

Institute of Brewing & Distilling - Asia Pacific Company Limited

ABN: 46 095 858 272

Financial Statements

For the Year Ended 30 June 2011

Institute of Brewing & Distilling - Asia Pacific Company Limited

ABN: 46 095 858 272

For the Year Ended 30 June 2011

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Institute of Brewing & Distilling - Asia Pacific Company Limited

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Directors' Report

30 June 2011

Your directors present their report for the financial year ended 30 June 2011.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Names	Appointed/Resigned
Mr David John Meads	
Mr Michael Stiff	
Mr Michael Stoneman	
Mr Ian Roberts	Resigned 3 August 2010
Mr Jeffrey John Potter	
Mr Peter James David	Appointed 15 September 2010
Mr Robert William Greenaway	Appointed 15 September 2010
Mr Stephen Eugene Exinger	Appointed 15 September 2010

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 Institute of Brewing & Distilling - Asia Pacific Company Limited during the financial year was providing educational services to members in accordance with the object of the company through various symposia and other technical meetings held throughout the Asia Pacific region.

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

Operating result

The loss of the company for the financial year amounted to \$ (131,394)(2010: profit \$ 100,424).

Short term and long term objectives

The short and long term objectives of the company are as follows:

- to provide activities and events which promote the aims and ideals of the company;
- to provide members of the company with the tools to enhance their professional development and to contribute to the advancement of science and technology in the brewing, distilling and related industries;
- to ensure the ongoing administration of the section and the facilitation of the company's activities;
- to ensure the ongoing financial viability of the Asia Pacific section; and
- to ensure that the company has long range plans for the future.

The strategies and measurables that the company has put in place to achieve these objectives include

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Directors' Report

30 June 2011

Short term and long term objectives continued

reviewing the business plan annually, planning conventions in 2012 and 2014 and assessing the success of Asia-based training programmes.

Significant Changes in State of Affairs

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

After balance date events

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

Information on Directors

Mr David John Meads

Qualifications NZCS (Chemistry)

Mr Michael Stiff

Qualifications Bachelor of Applied Science (Agriculture)

Mr Michael Stoneman

Qualifications Bachelor of Science

Mr Ian Roberts

Qualifications Bachelor of Applied Science

Mr Jeffrey John Potter

Qualifications Honours degree in Biochemistry

Mr Peter James David

Qualifications Bachelor of Applied Science (Chemistry and Microbiology)

Mr Robert William
Greenaway

Qualifications Bachelor of Applied Science (Chemistry)

Mr Stephen Eugene
Exinger

Qualifications Bachelor of Engineering (Hons) - Chemical; Graduate Diploma in Applied Mathematics; Masters of Business Administration

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Directors' Report

30 June 2011

Meetings of Directors

During the financial year, 5 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Mr David John Meads	5	3
Mr Michael Stiff	5	5
Mr Michael Stoneman	5	4
Mr Ian Roberts	1	1
Mr Jeffrey John Potter	5	5
Mr Peter James David	3	2
Mr Robert William Greenaway	3	3
Mr Stephen Eugene Exinger	3	2

Members' Guarantee

The company is incorporated under the *Corporations Act 2001* and is a company 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 meeting any outstanding obligations of the company. At 30 June 2011 the number of members was 961 (2010: 883).

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2011 has been received and can be found on page 4 of the financial report.

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

Director: 
Mr Robert William Greenaway

Dated 12 September 2011

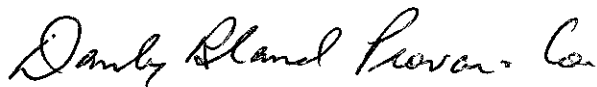
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Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Institute of Brewing & Distilling - Asia Pacific Company Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2011 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.



