



Australian Government

Australian Industrial Registry

11 Exhibition Street
Melbourne, VIC 3000
GPO Box 1994, Melbourne, VIC 3001
Telephone: (03) 8661 7989
Fax: (03) 9655 0410
Email: Cynthia.lobooth@air.gov.au

Mr Greg Holmes
Executive Director
The Motor Inn, Motel and Accommodation Association
National Office
Level 6, Alexandra House
201 Wickham Terrace
BRISBANE QLD 4000

By email: mail@hmaa.com.au

Dear Mr Holmes

Re: Financial Reports for year ended 30 June 2005 – The Motor Inn, Motel and Accommodation Association – National Branch – FR2005/321

I acknowledge receipt of the financial reports of The Motor Inn, Motel and Accommodation Association – National Office for the year ended 30 June 2005 and the revised auditor's report, authorised officer's certificate, committee of management statement and operating report. The documents were lodged in the Industrial Registry on 1 August and 27 November 2006 respectively.

The documents have been filed.

Although the documents have been filed, I would like to comment on some issues arising out of the reports. I make these comments to assist you when you next prepare the financial reports. You *do not* need to take any further action in respect of the financial reports already lodged.

1. Date of execution of documents lodged with Registry

The freshly lodged authorised officer's certificate, operating report and committee of management statement were all dated 14 November 2005. This may have been dated in error. Although the documents lodged were in relation to the financial year ended 30 June 2005, it is not necessary to backdate the documents when the Registry has requested fresh documents be lodged and re-signed. Please ensure all future documents lodged in the Registry that require a signature, particularly from an office holder, have the correct date of execution.

2. Authorised Officer's Certificate

The authorised officer's certificate was executed on 14 November 2005. If the date of execution was not an error, the certificate has attested to events to occur in the future, such as the full report being presented to a general meeting at a future date, 14 December 2005. The purpose of the certificate is to satisfy the Industrial Registrar that the documents lodged with the Registry are copies of the documents provided to the members and presented to a general meeting of the members of the reporting unit. Therefore, the certificate must be executed after these events have occurred.

3. Notes to Financial Statements

Subsection 272(5) of Schedule 1 of the *Workplace Relations Act 1996* (the RAO Schedule) requires the general purpose financial report to include a notice drawing attention to subsections 272(1), 272(2) and 272(3) and the reproduction of those subsections. This is usually included in the Notes to the Financial Statements.

Operating Report – Members of committee of management

Regulation 159 of the RAO Regulations only requires the provision of names of committee of management members, their positions and the period for which these positions were held. It is not necessary to provide their contact details as this information is uploaded onto the organisation website through the Australian Industrial Registry.

5. Committee of Management Statement

In the fresh committee of management statement lodged on 27 November 2006 the statement omitted an important precursory paragraph that appeared in the committee of management statement lodged on 1 August 2006.

That paragraph stated that:

“On 13th day of December 2005 the Committee of Management of The Motor Inn, Motel and Accommodation Association of Australia passed the following resolution in relation to the general purpose financial report to the association for the financial year ended 30 June 2005.”

Item 26 of the Reporting Guidelines provides that:

“The committee of management statement must:

- (a) be made in accordance with such resolution as is passed by the committee of management of the reporting unit in relation to the matters requiring declaration;*
- (b) specify the date of passage of the resolution;*
- (c) be signed by a designated officer within the meaning of section 243 of the RAO Schedule; and*
- (d) be dated as at the date the designated officer signs the statement.”*

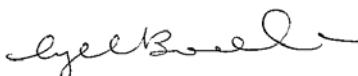
Please ensure future committee of management statements make explicit that a resolution to the matters requiring declaration was passed by the committee of management and provide the date of resolution.

6. Electronic Lodgement

I encourage you to take advantage of the electronic lodgement service provided by the Registry for future lodgements. You may register as a user and then lodge your documents via the [Electronic Lodgement](#) page of the AIRC website at www.airc.gov.au. Alternatively, you may send an email with the documents attached to: riateam3@air.gov.au. Please note that the Rules of the Commission allow for electronic signatures to be used other than for statutory declarations (see subrule 74A(1)). Where documents are lodged electronically, there will be no need to forward hard copies of the documents.

