

**AUSTRALIAN HERPES MANAGEMENT FORUM**

**ABN 85 096 346 477**

**Annual Audited Accounts  
for the year ended 30 June 2004**

**AUSTRALIAN HERPES MANAGEMENT FORUM**

**ABN 85 096 346 477**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2004**

**CONTENTS**

<b>Directors' Report</b>	<b>1</b>
<b>Statement of Financial Performance</b>	<b>4</b>
<b>Statement of Financial Position</b>	<b>5</b>
<b>Statement of Cash Flows</b>	<b>6</b>
<b>Notes to the Financial Statements</b>	<b>7</b>
<b>Directors' Declaration</b>	<b>13</b>
<b>Audit Report</b>	<b>14</b>
<b>Private Information Disclaimer</b>	<b>15</b>
<b>Profit and Loss Statement</b>	<b>16</b>

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2004**

Your directors present their report on the company for the financial year ended 30 June 2004.

**Directors**

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

Prof Adrian Mindel

Prof Anthony L Cunningham

Ass/Prof Suzanne Garland

Prof John Mills (Resigned 24/06/04)

Dr Chris Miller (Resigned 12/09/03)

Dr Dominic Edmund Dwyer (Appointed 30/10/2003)

Mr Christopher K Fairley (Appointed 30/10/2003, Resigned 29/01/04)

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

**Operating Result**

The operations of the company during the financial year showed a surplus of \$29,476.

**Review of Operations**

The result of the company for the year was as follows:

	<b>2004</b>	<b>2003</b>
	<b>\$</b>	<b>\$</b>
Operating Surplus / (Deficit) for the year	29,476	(24,579)
Income	174,619	98,664
Expenditure	(145,143)	(123,243)

**Significant changes in State of Affairs**

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

**Principal Activities**

The principal activities of the company during the financial year were information provision to medical professionals and consumers. There are no other significant changes in the nature of the company's principal activities during the financial 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 subsequent financial years.

**AUSTRALIAN HERPES MANAGEMENT FORUM  
ABN 85 096 346 477  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 30 JUNE 2004**

**Future Developments**

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

**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**

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

**Options**

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

**Directors' Particulars**

<b>Director</b>	<b>Qualification &amp; Experience</b>	<b>Years/Months of Service</b>
Professor Adrian Mindel	Professor of Sexual Health Medicine Director STI Research Centre	3
Professor Anthony Cunningham	Professor of Research Medicine Director Westmead Millennium Institute	3
Professor John Mills	Professor of Microbiology Director of HIV Virology Research	3
Associate Professor Suzanne Garland	Associate Professor Director of Microbiological Research	2
Dr Chris Miller	Senior Medical Specialist	15 months
Dr Dominic Dwyer	Medical Virologist Infectious Diseases Physician	8 months
Mr Christopher Fairley		2 months

**AUSTRALIAN HERPES MANAGEMENT FORUM  
ABN 85 096 346 477  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 30 JUNE 2004**

**Meetings of Directors**

During the year, 4 meeting of directors were held. Attendances were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Professor Adrian Mindel	4	4
Professor Anthony Cunningham	4	4
Professor John Mills (Resigned 24/06/04)	4	3
Professor Suzanne Garland	4	4
Dr Chris Miller (Resigned Resigned 12/09/03)	1	0
Dr Dominic Dwyer (Appointed 30/10/2003)	2	2
Mr Christopher Fairley (Appointed 30/10/2003, Resigned 29/01/04)	0	0

