

# THE AUSTRALIAN INSTITUTE OF ENERGY



## 2005 / 2006 ANNUAL REPORT & ACCOUNTS

ABN 95 001 509 173

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## **PRESIDENT'S REPORT 2006**

I would like to thank past Vice President Malcolm Messenger for his support and welcome our new Vice President, Murray Meaton. I also thank Colin Paulson (Honorary Secretary) and David Allardice (Honorary Treasurer) for their excellent contributions and service to the AIE over the year

My thanks also to our new business manager, Ted Campbell.

Our services to Members through the "Energy News" journal continue to be important benefits of membership. I thank our Journal Editor, Joy Ross, for her on-going efforts. During the year the Journal topics ranged over many facets of energy supply and energy technologies.

The AIE website [www.aie.org.au](http://www.aie.org.au) remains an important tool for raising the AIE's profile with our popular Online Energy News service. Website hits are currently 34,000 per week and page views are 11,000 per week. Visitors are 33% from Australia, 42% from USA, 10% from Asia and 12% from Europe.

The AIE did a stakeholder survey this year. Thanks to those who responded to the survey. The replies to the questions will allow the AIE to better meet members' needs. The additional suggestions are a valuable source of ideas for meetings, activities and services.

We have had an active meeting program with 45 meetings held in 7 cities around Australia. This program, which is the mainstay of the AIE, is due to the tireless efforts of the branch committees.

The AIE nationally completed a successful year financially in 2005/06 with a surplus of \$23,354. This was primarily due to prudent control of expenditure.

Tony Forster  
President

## **SECRETARY'S REPORT**

Directors for the year were:

Tony Forster (President)  
Malcolm Messenger (Vice-President to 16 March 2006)  
Murray Meaton (Vice-President from 16 March 2006)  
David Allardice (Honorary Treasurer)  
Colin Paulson (Honorary Secretary)  
Ross Calvert  
Joy Claridge  
Andrew Dicks  
Rob Fowler  
Paul McGregor  
Tony Vassallo  
Earl Heckman (retired 24 November 2005)  
Amelia Kean (retired 24 November 2005)  
Susan Fama (appointed 19 April 2006)

Throughout this year the Institute continued to operate successfully with no major changes during the year.

Mrs Vivien Paulson retired as Secretary in December 2005 and I would like to take this opportunity to thank for her for her efforts on behalf of the Institute for almost 30 years.

Colin Paulson  
Hon Secretary

## **BUSINESS MANAGER'S REPORT**

I effectively took over secretariat operations from Vivien Paulson on 1 January 2006. The year was a steep learning curve for me, and I now have most of the day to day operations of the Institute under control. There has been some upgrading of the Membership database functionality achieved and I look forward to working closely with the branches next year in an effort to increase membership services and to attract new members to our institute.

Ted Campbell  
Business Manager

### **Membership**

The Membership Committee has continued to assess membership applications throughout the year. During the year 2005/2006 the membership of the Institute has decreased by 52. This is the second year in succession that the membership numbers have fallen. Whilst this decrease over the year is disappointing a steady flow of new member applications has still been received throughout the year. Members are urged to help to reverse this trend by recruiting their colleagues in the energy industry as members of the AIE.

A breakdown of the membership by Branches as of 30<sup>th</sup> June 2006 is given in Table 1. This table shows that changes took place in most Branches.

TABLE 1. MEMBERSHIP DETAILS AS AT 30<sup>TH</sup> JUNE 2005

Branch	Fellow	Member	Graduate	Student	Associate	Corporate		Total	
						Comp	Reps	2005/06	2004/05
South Australia	20	79	0	18	9	13	7	146	138
Brisbane	36	106	3	2	4	5	1	157	180
Canberra	10	25	1	2	2	5	0	45	51
Melbourne	72	210	5	14	10	26	4	341	384
Newcastle	11	20	1	4	3	3	0	42	40
Overseas	8	14	0	0	1	1	0	24	25
Perth	30	99	4	6	9	38	5	191	189
Sydney	71	221	13	20	23	20	5	373	363
Tasmania	3	14	1	1	2	4	0	25	26
Total	261	788	28	67	63	115	22	1344	1396

This table shows that some Branches have increased their membership whilst other Branches have remained virtually constant and others have had a decline in membership.

TABLE 2. CEASED MEMBERSHIP DETAILS

Member	Resigned	Deceased	Cancelled	Total
Individual	80	3	42	125
Corporate	8	0	2	10
Total	88	3	44	135

The number of members who have ceased membership of the Institute for various reasons over the last year is given in Table 2 from which it can be seen that during the year 135 members have ceased membership of the Institute. This is over 40 less than during 2004/2005 and is a positive trend. It should be noted that although 135 members ceased membership our total membership numbers only declined by 52 showing that we had 88 new members joining the Institute during this year.

The 135 members who ceased membership during this year left due to either resignation, death or by being cancelled due for non-payment of fees. All efforts must continue to retard these losses. During the year 88 members resigned from the Institute, 3 were deceased and 44 had their membership cancelled due to non-payment of fees over a three-year period. Those members cancelled through defaulting on subscription payments are a major problem and represent about a third of our membership losses. This non-payment of fees is a considerable drain on the financial resources of the Institute because all of these members received the Journal and all other Council services for at least part of this time without payment of fees. This is a considerable, and unnecessary, drain on the Institutes resources.

