



For The Year Ended 30 June 2006

Financial Report

ABN 72 002 898 759

MIGRANT RESOURCE CENTRE OF
NEWCASTLE AND HUNTER REGION
LIMITED

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Financial Report
For the Year Ended
30 June 2006

Cutcher & Neale
MIGRANT RESOURCE CENTRE OF
NEWCASTLE AND HUNTER REGION
LIMITED



Operating profit of \$82,689 compares with a profit of \$228,456 achieved in 2005.

Review of Operations

a profit of \$82,689.

The net result of operations from ordinary activities for the year ended 30 June 2006 was

Operating Results

The principal activity of the Company is the provision of welfare and information services. There were no significant changes in the nature of these activities during the financial year.

Principal Activities

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Leeth (appointed December 2005)	Director	Sudanese Community Representative	1
Barbara Gaudry	Director	Newcastle Council Representative (resigned November 2005)	1
Tim Morgan	Director	DIMIA Consultant (resigned November 2005)	1
Lan Johns	Director	DIMIA Consultant (appointed November 2005)	1
Makur Mauer Maria	Co-opted Member	Leeth (appointed December 2005)	2
Philip Ross	Director	Newcastle Police Citizens Youth Club (resigned November 2005)	8
Fr Nicholas Zervas	Director	Tartar Community Representative	8
Sania Young	Director	Bosnian Community Representative	10
Zoran Vasiljevic	Director	Representing the Polish Community	11
Alima Kizewater	Director	President of Slovenian Association	10
Van Klopovic	Director	Ukrainian Community Representative	14
William Samanowski	Director	Dutch Community Representative	16
Trudy Mills Evers	Director	Chimese Association/Financial Advisor	16
Henry Chan	Position	Member of Newcastle and Hunter Valley Years Service	

The names of the Directors in office at any time during or since the end of the year are:

Your Directors present their report on the Company for the financial year ended 30 June 2006.

DIRECTORS' REPORT

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(A Company Limited by Guarantee and having no Share Capital)

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No. Attended	No. Available	
9	12	Henry Chan
11	12	Trudy Mills Evers
9	12	William Samanowsky
11	12	Ivan Klopic
10	12	Alma Kizewater
7	12	Zoran Valisjevic
12	12	Samia Younge

During the financial period, 12 meetings of Directors were held. Attendances were:

Meeting of Directors

The Company's operations are subject to environmental regulation under the law of the Commonwealth and State. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Environmental Issues

As a result of the introduction of Australian equivalents to International Financial Reporting Standards (IFRS), the company's financial report has been prepared in accordance with those standards. A reconciliation of adjustments arising on the transition to IFRS is included in Note 2 to this report.

Introduction of Australian equivalents to International Financial Reporting Standards

No information is included on the likely developments in the operations of the Company and the expected results of those operations.

Future Developments

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

After Balance Date Events

In the opinion of the Directors, there has been no significant change in the state of affairs of the Company for the financial year.

Significant Changes in State of Affairs

The Company operated successfully throughout the period applying grant funds for the purposes for which they were provided. All obligations and conditions of funding have been met.

DIRECTORS' REPORT (cont)

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(A Company Limited by Guarantee and having no Share Capital)

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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

Dated this 15th day of November 2006

Director

Director

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

No Director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Company, with a Director, a firm of which a Director is a Member or an entity in which a Director has a substantial financial interest. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by Directors and shown in the Company's accounts.

Directors' Emoluments

"Every member of the Management Committee, secretary and other office for the time being of the Centre shall be indemnified out of the assets of the Centre against any negligence, default, breach of duty or breach of trust". Given under the Code in which relief is granted to him or her by the Court in respect of him or her defending any proceedings, whether civil or criminal, in which judgment is liable arising out of the execution of his or her office which is incurred by the Centre shall be indemnified out of the assets of the Centre for the time

Clause 83 of the Company's Articles of Association states:-

Indemnifying Officers or Auditor

The lead auditor's independence declaration for the year ended 30 June 2006 has been received and can be found on page 4 of the financial report.

