

Catchers Trust Group

Annual Financial Report

For

The Year Ended

30 June 2006

CATCHERS TRUST

IMPORTANT DETAILS

Directors	Region 1	John Gallagher - (02) 6686-4121
	Region 2	George Baker - 0428-452-831
	Region 3	Geoffrey Blackburn – (02) 6653-4649
	Region 4	Ross Fidden – 0414-637-191
	Region 5	Carl Blacklidge – 0438-791-334
	Region 6	Bill Innes - (02) 4447-1255
	Region 7	John Symonds - (02) 6496-1959

Telephone	1300-556-150
Facsimile	(02) 9747-6698
Postal address	PO Box 106 CROYDON NSW 2132 <u>All correspondence should be sent to this address</u>

E-mail	ebell@bigpond.net.au
--------	--

Secretary & contact for all enquiries	Ted Bell
---	----------

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

BALANCE SHEET AS AT 30 JUNE 2006

	Note	CONSOLIDATED		PARENT ENTITY	
		2006 \$	2005 \$	2006 \$	2005 \$
CURRENT ASSETS					
Cash	2	162,143	83,359	162,142	83,358
Other financial assets - sundry debtors		2,829	483	2,829	483
Total current assets		<u>164,972</u>	<u>83,842</u>	<u>164,971</u>	<u>83,841</u>
NON-CURRENT ASSETS					
Investments	3	4,855,939	4,389,836	2	2
Total non-current assets		<u>4,855,939</u>	<u>4,389,836</u>	<u>2</u>	<u>2</u>
Total assets		<u><u>5,020,911</u></u>	<u><u>4,473,678</u></u>	<u><u>164,973</u></u>	<u><u>83,843</u></u>
CURRENT LIABILITIES					
Payables	4	44,376	53,155	44,376	53,155
Total current liabilities		<u>44,376</u>	<u>53,155</u>	<u>44,376</u>	<u>53,155</u>
NON-CURRENT LIABILITIES					
Payables	4	-	-	185,000	60,000
Total non-current liabilities		<u>-</u>	<u>-</u>	<u>185,000</u>	<u>60,000</u>
Total liabilities		<u>44,376</u>	<u>53,155</u>	<u>229,376</u>	<u>113,155</u>
Net Assets		<u><u>4,976,535</u></u>	<u><u>4,420,523</u></u>	<u><u>(64,403)</u></u>	<u><u>(29,312)</u></u>
TRUST FUNDS					
Settled sum		1,000	1,000	1,000	1,000
Retained profits		4,975,535	4,419,523	(65,403)	(30,312)
Trust funds		<u><u>4,976,535</u></u>	<u><u>4,420,523</u></u>	<u><u>(64,403)</u></u>	<u><u>(29,312)</u></u>

This Balance Sheet is to be read in conjunction with the accompanying notes.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Note	CONSOLIDATED		PARENT ENTITY	
		2006 \$	2005 \$	2006 \$	2005 \$
Revenue from ordinary activities					
Dividends				-	-
Interest		1,559	3,202	1,559	3,202
Total Revenue from ordinary activities		<u>1,559</u>	<u>3,202</u>	<u>1,559</u>	<u>3,202</u>
Administration expenses		(36,650)	(33,514)	(36,650)	(33,514)
Share of profits of associates accounted for using the equity method	3	591,103	386,184	-	-
Profit from ordinary activities before income tax expense		<u>556,012</u>	<u>355,872</u>	<u>(35,091)</u>	<u>(30,312)</u>
Income tax expense relating to ordinary activities	1	-	-	-	-
Net profit		<u><u>556,012</u></u>	<u><u>355,872</u></u>	<u><u>(35,091)</u></u>	<u><u>(30,312)</u></u>

This Income Statement is to be read in conjunction with the accompanying notes.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

	Note	CONSOLIDATED		PARENT ENTITY	
		2006 \$	2005 \$	2006 \$	2005 \$
Cash flows from operating activities					
Dividends received		125,000	-	-	-
Interest received		1,559	3,202	1,559	3,202
Payments to suppliers		(47,775)	(37,715)	(47,775)	(37,715)
Net cash flows from operations	7	<u>78,784</u>	<u>-34,513</u>	<u>(46,216)</u>	<u>(34,513)</u>
Cash flows from financing activities					
Loan to parent company		0		0	
Loan from subsidiary company				125,000	
Distribution to Unit Holders		-	(198,891)	-	(198,891)
Net cash flows from financing activities		<u>-</u>	<u>(198,891)</u>	<u>125,000</u>	<u>(198,891)</u>
Total cash flows		78,784	(233,404)	78,784	(233,404)
Cash at the start of the year		83,359	316,763	83,358	316,762
Cash at the end of the year	2	<u><u>162,143</u></u>	<u><u>83,359</u></u>	<u><u>162,142</u></u>	<u><u>83,358</u></u>

