

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2007

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PREPARED BY

**GLENN JAMES MCEWEN
CHARTERED ACCOUNTANT**

P O BOX 619
CHERRYBROOK NSW 2126
TEL (02) 9484-0199
MOB (0425) 262-754

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Councillors' Report

For the year ended 31 December, 2007

Your councillors submit the financial accounts of the Association for the financial year ended 31 December, 2007.

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

J GODDARD	N BHATT
J WAUGH	T PULLINGER
L RUTH	M LIVINGSTON
V LITTLEWOOD	J FLOWERS
N SCUDDER	S KREMER
D BRIGGS	C SHERWOOD
J POINTING	K KRUSZELNICKI
W CLEGG	A LEWIS
B JAKEMAN	G POINTING
K CLEMENS	A EDWARDS
A TZANNES	A RUSSO
J MA	

Principal Activities

The principal activities of the association during the financial year was to promote and foster the interests of Sydney High School.

Significant Changes

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

Operating Result

The net deficit of the Union for the year ended 31st December 2007 was -\$3,702

Signed in accordance with a resolution of the Council members on :

President

Treasurer

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Councillors' Declaration

For the year ended 31 December, 2007

The Council 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 Council, the Income and Expenditure Statement, Balance Sheet, and Notes to the Financial Statements

1. Presents fairly the financial position of the Association as at 31 December, 2007 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

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Balance Sheet As At 31 December, 2007

	Note	2007 \$	2006 \$
Current Assets			
Cash assets	2	32,670	8,281
Inventories	3	3,097	13,129
Other	5	0	27,701
Total Current Assets		<u>35,767</u>	<u>49,111</u>
Non-Current Assets			
Other financial assets	4	95,835	100,583
Property, plant and equipment	6	<u>2,290</u>	<u>2,862</u>
Total Non-Current Assets		<u>98,125</u>	<u>103,445</u>
Total Assets		<u>133,892</u>	<u>152,556</u>
Current Liabilities			
Payables	7	1,400	1,100
Current tax liabilities	9	<u>2,092</u>	<u>1,986</u>
Total Current Liabilities		<u>3,492</u>	<u>3,086</u>
Non-Current Liabilities			
Creditors and Borrowings	8	<u>16,195</u>	<u>31,563</u>
Total Non-Current Liabilities		<u>16,195</u>	<u>31,563</u>
Total Liabilities		<u>19,687</u>	<u>34,649</u>
Net Assets		<u>\$114,205</u>	<u>\$117,907</u>
Members' Funds			
Retained profits		114,205	117,907
Total Members' Funds		<u>\$114,205</u>	<u>\$117,907</u>

The accompanying notes form part of the financial statements

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Income & Expenditure Statement

For the year ended 31 December, 2007

	2007	2006
	\$	\$
Income		
Member Subscriptions	15,941	35,696
Donations	156	
Distribution from trusts	11,253	17,563
Interest received	22	110
Expenses Recovered from SLM Fund	15,085	
Other income	4,216	
Total income	<u>46,673</u>	<u>53,369</u>
Expenses		
Audit fees	2,000	2,000
Bank Fees And Charges	698	308
Bulletin & Postage	8,683	0
Computer & Software Expenses	3,233	1,001
Consultants fees	12,000	12,000
Depreciation	572	590
Donations	5,110	0
General expenses	877	110
History Books Written off	10,033	
Interest - SLM Trust Fund	1,911	0
Meeting Expenses	684	471
Printing & stationery	451	356
Postage	564	0
Student Life Membership Running Costs	2,722	0
Subscriptions	350	250
Telephone	487	1,067
Total expenses	<u>50,375</u>	<u>18,153</u>
Profit from ordinary activities before income tax	-3,702	35,216
Opening retained profits	<u>117,907</u>	<u>82,691</u>
Closing retained profits	<u><u>\$114,205</u></u>	<u><u>\$117,907</u></u>

The accompanying notes form part of the financial statements

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Notes to the Financial Statements

For the year ended 31 December, 2007

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's Incorporation act. The committee has determined that the association is not a reporting entity and therefore special purpose financial reports have been prepared solely to meet the information needs of the members of the Association.

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

AAS 5: Materiality

AAS 8: Events Occurring After Balance date

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 specific 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 is exempt from payment of Income Tax by virtue of Section 50-5 of the Income Tax Assessment Act, 1997.

(b) Plant & Equipment

Plant & Equipment is 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.

(c) Inventory

Inventory of Centenary History Books were written off to nil value during the year.

