General Practice Divisions - Victoria Ltd
Financial Report

For the Year ended 30 June 2005

ABN 80 081 371 968

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Directors' Report

Your directors present their report on the company for the financial year ended 30 June 2005.

Directors

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

Wendy Bissinger	Nola Maxfield
Robert Grenfell	John McEncroe
Julie Thompson	John Meaney
David Tillett	Sharon Monagle

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

Operating Results

The profit of the company for the financial year after providing for income tax amounted to $44,878.

Review of Operations

A review of the operations of the company during the financial year and the results of those operations found that, during the year, the company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

Significant Changes in State of Affairs

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

Principal Activities

The principal activities of the company during the financial year were to provide a regular forum and advocate for divisions and for general practice in Victoria.

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

After Balance Date Events

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.

Likely Developments

The company expects to maintain the present status and level of operations and hence there are no likely developments in the company's operations.

Environmental Issues

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Dividends Paid or Recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Meetings of Directors

DIRECTORS	DIRECTORS' MEETINGS	
	Number eligible to attend	Number attended
Wendy Bissinger	9	9
Robert Grenfell	9	8
Nola Maxfield	9	9
John McEncroe	9	9
John Meaney	9	9
Sharon Monagle	9	8
Julie Thompson	9	6
David Tillett	9	8

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the end of the financial year.

Indemnification of Officer or Auditor

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

Proceedings on Behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2005 there have been:

/ no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

/ no contraventions of any applicable code of professional conduct in relation to the audit.

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

Director	John Meaney	Director	David Tillett

31 August 2005

Statement of Financial Performance

For the year ended 30 June 2005

	Notes	2005 $	2004 $
Revenue from ordinary activities	2	**1,936,144**	1,917,200
Employee benefits expense		**(1,188,783)**	(1,182,982)
Depreciation and amortisation expenses	3	**(43,061)**	(40,643)
Advertising		**(7,104)**	(15,835)
Conference expenses		**(19,081)**	(27,186)
Project contracts		**(18,000)**	(96,373)
Rent		**(148,442)**	(144,084)
Workshop expenses		**(119,760)**	(90,428)
Board costs		**(124,702)**	(130,175)
Other expenses from ordinary activities		**(222,333)**	(189,511)
Profit from ordinary activities		**44,878**	(17)
Total changes in equity other than those resulting from transactions with owners as owners		**44,878**	(17)

Statement of Financial Position

As at 30 June 2005

	Notes	2005 $	2004 $
CURRENT ASSETS			
Cash assets	4	**1,315,636**	422,300
Receivables	5	**426,222**	25,360
Other	6	**13,173**	36,629
TOTAL CURRENT ASSETS		**1,755,031**	484,289
NON-CURRENT ASSETS			
Property, plant and equipment	7	**93,657**	104,896
TOTAL NON-CURRENT ASSETS		**93,657**	104,896
TOTAL ASSETS		**1,848,688**	589,185
CURRENT LIABILITIES			
Payables	8	**255,929**	120,697
Provisions	9	**64,632**	74,960
Other	10	**1,158,909**	119,274
TOTAL CURRENT LIABILITIES		**1,479,470**	314,931
NON-CURRENT LIABILITIES			
Provisions	9	**104,229**	54,143
TOTAL NON-CURRENT LIABILITIES		**104,229**	54,143
TOTAL LIABILITIES		**1,583,699**	369,074
NET ASSETS		**264,989**	220,111
EQUITY	14		
Retained profits	11	**264,989**	220,111
TOTAL EQUITY		**264,989**	220,111

Statement of Cash Flows

For the year ended 30 June 2005

	Notes	2005 $	2004 $
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from government & customers		**2,844,894**	2,107,083
Payments to suppliers and employees		**(1,936,096)**	(1,998,117)
Interest received		**16,360**	14,566
Net cash provided by operating activities	13 (b)	**925,158**	123,532
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	23,711
Payment for property, plant and equipment		**(31,822)**	(82,148)
Net cash used in investing activities		**(31,822)**	(58,437)
Net increase in cash held		**893,336**	65,095
Cash at beginning of financial year		**422,300**	357,205
Cash at end of financial year	13 (a)	**1,315,636**	422,300

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 report preparation requirements of the Corporations Act 2001. The directors have determined that the company is not a reporting entity.

