

**1st COMMANDO REGT ASSOC-VIC INC
WELFARE PATRIOTIC FUND W528**

BALANCE SHEET AS AT 31 DECEMBER 2007

	2007	2006
	\$	\$
ASSETS		
Current Assets		
Cash at Bank – Commonwealth Bank	999.03	6244.26
GST Refundable	177.48	0.12
TOTAL ASSETS	<u>1176.51</u>	<u>6244.38</u>
TOTAL LIABILITIES		
NET ASSETS		
EQUITY		
Opening Balance	6244.38	2249.50
Current Year Surplus/Deficiency	<u>- 5067.87</u>	<u>3994.88</u>
TOTAL EQUITY	<u>1176.51</u>	<u>6244.38</u>

1st COMMANDO REGT ASSOC – VICTORIA INC
Registered in Victoria A0014983Z, ABN 87 282 474 621

COMMITTEE REPORT

Your Committee submits the Financial statements of the association for General Funds Account for the year 1 April 2007 – 31 March 2008 and, The Welfare Patriotic Fund W528 for the year 1 Jan 2007 – 31 December 2007.

The names of the Committee at the date of this report are:

Robert McDowell	Bruce O'Connor	Richard Pelling
Glenn MacDonald	John Haywood	Peter Beasley
Drew Gordon	Lindsay Lorraine	Barry Higgins
Richard Godden	Keith Larner	Keith Hughes
Adam McClure	Liz Maclaine	

The principal activity of the association during the financial year was to run a non-profit but self sustaining organisation for the members of the association and to raise funds for the support of the welfare fund and the members of 2 Company and 2 Troop 301 Signals Squadron, 1st Commando Regiment as appropriate.

The net surplus (loss) of the general fund for the financial year ended 31 Mar 2008 was: \$ 1665.51 (Loss) (2007: \$4478.18 Loss). This loss was due to subsidising the AGM Dinner 2007, the decline in general membership and memorabilia income. The Association holds in Trust \$1450.00 in pledges for the O'Connor Club Deck Project. The Committee acknowledges that these pledges are refundable if the project does not proceed. The net surplus of the welfare fund W528 for the financial year ended 31 Dec 2007 was \$5067.87(Deficiency) (2006 \$3994.88). The "Rock" project cost was higher than expected.

In accordance with association's Constitution the association is precluded from recommending or declaring any dividend to its members.

No member of the committee has received or become entitled to receive, during or since the end of the financial year, a benefit because of a contract made by the association for supply of goods and services, including the production of the association's official newsletter. This statement excludes a benefit included in the aggregate of emoluments received or due to and receivable by members of the committee shown in the accounts or the fixed salary of a full time employee of the association, controlled entity or related body corporate.

The association has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the association or a related body corporate indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings.

Signed in accordance with a resolution of the Committee

Signed: R.McDowell

Signed: J.C.Haywood

R. McDowell President

J.C. Haywood Treasurer

Dated: 9 May 2008

Dated: 9 May 2008

INDEPENDENT AUDIT REPORT

To the members of 1st Commando Regt Assoc - Victoria Incorporated
A0014983Z, ABN 87 282 474 621

Scope

I have audited the financial report for the 1st Commando Regt Association – Victoria Inc. for the year ended on 31 March 2008 as set out on pages 5 to 11. The Association's Committee is responsible for the preparation and presentation of the financial statements and the information contained in them. I have conducted an independent audit of this 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 statements are 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 so as to present a view which is consistent with my understanding of the Association's financial position and performance as represented by the results of its operations and its cash flows.

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

Qualification

As is common for organisations of this type, it was not practicable for the Association to maintain an effective system of internal control over memberships and other fund raising activities until their initial entry into the accounting records. Accordingly my audit in relation to membership and fund raising was limited to amounts in the accounting records.

