

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

CONTENTS

Statement of Financial Position

Statement of Financial Performance

Statement of Cash Flows

Notes to the Financial Statements

Detailed Statement of Income and Expenditure

Directors' Declaration

Independent Audit Report

Auditor's Independence Declaration

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

	Note	2012 \$	2011 \$
Current Assets			
Cash	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			
Property Plant & Equipment	10	89	464
		-----	-----
Total Non Current Assets		89	464
		-----	-----
Total Assets		183,470	188,702
		-----	-----
Current Liabilities			
Payables	11	52,939	62,834
		-----	-----
Total Current Liabilities		52,939	62,834
		-----	-----
Net Assets		130,531	125,868
		-----	-----
Members' Funds			
Retained Profits o/b		125,868	99,895
Extraordinary Item		0	0
		-----	-----
		125,868	99,895
Current Surplus		4,663	25,973
		-----	-----
Total Members' Funds		130,531	125,868
		-----	-----

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		-1,755	-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		133,277	173,173
Payments to Suppliers and Employees		-157,905	-173,723
Interest Received		4,145	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 plant 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		
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	375	730
Auditors Remuneration	5,478	4,915

4. Cash Flow Information	2012	2011
	\$	\$
Reconciliation of cash flows from Operations with Profit/ (Loss) from Ordinary Activities after Income Tax:		
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	-15,868	-21,413
(Increase)/Decrease in Prepayments	121	-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	200	200
Investments	114,260	110,115
	-----	-----
	144,832	133,822
	-----	-----
6. Current Assets - Receivables		
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	7,597	7,597
Accumulated Depreciation	7,508	7,133
	-----	-----
	89	464
	-----	-----
11. Payables		
Trade Creditors	216	216
Net GST Liability	-2,984	-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:		
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	1,000	1,563
JCL Sabah Conference		
Sabah Travel	0	9,618
Sabah Website	0	2,900
Sabah Printing & Stationery	0	1,155
Sabah Function Expenses	0	1,301
Sabah 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