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Notes to the Financial Statements For the year ended 31 December, 2007

(d) Life Membership Fund

Past treatment has been to bring to account, as income, an amount calculated annually as the approximate cost of servicing the fully and partly paid life membership. This amount was previously set at \$12.50 per member. This charge been adjusted to \$6.00 for the 2007 year.

(e) Student Life Membership Fund

This fund comprises amounts paid on account by students towards life membership of the Union. Interest earned on these funds is added to the fund and an amount of \$5 per student per year will be deducted to cover record keeping and other costs.

When a student leaves school and has the required amount eligible for Life Membership, the total amount accumulated will be transferred from this fund to the Life Membership Fund. Of this amount \$12 is recognised as consideration received for the sale of the Centenary History Book and is disclosed as revenue.

If the student has made contributions and leaves school prior to achieving the total amount required for Life Membership then the balance will be transferred to Ordinary Subscriptions as a partly paid member.

(f) Investments - Market Value

The investments in AMP Monthly Income Fund No 2 shown in the accounts at note 4 are presented at market value. The number of units held as at 31st December 2007 was 103,770.

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Notes to the Financial Statements For the year ended 31 December, 2007

	2007	2006
	\$	\$
Note 2: Cash assets		
Bank accounts:		
- Cash At Bank	32,670	8,281
	<u>32,670</u>	<u>8,281</u>
	<u><u>32,670</u></u>	<u><u>8,281</u></u>
Note 3: Inventories		
Current		
Inventory at cost	3,097	13,129
	<u>3,097</u>	<u>13,129</u>
	<u><u>3,097</u></u>	<u><u>13,129</u></u>
Note 4: Other Financial Assets		
Non-Current		
Units in unit Trusts - at market value		
- AMP Monthly Income Fund No 2	95,835	100,583
	<u>95,835</u>	<u>100,583</u>
	<u><u>95,835</u></u>	<u><u>100,583</u></u>
Note 5: Other Assets		
Current		
Deposit - Arab Bank	0	506
Student Life Membership fees held in trust	0	27,195
	<u>0</u>	<u>27,701</u>
	<u><u>0</u></u>	<u><u>27,701</u></u>
Note 6: Property, Plant and Equipment		
Plant and equipment:		
- At cost	10,688	10,688
- Less: Accumulated amortisation	-8,398	-7,826
	<u>2,290</u>	<u>2,862</u>
	<u><u>2,290</u></u>	<u><u>2,862</u></u>
Note 7: Payables		
Unsecured:		
- Other creditors	1,400	1,100
	<u>1,400</u>	<u>1,100</u>
	<u><u>1,400</u></u>	<u><u>1,100</u></u>

SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

Notes to the Financial Statements For the year ended 31 December, 2007

	2007	2006
	\$	\$
Note 8: Creditors and Borrowings		
Non-Current		
Unsecured:		
Trust Funds Prizes and Bequests		
- General	100	100
- J.W. Gibbs Memorial	400	400
- Arch Fergusson Prize	500	500
Life Membership Fund	-2,673	-3,071
Student Life Membership Fund	17,868	33,634
	<u>16,195</u>	<u>31,563</u>
Note 9: Tax Liabilities		
Current		
GST clearing	2,092	1,986
	<u>2,092</u>	<u>1,986</u>
Note 10: Auditors' Remuneration		
Remuneration of the auditor of the company for:		
Auditing or reviewing the financial report	2,000	2,000
Other services	2,000	2,000
	<u>2,000</u>	<u>2,000</u>

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED**

Scope

I have audited the financial statements of The Sydney High School Old Boys' Union Incorporated, for the year ended 31 December 2007. 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 are appropriate to meet the requirements of the Associations Incorporations Act (NSW) and are appropriate to meet the needs of members. I have conducted an independent audit of this financial report in order to express an opinion on it to the members of the Union. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Act (NSW). I disclaim any assumption of responsibility for any reliance on this report or the financial report to which it relates to any other person other than the members, or for any other purpose other than for which it was prepared.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is 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 as to whether, in all material respects, the financial report is presented fairly in accordance with Australian Accounting Standards and other mandatory professional reporting requirements and statutory requirements so as to represent a view which is consistent with my understanding of the Association's financial position, and performance as represented by the results of their operations and their cash flows.

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

Audit Opinion

In my opinion the financial report of The Sydney High School Old Boys' Union Incorporated presents fairly in accordance with the accounting policies described in Note 1 to the financial statements, the financial position as at 31st December 2007 and the results of its operations for the year ended.



**GLENN J MCEWEN
CHARTERED ACCOUNTANT**

SYDNEY: *26th May, 2008*