



Agreement on the Conservation of Albatrosses and Petrels

Third Meeting of Advisory Committee

Valdivia, Chile, 19 – 22 June 2007

Financial Report

Author: Secretariat

**AGREEMENT ON THE CONSERVATION OF
 ALBATROSSES AND PETRELS**

INCOME STATEMENT

for the period ended 25 May 2007

	Notes	2007 \$'000	2006 \$'000
Revenue			
Contributions from parties	3.1	449	348
Other Income	3.2	199	37
Total Revenues		648	385
Expenses			
Approp 1 - Secretariat	4.1	74	126
Approp 2 – Meeting of Parties	4.2	5	123
Approp 3 – Advisory Committee		0	99
Approp 4 – Advisory Committee Work Programme		0	37
Total Expenses		79	385
Net surplus / (loss)		569	-

**AGREEMENT ON THE CONSERVATION OF
ALBATROSSES AND PETRELS**

BALANCE SHEET

as at 25 May 2007

	Notes	2007 \$'000	2006 \$'000
ASSETS			
Current Assets			
Cash and cash equivalents	5.1	784	200
Trade and other receivables	5.2	43	42
Total current assets		827	242
Total Assets		827	242

LIABILITIES

Current Liabilities

Trade and other payables

6.1 145 29

Total current liabilities

145 29

Total Liabilities

145 29

NET ASSETS

682 213

EQUITY

Retained earnings

682 213

Total Equity

682 213

The above statements should be read in conjunction with the accompanying notes.

**AGREEMENT ON THE CONSERVATION OF
ALBATROSSES AND PETRELS**

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the period ended 25 May 2007

Note	Description
1	Summary of Significant Accounting Policies
2	Events Occurring after Balance Date
3	Revenues
4	Operating Expenses
5	Financial Assets
6	Liabilities

**AGREEMENT ON THE CONSERVATION OF
ALBATROSSES AND PETRELS
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial reporting framework

This report has been prepared on an accrual accounting basis. This 'special purpose financial report' has been prepared to satisfy the secretariat's reporting requirements under the Financial Regulations for the Agreement on the Conservation of Albatrosses and Petrels ("Financial Regulations").

Significant accounting policies

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

Basis of preparation

The financial report has been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. Unless otherwise indicated, all amounts are presented in Australian dollars.

In the application of the basis of accounting specified by A-IFRS, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of the basis of accounting specified by A-IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The accounting policies set out below have been applied in preparing the financial statements for the period ended 31 March 2007, and the comparative information presented in these financial statements for the year ended 31 December 2006.

**AGREEMENT ON THE CONSERVATION OF
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

(a) Presentation currency

The presentation currency of the financial statements is Australian Dollars. Amounts presented have been rounded to the nearest thousand dollar.

(b) Revenue recognition

Contributions from parties

Contribution from Parties is recognised when agreement between the parties has been achieved as to the amount and payment date and appropriate invoices have been prepared accordingly. Invoices for annual contributions were sent to Parties in \$AUD.

Other income

Voluntary contributions are received in \$AUD. These contributions are designated as Special Funds, in accordance with Regulation 7 of the Financial Regulations.

(c) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), with the GST component being paid and subsequently recovered from the taxation authority by the Department of Economic Development.

GST is not collected on contributions and donations from the parties. The entity is classified as GST exempt.

(d) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, and cash at bank, net of outstanding bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

(e) Trade and other receivables

Trade receivables and other receivables are recorded at amounts due less any allowance for doubtful debts.

(f) Non-current assets

Non-current assets are stated at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the item. In the event that settlement of all or part of the purchase consideration is deferred, cost is determined by discounting the amounts payable in the future to their present value as at the date of acquisition.

(g) Trade and other Payables

Trade payables and other accounts payable are recognised when the entity becomes obliged to make future payments resulting from the purchase of goods and services.

**AGREEMENT ON THE CONSERVATION OF
ALBATROSSES AND PETRELS**

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Foreign currency

Foreign currency transactions

All foreign currency transactions during the financial year are brought to account using the exchange rate in effect at the date of transition. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined.

NOTE 2 EVENTS OCCURRING AFTER BALANCE DATE

No events occurred after balance date which would materially impact these financial statements.