DANBY BLAND PROVAN & CO
Chartered Accountants

123 Camberwell Rd
HAWTHORN EAST VIC 3123



R A LANE
Partner

12 September 2011

Institute of Brewing & Distilling - Asia Pacific Company Limited

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Statement of Comprehensive Income

For the Year Ended 30 June 2011

	Note	2011 \$	2010 \$
Revenue	2	141,374	402,938
Other income	2	39,559	25,184
Depreciation and amortisation expense		(777)	(461)
Subscriptions remitted to the UK		(130,280)	(179,407)
Contract payments		(64,404)	(71,007)
Gold Coast conference expenses		-	(3,682)
Other expenses		(116,866)	(73,141)
Profit/(loss) for the year		(131,394)	100,424
Other comprehensive income:			
Net gain/(loss) on revaluation of financial assets		(2,669)	-
Other comprehensive income for the year		(2,669)	-
Total comprehensive income/(loss) for the year		(134,063)	100,424

The accompanying notes form part of these financial statements.

Institute of Brewing & Distilling - Asia Pacific Company Limited

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Statement of Financial Position

As at 30 June 2011

	Note	2011 \$	2010 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	456,615	701,594
Trade and other receivables	6	14,148	11,327
Other assets	8	48,182	-
TOTAL CURRENT ASSETS		518,945	712,921
NON-CURRENT ASSETS			
Property, plant and equipment	7	592	1,369
TOTAL NON-CURRENT ASSETS		592	1,369
TOTAL ASSETS		519,537	714,290
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	-	60,690
TOTAL CURRENT LIABILITIES		-	60,690
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		-	60,690
NET ASSETS		519,537	653,600
EQUITY			
Reserves		(2,669)	-
Retained Earnings		522,206	653,600
TOTAL EQUITY		519,537	653,600

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the Year Ended 30 June 2011

2011

	Retained Earnings	Financial Assets Reserve	Total
	\$	\$	\$
Balance at 1 July 2010	653,600	-	653,600
Loss attributable to members of the entity	(131,394)	-	(131,394)
Revaluation increment (decrement)	-	(2,669)	(2,669)
Balance at 30 June 2011	522,206	(2,669)	519,537

2010

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2009	553,176	553,176
Profit attributable to members of the entity	100,424	100,424
Revaluation increment (decrement)	-	-
Balance at 30 June 2010	653,600	653,600

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 30 June 2011

	2011	2010
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from members, sponsors and others	153,979	402,937
Payments to suppliers	(439,211)	(303,268)
Interest received	40,253	16,648
Net cash provided by (used in) operating activities	10(a) <u>(244,979)</u>	<u>116,317</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(1,572)
Net cash provided by (used in) investing activities	-	<u>(1,572)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase (decrease) in cash held	(244,979)	114,745
Cash and cash equivalents at beginning of financial year	701,594	586,849
Cash and cash equivalents at end of financial year	5 <u>456,615</u>	<u>701,594</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2011

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in notes. The accounting policies have been adopted in the preparation of this report are as follows:

Accounting Policies

(b) Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets is depreciated on a diminishing value basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Office Equipment	37.50-50%
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The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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Notes to the Financial Statements

For the Year Ended 30 June 2011

1 Summary of Significant Accounting Policies continued

(b) Property, Plant and Equipment continued

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Impairment of Assets

At the end of each reporting period, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the company would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined on the depreciated replacement cost of an asset.

(d) 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 statement of financial position.

(e) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(f) Income Tax

No provision for income tax has been raised as the company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(g) Revenue and Other Income

Subscription revenue is recognised as revenue when received.

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Notes to the Financial Statements

For the Year Ended 30 June 2011

1 Summary of Significant Accounting Policies continued

(g) Revenue and Other Income continued

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

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

(h) 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 Tax 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 statement of financial position are shown inclusive of GST.