Qualified Audit Opinion

In my opinion, except for the effects on the financial report of the matter referred to in the qualification paragraph, the financial report of the 1st Commando Regt Assoc - Victoria Inc. is in accordance with:

- (a) the Corporations Law, including:
 - (i) giving a true and fair view of the Association's financial position as at 31 March 2008 and of its performance for the year ended on that date; and
 - (ii) complying with Accounting Standards and the Corporations Regulations, and
- (b) other mandatory professional reporting requirements.

M.E. O'CONNOR ACCOUNTING and TAXATION SERVICES

Signed: M.E. O'Connor

Mavis E O'Connor CPA
Dated at Frankston this 9th day of May, 2008

1st COMMANDO REGT ASSOC – VICTORIA INC WELFARE PATRIOTIC FUND W528

PROFIT AND LOSS STATEMENT YEAR ENDED 31 DECEMBER 2007

	2007	2006
	\$	\$
Income		
Donations Received	800.00	-
Interest Received	15.84	13.52
Transfer of Funds – 1st Cdo Regt Assoc – Vic Inc	12000.00	9200.00
	<u>12815.84</u>	<u>9213.52</u>
Expenses		
Audit Certificate Fee	30.00	-
Repairs & Maintenance – Memorials	** 8709.28	-
Newsletters	*7465.00	4165.00
Postage	<u>1679.43</u>	<u>1053.64</u>
	<u>17883.71</u>	<u>5218.64</u>
SURPLUS/DEFICIENCY	<u>-5067.87</u>	<u>3994.88</u>

Notes:

* Financial Year 2007 had 4 Issues of the Newsletter paid including the Dec 2006 issue.
FY 2006 payments are for 2 Issues of the Newsletter

** The Memorial Rock Project costs were higher than expected due to Defence Facilities Branch deeming that the project was a "self help" project and therefore no external funds were granted.

INDEPENDENT AUDIT REPORT

To the members of 1st Commando Regt Assoc – Vic Inc. Welfare Patriotic Fund W528

1st COMMANDO REGT ASSOC - VICTORIA INC
A0014983Z, ABN 87 282 474 621

STATEMENT OF FINANCIAL PERFORMANCE YEAR ENDED 31 MARCH 2008

SCOPE

I have audited the financial statements of the 1st Commando Regt Assoc – Victoria Inc. Welfare Patriotic Fund W528 whose details are set out in PF Form 0605 in respect of the year ended 31 December 2007. The Committee is responsible for the preparation and presentation of the financial statements and the information they contain, and has determined that the accounting policies used are appropriate to meet the requirements of the Patriotic Funds Council of Victoria and the needs of members. I have conducted an independent audit of these financial statements in order to express an opinion on them to the members of the Association on their preparation. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

My audit has been conducted in accordance with Australian Auditing Standards to provide a reasonable level of assurance as to whether the financial statements are free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, 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 statements are presented fairly in accordance with the Patriotic Funds Council of Victoria, so as to present a view of the fund which is consistent with my understanding of the Fund's financial position and the results of its operations.

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

AUDIT OPINION

In my opinion, the books and records of the Fund are maintained in a satisfactory manner, and the financial statements set out in PF Form 0605 give a true and fair view of the Fund's performance for the year ended 31 December 2007, and of the assets and liabilities of the Fund as at 31 December 2007.

I advise that I am a Certified Practising Accounting holding a Public Practice Certificate.