**Indemnifying Officer or Auditor**

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

**Proceedings on Behalf of 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.

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

---

**DIRECTOR**

---

**DIRECTOR**

**DATED THIS**

**DAY OF**

**2004**

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**

**STATEMENT OF FINANCIAL PERFORMANCE**  
**FOR THE YEAR ENDED 30 JUNE 2004**

	NOTE	2004 \$	2003 \$
<b>CLASSIFICATION OF EXPENSES BY FUNCTION</b>			
Revenue from ordinary activities	2	174,619	98,664
Administration expenses		(142,886)	(113,373)
Depreciation		(162)	-
IT expenses		(2,095)	(9,870)
Profit / (Loss) from ordinary activities before income tax		<u>29,476</u>	<u>(24,579)</u>
Income tax expense relating to ordinary activities		-	-
Profit / (Loss) from ordinary activities after related income tax expense		<u>29,476</u>	<u>(24,579)</u>
Net Profit / (Loss) from ordinary activities after income tax	9	<u><u>29,476</u></u>	<u><u>(24,579)</u></u>

The accompanying notes form part of these financial statements

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2004**

	<b>NOTE</b>	<b>2004</b> \$	<b>2003</b> \$
<b>CURRENT ASSETS</b>			
Cash	3	34,035	25,107
Receivables	4	22,000	-
Other	5	<u>1,657</u>	<u>-</u>
<b>TOTAL CURRENT ASSETS</b>		<u>57,692</u>	<u>25,107</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	<u>379</u>	<u>-</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>379</u>	<u>-</u>
<b>TOTAL ASSETS</b>		<u>58,071</u>	<u>25,107</u>
<b>CURRENT LIABILITIES</b>			
Payables	7	7,480	9,278
Current tax liabilities	8	<u>1,389</u>	<u>(3,897)</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u>8,869</u>	<u>5,381</u>
<b>TOTAL LIABILITIES</b>		<u>8,869</u>	<u>5,381</u>
<b>NET ASSETS/(LIABILITIES)</b>		<u>49,202</u>	<u>19,726</u>
<b>EQUITY</b>			
Retained Profit	9	<u>49,202</u>	<u>19,726</u>
<b>TOTAL EQUITY</b>		<u>49,202</u>	<u>19,726</u>

The accompanying notes form part of these financial statements

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

	<b>NOTE</b>	<b>2004</b> \$	<b>2003</b> \$
<b>Cash Flow from Operating Activities</b>			
Income Receipts		153,240	138,791
Payments for expenses		(145,389)	(170,470)
Interest received		1,618	1,164
Net cash provided by (used in) operating activities	10 (a)	<u>9,469</u>	<u>(30,515)</u>
<b>Cash Flow from Investing Activities</b>			
Payments for property, plant and equipment		<u>(541)</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>(541)</u>	<u>-</u>
<b>Net increase (decrease) in cash held</b>		8,928	(30,515)
Cash at beginning of the financial year		<u>25,107</u>	<u>55,622</u>
Cash at end of the financial year	3	<u>34,035</u>	<u>25,107</u>

The accompanying notes form part of these financial statements

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

**Note 1 - Statement of Significant Accounting Policies**

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Australian Herpes Management Forum is a public company limited by guarantee.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**(a) Income Tax**

The company's principal activity is medical and consumer education forum and is therefore exempt from income tax.

**(b) 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 are measured on the cost basis.

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

**Depreciation**

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to the company commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable asset is:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Office Equipment & Software	40%

**(c) Cash**

For the purpose of the statement of cash flows, cash includes:

- cash on hand with banks or financial institutions net of bank overdrafts.

**AUSTRALIAN HERPES MANAGEMENT FORUM****ABN 85 096 346 477****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 JUNE 2004****(d) Revenue**

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

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

**(e) Goods and Service Tax (GST)**

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

**(f) Comparative Figures**

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

**(g) Adoption of Australian Equivalents to International Financial Reporting Standards**

Australia is currently preparing for the introduction of International Financial Reporting Standards (IFRS) effective for financial years commencing 1 January 2005. This requires the production of accounting data for future comparative purposes at the beginning of the next financial year.

The company's management, along with its auditors, are assessing the significance of these changes and preparing for their implementation. We will seek to keep stakeholders informed as to the impact of these new standards as they are finalised.