Should you wish to discuss the contents of this letter I can be contacted on (03) 8661 7989 (Wed and Thurs) or via email at cynthia.lobooth@air.gov.au.

Yours sincerely,



Cynthia Lo-Booth

30 November 2006

The Accommodation Association



Motor Inn
Motel and
Accommodation
Association
NSW Office

20 November 2006

Ms Cynthia Lo-Booth
Statutory Services Branch
Australian Industrial Registry
G.P.O. Box 1994
MELBOURNE VIC 3001

Dear Ms Lo-Booth,

Re: Financial Reports for year ended 30 June 2005 – The Motor Inn, Motel and Accommodation Association – National Branch – FR2005/321

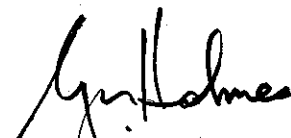
I refer to your letter dated 19 October 2006 concerning certain issues requiring attention with regard to the above Reports.

This is to advise that all matters referred to in your letter have been attended to and I now enclose the following documents:-

- Revised Independent Audit Report Statement
- Certificate of Secretary or Other Authorised Officer
- Committee of Management Statement
- Operating Report for year ended 30 June 2005
- Copy of details of members' right to resign

I trust that completes our reporting obligations.

Yours faithfully,



Greg Holmes
Chief Executive



**INDEPENDENT AUDIT REPORT
TO THE
REGISTRY OF THE AUSTRALIAN INDUSTRIAL RELATIONS COMMISSION
FOR THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION
OF AUSTRALIA
ABN 52 610 697 161**

Scope

We have audited the financial report of The Motor Inn, Motel and Accommodation Association of Australia for the financial year ended 30 June 2005 as set out on pages 2 to 10.

The Committee is responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our 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 in Australia and statutory requirements 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.

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

Audit Opinion

In our opinion, the general purpose financial report of The Motor Inn, Motel and Accommodation Association of Australia is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of Schedule 1 (RAO Schedule) of the Workplace Relations Act 1996.

Auditor's Qualifications

Mark Schiliro is a member of the Institute of Chartered Accountants in Australia and holds a Public Practice Certificate.

**GROSVENOR SCHILIRO
CHARTERED ACCOUNTANTS**

MARK SCHILIRO

PARTNER

DATED THIS 10TH DAY OF NOVEMBER 2005

Certificate of Secretary or Other Authorised Officer

I, Eric Sward, being the Treasurer of the reporting organization certify:-

- that the documents lodged herewith are copies of the full report referred to in s268 of the RAO Schedule; and
- that the Full Report was provided to members on 14/11/2005; and
- that the full report was presented to a General Meeting of the reporting unit to which invitations were sent to all members to attend the general meeting held on 14 December 2005 in accordance with section 266 of the RAO Schedule.

Signature:.....

Date:.....14/11/05.....

Committee of Management Statement

The Committee of Management declares in relation to the general purpose financial report (GPFR) that in its opinion:

1. the financial statements and notes comply with the Australian Accounting Standards;
2. the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
3. the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
4. there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable;
5. during the financial year to which the GPFR relates and since the end of that year:
6. meetings of the committee of management were held in accordance with the rules of the organization including the rules of a branch concerned; and
7. the financial affairs of the reporting unit have been managed in accordance with the rules of the organization including the rules of a branch concerned; and
8. the financial records of the reporting unit have been kept and maintained in accordance with Schedule 1B of the Workplace Relations Act, and the RAO Regulations; and
9. the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organization; and
10. no requests were received from any member of the reporting unit or a Registrar for information under section 272 of the RAO Schedule; and
11. No order has been made for inspection of financial records made by the Commission under Section 273 of the RAO Schedule.

For the Committee of Management: Eric Sward
Title of Office Held: Treasurer

Signature..........