MAVIS E O'CONNOR
CPA

Signed: M.E. O'Connor

21 February 2008

MEMORABILIA TRADING STATEMENT

	2008 \$	2007 \$
Gross Sales	8176.00	9366.00
Less Cost of Sales		
Opening Stock on Hand	5111.07	4473.46
Purchases	5159.81	6585.13
Less Closing Stock on Hand	-5552.15	-5111.07
	<u>4718.73</u>	<u>5947.52</u>
GROSS TRADING PROFIT	3457.27	3418.48
Income		
Membership Fees	7235.00	9255.00
AGM Dinner Receipts	3355.00	3530.00
Profit on Memorabilia Sales	3457.27	3418.48
Donations Received	372.00	280.00
	<u>14419.27</u>	<u>16483.48</u>
Expenses		
Audit Fees	360.00	330.00
AGM Dinner Costs 2007	3813.26	4524.00
AGM Dinner Costs 2008 (deposit)	500.00	500.00
Activity Costs	33.73	-
Bank Charges	20.00	120.40
Floral Tributes, Death Notices	110.00	240.00
Internet Costs	248.00	874.50
Lodgment Fees	102.10	101.60
Postage	761.35	1030.35
Presentations	267.20	1206.91
Printing & Stationery	821.74	1408.30
Rip Memorial Pilgrimage Costs	214.90	190.20
Refund O'Connor Club Deck Plaque Pledge	250.00	-
Repairs - Memorials	33.00	63.90
Replacement of Banner	-	447.00
Museum Costs	49.50	224.50
	<u>7584.78</u>	<u>11261.66</u>
OPERATING PROFIT	6834.49	5221.82
Transfer to Welfare Fund W528	8500.00	9700.00
NET PROFIT	-1665.51	-4478.18

1st COMMANDO REGT ASSOC - VICTORIA INC
A0014983Z, ABN 87 282 474 621

STATEMENT OF FINANCIAL POSITION
YEAR ENDED 31 MARCH 2008

	2008 \$	2007 \$
Current Assets		
Cash at Bank – Commonwealth Bank	3716.93	6303.52
Outstanding Funds	-	-
Stock on Hand	5552.15	5111.07
Property at valuation	10281.50	10281.50
TOTAL ASSETS	<u>19550.58</u>	<u>21696.09</u>
Current Liabilities		
Prepaid Membership Fees	320.00	800.00
TOTAL LIABILITIES	<u>320.00</u>	<u>800.00</u>
NET ASSETS	<u>19230.58</u>	<u>20896.09</u>
EQUITY		
Opening Balance	10796.09	15274.27
Asset Revaluation Reserve	10100.00	10100.00
Current Year's Profit/Loss	-1665.51	-4478.18
TOTAL EQUITY	<u>19230.58</u>	<u>20896.09</u>

1st COMMANDO REGT ASSOC - VICTORIA INC
A0014983Z, ABN 87 282 474 621

STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2008

	2008 \$	2007 \$
Cash Flows from Operating Activities		
Receipts from Members	7127.00	10180.00
Receipts from Fund Raising	11531.00	13322.00
Payments to Suppliers	-21244.59	-27546.79
Net operating cash flows	<u>-2586.59</u>	<u>4044.79</u>
Cash Flows from Investing Activities	-	-
Cash Flows from Financing Activities	-	-
Net increase/(decrease) in cash held	-2586.59	-4044.79
Cash at beginning of the financial year	6303.52	10348.31
Cash at end of the financial year	<u>3716.93</u>	<u>6303.52</u>
NOTES TO THE STATEMENT OF CASH FLOWS		
Reconciliation of Cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash at Bank	<u>3716.93</u>	<u>6303.52</u>
Reconciliation of Net Cash Provided by Operating Activities to Net Profit after Income Tax		
Net profit(Loss) after Income Tax	-1665.51	-4478.18
Non Cash Flows in Operating Profit	-	-
Changes in Assets & Liabilities		
Inventories	441.08	637.61
Debtors	-	-426.00
Prepayments	-	-
Creditors	480.00	-645.00
	<u>921.08</u>	<u>-433.39</u>
Cash Flows from Operations	<u>2586.59</u>	<u>-4044.79</u>

The accompanying notes form part of these financial statements

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDING 31 MARCH 2008

Note	2008 \$	2007 \$
6. INVENTORIES		
CURRENT		
Stock on Hand – at cost	5552.15	5111.07
7. PROPERTY, PLANT & EQUIPMENT		
Property – at valuation	10281.50	10281.50
TOTAL PROPERTY, PLANT & EQUIPMENT	10281.50	10281.50
8. CREDITORS & BORROWINGS		
CURRENT		
Prepaid Subscriptions	320.00	800.00
	320.00	800.00

COMMITTEE DECLARATION

As detailed in Note 1 to the Accounts, the Association is not a reporting entity as, in the opinion of the Committee, there are unlikely to exist users of its financial accounts who are dependent upon general purpose financial reports for information needed to make economic decision and who would be unable to command preparation of reports which would specifically satisfy all their information needs. These accounts are therefore "special purpose financial reports" which have been prepared to meet the requirements of the Corporations Law and the Constitution of the Association.

