

RECRUITMENT SERVICES SUPERANNUATION FUND



Abridged Audited Financial Statements Year Ended 30 June 2005

RECRUITMENT SERVICES SUPERANNUATION FUND
ABRIDGED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2005

	Note	30 June 2005 \$	30 June 2004 \$
CASH ASSETS			
Cash at Bank	7	18,695,444	19,357,476
		<u>18,695,444</u>	<u>19,357,476</u>
RECEIVABLES			
Contributions Receivable		11,172,383	9,344,197
Investment Income Receivable		-	476
Future Income Tax Benefit		1,804,678	3,988,856
GST Receivable		127,533	36,469
Other Receivables	9	45,126	141,114
		<u>13,149,720</u>	<u>13,511,112</u>
INVESTMENTS			
Other Interest Bearing Securities	8	518,016	500,000
Unit Trusts	8	491,798,920	347,126,641
		<u>492,316,936</u>	<u>347,626,641</u>
TOTAL ASSETS		<u>524,162,100</u>	<u>380,495,229</u>
LIABILITIES			
Other Payables	10	1,343,426	653,749
Income Tax Payable	13	6,763,874	2,648,046
Provision for Deferred Income Tax		8,537,554	5,608,898
TOTAL LIABILITIES		<u>16,644,854</u>	<u>8,910,693</u>
NET ASSETS AVAILABLE TO PAY BENEFITS		<u>507,517,246</u>	<u>371,584,536</u>
Represented by:			
LIABILITIES FOR ACCRUED BENEFITS			
Vested Benefits:			
Allocated to Members' Accounts	4	499,900,946	366,565,831
Reserve	5	7,616,300	5,018,705
	3	<u>507,517,246</u>	<u>371,584,536</u>

The accompanying notes form an integral part of this Statement of Financial Position

RECRUITMENT SERVICES SUPERANNUATION FUND
ABRIDGED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

	Note	30 June 2005 \$	30 June 2004 \$
INVESTMENT REVENUE			
Interest		402,784	819,861
Changes in Net Market Values - Unrealised	11	30,649,007	24,225,783
Dividends/Distributions		21,430,554	13,503,564
Direct Investment Expenses	12	(676,373)	(423,113)
Realised Gains/(Losses)	11	(5,088,612)	123,792
Other Income		9,579	-
Net Investment Revenue		46,726,939	38,249,887
CONTRIBUTIONS REVENUE			
Employer Contributions		142,094,242	106,214,175
Members' Contributions		1,307,650	692,617
Government Contributions		609,421	-
Transfers from Other Funds		31,178,310	21,012,901
Total Contribution Revenue		175,189,623	127,919,693
OTHER REVENUE			
Group Life Insurance Proceeds		347,875	105,625
		347,875	105,625
TOTAL REVENUE FROM ORDINARY ACTIVITIES		222,264,437	166,275,205
GENERAL ADMINISTRATION EXPENSES			
Administration Services		13,310,690	10,446,833
Audit Fees	15	42,370	39,197
Group Life Insurance Premiums		1,174,793	1,129,852
Operating Expenses	14	854,920	464,506
Superannuation Contribution Surcharge	1(g)	618,235	339,822
TOTAL EXPENDITURE FROM ORDINARY ACTIVITIES		16,001,008	12,420,210
Operating Surplus for the Year Before Tax		206,263,429	153,854,995
Less: Income Tax Expense	13	(24,833,152)	(18,714,726)
OPERATING SURPLUS FOR THE YEAR AFTER TAX		181,430,277	135,140,269

The accompanying notes form an integral part of this Statement of Financial Performance

RECRUITMENT SERVICES SUPERANNUATION FUND

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Compliance with Australian Accounting Standards, the trust deed and legislative requirements.

The financial statements have been drawn up in accordance with Australian Accounting Standard AAS 25 "Financial Reporting by Superannuation Plans" other applicable Australian Accounting Standards, Statements of Accounting Concepts, other mandatory professional requirements (Urgent Issues Group Consensus Views), the Superannuation Industry Supervision Act 1993 and Regulations, Corps Act and the provisions of the Trust Deed.

These financial statements reflect the result of operations of the Fund for the year ended 30 June 2005. The comparative figures relate to the year ended 30 June 2004.

NOTE 2. LIABILITY FOR ACCRUED BENEFITS

The liability for accrued benefits is the Fund's present obligations to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the sundry liabilities and income tax liabilities as at reporting date.

