

International Society of Arboriculture (Australian Chapter) Limited

ABN 77 090 873 644

Financial Statements

For the Year Ended 30 June 2008

International Society of Arboriculture (Australian Chapter) Limited

ABN 77 090 873 644

For the Year Ended 30 June 2008

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International Society of Arboriculture (Australian Chapter) Limited

ABN 77 090 873 644

Directors' Report

30 June 2008

Your directors present their report on the company for the financial year ended 30 June 2008.

1. General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names	Appointed/Resigned
David Beattie	Resigned 30 September 2008
John Rayner Cobbett	
Henry Haavisto	
Craig Hallam	
Craig Jeffrey Hinton	
Kiah Martin	
Martin Barry Norris	Resigned 14 May 2008
Douglas John Sharp	
Jeremy Young	Resigned 14 May 2008
Ian McKenzie	Appointed 3 November 2007

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of International Society of Arboriculture (Australian Chapter) Limited during the financial year were the operation of the Australian Chapter for the International Society of Arboriculture. This involves the promotion, awareness and education of the Arboricultural industry.

No significant change in the nature of these activities occurred during the year.

2. Business review

Operating Results

The profit from ordinary activities after providing for income tax amounted to \$ 27,541.

Dividends paid or declared

The company's constitution does not allow for the payment of dividends to members.

International Society of Arboriculture (Australian Chapter) Limited

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Directors' Report

30 June 2008

3. Other items

Significant Changes in State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

After balance day events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out at page 4.

4. Director Information

Information on Directors

David Beattie	Resigned
John Rayner Cobbett	Company Secretary
Henry Haavisto	Certification and Education Director
Craig Hallam	Business Development Director / ISA BOD
Craig Jeffrey Hinton	President
Kiah Martin	SIS Director (WOTT)
Martin Barry Norris	Resigned
Douglas John Sharp	TCC Director
Jeremy Young	Resigned
Ian McKenzie	Director

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Directors' Report

30 June 2008

Meetings of Directors

During the financial year, 2 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Eligible to attend	Number attended
David Beattie	2	2
John Rayner Cobbett	2	2
Henry Haavisto	2	2
Craig Hallam	2	2
Craig Jeffrey Hinton	2	2
Kiah Martin	2	2
Martin Barry Norris	2	-
Douglas John Sharp	2	1
Jeremy Young	2	2
Ian McKenzie	1	1

Signed in accordance with a resolution of the Board of Directors:

Director:
Craig Jeffrey Hinton

Director:
John Rayner Cobbett

Dated 3 December 2008

International Society of Arboriculture (Australian Chapter) Limited

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Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2008 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

PERKS AUDIT & ASSURANCE

247 Fullarton Road

EASTWOOD

South Australia 5063

PETER J HILL

Partner

Registered Company Auditor

Dated 3 December 2008

International Society of Arboriculture (Australian Chapter) Limited

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Income Statement

For the Year Ended 30 June 2008

	2008	2007
	\$	\$
Other income	567,557	252,730
Employee benefits expense	(62,796)	(45,782)
Depreciation, amortisation and impairments	(3,036)	(2,353)
Cost of sales	(32,733)	(42,372)
Donations	(15,554)	(500)
Rent	(11,700)	(2,100)
Travel and accommodation	(143,663)	(11,093)
Other expenses	(270,534)	(91,517)
Profit before income tax	27,541	57,013
Profit attributable to members	27,541	57,013

International Society of Arboriculture (Australian Chapter) Limited

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Balance Sheet

30 June 2008

	Note	2008 \$	2007 \$
ASSETS			
Current assets			
Cash and cash equivalents	2	150,788	360,496
Trade and other receivables	3	127,661	64,752
Inventories	4	29,145	8,707
Total current assets		307,594	433,955
Non-current assets			
Property, plant and equipment	5	16,106	10,508
Total non-current assets		16,106	10,508
TOTAL ASSETS		323,700	444,463
LIABILITIES			
Current liabilities			
Trade and other payables	6	92,223	188,172
Other current liabilities	7	18,658	63,917
Total current liabilities		110,881	252,089
Non-current liabilities			
TOTAL LIABILITIES		110,881	252,089
NET ASSETS		212,819	192,374
EQUITY			
Reserves		-	9,280
Retained earnings		212,819	183,094
TOTAL EQUITY		212,819	192,374

International Society of Arboriculture (Australian Chapter) Limited

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Statement of Changes in Equity

For the Year Ended 30 June 2008

	Retained Earnings	Trauma Fund Reserve	Total
	\$	\$	\$
Balance at 1 July 2007	183,094	9,280	192,374
Profit attributable to members	27,541	-	27,541
Transfers to and from reserves			
- trauma fund reserve	9,280	(9,280)	-
Prior year adjustments	(7,096)	-	(7,096)
Balance at 30 June 2008	212,819	-	212,819

International Society of Arboriculture (Australian Chapter) Limited

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Cash Flow Statement

For the Year Ended 30 June 2008

	Note	2008 \$	2007 \$
Cash from operating activities:			
Receipts from customers		552,058	179,875
Payments to suppliers and employees		(761,628)	(130,505)
Interest received		8,496	2,711
Net cash provided by (used in) operating activities	9	(201,074)	52,081
Cash flows from investing activities:			
Acquisition of property, plant and equipment		(8,634)	(4,420)
Net cash provided by (used in) investing activities		(8,634)	(4,420)
Cash flows from financing activities:			
Other activities:			
Net increase (decreases) in cash held		(209,708)	47,661
Cash at beginning of financial year		360,496	312,835
Cash at end of financial year	2	150,788	360,496

International Society of Arboriculture (Australian Chapter) Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2008

1 Accounting policies

(a) General information

The financial report is a special purpose financial report prepared to satisfy the financial report preparation requirements of the *Corporations Act 2001*. The directors have determined that the company is not a reporting entity.