Auditor's Independence Declaration

Fr Nicholas Zervas	12	Makur Mauer Material	Leeth (appointed December 2005)	6	Barbara Gaudry (resigned November 2005)	5	Philip Ross (resigned November 2005)	5	Tim Morigan (resigned November 2005)	5	John Johns (appointed November 2005)	7	0	0	0	any negligence, default, breach of duty or breach of trust".
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Meeting of Directors (cont)

DIRECTORS' REPORT (cont)

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(A Company Limited by Guarantee and having no Share Capital)

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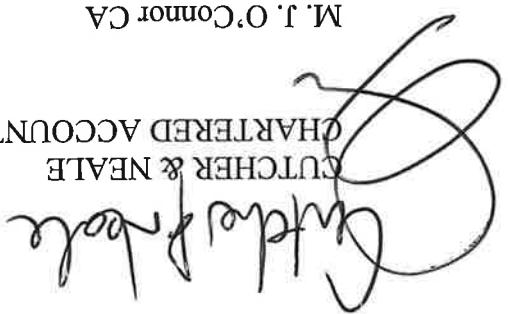
LIMITED

MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

I declare that to the best of my knowledge and belief, during the year ended 30 June 2006 I declare that to the best of my knowledge and belief, during the year ended 30 June 2006 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 contravention of any applicable code of professional conduct in relation to the audit.

Dated this 3 day of November 2006
First Floor
25 Bolton Street
NEWCASTLE
CHARTERED ACCOUNTANTS
GUTHIER & NEALE

Michael J. O'Connor CA
Partner

AUDITORS INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION
LIMITED
ABN 72 002 898 759
(A Company Limited by Guarantee and having no Share Capital)

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Independence

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

- (a) examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report; and
(b) assessing the reasonableness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Directors.

We formed our audit opinion on the basis of these procedures, which included:

We performed procedures to assess whether in all material respects the financial report is presented fairly in accordance with the Corporations Act 2001, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, and of its performance as represented by the results of its operations and cash flows, a view which is consistent with our understanding of the company's financial position, a view which is consistent with the company's financial reporting requirements in Australia, and of its performance as represented by the results of its operations and cash flows.

We conducted an independent audit in order to express an opinion to the Members. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

Audit approach

The Directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The financial report comprises the income statement, balance sheet, statement of changes in equity, cash flow statement, accompanying notes to the financial statements, and the Directors' declaration for Migrant Resource Centre of Newcastle and Hunter Region Limited for the year ended 30 June 2006.

Scope

(A Company Limited by Guarantee and having no Share Capital)

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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

TO THE MEMBERS OF

INDEPENDENT AUDIT REPORT

NEWCASTLE
25 Bolton Street

First Floor

M&V Ltd

2006

21st day of June

Regulations 2001;

ii. complying with Accounting Standards in Australia and the Corporations

i. giving a true and fair view of the company's financial position as at 30 June 2006 and of their performance for the year ended on that date; and

a. the Corporations Act 2001, including:

In our opinion, financial report of Migrant Resource Centre of Newcastle and Hunter Region Limited is in accordance with:

Audit Opinion

(A Company Limited by Guarantee and having no Share Capital)

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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

TO THE MEMBERS OF

INDEPENDENT AUDIT REPORT (cont)

Dated this 15th day of November 2006.

Director

Director

This declaration is made in accordance with a resolution of the Board of Directors.

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.

(b) give a true and fair view of the financial position as at 30 June 2006 and of the performance for the year ended on that date of the Company

(a) comply with Accounting Standards in Australia and the Corporations Regulations 2001; and

1. the financial statements and notes, as set out on pages 8 to 23 are in accordance with the Corporations Act 2001:

The Directors of the Company declare that:

DIRECTORS' DECLARATION

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(A Company Limited by Guarantee and having no Share Capital)

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LIMITED

MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

The accompanying notes form part of these financial statements

	Note	\$	\$	Total change in equity
2006				
2005				
Revenues from ordinary activities	3	2,018,861	1,874,272	
Employee benefits expense		(1,057,197)	(754,508)	
Depreciation and amortisation expense	4	(38,773)	(26,262)	
Administration expenses		(825,847)	(853,801)	
Other expenses from ordinary activities	4	(14,355)	(11,245)	
Profit/(loss) from ordinary activities		82,689	228,456	
Total change in equity				228,456