The above Cash Flows Statement is to be read in conjunction with the accompanying notes.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2006

Note	CONSOLIDATED		PARENT ENTITY	
	2006 \$	2005 \$	2006 \$	2005 \$
	Accumulated Surplus	Accumulated Surplus	Accumulated Surplus	Accumulated Surplus
Balance at the beginning of the year	4,420,523	4,064,651	(29,312)	1,000
Net results from Operations	<u>556,012</u>	<u>355,872</u>	<u>(35,091)</u>	<u>(30,312)</u>
Balance at the end of the year	<u><u>4,976,535</u></u>	<u><u>4,420,523</u></u>	<u><u>(64,403)</u></u>	<u><u>(29,312)</u></u>

The above Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

This general purpose financial report has been drawn up in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

It is prepared on an accruals basis in accordance with the historical cost convention, except for certain assets that, as noted, are at valuation. The accounting policies adopted are consistent with those of the previous financial year. Comparative information is reclassified where appropriate to enhance comparability.

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (AIFRSs). The financial report of the Catchers Trust complies with all AIFRSs.

Application of AASB 1 First Time Adoption of Australian Equivalents to International Financial Reporting Standards

These financial statements are the first for the Catchers Trust to be prepared in accordance with AIFRSs. AASB 1 First Time Adoption of Australian Equivalents to International Financial Reporting Standards has been applied in preparing these financial statements.

The Financial Statements of the Catchers Trust until 30 June 2005 had been prepared in accordance with previous Australian Generally Accepted Accounting Principles (AGAAP). AGAAP differs in certain respects from AIFRS.

When preparing the Catchers Trust 2006 financial statements, management has amended certain accounting and valuation methods applied in the AGAAP financial statements to comply with AIFRS. With the exception of financial instruments, the comparative financial statements in respect of 2005 were restated to reflect these adjustments.

The Catchers Trust has taken the exemption available under AASB 1 to only apply AASB 132 and AASB 139 from 1 July 2005.

Reconciliations and descriptions of the effect of transition from previous AGAAP to AIFRS on the company's equity and its net income are given in note 10.

(b) Principles of Consolidation

The consolidated accounts incorporate the assets and liabilities of all entities controlled by the Catchers Trust ("parent entity") as at 30 June 2006 and the results of all controlled entities for the year then ended. The Catchers Trust and its controlled entities together are referred to in its financial report as the economic entity. The effects of all transactions between entities in the economic entity are eliminated in full.

(c) Income tax

The Trust does not pay income tax. Taxable income is fully distributed to Unit Holders each year.

(d) Cash

For the purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and which are used in the cash management function on a day-to day basis, net of outstanding bank overdrafts.

(e) Recoverable amount of non-current assets

In determining the recoverable amount of non-current assets, expected net cash flows have not been discounted to their present values.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

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

(f) Trade and Other Creditors

These amounts represent liabilities for goods and services provided to the economic entity prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

	CONSOLIDATED		PARENT ENTITY	
	2006	2005	2006	2005
	\$	\$	\$	\$
2. CASH				
Cash at bank	162,143	83,359	162,142	83,358
	<u>162,143</u>	<u>83,359</u>	<u>162,142</u>	<u>83,358</u>

The cash at bank is in an interest bearing cheque account that bears interest at floating rates.
The applicable rate at 30 June 2006 was 2.7% (2005: 2.7%)

3. INVESTMENTS

Non-current

NSW Fishermen's Holding Company Pty Ltd	-	-	2	2
Sydney Fish Market Pty Limited	4,855,939	4,389,836	-	-
	<u>4,855,939</u>	<u>4,389,836</u>	<u>2</u>	<u>2</u>

The investment in the Sydney Fish Market Pty Limited represents a 50% equity ownership in that associated company. The carrying amount of the investment is represented in the following extract from the balance sheet of Sydney Fish Market Pty Limited:

Total Assets	15,192,362	15,053,173
Total Liabilities	(5,480,485)	(6,273,501)
Net Assets	<u>9,711,877</u>	<u>8,779,672</u>
50% share of equity	<u>4,855,939</u>	<u>4,389,836</u>

The movement in the carrying amount of the investment in Sydney Fish Market Pty Limited is calculated as follows:

Carrying value of investment at start of year	4,389,836	4,003,652
Less: dividends received this year	(125,000)	-
Plus: share of operating profit before tax	908,736	561,305
Less: share of income tax expense	(317,633)	(175,121)
Carrying value of investment at end of year	<u>4,855,939</u>	<u>4,389,836</u>

The principal activities of the Sydney Fish Market Pty Limited were fish marketing, property management and car park operations.