Date: 14 /11 /05

Operating report for year ended 30 June 2005

Committee of Management Members:

The persons who held office as a member of the Committee of Management of the Motor Inn, Motel & Accommodation Association for the financial year ending 30 June 2005 were:-

Title	Name
President: Occupation: Address:	Gary Crockett Company Director [REDACTED] [REDACTED] [REDACTED]
Vice President: Occupation: Address:	Jean Muller Company Director [REDACTED] [REDACTED] [REDACTED]
Treasurer: Occupation: Address:	Eric Sward Company Executive [REDACTED] [REDACTED] [REDACTED]
Executive Director: Occupation: Address:	Dennis Winchester Executive Director [REDACTED] [REDACTED]
Committee Member: Occupation: Address:	David Brown Company Executive [REDACTED] [REDACTED] [REDACTED]
Committee Member: Occupation: Address:	Bruce Copeland Company Executive [REDACTED] [REDACTED] [REDACTED]

Principal Activities of the Organisation:

The principal activities of the organisation during the financial year were providing advice and representation for members on employment issues and acting as a peak employer organization consistent with its objects.

Results of Principal Activities:

The Organisation's activities resulted in delivering industrial relations and human resources services, workplace health and safety services and training, negotiation with relevant union and government bodies and representation of members in Industrial tribunals.

Significant changes in the Organisation's financial affairs:

There were no significant changes affecting the financial affairs of the organization during the financial year.

Right of members to resign:

A copy of the relevant organization rule in this regard is attached hereto.

Trustee or Director of a company that is a trustee of a superannuation entity or exempt public sector superannuation scheme:

There were no officers or members of the Organisation who were trustees or directors of a superannuation entity during the financial year.

Number of members of the Organisation:

There were 717 members of the Organisation at the end of the financial year.

Employees of the Organisation:

The number of employee at the end of the financial year was one (1).

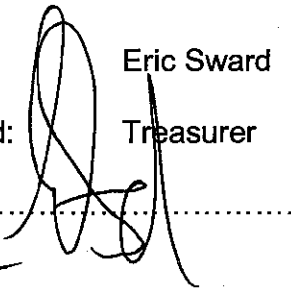
Name:

Eric Sward

Title of Office Held:

Treasurer

Signature.....



Date: 14/11/05

41 – RESIGNATION

1. A member may resign from membership by written notice addressed and delivered to the Executive Director or the Secretary of a Branch of which they are a member.
2. Such a notice takes effect;
 - a) where the member is no longer eligible to be a member;
 - (i) on the day on which the notice is received by the Association; or
 - (ii) on the day specified in the notice, which is a day not earlier than the day when the member ceased to be eligible as a member;whichever is the later; or
 - b) in any other case;
 - (i) at the end of three (3) months after the notice is received by the Association; or
 - (ii) on the day specified in the notice;whichever is later.
3. Any dues payable but not paid by a former member, in relation to a period before the member's resignation took effect, may be sued for and recovered in the name of the Association in a Court of competent jurisdiction, as a debt due to the Association.
4. A notice delivered to the Executive Director or Branch Secretary shall be taken to have been received by the Association when it was delivered.
5. A notice of resignation that has been received by the Association is not invalid because it was not addressed and delivered in accordance with sub-rule (1)
6. A resignation from membership is valid even if it is not effected in accordance with this rule if the member is informed in writing by or on behalf of the Association that the resigned had been accepted.



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Mr Greg Holmes
Executive Director
The Motor Inn, Motel and Accommodation Association
National Office
Level 6, Alexandra House
201 Wickham Terrace
BRISBANE QLD 4000

By email: mail@hmaa.com.au

Dear Mr Holmes

Re: Financial Reports for year ended 30 June 2005 – The Motor Inn, Motel and Accommodation Association – National Branch – FR2005/321

I have received the financial reports of The Motor Inn, Motel and Accommodation Association – National Branch for the year ended 30 June 2005. The documents were lodged in the Registry on 1 August 2006.

The documents have not yet been filed.

There are a number of issues that require attention before the documents can be filed.