International Society of Arboriculture (Australian Chapter) Limited is a company limited by guarantee, incorporated and domiciled in Australia.

(b) Basis of preparation

The report has been prepared in accordance with the requirements of the Corporations Act 2001, and the following applicable Australian Accounting Standards and Australian Accounting Interpretations:

AASB 101:	Presentation of Financial Statements
AASB 107:	Cash Flow Statements
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110:	Events after the Balance Sheet Date
AASB 1031:	Materiality
AASB 1048:	Interpretation and Application of Standards

No other Accounting Standards, Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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 fair value basis of accounting has been applied.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(c) Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of a change in accounting policy.

International Society of Arboriculture (Australian Chapter) Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2008

1 Accounting policies continued

(d) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the rendering of services is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

(e) Income taxes

The company is exempt from paying income tax under section 50.40 of the Income Tax Assessment Act 1997.

(f) Goods and Services Tax (GST)

Revenues, 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 balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(g) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

(h) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

International Society of Arboriculture (Australian Chapter) Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2008

1 Accounting policies continued

(i) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis.

Depreciation

The depreciable amount of all fixed assets is depreciated on a diminishing value basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(j) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

2 Cash and cash equivalents

	2008	2007
	\$	\$
Cash on hand	189	230
Cash at bank	150,599	360,266
	150,788	360,496

Reconciliation of Cash

	2008	2007
	\$	\$
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:		
Cash and cash equivalents	150,788	360,496
	150,788	360,496

International Society of Arboriculture (Australian Chapter) Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2008

3 Trade and other receivables

	2008	2007
	\$	\$
CURRENT		
Trade receivables	112,661	66,269
Provision for impairment of receivables	-	(5,000)
	<u>112,661</u>	<u>61,269</u>
Other receivables	15,000	3,483
	<u>127,661</u>	<u>64,752</u>

4 Inventories

	2008	2007
	\$	\$
CURRENT		
At Cost		
Inventories on hand	29,145	8,707
	<u>29,145</u>	<u>8,707</u>

5 Property plant and equipment

	2008	2007
	\$	\$
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	28,410	19,776
Less accumulated depreciation	(12,304)	(9,268)
Total property, plant and equipment	<u>16,106</u>	<u>10,508</u>

Movements in Carrying Amounts

	Plant and Equipment	Total
	\$	\$
Balance at the beginning of year	10,508	10,508
Additions	8,634	8,634
Depreciation expense	(3,036)	(3,036)
Carrying amount at the end of year	<u>16,106</u>	<u>16,106</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2008

6 Trade and other payables

	2008	2007
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	65,085	175,311
Sundry payables and accrued expenses	5,500	-
Other payables	21,638	12,861
	<u>92,223</u>	<u>188,172</u>

7 Other Liabilities

	2008	2007
	\$	\$
CURRENT		
Other liabilities	-	63,917
Amounts held in trust	18,658	-
Total	<u>18,658</u>	<u>63,917</u>

8 Members' Guarantee

The company is limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$ 10 each towards any outstanding obligations of the company. At 30 June 2008 the number of members was 516 (2007: 547).

International Society of Arboriculture (Australian Chapter) Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2008

9 Cash Flow Information

Reconciliation of Cash Flow from Operations with Profit after Income Tax	2008	2007
	\$	\$
Net income/loss for the period	27,541	57,013
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	3,036	2,353
changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in trade and term receivables	(62,909)	(43,845)
(Increase)/decrease in inventories	(20,438)	5,794
Increase/(decrease) in trade payables and accruals	(95,949)	29,966
Increase/(decrease) in other liabilities and funds	(52,355)	800
Cashflow from operations	(201,074)	52,081

10 Company Details

Registered office

The registered office of the company is:

International Society of Arboriculture (Australian Chapter) Limited
247 Fullarton Road
Eastwood
South Australia 5063

International Society of Arboriculture (Australian Chapter) Limited

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Directors' Declaration

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 14, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards as described in Note 1 to the financial statements and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30 June 2008 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the directors opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director
Craig Jeffrey Hinton

Director
John Rayner Cobbett

Dated 3 December 2008

International Society of Arboriculture (Australian Chapter) Limited

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Independent Audit Report to the members of International Society of Arboriculture (Australian Chapter) Limited

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of International Society of Arboriculture (Australian Chapter) Limited, which comprises the balance sheet as at 30 June 2008, and the income statement, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Corporations Act 2001 and are appropriate to meet the needs of the members. The directors' responsibility also includes designing, implementing 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

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we 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.

An 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 company'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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the Corporations Act 2001. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

International Society of Arboriculture (Australian Chapter) Limited

ABN 77 090 873 644

Independent Audit Report to the members of International Society of Arboriculture (Australian Chapter) Limited

Auditor's Opinion

In our opinion the financial report of International Society of Arboriculture (Australian Chapter) Limited is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2008 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the Corporations Regulations 2001.

PERKS AUDIT & ASSURANCE

247 Fullarton Road

EASTWOOD

South Australia 5063

PETER J HILL

Partner

Registered Company Auditor

Dated 3 December 2008