FOR THE YEAR ENDED 30 JUNE 2006
INCOME STATEMENT

	2006	2005	Note	\$	\$	CURRENT ASSETS
Cash & cash equivalents	6	1,244,482	970,642	7	79,345	Trade & other receivables
Trade & other receivables	7	79,345	143,237	8	9,444	Other current assets
TOTAL CURRENT ASSETS	1,333,271	1,120,938				
NON CURRENT ASSETS						
Plant & equipment	9	138,842	149,395			
TOTAL NON CURRENT ASSETS	138,842	149,395				
TOTAL ASSETS	1,472,113	1,270,333				
CURRENT LIABILITIES						
Trade & other payables	10	444,580	355,906	11	194,189	Short-term provisions
TOTAL CURRENT LIABILITIES	638,769	528,155				
NON CURRENT LIABILITIES						
Long-term provisions	11	19,733	11,256			
TOTAL NON CURRENT LIABILITIES	19,733	11,256				
NET ASSETS	813,611	730,922				
EQUITY						
Retained earnings	813,611	730,922				
TOTAL EQUITY	813,611	730,922				

BALANCE SHEET
AS AT 30 JUNE 2006

(A Company Limited by Guarantee and having no Share Capital)
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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

The accompanying notes form part of these financial statements

Total	Asset Retained Earnings Revaluation Reserve \$	Balance at 1 July 2004 24,000 285,617 309,617	Retrospective adjustment upon change in accounting policy (24,000) 216,849 192,849	Operating Profit - 730,922	Balance at 30 June 2005 - 82,689	Operating Profit - 228,456	Balance at 30 June 2006 - 813,611	Balance at 30 June 2006 813,611
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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006**

(A Company Limited by Guarantee and having no Share Capital)
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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

The accompanying notes form part of these financial statements

				CASH FLOW STATEMENT
	Note	2006	2005	CASH FLOW FROM OPERATING ACTIVITIES
Receipts from customers		619,749	2,093,854	Payments to creditors and employees
				Interest received
Interest received		(549,439)	(1,830,465)	Interest received by (used in) operating activities
Interest received		42,757	42,757	Net cash provided by (used in) operating activities
Interest received		13,425	13,425	
Interest received		83,735	306,146	
Interest received				
Purchases of plant & equipment		(70,551)	(48,670)	Purchases of plant & equipment
				Proceeds from sale of plant & equipment
Proceeds from sale of plant & equipment		8,636	16,364	Net cash provided by (used in) investing activities
Net cash provided by (used in) investing activities		(61,915)	(32,306)	
Net decrease in cash held		21,820	273,840	
Net decrease in cash held		355,200	970,642	
Cash at 1 July 2005		21,820	273,840	
Cash at 30 June 2006		377,020	1,244,482	

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION
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improvements.

The depreciable amount of all fixed assets are depreciated over their estimated useful lives to the Company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the estimated useful lives of the useful lives to the Company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the estimated useful lives of the

Depreciation

recoverable amounts.

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

losses.

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

Plant and Equipment

accumulated depreciation.

Each class of plant and equipment is carried at cost less, where applicable, any

(d) Plant & Equipment

Assessment Act 1997.

The Company is exempt from income tax under Section 50-30 of the Income Tax

(c) Income Tax

Standards (IFRS).

Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards and economic data, obtained both externally and within the organisation.

The financial report complies with Australian Accounting Standards, which include estimates based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the organisation.

Critical accounting estimates and judgments

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

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Grant funds are recognised as income in accordance with the grant terms and conditions. Where monies have been received from funding bodies but monies have not been expended at balance date, this portion has been treated as a liability, unexpended grant monies.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

(g) Revenue

Cash and cash equivalents include cash on hand, deposits 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 balance sheet.

(f) Cash

Given the nature of the Company's operations, the Directors have decided to recognise this liability immediately to ensure adequate funds are accumulated for the eventual payment of these entitlements. This accounting policy ensures that the costs of these entitlements are recognised directly against the grant for which the employee works.

The company's accounting policy is to recognise long service leave entitlements accruing to employees from the commencement of their employment.