1. Operating Report

Section 254 of Schedule 1 of the Workplace Relations Act 1996 ([the RAO Schedule](#)) and regulation 159 of the Workplace Relations (Registration and Accountability of Organisations) Regulations 2003 ([the Regulations](#)) make provision for the requisite contents of an Operating Report. The following aspects of those provisions have not been addressed in the Operating Report lodged:

- details of any significant changes in the reporting unit's financial affairs during the year. In the event that there are no significant changes the Operating Report should include a comment to this effect. [s.254(2)(b)]
- details of the right of members to resign from the reporting unit under section 174 of the RAO Schedule. There should be a reference or a reproduction to the relevant organisation rule for the members' right to resign. [s.254(2)(c)]
- details (including the position held) of any *officer or member* of the reporting unit who is a trustee, or a director of a company that is a trustee, of a superannuation entity or an exempt public sector superannuation scheme. In the event that there is no officer or member who is a trustee or director of a company that is a trustee of a superannuation entity or exempt public sector superannuation scheme the Operating Report should include a comment to this effect. [s.254(2)(d)]
- details of the following prescribed information as required by reg.159 of the Regulations:
 - (a) number of persons that were, at the end of the financial year to which the report relates, recorded in the register of members;
 - (b) number of persons who were, at the end of the financial year to which the report relates, employees of the reporting unit, where the number of employees includes both full-time employees and part-time employees measured on a full-time equivalent basis;

- (c) name of each person who has been a member of the committee of management of the reporting unit at any time during the reporting period, and the period for which he or she held such a position.

Furthermore the Executive Director is unable to sign the Operating Report as he is not an officer. [ss.6 and 9 of the RAO Schedule]. Please refer to point 5 of this correspondence for a complete explanation.

I request that a fresh Operating Report is prepared to incorporate the abovementioned details and contemporaneously signed by an officer.

2. Committee of Management Statement

Item 17 of the [Reporting Guidelines](#)¹ require the Committee of Management Statement to include various declarations by the committee of management. The lodged Committee of Management Statement omitted to address Item 17(e)(i) whether meetings of the committee of management were held in accordance with the rules of the organisation, Item 17(e)(ii) whether the financial statements and notes comply with the reporting guidelines of the Industrial Registrar and Item 17(e)(iv) where the organisation consists of 2 or more reporting units, the financial records have been kept, as far as practicable, in a consistent manner.

Again, the Executive Director is unable to sign the Committee of Management statement as he is not an officer. [ss.6 and 9 of the RAO Schedule].

I request a fresh Committee of Management Statement to incorporate Items 17(e)(i), 17(e)(ii) and 17(e)(iv) is prepared and contemporaneously signed by an officer.

3. Auditor's Report

Section 257(5) of the RAO Schedule requires the auditor to state, among other things, whether in the auditor's opinion the general purpose financial report is *presented fairly*. The words 'true and fair view' were requirements of the previous legislative regime and are no longer relevant. The changed legislative prescription has applied since the first full financial year commencing after 8 May 2003.

The following wording in an Auditor's Report would satisfy the requirements of s.257 of the RAO Schedule:

"In our opinion the general purpose financial report is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of Schedule 1 (RAO Schedule) of the Workplace Relations Act 1996."

Furthermore, the Auditor's Report should provide details of the Auditor's qualifications to confirm he or she is an approved auditor under s.256 and reg.4 of the Regulations.

Regulation 4 defines an approved auditor as a person who is a member of CPA Australia, The Institute of Chartered Accountants in Australia or the National Institute of Accountants **and** holds a current Public Practice Certificate. The individual auditor signing off on the report should provide details of which professional body he or she is a member of and that they hold a current Public Practice Certificate.

I request the organisation's auditor provide a further opinion as to whether they are of the opinion that the general purpose financial report is 'presented fairly' and to give details that the individual auditor signing off is an approved auditor.

¹ Please note the applicable Reporting Guidelines for future financial reports will be those operative to financial years commencing after 1 November 2004. A copy of these Reporting Guidelines may accessed through the AIRC website.

4. Presentation of Full Report to a meeting

Section 266(3) of the RAO Schedule states:

“If the rules of the reporting unit provide for a specified percentage (not exceeding 5%) of members to be able to call a general meeting of the reporting unit for the purpose of considering the auditor’s report, the general purpose financial report and the operating report, the full report may instead be presented to a meeting of the committee of management of the reporting unit that is held within the period mentioned in subsection (1).”

The Motor Inn, Motel and Accommodation Association rules **do not** include such a provision. Rule 17 (Annual General Meeting) provides:

“...At such meeting, a report of the affairs of the Association or Branch, as the case may be during the preceding year ended 30th June shall be submitted by the President, together with a Financial Report and Balance Sheet, duly audited.”

