statement of Financial Position As At 31 December 2005

	2005 \$	2004 \$
Net Assets	<u><u>190,619.21</u></u>	<u><u>150,535.74</u></u>
 Members' Funds		
Accumulated surplus (deficit)	<u>190,619.21</u>	<u>150,535.74</u>
Total Members' Funds	<u><u>190,619.21</u></u>	<u><u>150,535.74</u></u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the year ended 31 December 2005

Note 1: Statement of Significant 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 3: Accounting for Income Tax (Tax-effect Accounting)

AAS 5: Materiality

AAS 8: Events Occurring After Reporting Date

AAS 17: Leases

No other Australian 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:

(a) Income tax

The association adopts the liability method of tax-effect accounting whereby the income tax expense shown in the income and expenditure statement is based on the operating profit before income tax adjusted for any permanent differences.

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

(b) Fixed Assets

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(c) 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.

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Auditor's Report

Scope

We have audited the attached financial report, being a special purpose financial report comprising the 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 December 2005 of COPYRIGHT SOCIETY OF AUSTRALIA 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 [NEW SOUTH WALES] 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 COPYRIGHT SOCIETY OF AUSTRALIA INCORPORATED. No 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 [NEW SOUTH WALES]. 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 represented 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 COPYRIGHT SOCIETY OF AUSTRALIA INCORPORATED as at 31 December 2005 and the results of its operations for the year then ended.

Signed on :

ROBERT BRUCE ROWLAND, PARTNER/AUDITOR
PARTLETT CHAVE & ROWLAND
LEVEL 9 75 KING STREET SYDNEY NSW 2000