Long Service Leave

Provision is made for the Company's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements and salaries and annual leave which will be settled after one year, have been expected to be settled within one year together with entitlements arising from wages one year have been measured at the nominal value.

(e) Employee Benefits

Leasedhold improvements	14.3 to 20% PC	Equipment	10% to 40% DV	Motor vehicles	22.5%PC
Classes of Asset	Average Depreciation rate				
The depreciation rates used for each class of depreciable assets are:					

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

In accordance with AASB 108: Accounting Policies, changes in accounting estimates and errors, comparative numbers have been restated. This change in accounting policy has resulted in the asset revaluation reserve being written back to estimates and errors, comparative numbers have been restated. This change in

comply with this standard.

This year the Company has applied AASB 116: Property, Plant & Equipment. In prior years under Australian GAAP, the Company did not comply with this standard due to grant funding requirements, consequently the audit report was qualified. The Company has changed its accounting policy in the current year to grant funding reporting requirements, consequently the audit report was

Depreciation

(l) Changes to Accounting Policy

The unexpended grant monies (Note 10) shown in the accounts will be brought to account over the term of the contracts or repaid to the funding body as set out in the funding agreements.

(k) Unexpended Grant Monies

Migrant Resource Centre of Newcastle and Hunter Region Limited charge each grant, an administration fee at commercial rates.

(l) Administration Fees

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

(m) Comparative Figures

Revenues, expenses and assets are recognised net of the amount of GST, except payables in the statement of financial position are shown inclusive of GST. Where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of revenues, expenses and assets are recognised net of the amount of GST, except acquisition of the asset or as part of an item of the expense. Receivables and

(n) Goods and Services Tax (GST)

All revenue is stated net of the amount of goods and services tax (GST). Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

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The directors have determined that there are no changes under AIFRS and consequently no reconciliation has been prepared.

The financial report has been prepared for the first time using Australian equivalents to International Financial Reporting Standards (IFRS). AASB 1: First time adoption of Australian equivalent Financial Reporting Standards (IFRS) requires a reconciliation of changes in equity brought about by the transition from GAAP to AIFRS.

NOTE 2 FIRST TIME ADOPTION TO AUSTRALIAN EQUIVALENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS

At each reporting date, the Company reviews the carrying values of its tangible 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 over its recoverable amount is expensed to the income statement.

(m) Impairment

The Cashflow Statement has not been restated for the comparative year, refer to Note 17.

In prior years only the core grant contracts into the financial report. This year the company has consolidated all grant contracts into the financial report, on the basis that the Company was holding grant funds in trust. Due to the change in the funding allocations of the Company, the Directors have changed the accounting policy in the current year to incorporate all grant funding contracted for by the Company into the financial report. Comparatives for 2005 have been restated to consolidate these balances. This change in accounting policy has resulted in an increase in equity (\$323,391) and an increase in operating profit (\$193,237) in the comparative year.

Grant Consolidation

Retained earnings (\$62,695), depreciation being charged to the income statement (\$7,856) and assets being transferred from the income statement (\$70,551) to the balance sheet for the 2005 comparative year. There has been no net change in equity due to this adjustment.

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

NOTE 4 PROFIT FROM ORDINARY ACTIVITIES

NOTE 3 REVENUE	
	\$
2005	2006
Operating activities	
Grant funds	1,417,191
Administrative fee received	12,218
Interest received - other persons	26,930
Client fees	340,374
Other revenue	68,603
Total Revenue	1,871,491
Non-Operating activities	
Net profit on disposal of plant & equipment	4,993
	2,781
	2,018,861
	1,874,272

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

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FOR THE YEAR ENDED 30 JUNE 2006
NOTES TO THE FINANCIAL STATEMENTS

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MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION

NOTE 5 KEY MANAGEMENT PERSONNEL

2006	2005	\$
Total		
Short-term Benefits		
Salary & Fees	Salaries	\$117,653
Bonuses	Bonuses	\$10,292
Non-cash Benefits	Non-cash Benefits	-
Total compensation	\$102,455	\$19,349
2005		
Total compensation	\$121,804	