Therefore, MIMA must comply with s.266(1) by presenting the full report to a **general meeting** of the members of the reporting unit within the period of 6 months starting at the end of the financial year.

To rectify this deficiency the organisation should convene the appropriate general meeting to present the full report to members. The documents presented to that meeting should include the fresh Operating Report and Committee of Management Statement as referred to above. Please note that the full report must be provided to all members 21 days before the meeting.

Subsequent to the general meeting a fresh Designated Officer’s Certificate reflecting the new information should be signed contemporaneously by the President, Vice-President or the Treasurer and then lodged in the Registry with the relevant documents.

5. Signing of Documents

The Designated Officer’s Certificate, Operating Report and the Committee of Management Statement may only be signed by a person who holds an *office* in the organisation or branch. An *office* is defined in s.9 of the RAO Schedule as being:

“(1)(a) an office of president, vice president, secretary or assistant secretary of the organisation or branch; or

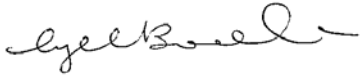
(b) the office of a voting member of a collective body of the organisation or branch, being a collective body that has power in relation to any of the following functions:

- (i) the management of the affairs of the organisation or branch;*
- (ii) the determination of policy for the organisation or branch;*
- (iii) the making, alteration or rescission of rules of the organisation or branch;*
- (iv) the enforcement of rules of the organisation or branch, or the performance of functions in relation to the enforcement of such rules;. . .”*

Under the MIMAA rules the Executive Director, although elected, has “no voting rights at any Council meetings” [rule 25(a)] and “shall act under the direction of the President, or in the absence of that officer, then the Vice-President” [rule 25(c)]. Therefore, the Executive Director is not an officer for the purposes of the Schedule 1 of the RAO Schedule and cannot sign the abovementioned documents in satisfaction of the requirements of Schedule 1. Please ensure documents relating to the Financial Reports are signed by the President, Vice-President or the Treasurer who are according to rule 24 of the organisation rules the office-bearers of Council.

If you have any queries I can be contacted on (03) 8661 7989 (Wednesday and Thursday).

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Cynthia Lo-Booth', with a stylized flourish at the end.

Cynthia Lo-Booth
Statutory Services Branch

19 October 2006

The Accommodation Association



Motor Inn
Motel and
Accommodation
Association
National Office

14 July 2006

Mr Larry Powell
Australian Industrial Register
Level 35, 80 Collins Street
MELBOURNE VIC 3000


Dear Mr Powell

REF: FR2005/321 – [115N]
The Motor Inn Motel and Accommodation Association

Please find enclosed copies of the 2005 annual report and financial statements for the above organisation.

I apologise for the delay in the filing of these documents.

Yours sincerely


Eric Sward
Executive Director

**THE MOTOR INN, MOTEL AND
ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30TH JUNE 2005**

Financial Statements

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

**Annual Audited Financial Report
for the year ended 30 June 2005**

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

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THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF AUSTRALIA
ABN 52 610 697 161

OPERATING REPORT
FOR THE YEAR ENDED 30 JUNE 2005

Your committee members submit the financial report of the Motor Inn, Motel and Accommodation Association of Australia for the financial year ended 30 June 2005.

Committee Members

The names of committee members throughout the year and at the date of this report are:

David Brown	Eric Sward
David Richardson	Jean Muller
Garry Crockett	Bruce Copland

Principal Activities

The principal activities of the association during the financial year were liaising with the Australian Industrial Relations Commission and the Liquor Hospitality and Miscellaneous Workers Union.


Significant Changes

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

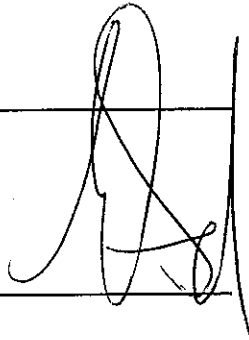
Operating Result

The profit from ordinary activities amounted to \$173,980.

