



**Australian Government**  

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**Fisheries Research and  
Development Corporation**

**Financial Statements  
period ended  
31 August 2005**

**FISHERIES RESEARCH AND DEVELOPMENT CORPORATION**

**STATEMENT BY DIRECTORS AND EXECUTIVE DIRECTOR**

In our opinion, the attached financial statements of the Fisheries Research and Development Corporation (FRDC) for the period ended 31 August 2005 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997.

In our opinion, at the date of this statement, there are reasonable grounds to believe that the FRDC will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the directors.

Signed..... / / 2005

**Denis Byrne**  
**Chair**

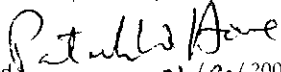
Signed..... / / 2005

**Simon Bennison**  
**Chair Finance, Audit and Risk Management Committee**

Signed..... / / 2005

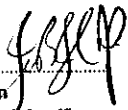
**Patrick Hone**  
**Executive Director**

In our opinion, the attached financial statements of the Fisheries Research and Development Corporation (FRDC) for the period ended 31 August 2005 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997 and are founded on a sound system of risk management and internal compliance and control, and that this system is operating efficiently and effectively in all material respects.



Signed..... 21 / 09 / 2005

**Patrick Hone**  
**Executive Director**



Signed..... 21 SEP 2005

**John Wilson**  
**Chief Financial Officer**

**STATEMENT OF FINANCIAL PERFORMANCE**  
for the period ended 31 August 2005

	Notes	31 August 2005 \$	31 August 2004 \$
<b>REVENUE</b>			
<i>Revenues from ordinary activities</i>			
Revenues from			
Government	6A	8,700,516	8,430,076
Contributions	6B	754,453	948,079
Goods and services	6E	275	2,165
Reversals of previous asset write-downs	6F	0	0
Revenue from sale of assets		0	0
Interest	6C	58,817	12,515
Other	6D	120	993
<i>Revenues from ordinary activities</i>		<b>9,514,181</b>	<b>9,393,828</b>
<b>EXPENSE</b>			
<i>Expenses from ordinary activities (excluding borrowing costs expense)</i>			
Employees	7A	229,814	234,871
Suppliers	7B	116,053	134,178
Depreciation and amortisation	7C	35,090	33,877
Value of assets sold	7D	0	0
Projects expenditure	8	3,200,791	3,998,793
Write-down and impairment of assets	7E	0	0
Other	9	64,326	81,797
<i>Expenses from ordinary activities (excluding borrowing costs expense)</i>		<b>3,646,074</b>	<b>4,483,516</b>
<i>Borrowing costs expense</i>	10	0	0
<i>Operating surplus/(loss) from ordinary activities</i>		<b>5,868,107</b>	<b>4,910,312</b>
<i>Net profit/(loss)</i>	15	<b>5,868,107</b>	<b>4,910,312</b>
Net credit/(debit) to asset revaluation reserve	15	0	0
<i>Total revenues, expenses and valuation adjustments recognised directly in equity</i>		<b>0</b>	<b>0</b>
<i>Total changes in equity other than those resulting from transactions with the Australian Government as owner</i>		<b>5,868,107</b>	<b>4,910,312</b>

The above statement should be read in conjunction with the accompanying notes

**STATEMENT OF FINANCIAL POSITION**  
**as at 31 August 2005**

	Notes	31 August 2005 \$	31 August 2004 \$
<b>ASSETS</b>			
<b>Financial assets</b>			
Cash	16B	442,421	(193,791)
Receivables	11A	1,005,260	1,505,698
Investments	11B	6,050,406	6,507,181
Other Investments	11C	5,001	5,001
<b>Total financial assets</b>		<b>7,503,088</b>	<b>7,824,089</b>
<b>Non-financial assets</b>			
Infrastructure, plant and equipment	12A,C	187,264	152,139
Intangibles	12B,C	1,133,601	977,398
Other non-financial assets	12D	29,361	24,912
<b>Total non-financial assets</b>		<b>1,350,226</b>	<b>1,154,449</b>
<b>Total assets</b>		<b>8,853,314</b>	<b>8,978,538</b>
<b>LIABILITIES</b>			
<b>Provisions</b>			
Employees	13A	326,976	354,904
<b>Total provisions</b>		<b>326,976</b>	<b>354,904</b>
<b>Payables</b>			
Suppliers	14A	86,029	48,255
Projects	14B	27,644	210,287
Other payables	14C	727,488	1,075,424
<b>Total payables</b>		<b>841,161</b>	<b>1,333,966</b>
<b>Total liabilities</b>		<b>1,168,137</b>	<b>1,688,870</b>
<b>NET ASSETS</b>		<b>7,685,177</b>	<b>7,289,668</b>
<b>EQUITY</b>			
<b>Parent entity interest</b>			
Reserves	15	71,423	0
Accumulated profits	15	7,613,754	7,289,668
<b>Total parent entity interest</b>		<b>7,685,177</b>	<b>7,289,668</b>
<b>Total equity</b>		<b>7,685,177</b>	<b>7,289,668</b>
<b>Current assets</b>		<b>7,527,448</b>	<b>7,844,000</b>
<b>Non-current assets</b>		<b>1,325,866</b>	<b>1,134,538</b>
<b>Current liabilities</b>		<b>998,443</b>	<b>1,555,577</b>
<b>Non-current liabilities</b>		<b>169,694</b>	<b>133,293</b>