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

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Notes to the Financial Statements

For the Year Ended 30 June 2011

	2011 \$	2010 \$
2 Revenue and Other Income		
Sales revenue		
- Gold Coast convention	-	214,715
- member subscriptions	137,462	188,223
- other trading revenue	3,912	-
Total Revenue	<u>141,374</u>	<u>402,938</u>
Other Income		
- interest received	39,559	25,184
Other Income	<u>39,559</u>	<u>25,184</u>
3 Profit for the Year		
(a) Expenses		
Remuneration of auditor auditing or reviewing the financial report	6,810	7,250
4 Related Party Transactions		
The totals of remuneration paid to directors of the company during the year are as follows:		
Short-term benefits	46,277	38,379
5 Cash and Cash Equivalents		
Cash on hand	223	66
Cash at bank	49,748	72,924
Short-term bank deposits	375,950	595,241
Mortgage funds	30,694	33,363
	<u>456,615</u>	<u>701,594</u>
6 Trade and Other Receivables		
CURRENT		
GST receivable	3,515	-
Interest receivable	10,633	11,327
Total current trade and other receivables	<u>14,148</u>	<u>11,327</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2011

	2011	2010
	\$	\$
7 Property, Plant and Equipment		
PLANT AND EQUIPMENT		
Office equipment		
At cost	2,750	2,750
Accumulated depreciation	(2,158)	(1,381)
Total office equipment	<u>592</u>	<u>1,369</u>
Total property, plant and equipment	<u><u>592</u></u>	<u><u>1,369</u></u>
8 Other Assets		
CURRENT		
Prepayments	48,182	-
	<u>48,182</u>	<u>-</u>
9 Trade and Other Payables		
CURRENT		
Unsecured liabilities		
Trade payables	-	39,512
GST payable	-	21,178
	<u>-</u>	<u>60,690</u>
10 Cash Flow Information		
(a) Reconciliation of Cash Flow from Operations with Profit/(Loss)		
Profit/(loss) for the year	(131,394)	100,424
Non-cash flows in profit/(loss)		
- Depreciation	777	461
- Revaluation of mortgage funds	(2,669)	-
Changes in assets and liabilities		
- (Increase)/decrease in receivables	694	(8,535)
- (Increase)/decrease in prepayments	(48,182)	-
- (Increase)/decrease in GST receivable	(3,515)	21,258
- Increase/(decrease) in trade payables and accruals	(60,690)	2,709
	<u>(244,979)</u>	<u>116,317</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2011

11 Company Details

The registered office of the company is:

Institute of Brewing & Distilling - Asia Pacific Company Limited
Level 1, 123 Camberwell Rd
Hawthorn East VIC 3123

Institute of Brewing & Distilling - Asia Pacific Company Limited

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Directors' Declaration

The directors have determined that the company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 of 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 Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2011 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 1 of 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



Mr Robert William Greenaway

Dated 12 September 2011

Institute of Brewing & Distilling - Asia Pacific Company Limited



ABN: 46 095 858 272

Independent Audit Report to the members of Institute of Brewing & Distilling - Asia Pacific Company Limited

Report on the Financial Report

We have audited the accompanying financial statements, being a special purpose financial report, of Institute of Brewing & Distilling - Asia Pacific Company Limited (the company), which comprises the statement of financial position as at 30 June 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

The Responsibility of the Director's for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial statements and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial statements, 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 statements 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 statements 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 statements is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 statements.

The financial statements 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 statements or on the financial statements 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 audit, we have complied with the independence requirements of the *Corporations Act 2001*.

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Chartered Accountants - Business Advisors
Sydney + Melbourne + Brisbane
Perth + Adelaide + Hobart + Auckland

Institute of Brewing & Distilling - Asia Pacific Company Limited

ABN: 46 095 858 272

Independent Audit Report to the members of Institute of Brewing & Distilling - Asia Pacific Company Limited

Auditor's Opinion

In our opinion the financial report of Institute of Brewing & Distilling - Asia Pacific Company 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 2011 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.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Institute of Brewing & Distilling - Asia Pacific Company Limited to meet the requirements of the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.



DANBY BLAND PROVAN & CO
Chartered Accountants

123 Camberwell Rd
HAWTHORN EAST VIC 3123



R A LANE
Partner

12 September 2011