The financial report is for the entity General Practice Divisions - Victoria Ltd as an individual entity. General Practice Divisions - Victoria Ltd is a company limited by guarantee, incorporated and domiciled in Australia.

The financial report has been prepared in accordance with the requirements of the Corporations Act 2001, and the following applicable Accounting Standards:

AASB 1002:	Events Occurring After Reporting Date
AASB 1025:	Application of the Reporting Entity Concept and Other Amendments
AASB 1026:	Statement of Cash Flows
AASB 1031:	Materiality
AASB 1034:	Financial Report Presentation and Disclosures
AASB 1040:	Statement of Financial Position

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

The report is also 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 report:

(a) Property, Plant and Equipment

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

Plant and equipment

Plant and equipment is measured on the cost basis.

Depreciation

All assets, excluding freehold land and buildings, are depreciated on a straight line basis over their useful lives to the company.

(b) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and lomg service leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

(c) Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at call deposits with banks or financial institutions, investments in money market instruments maturing within less than two months and net of bank overdrafts.

(d) Revenue

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

Finance and insurance revenue is recognised when the right to receive finance and insurance revenue has been established.

Other revenue is recognised when the right to receive the revenue has been established.

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

	Note	2005 $	2004 $
NOTE 2: REVENUE			
Operating activities			
- interest	2(a)	**16,360**	14,566
- rent		**17,937**	18,516
- workshop fees		**19,416**	16,915
- government grants		**1,844,471**	1,796,913
- other revenue		**37,960**	46,579
		1,936,144	1,893,489
Non - operating activities			
- proceeds of sale of property, plant and equipment		-	23,711
Total Revenue		**1,936,144**	1,917,200
(a) Interest from:			
- other persons		**16,360**	14,566

NOTE 3: PROFIT FROM ORDINARY ACTIVITIES			
Profit (losses) from ordinary activities has been determined after:			
(a) Expenses			
Depreciation of property, plant and equipment		**43,061**	40,643
Remuneration of the auditors for			
- audit or review services		**6,521**	6,500
Rental expense on operating leases - Minimum lease payments		**148,442**	144,084
(b) Revenue and Net Gains			
Net gain on disposal of non-current assets			
- property, plant and equipment		-	5,836

NOTE 4: CASH ASSETS			
Cash on hand		**325**	295
Cash at bank		**1,315,311**	422,005
		1,315,636	422,300

NOTE 5: RECEIVABLES			
CURRENT			
Trade debtors		**426,222**	25,360

NOTE 6: OTHER ASSETS			
CURRENT			
Prepayments		**13,173**	8,840
Grants Outstanding		**-**	27,789
		13,173	36,629

NOTE 7: PROPERTY, PLANT AND EQUIPMENT			
PLANT AND EQUIPMENT			
(a) Motor vehicles			
At cost		**42,949**	42,949
Less accumulated depreciation		**(8,613)**	(23)
		34,336	42,926
(b) Office equipment			
At cost		**78,293**	74,601
Less accumulated depreciation		**(64,878)**	(49,610)
		13,415	24,991
(c) Computer equipment			
At cost		**194,904**	177,719
Less accumulated depreciation		**(175,479)**	(160,824)
		19,425	16,895
(d) Furniture, fixtures and fittings			
At cost		**101,953**	91,427
Less accumulated depreciation		**(75,472)**	(71,343)
		26,481	20,084
Total property, plant and equipment		**93,657**	104,896

NOTE 8: PAYABLES			
CURRENT			
Unsecured liabilities			
Trade creditors		**12,001**	-
Sundry creditors and accruals		**243,928**	120,697
		255,929	120,697