NOTE 6 CASH & CASH EQUIVALENTS

Cash at bank	816,266	788,631	455,851	154,376	Deposits at call
Trade debtors	143,237	79,345			
NOTE 7 TRADE & OTHER RECEIVABLES					

NOTE 8 OTHER ASSETS

Prepayments	7,059	9,444	

			Total Plant & Equipment
		138,842	149,395
		120,438	134,628
		165,668	157,299
		17,886	12,963
		107,509	109,580
		518	1,804
		36,532	36,532
		(36,014)	(34,728)
			Less: accumulated amortisation
			Leasedhold improvements - at cost
			Equipment - at cost
			Less: accumulated depreciation
			Motor vehicles - at cost
			Less: accumulated depreciation
			Total Plant & Equipment

NOTE 9 PLANT & EQUIPMENT

\$ \$
2006 2005

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

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Opening balance at 1 July 2005	183,505
Additional provisions	78,363
Amounts used	(47,621)
Unused amounts reversed	(325)
Closing balance at 30 June 2006	<u>213,922</u>

NOTE II PROVISIONS

Trade creditors	143,598	300,982	247,124	Grant Funds Carried Forward
	108,782	247,124	247,124	
	143,598	300,982	247,124	

NOTE 10 PAYABLES

Movements in carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year.

NOTE 9 PLANT & EQUIPMENT (cont)

	\$	\$
2006		
2005		

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

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Payable	- not longer than 1 year	78,500	78,500	58,875	137,375	137,375	215,875	137,375
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for but not capitalised in the financial report
Non-cancellable operating leases contracted

(a) Operating Lease Commitments

NOTE 13 CAPITAL & LEASING COMMITMENTS

HAMILTON NSW 2303
8 Chaucer Street

The registered office and principal place of business is:

NOTE 12 COMPANY DETAILS

A provision has been recognised for employee entitlements relating to annual and long service leave for employees. Long service leave has been calculated based on nominal amounts rather than present values, as the carrying amount is immaterial when compared to net assets.

Provision for Employee Entitlements

Current	194,189	172,249	19,733	11,256	213,922	183,505
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Analysis of Total Provisions

NOTE 11 PROVISIONS (cont)

2006	\$	2005	\$
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

The Company's financial assets and liabilities included in the balance sheet are carried at amounts that approximate net fair value.

(c) Net Fair Value of Financial Assets and Liabilities

The credit risk on financial assets of the Company which have been recognised on the balance sheet, is the carrying amount net of any provision for doubtful debts.

(b) Credit Risk

All other financial assets and financial liabilities are not subject to interest rate risk as they are non-interest bearing.

The Company's term deposit earns interest at a rate of 5.80%.

Short Term Deposits

The Company's bank accounts earn interest at the market variable rate.

Bank Accounts

The financial assets and liabilities subject to interest rate risk are:

(a) Interest Rate Risk

NOTE 16 FINANCIAL INSTRUMENT

The Company operates in the services industry wholly within Australia.

NOTE 15 SEGMENT REPORTING

The Company is limited by guarantee. If the Company is wound up, the articles of the Company state that each Member is required to contribute a maximum of \$10 towards meeting any outstanding obligations of the Company. At 30 June 2006 the number of Members was 68 (2005 - 55).

NOTE 14 MEMBERS' GUARANTEE

The property lease is a non-cancellable lease with a three-year term, with rent payable monthly in advance. Continuing rental provisions within the lease agreement require the minimum lease payments shall be increased by CPI. An option exists to renew the lease at the end of the three-year term for an additional term of three years.

NOTE 13 CAPITAL & LEASING COMMITMENTS (cont)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

In accordance with AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, the consolidated Statement of Cashflows has not been restated for the 2005 comparative year as it is not practical to do so.