	30 June 2005	30 June 2004
	\$	\$
Changes in the liability for accrued benefits are as follows:		
Liability for accrued benefits at the beginning of the period	371,584,536	277,943,535
Impact of Adjustments	(4,677)	18,626
Plus: Increase in Accrued Benefits	181,430,277	135,140,269
Less: Gross Benefits Paid and Payable		
Resignations	(2,400,336)	(1,770,904)
Retirements	(2,781,142)	(2,097,367)
Transfers to other funds and ERF	(38,355,069)	(36,497,817)
Deaths	(395,292)	(224,424)
Disablements	(182,204)	(117,928)
Hardship	(1,107,602)	(775,961)
Compassionate	(7,038)	
Unclaimed Monies	(264,207)	(33,493)
Total Gross Benefits Paid and Payable	<u>(45,492,890)</u>	<u>(41,517,894)</u>
Liability for accrued benefits at the end of the period	<u>507,517,246</u>	<u>371,584,536</u>

RECRUITMENT SERVICES SUPERANNUATION FUND
NOTES TO THE ABRIDGED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

NOTE 3. VESTED BENEFITS

Vested benefits are benefits which are not conditional upon continued membership of the Fund (or any factor other than resignation from the Fund) and include benefits which members were entitled to receive had they terminated their Fund membership as at the reporting date.

	30 June 2005	30 June 2004
	\$	\$
Changes in the value of vested benefits are as follows:		
Vested Benefits at Beginning of Year	366,565,831	276,119,098
Contributions	144,011,313	106,906,792
Transfers in	31,178,310	21,012,901
Interest Allocated/(Charged) to Members	35,310,798	28,290,057
Cost of Member Charged Benefit Protection	4,524,911	3,376,531
Proceeds from Insurance	347,875	105,625
Prior Year Adjustments	-	18,536
Member Levies in Respect of:		
Tax	(21,321,413)	(15,940,798)
Administration Fees	(13,310,690)	(10,449,922)
Group Life Insurance Premiums	(1,294,864)	(1,015,273)
Surcharge	(618,235)	(339,822)
Benefits Paid and Payable	(45,492,890)	(41,517,894)
Net Movement in Vested Benefits	133,335,115	90,446,733
Vested Benefits at End of Period	499,900,946	366,565,831

RECRUITMENT SERVICES SUPERANNUATION FUND

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005

NOTE 4. INVESTMENTS

Other Interest Bearing Securities

SMHL Origination Fund No. 3	518,016	500,000
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Pooled Superannuation Funds and Unit Trusts

AXA Property Securities Fund	-	14,158,646
Macquarie Enhanced Equities Fund	-	37,259,254
Citigroup Diversified Fixed Income Trust	-	44,935,513
Citigroup Equity Trust	-	28,890,402
Deutsche Property Fund	43,041,757	24,499,492
Utilities Trust of Australia	10,715,432	7,652,675
IFBT	163,425	139,800
Colonial Group Health and Biotechnology Fund	-	2,754,797
Alliance Enhanced Aust Fixed Interest Trust	-	31,385,255
Contango Australian Equity Fund	-	28,407,239
NAB Capital International Global Share Fund	19,618,991	14,923,063
NAB Capital International Global Hedged Share Fund	42,932,346	29,180,379
Wellington Global Research Equity Fund	39,694,574	39,690,414
GMO Emerging Markets Equity Trust	11,292,407	8,744,463
ANZ Cash Plus Fund	39,756,662	34,505,249
Jana Australian Equities Fund ^	127,085,457	-
Colonial Wholesale Australian Equities Fund	34,478,130	-
Holowesko Global Fund	7,913,313	-
Warrakiri Alternative Aurora Fund	11,746,436	-
Auora Offshore Fund	11,816,751	-
Jana Emerging Markets Fund #	7,007,252	-
Jana Diversified Debt Fund *	75,199,980	-
GMO Multi Strategy Trust	9,336,007	-
	491,798,920	347,126,641
	492,316,936	347,626,641

^ Underlying Managers – Wallara, Concord & MBA

Underlying Manager – Marvin & Palmer

* Underlying Managers – PIMCO, UBS & Blackrock

RECRUITMENT SERVICES SUPERANNUATION FUND

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005

NOTE 5. INTEREST CREDITING RATE

Interest allocated to members' accounts for the year ended is based on crediting rates as follows:

	30 June 2005	30 June 2004
	\$	\$
Preserved Super and Easy Super		
Members with a balance less than \$3,000.00	8.2	9.0
Members with a balance of at least \$3,000.00	10.2	11.5
Select Super		
Aggressive Growth	11.4	14.7
Balanced Growth	10.1	11.8
Cash Plus	4.8	4.4
High Growth	10.7	13.3
Conservative Growth	8.2	5.9