Signed in accordance with a resolution of the Members of the Committee:



COMMITTEE MEMBER



COMMITTEE MEMBER

DATED THIS 13th DAY OF  2005

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005**

	NOTE	2005 \$	2004 \$
CLASSIFICATION OF EXPENSES BY FUNCTION			
Revenue from ordinary activities	2	175,144	12,000
Other expenses from ordinary activities		<u>(1,164)</u>	<u>(12,153)</u>
Profit / (Loss) from ordinary activities before income tax		173,980	(153)
Income tax expense relating to ordinary activities		<u>-</u>	<u>-</u>
Profit / (Loss) from ordinary activities after related income tax expense		<u>173,980</u>	<u>(153)</u>
Net Profit / (loss) from ordinary activities after income tax attributable to the association	6	<u>173,980</u>	<u>(153)</u>

The accompanying notes form part of these financial statements

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2005**

	NOTE	2005	2004
		\$	\$
CURRENT ASSETS			
Cash Assets	3	91	375
Receivables	4	<u>18,834</u>	<u>14,390</u>
TOTAL CURRENT ASSETS		<u>18,925</u>	<u>14,765</u>
TOTAL ASSETS		<u>18,925</u>	<u>14,765</u>
 CURRENT LIABILITIES			
Payables	5	<u>18,414</u>	<u>188,234</u>
TOTAL CURRENT LIABILITIES		<u>18,414</u>	<u>188,234</u>
TOTAL LIABILITIES		<u>18,414</u>	<u>188,234</u>
NET ASSETS/(LIABILITIES)		<u>511</u>	<u>(173,469)</u>
 EQUITY			
Retained Profit/(Accumulated Losses)	6	<u>511</u>	<u>(173,469)</u>
TOTAL EQUITY		<u>511</u>	<u>(173,469)</u>

The accompanying notes form part of these financial statements

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

**STATEMENT OF CASH FLOWS
AS AT 30 JUNE 2005**

	NOTE	2005	2004
		\$	\$
Cash Flows from Operating Activities			
Income Receipts		170,700	(2,300)
Payments in operations		(170,984)	2,197
Net cash provided by (used in) operating activities	7	<u>(284)</u>	<u>(103)</u>
Net increase (decrease) in cash held		(284)	(103)
Cash at beginning of the financial year		<u>375</u>	<u>478</u>
Cash at end of the financial year	3	<u>91</u>	<u>375</u>

The accompanying notes form part of these financial statements

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2005

Note 1 - Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the Workplace Relations Act 1996.

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

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

(a) Income Tax

The association is a trade union and is exempt from income tax under Section 23(f) of the Income Tax Assessment Act.

(b) Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand, at banks and on deposit.

(c) Revenue

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

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

(d) Goods and Service 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 acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

(e) Adoption of Australian Equivalents to International Financial Reporting Standards

The Association is currently preparing and managing the transition to Australian Equivalents to the International Financial Reporting Standards (AIFRS) effective from the financial year commencing from 1 January 2005. The adoption of AIFRS will be reflected in the Association's financial statements for the year ended 30 June 2006. On the first time adoption of AIFRS, comparatives for the financial year ended 30 June 2005 are required to be restated. The majority of the AIFRS transitional adjustments will be made retrospectively against profits at 1 July 2004. The Association's management, along with auditors, has assessed the significance of the expected changes and are preparing for their implementation. Although the changed rules may result in different reporting results, no impacts

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2005

Adoption of Australian Equivalents to International Financial Reporting Standards (continued)

are expected on the underlying operations of the Association. No material changes in cash flows are expected to occur.

A reliable estimation of the financial effects of the impacts on the financial report had it been prepared using the AIFRS are unknown at this time.

	2005	2004
	\$	\$
Note 2- Revenue		
Membership Fees	175,144	12,000
	<u>175,144</u>	<u>12,000</u>
 Note 3 – Cash		
Cash at Bank	91	375
	<u>91</u>	<u>375</u>
 Note 4 – Receivables		
Debtors	18,714	13,200
GST Paid	120	1,190
	<u>18,834</u>	<u>14,390</u>
 Note 5 - Payables		
Trade Creditors	-	12,100
MIMA (NSW) Loan	-	173,944
Other creditors & accruals	900	990
GST Collected	17,514	1,200
	<u>18,414</u>	<u>188,234</u>
 Note 6 – Retained Profits/(Accumulated Losses)		
Retained profits/(Accumulated Losses) at the beginning of the financial year	(173,469)	(173,316)
Net profit/(loss) attributable to the members	173,980	(153)
Retained profits/(Accumulated Losses) at the end of the financial year	<u>511</u>	<u>(173,469)</u>

