THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD

ACN: 001 290 115

FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD

ACN: 001 290 115

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THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD Statement of Financial Position As at 31 December 2012

Current Assets 5 30,372 23,507 Receivables 6 35,541 51,287 Investments 7 114,260 110,115 Inventories 8 46 46 Petty Cash 200 200 Other 9 2,962 3,083 Total Current Assets 183,381 188,238 Non Current Assets 89 464 Total Non Current Assets 89 464 Total Assets 183,470 188,702 Current Liabilities 89 464 Total Current Liabilities 52,939 62,834 Net Assets 11 52,939 62,834 Net Assets 130,531 125,868 99,895 Extraordinary Item 0 0 Current Surplus 4,663 25,973 Total Members' Funds 130,531 125,868 Total Members' Funds 130,531 125,868		Note	2012 \$	2011 \$
Receivables 6 35,541 51,287 Investments 7 114,260 110,115 Inventories 8 46 46 Petty Cash 200 200 Other 9 2,962 3,083 Total Current Assets 183,381 188,238 Non Current Assets 7 10 89 464 Total Non Current Assets 89 464 Total Assets 89 464 Total Assets 183,470 188,702 Current Liabilities 7 11 52,939 62,834 Total Current Liabilities 52,939 62,834 Total Current Liabilities 130,531 125,868 Members' Funds 125,868 99,895 Extraordinary Item 0 0 Current Surplus 125,868 99,895 Current Surplus 4,663 25,973 Current Surplus 25,973 36,973 Current Surplus 25,973 Current Surplus 25	Current Assets		•	*
Investments		5	30,372	23,507
Inventories	Receivables	6	35,541	51,287
Petty Cash Other 200 200 Other 9 2,962 3,083 Total Current Assets 183,381 188,238 Non Current Assets 89 464 Total Non Current Assets 89 464 Total Assets 183,470 188,702 Current Liabilities 11 52,939 62,834 Total Current Liabilities 52,939 62,834 Net Assets 130,531 125,868 Members' Funds 125,868 99,895 Extraordinary Item 0 0 Current Surplus 4,663 25,973			114,260	110,115
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Non Current Assets	Other	9	2,962	3,083
Non Current Assets 10 89 464 Total Non Current Assets 89 464 Total Assets 183,470 188,702 Current Liabilities 11 52,939 62,834 Total Current Liabilities 52,939 62,834 Net Assets 130,531 125,868 Members' Funds 125,868 99,895 Extraordinary Item 0 0 Current Surplus 4,663 25,973	Total Current Assets			
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Total Assets 183,470 188,702 Current Liabilities	Total Non Current Assets			464
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Payables 11 52,939 62,834 Total Current Liabilities 52,939 62,834 Net Assets 130,531 125,868 Members' Funds 125,868 99,895 Extraordinary Item 0 0 Current Surplus 4,663 25,973				
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Net Assets 130,531 125,868 Members' Funds 125,868 99,895 Extraordinary Item 0 0 Current Surplus 125,868 99,895 Current Surplus 4,663 25,973	Total Current Liabilities		52,939	62,834
Members' Funds 125,868 99,895 Extraordinary Item 0 0 125,868 99,895 Current Surplus 4,663 25,973	Net Assets			
Retained Profits o/b 125,868 99,895 Extraordinary Item 0 0	Marchard France			
Extraordinary Item 0 0			405.000	00.005
Current Surplus				_
Current Surplus 4,663 25,973	Extraordinary item			
Current Surplus 4,663 25,973			125.868	99.895
	Current Surplus			
10tal Members: Funds 130,531 125,868	Total March and Funds			
	rotal Members Funds			