The above statement should be read in conjunction with the accompanying notes

**STATEMENT OF CASHFLOWS**  
for the period ended **31 August 2005**

	Notes	31 August 2005 \$	31 August 2004 \$
<b>Operating activities</b>			
<i>Cash received</i>			
Revenues from			
Government		8,700,516	8,430,076
Contributions		1,359,481	1,358,110
Goods and services		275	2,165
Interest		58,817	12,515
GST received from ATO		350,908	203,016
Other		120	993
<b>Total cash received</b>		<b>10,470,117</b>	<b>10,006,875</b>
<i>Cash used</i>			
Employees		(214,844)	(226,445)
Suppliers		(126,200)	(150,950)
Project expenditure		(3,856,524)	(4,053,098)
Borrowing costs		0	0
Other		(64,326)	(81,797)
<b>Total cash used</b>		<b>(4,261,894)</b>	<b>(4,512,290)</b>
<b>Net cash used by operating activities</b>	16A	<b>6,208,223</b>	<b>5,494,585</b>
<b>Investing activities</b>			
<i>Cash received</i>			
Proceeds from sale of infrastructure, plant and equipment		0	0
<b>Total cash received</b>		<b>0</b>	<b>0</b>
<i>Cash used</i>			
Purchase of investments		0	(5,001)
Purchase of infrastructure, plant and equipment		0	(30,000)
Purchase of intangibles		(10,000)	(32,335)
<b>Total cash used</b>		<b>(10,000)</b>	<b>(67,336)</b>
<b>Net cash (used by) investing activities</b>		<b>(10,000)</b>	<b>(67,336)</b>
<b>Net decrease in cash held</b>		<b>6,198,223</b>	<b>5,427,249</b>
Cash at the beginning of the reporting period		294,604	886,141
<b>Cash at the end of the reporting period</b>	16B	<b>6,492,827</b>	<b>6,313,390</b>

The above statement should be read in conjunction with the accompanying notes

**SCHEDULE OF COMMITMENTS**  
**as at 31 August 2005**

Notes	31 August 2005 \$	31 August 2004 \$
<b>By Type</b>		
<i>Other commitments</i>		
Operating leases <sup>(1)</sup>	0	74,717
Other commitments <sup>(2)</sup>	61,634,178	69,159,208
<b>Total other commitments</b>	<b>61,634,178</b>	<b>69,233,925</b>
<b>Commitments receivable</b>	<b>(5,603,107)</b>	<b>(6,293,993)</b>
<b>Net commitments</b>	<b>56,031,071</b>	<b>62,939,932</b>
<b>By Maturity</b>		
<i>Operating lease commitments</i>		
One year or less	0	74,717
From one to five years	0	0
Over five years	0	0
<b>Total operating lease commitments</b>	<b>0</b>	<b>74,717</b>
<i>Other commitments</i>		
One year or less	33,528,070	24,806,461
From one to five years	28,106,108	44,069,730
Over five years	0	283,017
<b>Total other commitments</b>	<b>61,634,178</b>	<b>69,159,208</b>
<b>Commitments receivable</b>	<b>(5,603,107)</b>	<b>(6,293,993)</b>
<b>Net commitments by maturity</b>	<b>56,031,071</b>	<b>62,939,932</b>
The amount of rental expense recognised in the category 'Supplier expenses' in the reporting period is as follows:	<b>12,540</b>	<b>12,540</b>

NB: All commitments are GST inclusive where relevant.

1. Operating leases are effectively non-cancellable and comprise:

- lease for office accommodation on premises at 25 Geils Court Deakin, which expired 31 July 2005.

2. Other commitments comprise the future funding of approved projects that is contingent on achievement of agreed milestones over the life of the projects (project agreements are exchanged prior to release of the first payment on a project). Projects for which an amount was payable but that were unpaid at the end of the period have been brought to account as project payables. The FRDC contracts to fund projects in future years in advance of receipt of the income needed to fund them. It manages this risk by having the project agreement allow for termination due to insufficient funds or change of Government policy. If the FRDC were to terminate a project agreement, it would only be liable to compensate the research provider for reasonable costs in respect of unavoidable loss incurred by the research provider and directly attributable to the termination.

The above schedule should be read in conjunction with the accompanying notes

**SCHEDULE OF CONTINGENCIES**  
**as at 31 August 2005**

At 31 August 2005, the FRDC had no contingent assets or liabilities.

The above schedule should be read in conjunction with the accompanying notes

**Notes to and forming part of the financial statements  
for the period ended 31 August 2005**

**Note Description**

- 1 Summary of significant accounting policies
- 2 Adoption of Australian Equivalents to International Financial Reporting Standards from 2005-2006
- 3 Reporting of outcomes
- 4 Economic dependency
- 5 Events occurring after reporting date
- 6 Operating revenues
- 7 Operating expenses
- 8 Projects expenditure
- 9 Operating expenses — other
- 10 Borrowing costs expense
- 11 Financial assets
- 12 Non-financial assets
- 13 Provisions
- 14 Payables
- 15 Analysis of equity
- 16 Cash flow reconciliation
- 17 Director remuneration
- 18 Related party disclosures
- 19 Remuneration of officers
- 20 Remuneration of auditors
- 21 Average staffing levels
- 22 Financial instruments
- 23 Other related parties
- 24 Contingent liabilities and assets