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2005

Note 7 – Cash Flow Information	2005	2004
	\$	\$
Reconciliation of Cash Flow from Operations with Profit/(loss) from ordinary activities after Income Tax		
Profit/ (loss) from ordinary activities after income tax	173,980	(153)
Net cash used in operating activities before changes in assets and liabilities	<u>173,980</u>	<u>(153)</u>
Changes in assets and liabilities		
Decrease / (Increase) in Receivables	(4,444)	(14,300)
Increase / (Decrease) in payables	(169,820)	14,350
Cash flows from operations	<u>(284)</u>	<u>(103)</u>
 Note 8 – Auditor’s Remuneration		
Fees received and receivable for:		
Auditor’s remuneration		
- audit or review	1,110	900

**THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2005

NOTE 9 – FINANCIAL INSTRUMENTS

(a) Interest rate risk

The association's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing			
	2005	2004	2005	2004	Within 1 Year		1 to 5 Years	
	%	%	\$	\$	2005	2004	2005	2004
Financial Assets								
Cash	0.20	0.15	91	375	-	-	-	-
Total Financial Assets			91	375	-	-	-	-

(b) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the balance sheet and notes to the financial report.

The association does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the association.

(c) Net Fair Values

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to and forming part of the financial statements.

NOTE 10 – EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report any item transaction or event of a material nature likely in the opinion of the Committee members, to affect significantly the operations of the association, the results of those operations, or the State of affairs of the association in subsequent financial years.

THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF AUSTRALIA

ABN 52 610 697 161

COMMITTEE OF MANAGEMENT STATEMENT

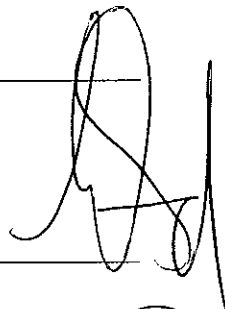
On 13th day of December 2005 the Committee of Management of The Motor Inn, Motel and Accommodation Association of Australia passed the following resolution in relation to the general purpose financial report of the association for the financial year ended 30 June 2005.

The Committee of Management declares in relation to the general purpose financial report that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards; and
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar; and
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the association for the financial year ended 30 June 2005; and
- (d) there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable; and
- (e) the financial records of the association have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
- (f) the information sought in any request of a member of the association or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
- (g) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

For the Committee Management:


Committee Member


Committee Member

DATED THIS 13th DAY OF December 2005

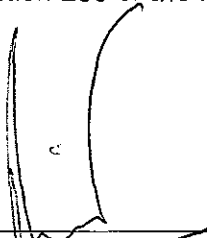
THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF AUSTRALIA

ABN 52 610 697 161

CERTIFICATE OF AUTHORISED OFFICER
S268 of Schedule 1B Workplace Relations Act 1996

I, Dennis Winchester, being the Officer of the Motor Inn, Motel and Accommodation Association of Australia certify:

- that the documents lodged herewith are copies of the full report referred to in s268 of the RAO Schedule; and
- that the full report, was provided to members on *14th* day of *December* 2005; and
- that the full report was presented to a meeting of the committee of management of the association on *13th* day of *November* 2005; in accordance with section 266 of the RAO Schedule.



Dennis Winchester
Treasurer

Date:

14th December 2005

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION OF
AUSTRALIA**

ABN 52 610 697 161

Scope

We have audited the financial report of The Motor Inn, Motel and Accommodation Association of Australia for the financial year ended 30 June 2005 as set out on pages 2 to 10.

The Committee is responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our 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 in Australia and statutory requirements 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.

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

Audit Opinion

In our opinion, the financial report of The Motor Inn, Motel and Accommodation Association of Australia presents a true and fair view in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia the financial position of The Motor Inn, Motel and Accommodation Association of Australia as at 30 June 2005, and the results of its operation and its cash flows for the year then ended.

GROSVENOR SCHILIRO

CHARTERED ACCOUNTANTS



MARK SCHILIRO

PARTNER

DATED THIS 13th DAY OF December

2005