Statement of Financial Performance Year ended 31 December 2012

	Note	2012 \$	2011 \$
Function Revenue		75,372	82,244
Cost of Functions		-33,036	-32,165
Gross Profit		42,336	50,079
Other Revenue from Ordinary Activities		87,196	117,452
Distribution Expenses		-4,780	-4,870
Occupancy Expenses		-1755	-912
Administrative Expenses		-49,228	-60,436
Other Expenses from Ordinary Activities		-69,106	-75,340
Profit from Ordinary Activities before Income Tax		4,663	25,973
Income Tax Expense		0	0
Extraordinary Item	1(e)	0	0
Operating Profit After Income Tax		4,663	25,973
Members' Funds at the beginning of the year		125,868	99,895
Extraordinary Item		0	0
Members' Funds at the end of the year		130,531	125,868

THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD Statement of Cash Flows As at 31 December 2012

	Note	2012 \$	2011 \$
Cash Flows from Operating Activities Receipts from Operations Payments to Suppliers and Employees Interest Received		133,277 -157,905 4,145	173,173 -173,723 6,260
Total Net Cash used on Operating Activities	4	-20,483 	5,710
Net Cash used on Operating & Investing Activities		-20,483 	5,710
Net (Decrease) Increase in Cash & Cash Equivalents		-20,483 	5,710
Opening Cash Balance		133,948	128,238
Closing Cash Balance	5	113,465	133,948

THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD

Notes to and Forming Part of the Accounts For the year ended 31 December 2012

1. Statement of Accounting Policies

The financial statements are general purpose financial reports that have been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial statements have also been prepared on an accruals basis and is based on historical costs and do not take into account changing money values or, except where stated current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

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

(a) Depreciation

The depreciable amount of plan and equipment is depreciated on a diminishing value basis over its useful life to the company commencing from the time the asset is held for use.

(b) Inventories

All inventories have been valued at the lower of cost and net realizable value and have been classified as current assets based on expected use.

(c) Income Tax

A ruling that The Commercial Law Association of Australia Ltd is exempt from income tax has been received from the Australian Taxation Office and consequently income tax has not been provided for in the accounts.

(d) Employee Entitlements

As at balance date The Commercial Law Association of Australia had no employees as a result there is not Provision for Employee Benefit provided for in the accounts.

(e) Subscription Income

As at balance date the financial accounts of The Commercial Law Association of Australia Ltd required no period adjustments to account for prepaid subscription income.

2.	Revenue	2012 \$	2011 \$
	Operating Activities	•	Ψ
	Subscriptions	73,610	66,324
	Sales of Bulletins, Papers & Binders	743	0
	Interest Received	4,145	6,260
	Net Income from Functions	42,334	50,079
	Other Income	8,700	44,868
		129,532	167,531
	Total Revenue	129,532	167,531

3. Profit from Activities

Profit/ (Loss) from ordinary activities before income tax
has been determined after:
Depreciation of Plant and Equipment
Auditors Remuneration

4.	Cash Flow Information	2012 \$	2011 \$
	Reconciliation of cash flows from Operations with Profit/ (Loss) from Ordinary Activities after Income Tax:	4 663	25.072
	Profit/ (Loss) from Ordinary Activities after Income Tax	4,663	25,973
	Non-cash flows in Profit/ (Loss) from Ordinary Activities Depreciation	375	730
	Changes in Assets and Liabilities (Increase)/Decrease in Other Debtors (Increase)/Decrease in Prepayments	-15,868 121	-21,413 -397
	(Decrease)/Increase in Creditors & Accruals	-9,895	1,214
	Cash Flow from Operations	-20,604 	6,107
5.	Cash Cash at Bank	30,372	23,507
	Reconciliation of Cash Cash at the end of the year as shown in the Statement of Cash Flow Is reconciled to items in the Balance Sheet as follows:		
	Cash	30,372	23,507
	Petty Cash Float Investments	200 114,260	200 110,115
		144,832	133,822
6.	Current Assets - Receivables		
0.	Sundry Debtors	31,816	47,967
	Credit Card Clearing Account	3,725	3,320
		35,541	51,287
7.	Current Assets - Investments		
	Cash on Deposit	114,260	110,115
8.	Current Assets – Inventories Finished Goods	46	46
9.	Current Assets - Other		
	Prepayments	2,962	3,083
10.	Plant and Equipment Office Furniture and Equipment		
	At Cost Accumulated Depreciation	7,597 7,508	7,597 7,133
	7.000.malatoa Boprodation		
		89	464
11.	Payables	040	242
	Trade Creditors Net GST Liability	216 -2,984	216 -4,030
	Prepaid Subscriptions	55,707	66,648
		52,939	62,834
			

THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD Detailed Statement of Income and Expenditure As at 31 December 2012

	2012 \$	2011 \$
Income:		
Subscriptions	73,610	66,324
Sales Video Recording & Papers	743	0
Interest Received	4,145	6,260
Net Income from Functions	42,334	50,079
Other Income	8,700	44,868
Total Income	129,532	167,531
Less: Expenditure:	5 470	4.045
Auditor's Remuneration	5,478	4,915
Bank Charges	1,792	1,644
Computer Peripherals & Consumables	1350	38
Consultancy – Advertising	182	436
Contract Management	67,617	73,593
Credit Card Merchant Fees	1,629	1,945
Depreciation	375	730
Graduate Expenses	1,320	225
Insurance	3,675	3,076
International Law Section	127	498
Internet	6,850	3,063
Office Expense	1,755	912
Postage	3,256	3,685
Printing and Stationery	3,003	3,405
Prizes	1,114	1,017
Video Recording & Papers	1,130	0
Commercial Law Quarterly		
Cost of Production	8,735	11,240
Editorial	7,930	5,203
Distribution	1,524	1,185
Member Retention	4,577	2,803
New Member Exp	0	0
Telephone	450	479
Travel JCL Sabah Conference	1,000	1,563
Sabah Travel	0	0.619
Sabah Website	0	9,618 2,900
	0	
Sabah Printing & Stationery Sabah Function Expenses	0	1,155 1,201
Sabah Accommodation		1,301
Saban Accommodation	0 	4,929
Total Expenditure	124,869	141,558
Operating Profit	4,663	25,973
Surplus/ (Deficit) for the Year	4,663	25,973

THE COMMERCIAL LAW ASSOCIATION OF AUSTRALIA LTD Directors' Declaration for the year ended 31 December 2012

The directors of the company declare that:

- 1. The financial statements and notes as set out on pages 4 to 10
 - (a) comply with the accounting standards and the Corporations Act; and
 - (b) give a true and fair view of the financial position as at 31 December 2012 and performance for the year ended on that date for the company;
- 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 and is signed for and on behalf of the Directors by:

CRISTEAN YAZBECK, Director

STEPHEN LAMY, Director

Date: 2nd April 2013

Independent Audit Report

To the Members of The Commercial Law Association of Australia Ltd:

Scope

We have audited the Financial Report of The Commercial Law Association of Australia Ltd for the year ended 31 December 2012 comprising the Statement of Financial Position, Statement of Financial Performance, Cash Flow Statement, Notes to the Financial Statements, and the Directors Declaration. The Company's Directors are responsible for the financial report. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Company.

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 disclosure in the financial report and the evaluation of accounting policies and significant account 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 and statutory requirements so as to present a view which is consistent with our understanding of the company'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 Commercial Law Association of Australia Ltd is in accordance with:

- (a) The Corporations Act, including:
 - (i) giving a true and fair view of the company's financial position as at 31 December 2012 and of its performance for the year ended on that date, and
 - (ii) complying with Accounting Standards and Corporations Regulations; and
- (b) Other mandatory professional reporting requirements.

COURTNEY & CO

PETER W METCALFE

Auditor's Independence Declaration

Auditor's independence declaration to the directors of The Commercial Law Association of Australia Ltd

In relation to our audit of the financial report of The Commercial Law Association of Australia Ltd for the year ended 31 December 2012, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

Peter Metcalfe

Partner

Courtney & Co Sydney, April 2013