NOTE 3 REVENUES

2007 2006
\$'000 \$'000

3.1 Contributions from parties

Argentina	17	4
Australia	87	67
Chile	15	3
Ecuador	1	3
France	90	68
New Zealand	37	51
Peru	2	3
Spain	90	34
South Africa	20	27
United Kingdom	90	88
<i>Total contributions from parties</i>	449	348

3.2 Other income

**Special Funds (Voluntary
Contributions)**

New Zealand (Support Meetings of the Parties)	-	12
United Kingdom (Advisory Committee Work Program Fund)	125	25
United Kingdom (Employment of ACAP Coordinating Officer)	74	
<i>Total other income</i>	199	37

**AGREEMENT ON THE CONSERVATION OF ALBATROSSES AND
PETRELS**

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

	2007	2006
	\$'000	\$'000
NOTE 4 OPERATING EXPENSES		
4.1 General Fund		
Appropriation 1 - Secretariat	74	126
Appropriation 2 - Meetings of the Parties	5	86
Appropriation 3 – Advisory Committee	0	99
	0	
	79	311
4.2 Special Fund		
Appropriation 4 – Advisory Committee Work Programme	0	37
Meeting of Parties support costs	-	37
	-	74
Total Operating Expenses	79	385

NOTE 5 FINANCIAL ASSETS

5.1 Cash and cash equivalents

Cash held with Tasmanian Government – Department of Economic Development:

General Fund ^(see notes a, b & c)	420	135
Special Fund ^(see note d)	264	65
Contingency Fund	100	
Total cash and cash equivalents	784	200

Notes

- a. General fund includes \$34,956 carried forward from 2006.
- b. General fund includes \$29,920 from 2006 contributions paid by Chile and South Africa
- c. General fund includes \$20,282 for a 2008 contribution paid by South Africa
- d. Special fund includes \$64,972 carried forward from 2006.

**AGREEMENT ON THE CONSERVATION OF ALBATROSSES AND
PETRELS**
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

	2007	2006
	\$'000	\$'000
5.2 Trade and other receivables		
Contributions outstanding		
Argentina	17	4
Chile	15	-
Ecuador	1	-
Peru (2006 outstanding figure includes \$1,100 from 2005)	2	4
	<u>35</u>	<u>8</u>
Other receivables		
New Zealand – special fund (voluntary contribution – MoP2)	4	-
	<u>4</u>	<u>-</u>
Total trade and other receivables	<u>39</u>	<u>8</u>

Part year contribution for 2006 from new Party Argentina was not payable until 2 March 2007.

NOTE 6 LIABILITIES

	2007	2006
6.1 Trade and other payables		
General Fund		
Appropriation 1 - Secretariat	55	4
Appropriation 2 – Meeting of Parties	-	
Appropriation 3 – Advisory Committee	30	
	<u>85</u>	<u>4</u>
Special Fund		
Appropriation 4 – Advisory Committee Work Programme	60	25
	<u>60</u>	<u>25</u>
Total Trade and other payables	<u>145</u>	<u>29</u>
Current	145	29
Non-current	<u>-</u>	<u>-</u>

Summary of Appropriations - Prepared on a Cash Basis

Allocation	2006 Funds Carried forward	Allocation 2007	O/S Commit's	Expenditure 2007	Balance Funds 2007
General Fund					
Approp. 1 - Secretariat		314,000	55,000	74,000	185,000
Approp. 2 – Meeting of Parties				5,000	(5,000)
Approp. 3 – Advisory Committee	34,957	135,000	30,000		139,957
Special Fund					
Approp. 4 – Advisory Committee Work Programme	64,972	198,704	141,002		122,674
Contingency Fund	100,000				100,000
Totals	199,929	647,704	226,002	79,000	542,631

Current Commitments – Advisory Committee Work Programme

Proj No.	Project	Contractor	Estimate	Comments
1	Production of tracking/foraging reports showing overlap with key RFMOs	BirdLife International	25,000	
2	Update of tracking database	BirdLife International	5,000	
3	Production of maps for species assessments	Frances Taylor	4,800	
4	Production of action plan for waved albatross	Jaime Jahncke	17,000	USD 14,000
5	Production of draft species assessments	Wildwind Consulting	5,000	
6	Delegate support costs – waved albatross WS		15,000	
7	Preparation of additional 3 species assessments	Wildwind Consulting and Lighthouse Consultants	7,500	
8	ACAP Officer – UK Territories	JNCC	74,202	
		Total	153,502	