NOTE 9: PROVISIONS			
CURRENT			
Employee benefits	9(a)	**64,632**	74,960
NON-CURRENT			
Employee benefits	9(a)	**104,229**	54,143
(a) Aggregate employee benefits liability		**168,861**	129,103

NOTE 10: OTHER LIABILITIES			
CURRENT			
Grants received in advance		**1,158,909**	119,274
		1,158,909	119,274

NOTE 11: RETAINED PROFITS			
Retained profits at the beginning of the financial year		**220,111**	220,128
Net profit (loss) attributable to members of the entity		**44,878**	(17)
Retained profits at the end of the financial year		**264,989**	220,111

NOTE 12: CAPITAL AND LEASING COMMITMENTS		
(a) Operating lease commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable		
- not later than one year	**115,878**	149,142
- later than one year and not later than five years	**157,895**	273,772
	273,773	422,914

NOTE 13: CASH FLOW INFORMATION		
(a) Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:		
Cash on hand	**325**	295
Cash at bank	**1,315,311**	422,005
	1,315,636	422,300
(b) Reconciliation of cash flow from operations with profit from ordinary activities after income tax		
Profit (Loss) from ordinary activities after income tax	**44,878**	(17)
Non-cash flows in profit from ordinary activities		
Depreciation	**43,061**	40,643
Net (gain) / loss on disposal of property, plant and equipment	**-**	(5,836)
Changes in assets and liabilities		
Increase in receivables	**(400,862)**	(25,360)
Decrease in other assets	**23,456**	26,289
Increase in grants received in advance	**1,039,635**	31,428
Increase in payables	**135,232**	6,341
Increase in provisions	**39,758**	50,044
Cash flows from operations	**925,158**	123,532

NOTE 14: MEMBERS' GUARANTEE

The company is limited by guarantee. If the company is wound up, the articles of association state that each member is required to contribute a maximum of $10 each towards meeting any outstanding obligations of the company. At 30 June 2005 the number of members was 30 (2004: 30).

NOTE 15: REMUNERATION AND RETIREMENT BENEFITS

(a) Directors' remuneration		
Income paid or payable to all directors of the company by the company and any related parties	**104,602**	103,079
Number of directors whose income from the company or any related parties was within the following bands:		
	No.	**No.**
$0 - $9,999	-	4
$10,000 - $19,999	**8**	6

The names of directors who have held office during the financial year are:

Wendy Bissinger

Robert Grenfell

Nola Maxfield

John McEncroe

John Meaney

Sharon Monagle

Julie Thompson

David Tillett

NOTE 16: COMPANY DETAILS

The registered office of the company is:
General Practice Divisions - Victoria Ltd
1st Floor
458 Swanston Street
CARLTON VIC 3053

Directors' Declaration

The directors have determined that the company is not a reporting entity. The directors have determined that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 13 are in accordance with the Corporations Act 2001:
   - (a) comply with Accounting Standards as described in Note 1 to the financial statements and the Corporations Regulations 2001; and
   - (b) give a true and fair view of the financial position as at 30 June 2005 and of the performance for the financial year ended on that date of the company in accordance with the accounting policies described in Note 1 to 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 directors.

Director John Meaney

Director David Tillet

Dated this 31st day of August 2005

Disclaimer

to the members of General Practice Divisions - Victoria Ltd

The additional financial data presented on pages 39 is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 30 June 2005. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than General Practice Divisions - Victoria Ltd) in respect of such data, including any errors of omissions therein however caused.

Danby Bland Provan & Co

DANBY BLAND PROVAN & CO

Chartered Accountants

123 Camberwell Road

HAWTHORN EAST 3123

R A LANE
Partner

31 August 2005

Auditor's Independence Declaration

under Section 307c of the Corporations Act 2001 to the directors of General Practice Divisions - Victoria Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2005 there have been:

no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and no contraventions of any applicable code of professional conduct in relation to the audit.