4. PAYABLES

Current

Distribution payable to Unit Holders	-	-	-	-
Sundry Creditors	44,376	53,155	44,376	53,155
	<u>44,376</u>	<u>53,155</u>	<u>44,376</u>	<u>53,155</u>

Non-Current

Loans, related entities				
NSW Fishermen's Holding Company P/L	-	-	185,000	60,000
	<u>-</u>	<u>-</u>	<u>185,000</u>	<u>60,000</u>

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

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

	CONSOLIDATED		PARENT ENTITY	
	2006	2005	2006	2005
	\$	\$	\$	\$
5. UNITS ISSUED				
At 30 June 2006, there were 1,174 (2005-1,178) units on issue. Unit Holders pay no consideration to take up units in the Catchers Trust.				
6. REMUNERATION OF AUDITORS				
Amounts received, or due and receivable, by the auditors for auditing the consolidated accounts of the Catchers Trust and the accounts of its controlled entities.				
Wappett & Partners	4,000	3,500	4,000	3,500
7. RECONCILIATION OF CASH FLOWS FROM OPERATIONS				
Cash flows from operations are calculated as follows:				
Operating profit after tax	556,012	355,872	(35,091)	- 30,312
Less: Equity accounted profit	(591,103)	(386,184)	-	-
Plus: Dividends received	125,000	-	-	-
Decrease/(increase) in Sundry debtors	(2,346)	1,007	(2,346)	1,007
Increase/(decrease) in Sundry creditors	(8,779)	(5,208)	(8,779)	(5,208)
Cash flows from operations	78,784	- 34,513	(46,216)	- 34,513

8. DIRECTORS HOLDING OFFICE

The names of the directors of the trustee company (NSW Fishermen's Holding Company Pty Limited) who held office during the financial year ended 30 June 2006 were:

W D Baker, G Blackburn, C Blackledge, B Bollinger, R Fidden, W J Gallagher, W Innes and J S Symonds.
Mr Blackburn became a director on 19 August 2005. Mr Bollinger retired as a Director on 29 March 2006.
Mr Fidden became a Director on 29 March 2006.

Income received, or due and receivable by directors from entities in the economic entity and related bodies corporate	6,000	1,750	6,000	1,750
---	-------	-------	-------	-------

Directors were also entitled to receive reimbursement of travel and other out-of-pocket expenses.

9. SEGMENT INFORMATION

During the year ended 30 June 2006, the entity derived revenue wholly from operations within Australia and operated in one industry segment, being investment in Sydney Fish Market.

During the year ended 30 June 2006, the entity derived revenue wholly from operations within Australia and operated in one industry segment, being investment in Sydney Fish Market.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

NOTES TO THE FINANCIAL STATEMENTS

10. EXPLANATION OF TRANSITION TO AUSTRALIAN EQUIVALENTS TO IFRSs

1 - Reconciliation of equity reported under previous Australian Generally Accepted Accounting Principles (AGAAP) to equity under Australian equivalents to IFRSs (AIFRS)

(a) At the date of transition to AIFRS: 1 July 2004

The adoption of AIFRSs has not resulted in any material adjustments to equity.

(b) At the end of the last reporting period under previous AGAAP: 30 June 2005

The adoption of AIFRSs has not resulted in any material adjustments to the balance sheet.

2 - Reconciliation of profit for the 2005 year

The adoption of AIFRSs has not resulted in any material adjustments to the income statement.

3 - Reconciliation of cash flow statement for the 2005 year

The adoption of AIFRSs has not resulted in any material adjustments to the cash flow statement.

11 - FINANCIAL RISK MANAGEMENT

The Trust's financial instruments consist mainly of deposits with banks, accounts receivable and payables. The Trust does not use derivative financial instruments.

(a) Market Risk

The Trust has no exposure to foreign exchange risk or commodity price risk as it does not deal in foreign currencies or commodities.

(b) Credit Risk

The Trust does not have any material credit risk exposure to any receivable.

(c) Liquidity Risk

The Trust manages liquidity risk by monitoring cash flows and ensuring that adequate cash balances are maintained.

(d) Cash Flow & Fair Value Interest Rate Risk

As the Trust has no significant interest-bearing assets, the Trust's income and operating cash flows are not materially exposed to changes in market interest rates.

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

**DECLARATION BY DIRECTORS OF THE TRUSTEE
NSW FISHERMEN'S COMPANY PTY LIMITED**

In the opinion of the directors of the trustee:

(a) the accompanying financial statements and notes give a true and fair view of the trust's and the economic entity's financial position as at 30 June 2006 and their performance for the financial year ended on that date as represented by their results and cashflows; and

(b) at the date of this statement, there are reasonable grounds to believe that the trust will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the directors of the NSW Fishermen's Company Pty Limited.