In the opinion of the Committee of the Association:

1. (a) The Statement of the Financial Performance gives a true and fair view of the profit or loss of the association for the year ended 31 March 2008; and
 - (b) The Statement of Financial Position gives a true and fair view of the state of affairs of the association as at the end of the financial year; and
 - (c) The accompanying statement of cash flows give a true and a fair view of the cash flows of the association for the financial year ended 31 March 2008.
2. At the date of this statement there are reasonable grounds to believe that the Association can meet 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:

Signed: R. McDowell

Signed: J.C. Haywood

R. McDowell President
Dated: 9 May 2008

J.C. Haywood Treasurer
Dated: 9 May 2008

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDING 31 MARCH 2008

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Application of Accounting Standards

The Committee are of the view that the association is not a reporting entity. This financial report has been prepared as a special purpose financial report solely to meet the Corporations Law requirements to prepare a financial report. In the opinion of the committee, the accounting standards applied in the preparation of this financial report are appropriate to meet the needs of the members, and comply with all accounting standards applicable to general purpose financial reports.

Basis of Accounting

The accounting policies used are consistent with those adapted in the previous year. The financial statements have also been prepared in accordance with the historical cost convention and do not take into account changes in either the general purchasing power of the dollar or in the prices of specific assets.

Inventories

Inventories are measured at the lower of cost and net realisable value.

Property, Plant and Equipment

Property, plant and equipment are included at cost or valuation. All assets excluding freehold land and buildings are depreciated over their useful life or at depreciation rates set by the Commissioner of Taxation.

Leases

Leases of fixed assets, where substantially all the risk and benefits incidental to the ownership of the asset 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 value. Leased assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the leased liability and the lease interest expense for the period. Lease payments under operating leases are charged as expenses in the periods in which they are incurred.

Income Tax

No provision has been made for income tax in these financial statements as the Committee consider the association, being a non-profit service organisation, is exempt from payment of income tax under the provisions of Section 23 of the Income Tax Assessment Act of 1936 (as amended).

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDING 31 MARCH 2008

2. OPERATING REVENUE	2008 \$	2007 \$
Operating profit is after crediting the following revenues:		
Receipts from members	7607.00	9255.00
Other Operating Revenues:		
Interest received from other unrelated persons	-	-
Fund raising	11531.00	12896.00
Total Other Revenue	11531.00	12896.00
Total Operating Revenue	19138.00	22151.00
3. OPERATING EXPENSES		
Operating profit is after charging the following expenses:		
Depreciation	-	-
Amortisation of leasehold improvements	-	-
Operating lease rental	-	-
Interest paid to other unrelated persons	-	-
Refund O'Connor Club Deck Plaque Pledge	250.00	-
4. CASH		
Cash at Bank	3716.93	6303.52
Cash on Hand	-	-
	3716.93	6303.52
5. RECEIVABLES		
Outstanding Funds	-	-



**1st Commando Regiment Association
- Victoria Inc.**

Registered in Victoria A0014983Z
ABN 87 282 474 621

SPECIAL PURPOSE FINANCIAL REPORT

**1st COMMANDO REGIMENT ASSOCIATION
- VICTORIA INC.**

**FOR THE YEAR ENDED
31 MARCH 2008**

and

**1st COMMANDO REGIMENT ASSOCIATION
- VICTORIA INC.**

PATRIOTIC WELFARE FUND W528

**FOR THE YEAR ENDED
31 DECEMBER 2007**

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