Danby Bland Provan & Co

Danby Bland Provan & Co

R A Lane

Partner

31 August 2005

Detailed Profit and Loss

Private Information for the directors on the 2005 Financial Statements
For the year ended 30 June 2005

	2005 $	2004 $
INCOME		
Interest	**16,360**	14,566
Other income	**37,960**	52,415
Government Grants	**1,844,471**	1,796,913
Rental income	**17,937**	18,516
Workshop fees	**19,416**	16,915
TOTAL INCOME	**1,936,144**	1,899,325
LESS EXPENSES		
Accounting fees	**2,500**	2,500
Accreditation	**5,022**	-
Advertising	**7,104**	15,835
Audit fees	**6,521**	6,500
Bank charges	**2,730**	3,102
Board Costs	**124,702**	130,175
Cleaning	**7,768**	8,330
Computer expenses	**24,666**	16,706
Conference/Seminar costs	**19,081**	27,186
Consultancy fees	**7,350**	2,495
Depreciation	**43,061**	40,643
Electricity	**6,375**	6,600
GP representatives	**3,010**	10,327
Holiday pay	**(10,328)**	(4,099)
Insurance	**10,554**	10,801
Legal costs	**40**	560
Long service leave	**50,086**	54,143
Motor vehicle expenses	**8,462**	6,590
Parking	**-**	236
Payroll tax	**19,951**	18,270
Postage	**4,552**	5,454
Printing and stationery	**29,907**	34,087
Project Contracts	**18,000**	60,932
Recruitment costs	**16,117**	2,425
Reference Groups	**13,421**	9,337
Reference materials	**2,640**	2,081
Rent	**148,442**	144,084
Repairs and maintenance	**15,131**	14,994
Salaries and wages	**1,017,563**	1,008,388
Staff training and welfare	**13,085**	9,596
Subscriptions	**445**	8,903
Superannuation	**98,426**	96,684
Telephone	**19,429**	23,007
Travelling expenses	**30,509**	24,417
Workcare/WorkCover/Workers Compensation	**5,184**	7,625
Workshop expenses	**119,760**	90,428
TOTAL EXPENSES	**1,891,266**	1,899,342
OPERATING PROFIT/(LOSS)	**44,878**	(17)

DanbyBlandProvan
CHARTERED ACCOUNTANTS
AND BUSINESS ADVISERS

Independent Audit Report to the members of General Practice Divisions - Victoria Ltd

Scope

We have audited the financial report, being a special purpose financial report of General Practice Divisions - Victoria Ltd for the financial year ended 30 June 2005 comprising the Directors' Declaration, Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows and notes to the financial statements.

The company's directors are responsible for the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Corporations Act 2001 and are appropriate to meet the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to the needs of the members.

The financial report has been prepared for distribution to the members for the purpose of fulfilling the directors' financial reporting requirements under the Corporations Act 2001. We disclaim any assumption of responsibility for any reliance on this audit report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 to the financial statements so as to present a view which is consistent with our understanding of the company's financial position, and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report of General Practice Divisions - Victoria Ltd is in accordance with:

(a) the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2005 and of its performance for the financial year ended on that date in accordance with the accounting policies described in Note 1; and
- (ii) complying with Accounting Standards in Australia to the extent described in Note 1 and the Corporations Regulations 2001; and

(b) other mandatory professional reporting requirements to the extent described in Note 1.

Danby Bland Provan - Co

DANBY BLAND PROVAN & CO

Chartered Accountants

123 Camberwell Road

HAWTHORN EAST 3123

R A Lane

Partner

31 August 2005

Danby Bland Provan & Co. ABN 77 441 722 752
Danby Bland Provan Services Pty Ltd ABN 15 005 417 096
2nd Floor, 123 Camberwell Road, Hawthorn East 3123 Victoria
All correspondence to: P.O. Box 268 Camberwell, Victoria 3124 Australia
Telephone: 61 3 9835 8200 Facsimile: 61 3 9882 1932 Email: email@danby.com.au

Australian Government

Department of Health and Ageing

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