**Director
W D Baker**

25 August 2006

**CATCHERS TRUST
AND CONTROLLED ENTITIES**

Independent audit report to the members of the Catchers Trust

Scope

The financial report and directors' responsibility

The financial report comprises the balance sheet, income statement, cash flow statement and statement of changes in equity, accompanying notes to the financial statements, and the directors' declaration for both Catchers Trust and the consolidated entity for the year ended 30 June 2006. The consolidated entity comprises both the company and the entities it controlled during that year.

The directors of NSW Fishermen's Company Pty Limited, the trustee of the Trust, are responsible for the preparation and true and fair presentation of the financial report. 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.

Audit approach

We conducted an independent audit in order to express an opinion to the members of the Trust. 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.

We performed procedures to assess whether in all material respects the financial report presents fairly, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Trust's and the consolidated entity's financial position, and of their performance as represented by the results of their operations and cash flows.

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

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

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.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit Opinion

In our opinion the financial report of Catchers Trust presents fairly, in accordance with Accounting Standards in Australia and other mandatory professional reporting requirements in Australia, the financial position of the Catchers Trust as at 30 June 2006 and its performance for the year ended on that date.

WAPPETT & PARTNERS
Chartered Accountants



Trevor W Graham
Partner

Lismore
30 August 2006

CATCHERS TRUST INFORMATION FOR UNIT HOLDERS – 2006

What does the Catchers Trust do and how does it earn income?

The Catchers Trust owns one half of Sydney Fish Market Pty Limited (SFM) and represents the commercial fishermen and aquaculturists of NSW who sell fish products through the Sydney market. The other half of SFM is owned by another company representing SFM merchants and tenants.

From time to time, SFM pays dividends to its shareholders and the Trust uses this money to make distributions to Unit Holders.

What has the Sydney Fish Market got to do with me?

SFM provides two important benefits. First, the market sells your catch on its auction floor with bidding from competitive buyers, and payment guaranteed on the Friday following the week of sale. Second, as a Unit Holder in the Catchers Trust, your share of the Trust dividend is calculated on the value of the product you place on the auction floor.

In simple terms, the more you sell through SFM, the better your dividend.

Who can own a unit in the Catchers Trust?

The Catchers Trust exists for the benefit of commercial fishermen.

Any person who holds a NSW commercial fishermen's license, or a NSW commercial fishing boat license, or a NSW commercial fishing boat registration license or a NSW commercial aquaculture license can apply for a unit in the Trust. There is no application fee payable, but you must send in a signed application form. Application forms can be obtained from the Catchers Trust, any NSW registered fishermen's co-op, or Sydney Fish Market.

At the end of June 2006, there were about 1,000 Unit Holders.

Who manages the Catchers Trust?

The Catchers Trust is run by a Board of Directors who are elected by the Unit Holders. Each director represents a fishing region; there are seven regions (based on the old CFAC regions). Directors hold office for 3 years, and every 18 months elections are held for half of the Board.

At 16 August 2006, the directors were:

Region 1 – John Gallagher
Region 3 – Geoffrey Blackburn
Region 5 – Carl Blackledge
Region 7 – John Symonds

Region 2 - George Baker (Chairman)
Region 4 – Ross Fidden
Region 6 – Bill Innes

Should I tell the Trust if I change my address or SFM supplier number?

Yes!! If you don't tell us, then really we have no other way of finding out.

While we work closely with Sydney Fish Market and Fisheries, we do not (and, because of privacy laws, cannot) exchange name and address information. This means that if you change your address or your SFM supplier number, then please tell us.

IMPORTANT REMINDERS

Do we have your SFM supplier codes?

If you sell fish direct through SFM, then we need to know all your SFM supplier codes.

Please tell us if you get a new supplier code or if you change your supplier code.

If you supply fish through a co-operative, then don't worry – you don't have to tell us about your SFM codes! At the end of each year, we check with each co-op and ask them to tell us how to allocate their fish sales among all the Unit Holders. You only need to tell us your supplier code if you sell fish direct through SFM.

Have you completed a Direct Credit Authority?

Distributions will be paid by direct credit to your bank account. Don't miss out on yours.

Contacting the Catchers Trust

You can write, call, fax or e-mail the Catchers Trust at any time during business hours. Ted Bell is the Secretary of the Trust, and you can reach him on any of the following numbers.

Phone 1300-556-150

Fax (02) 9747-6698

E-mail ebell@bigpond.net.au

Address PO Box 106
CROYDON NSW 2132