			Cash flow from operations
		<u>306,146</u>	<u>83,735</u>
			Increases / (decrease) in grant funds carried forward
		<u>53,858</u>	<u>(36,043)</u>
			Increases / (decrease) in provisions
		<u>30,417</u>	<u>24,192</u>
			Increases / (decrease) in trade creditors and accruals
		<u>34,816</u>	<u>(14,009)</u>
			(Increase) / decrease in prepayments
		<u>(2,385)</u>	<u>3,606</u>
			(Increase) / decrease in receivables
		<u>63,892</u>	<u>(12,369)</u>
			Changes in assets and liabilities:
			Equipment expense reported as investing activity
		<u>-</u>	<u>70,551</u>
			Depreciation and amortisation
		<u>38,773</u>	<u>15,369</u>
			activities:
			Non-cash flows in profit from ordinary
		<u>82,689</u>	<u>35,219</u>
			Profit/(loss) from ordinary activities
			with profit from ordinary activities
			(b) Reconciliation of cash flow from operations
		<u>1,244,482</u>	<u>377,020</u>
			Cash on deposit
		<u>788,631</u>	<u>222,644</u>
			Cash at bank
			position as follows:
			Cash at the end of the financial year as shown
			in the statement of cashflows is recognised to
			the related items in the statement of financial
			in the statement of cashflows is recognised to
			(a) Reconciliation of Cash

NOTE 17 CASH FLOW INFORMATION

\$	\$
2006	2005

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

1st Floor
25 Bolton Street
NEWCASTLE

members of Migrant Resource Centre of Newcastle and Hunter Region Limited and the
purpose identified above. We do not accept responsibility to any other person for the
contents of the special purpose financial report.

The above detailed financial reports were prepared for the benefit of the Directors and

To the extent permitted by law, we do not accept liability for any loss or damage which
any person, other than the Company, may suffer arising from any negligence on our part.
No person should rely on the above detailed financial reports without having an audit or
review conducted upon them.

Our procedures use accounting expertise to collect, classify and summarise the financial
information, which the Directors have provided into the detailed financial reports. Our
statutory audit procedures do not include verification or validation procedures over
allocations within the above detailed financial reports and accordingly no assurance or
opinion is expressed as to their accuracy.

The Directors are solely responsible for the information contained in the above detailed
financial reports and have determined that the accounting policies used are consistent with
the financial reporting requirements of Migrant Resource Centre of Newcastle and Hunter
Region Limited constitution and are appropriate to meet the needs of the Directors and
Members of the Company.

The specific purpose for which the above detailed financial reports have been prepared is
to provide private information to the Directors and Members. Accounting Standards and
UIG Consensus Views have been adopted in the preparation of the above detailed
financial reports.

of Migrant Resource Centre of Newcastle and Hunter Region Limited for the period
ended 30 June 2006.

1) Detailed Income Statement

On the basis of information provided by the Directors of Migrant Resource Centre of
Newcastle and Hunter Region Limited, we have compiled in accordance with APs 9
'Statement on Compilation of Financial Reports' the following:

Scope

TO MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION LIMITED COMPILATION REPORT

	Income	Total Income	Expenses
Administrative Fees	12,218	18,393	12,218
Grants received	1,671,392	1,417,191	250,610
Interest received	42,757	26,930	340,374
Client fees	3,010	-	3,010
Profit on Sale	4,993	-	4,993
Contibution to expenses	401	560	401
Skillmax program	-	4,545	-
Sundry	33,425	59,295	33,425
Total Income	2,018,861	1,874,272	2,018,861
Bank charges	(6)	299	(6)
Catering, function	1,049	1,595	1,049
Cleaning	5,435	5,435	10,439
Computer expenses	31,508	31,508	12,345
Depreciation and amortisation	26,262	38,773	26,262
Donations	355	355	1,255
Electricity	3,281	5,795	5,795
Fringe benefits tax	9,582	11,257	9,582
Grant Contribution	2,718	1,725	2,718
Insurance	7,686	13,845	7,686
Library	8,947	7,021	8,947
Motor Vehicle	14,823	16,539	14,823
Management Fees	22,509	60,698	60,698

2006 2005

FOR THE YEAR ENDED 30 JUNE 2006
INCOME STATEMENT
MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION
LIMITED (A COMPANY LIMITED BY GUARANTEE)
ABN 72 002 898 759
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2005 2006

FOR THE YEAR ENDED 30 JUNE 2006
INCOME STATEMENT

MIGRANT RESOURCE CENTRE OF NEWCASTLE AND HUNTER REGION
LIMITED (A COMPANY LIMITED BY GUARANTEE)
ABN 72 002 898 759