**Note 2 – Revenue**

	<b>2004</b>	<b>2003</b>
	<b>\$</b>	<b>\$</b>
<b>Operating Activities</b>		
Grant Income	173,000	97,500
Interest Received	<u>1,619</u>	<u>1,164</u>
Total Operating Revenue	<u>174,619</u>	<u>98,664</u>

**Note 3 – Cash**

Cash at Bank – Macquarie	<u>34,035</u>	<u>25,107</u>
	<u>34,035</u>	<u>25,107</u>

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
	<b>\$</b>	<b>\$</b>
<b>Note 4 - Receivables</b>		
CURRENT		
Grant income receivable	<u>22,000</u>	<u>-</u>
	<u>22,000</u>	<u>-</u>
<b>Note 5 - Other</b>		
Deposits Paid	200	-
Prepayments	<u>1,457</u>	<u>-</u>
	<u>1,657</u>	<u>-</u>
<b>Note 6 - Property, Plant and Equipment</b>		
Office Equipment & Software at Cost	541	-
Less Accumulated Depreciation	<u>(162)</u>	<u>-</u>
	<u>379</u>	<u>-</u>
<b>(a) Movements in Carrying Amount</b>		
Movement in the carrying amount for each class of property, plant and equipment between the beginning and the end of the current financial year		
	Office Equipment & Software	Total
Balance at the beginning of year	-	-
Additions	541	-
Disposal	-	-
Depreciation Expense	<u>(162)</u>	<u>-</u>
Carrying amount at the end of the year	<u>379</u>	<u>-</u>
<b>Note 7 - Payables</b>		
CURRENT		
Trade Creditors	5,500	6,748
Accrued Expenses	<u>1,980</u>	<u>2,530</u>
	<u>7,480</u>	<u>9,278</u>

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

<b>Note 8 – Tax Liabilities</b>	<b>2004</b>	<b>2003</b>
	<b>\$</b>	<b>\$</b>
CURRENT		
GST Collected	6,300	(1,450)
GST Paid	<u>(4,911)</u>	<u>(2,447)</u>
	<u>1,389</u>	<u>(3,897)</u>
<b>Note 9 – Retained Profits</b>		
Retained profit start of financial year	19,726	44,305
Net Profit / (loss)	<u>29,476</u>	<u>(24,579)</u>
Retained profits at the end of the financial year	<u>49,202</u>	<u>19,726</u>

**Note 10 – Cash Flow Information**

**(a) Reconciliation of Cash Flow from Operations with Profit/(loss) from Ordinary activities after Income Tax**

Profit/ (loss) from ordinary activities after income tax	29,476	(24,579)
Non-cash flows in profit from ordinary activities		
Depreciation	<u>162</u>	<u>-</u>
Net cash used in operating activities before changes of assets and liabilities	<u>29,638</u>	<u>(24,579)</u>
Changes in assets and liabilities		
Decrease / (Increase) in Receivables	(22,000)	41,291
Decrease in prepayments & deposits	2,240	-
Increase / (Decrease) in trade creditors and accruals	(409)	(47,227)
Net cash used in operating activities	<u>9,469</u>	<u>(30,515)</u>

**Note 11 – Auditor’s Remuneration**

Fees received and receivable for:

Auditor’s remuneration - Fees	1,800	1,800
Auditor’s remuneration - Other Services	350	2,000
The auditors received no other benefits		

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

**Note 12 - Directors Remuneration**

Income paid or payable to all Directors of the company -

Number of directors whose income from the company was within the following bands

\$0 - \$9,999 6

**Note 13 - Members' Guarantee**

The company is limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the company. At 30 June 2004, the number of members was 6 (2003 - 5).

