

Openskills Incorporated

Financial Statements
For the year ended 30 June, 2005

Chats Accountants & Advisers
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Openskills Incorporated

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**Openskills Incorporated
Committee's Report
For the year ended 30 June, 2005**

Your committee members submit the financial accounts of the Openskills Incorporated for the financial year ended 30 June, 2005.

Committee Members

The names of committee members at the date of this report are:

Bruce Badger
Ashley Maher
Anand Kumria
Justina Badger
David Falvey
Rob Collins
Doug Camp
Patrick Lesslie

Principal Activities

The principal activities of the association during the financial year were: not for profit organisation - promote principles and use of open source software.

Significant Changes

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

Operating Result

The profit from ordinary activities after providing for income tax amounted to

Year ended 30 June, 2005	Year ended Prev Year End
\$ 934.70	\$ 519.35

Signed in accordance with a resolution of the Members of the Committee on :

← SIGN HERE

Bruce Badger

← SIGN HERE

Ashley Maher

**Openskills Incorporated
Committee's Report
For the year ended 30 June, 2005**

SIGN HERE

Anand Kumria

SIGN HERE

Justina Badger

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David Falvey

SIGN HERE

Rob Collins

SIGN HERE

Doug Camp

SIGN HERE

Patrick Leslie

Openskills Incorporated
Income and Expenditure Statement
For the year ended 30 June, 2005

	2005	2004
	\$	\$
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Income		
Interest received	4.07	1.70
Subscription Membership	760.00	542.71
Donation	1,800.00	35.00
Total income	<u>2,564.07</u>	<u>579.41</u>
Expenses		
Accountancy	330.00	-
Advertising and promotion	1,245.40	-
Bank Fees And Charges	1.21	5.06
ESA Operations eGive	-	55.00
Service fees	52.76	-
Total expenses	<u>1,629.37</u>	<u>60.06</u>
Profit from ordinary activities before income tax	934.70	519.35
Income tax revenue relating to ordinary activities	-	-
Net profit attributable to the association	934.70	519.35
Total changes in equity of the association	934.70	519.35
Opening retained profits	519.35	-
Net profit attributable to the association	934.70	519.35
Closing retained profits	1,454.05	519.35

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Openskills Incorporated
Detailed Balance Sheet As At 30 June, 2005

	Note	2005	2004
		\$	\$
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Current Assets			
Cash Assets			
Cash At Bank		1,454.05	488.35
Donation - eGive		-	31.00
		<u>1,454.05</u>	<u>519.35</u>
Total Current Assets		<u>1,454.05</u>	<u>519.35</u>
Total Assets		<u>1,454.05</u>	<u>519.35</u>
Net Assets		<u>1,454.05</u>	<u>519.35</u>
 Members' Funds			
Accumulated surplus (deficit)		<u>1,454.05</u>	<u>519.35</u>
Total Members' Funds		<u>1,454.05</u>	<u>519.35</u>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Openskills Incorporated
Notes to the Financial Statements
For the year ended 30 June, 2005

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act. The committee has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act and the following Australian Accounting Standards:

AAS 3:	Accounting for Income Tax (Tax-effect Accounting)
AAS 5:	Materiality
AAS 8:	Events Occurring After Reporting Date
AAS 17:	Leases

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Income tax

The association adopts the liability method of tax-effect accounting whereby the income tax expense shown in the income and expenditure statement is based on the operating profit before income tax adjusted for any permanent differences.

Non-member income of the association is only assessable for tax, as member income is excluded under the principle of mutuality.

(b) Fixed Assets

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(c) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the entity, are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are amortised on a straight line basis over their useful lives where it is likely that the entity will obtain ownership of the asset or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the period in which they are incurred.

Openskills Incorporated
Statement by Members of the Committee
For the year ended 30 June, 2005

The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Openskills Incorporated as at 30 June, 2005 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Bruce Badger
President



David Falvey
Treasurer

Openskills Incorporated
Certificate by Member of the Committee
For the year ended 30 June, 2005

I, Bruce Badger of 62/1 Murray Street, Pyrmont, NSW 2009, and I, Justina Badger of 62/1 Murray Street, Pyrmont, NSW 2009 certify that:

1. We are members of the Committee of Openskills Incorporated.
2. We attended the annual general meeting of the association held on 10 August 2005.
3. We are authorised by the attached resolution of the Committee to sign this certificate.
4. This annual statement was submitted to the members of the association at its annual general meeting.

SIGN HERE

Bruce Badger
Committee Member

SIGN HERE

Justina Badger
Committee Member