**NOTE 14 - FINANCIAL INSTRUMENTS****(a) Interest rate risk**

The company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing			
	2004	2003	2004	2003	Within 1 Year		1 to 5 Years	
	2004	2003	2004	2003	2004	2003	2004	2003
Financial Assets	%	%	\$	\$	\$	\$	\$	\$
Cash	4.43	3.6	34,035	25,107	-	-	-	-
Total Financial Assets			34,035	25,107	-	-	-	-

**(b) Credit Risk**

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts of those assets, as disclosed in the statement of financial position and notes to the financial statements.

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2004**

**(c) Credit Risk (Continue)**

The company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the company.

**(d) Net Fair Values**

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to and forming part of the financial statements.

**NOTE 15 – COMPANY DETAILS**

The registered office of the company is:

Australian Herpes Management Forum  
Sexually Transmitted Infections Research Centre  
Marian Villa  
Westmead Hospital  
Westmead NSW 2145

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 12, are in accordance with the Corporations Act 2001:
  - a) comply with Accounting Standards and the Corporations Regulations 2001; and
  - b) give a true and fair view of the financial position as at 30 June 2004 and of the performance for the year ended on that date of the company;
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 Board of Directors.

---

**DIRECTOR**

---

**DIRECTOR**

**DATED THIS**

**DAY OF**

**2004**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF  
AUSTRALIAN HERPES MANAGEMENT FORUM**

**ABN 85 096 346 477**

**Scope**

We have audited the financial report of the Australian Herpes Management Forum for the financial year ended 30 June 2004 as set out on pages 4 to 13.

The company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and 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 Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements 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.

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

**Audit Opinion**

In our opinion, the financial report of the Australian Herpes Management Forum 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 2004 and of its performance for the year ended on that date; and
  - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- b) other mandatory professional reporting requirements in Australia.

**GROSVENOR SCHILIRO  
CHARTERED ACCOUNTANTS**

---

**MARK SCHILIRO**

**PARTNER**

**DATED THIS**

**DAY OF**

**2004**

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**PRIVATE INFORMATION FOR THE DIRECTORS**  
**ON THE 2004 FINANCIAL REPORTS**

**DISCLAIMER**

The additional financial data presented in the following pages is in accordance with the books and records of the Australian Herpes Management Forum that have been subjected to the auditing procedures applied in our statutory audit of the company for the year ended 30th June 2004. 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 no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than our client) in respect of such data, including any errors or omissions therein however caused.

**GROSVENOR SCHILIRO**  
**CHARTERED ACCOUNTANTS**

---

**MARK SCHILIRO**

**PARTNER**

**DATED THIS**

**DAY OF**

**2004**

**AUSTRALIAN HERPES MANAGEMENT FORUM****ABN 85 096 346 477****PROFIT AND LOSS STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2004**

	<b>NOTE</b>	<b>2004</b>	<b>2003</b>
		<b>\$</b>	<b>\$</b>
<b>Income</b>			
Grant Income		173,000	97,500
Interest received		1,619	1,164
<b>Total Income</b>		174,619	98,664
<b>Expenses</b>			
PR, Marketing		30,961	96,012
Website		2,095	9,870
IHW		266	-
Branding & DTP		1,364	-
Printing		6,260	4,118
Bank Charges		14	7
Depreciation		162	-
Insurance		2,913	2,304
Legal		4,648	-
Accounting		350	2,000
Audit		1,800	1,800
Consultancy Fees		77,948	-
Meetings (GP, O&G etc)		4,314	-
Postage		2,805	4,684
Freight		284	-
Telephone		210	-
Travel		3,860	1,334
Regulatory (ASIC)		1,217	852
Overheads (STIRC etc)		3,300	-
Miscellaneous		365	262
Interest Expense		7	-
<b>Total Expenses</b>		145,143	123,243
Operating Profit / (loss) after income tax		29,476	(24,579)

**AUSTRALIAN HERPES MANAGEMENT FORUM**  
**ABN 85 096 346 477**  
**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2004**

	<b>2004</b>	<b>2003</b>
<b>NOTE</b>	<b>\$</b>	<b>\$</b>