Colin Paulson  
Membership Committee Convener

**Brisbane Branch**

Branch Committee: Chris Spero (Acting Chairperson)  
Chris Shopov (Secretary)  
Chris Spero (Treasurer)  
Andrew Dicks (Board Representative)  
Peter Cameron  
Patrick Glenn  
Sharon Denny

In late 2006 efforts were made to revitalise the Brisbane Branch committee. By March 2006 the first committee meeting was held with the new members.

An events program was quickly established (with two events already held in 2006/2007) and the committee is seeking to further increase in size, formalise its structure, and is looking forward to providing the Brisbane energy industry with an interesting and relevant program of events.

Membership has declined slightly 151 individual members and 5 company members.

## **2005 Meeting**

25<sup>th</sup> November Hanspeter Rohner, Schlumberger Carbon Services, Paris. “*CO2 Capture & Storage - Today and Tomorrow*”

This event was held in conjunction with the AGM and was well received. Local members appreciated the attendance of the National AIE Board.

## **Canberra Branch**

Branch Committee      Ross Calvert (Chair)  
                                 Dennis Van Puyvelde (Secretary)  
                                 Hilary Schofield (Treasurer)  
                                 John Söderbaum  
                                 Hugh Saddler  
                                 Keith Lovegrove

The Canberra Branch participated in the assessment of the 2005 Excellence in Energy awards—A joint Sydney, Newcastle and Canberra function (and possible a precursor to a national award). Further synergies with other branches and societies will be sought in the future.

## 2005 Meetings

6<sup>th</sup> July            Dr Matthew Hole, Department of Theoretical Physics, Research School of Physical Sciences, Australian National University. “*The next step in the quest for fusion power.*”

6<sup>th</sup> September Dr Peter Cook, Co-operative Research Centre for Greenhouse Gas Technologies. “*The role of geosequestration in decreasing greenhouse gas emissions.*”

23<sup>rd</sup> November Dr Doug Schwebel, Exxon Mobil. “*Supplying energy demand: the importance of technology.*”

7<sup>th</sup> December    The AIE Christmas Party including a tour of the Australian National University Solar Dish Research Facility. Sponsored by Wizard Power.

## 2006 Meetings

6<sup>th</sup> April            Carsten Larsen, Business Systems and Commercial Development, ActewAGL. “*ActewAGL and Wind Energy.*”

A May/June seminar by Mark O’Neill from the Australian Coal Association was scheduled but cancelled.

Finding a suitable venue and function format remains a challenge for the Canberra Branch. During 2005-06 a range of venues and functions were tried and met with differing degrees of success. This is further complicated by the expense incurred with hiring external venues.

### **Melbourne Branch**

Branch Committee     Brendan Millane (Chairperson)  
                                 Eriks Velins (Deputy Chairperson)  
                                 Janine Hulston (Secretary)  
                                 Joy Claridge (Treasurer)  
                                 Brian Young (Brian also served as Deputy Chairperson to  
                                 January 2006)  
                                 Tony Forster  
                                 Brian Johnson  
                                 David Allardice  
                                 Phil Happ  
                                 Chris Hamilton  
                                 Sankar Battacharya

Melbourne Branch welcomed Sankar Battacharya and Chris Hamilton to the Committee during the 2005/2006 year. The Branch wishes to thank all Committee members for their contribution.

The Branch held nine technical meetings or seminars during the year. Some experimentation was attempted in order to find a balance between different types of meeting venues to suit the type of speaker and likely audience. Two main types of format were tried - a cold sandwich buffet event with technical presenter, and secondly, the more traditional formal hotel breakfast or luncheon speaker. Both formats were successful for attendees. However one major issue we face, as probably do all other branches, is the difficulty of forward estimation of numbers and the tendency for late registrations which presents particular problems for events with relatively significant fixed costs. City meeting attendances generally ranged from the mid 30's to the 60's with one notable exception. The Latrobe Valley tour and seminar event attracted excellent numbers of over 120 registrants. Our biggest meeting was the lunchtime address given by the CEO of Alinta, Mr Bob Browning, midway through the merger process between Alinta and AGL when over 165 people attended. The meeting received prominent recognition for AIE in the financial press.

In addition to technical meetings, the Branch Committee provided informal and formal advice on occasion when requested. The branch made a presentation at the request of a Victorian Parliamentary Committee inquiring into the Energy Services Industry, Tony Forster and Sankar Battacharya appearing on behalf of the branch before the Committee on March 14 2006.

### **2005 Meetings**

27<sup>th</sup> July             Brad Page, CEO ESSA. "*Energy Security*"

11<sup>th</sup> August (with RSV) Dr Harry Schaap dinner speaker

22<sup>nd</sup> September Latrobe Valley Tour and Seminar: “Latrobe Valley Energy Supply – Opportunities and Challenges”

Ted Waghorne “*Coal Mining*”

Rohan Zauner “*Economics*”

Geoff Whitfield “*Risk Assessment Strategy*”

Terry Johnson “*IDGCC*”

Scott Hargreaves “*Monash Energy L&P Project*”

Malcolm McIntosh “*Future of CRC Activities*”

26<sup>th</sup> October Eriks Velins. “*Cheap Petrol, the End of the Beginning?*”

30<sup>th</sup> November (following AGM) Dinner Speaker Bill Frilay, BP Australia

### **2006 Meetings**

15<sup>th</sup> February Roger Davey, Enviromission Ltd. “*Enviromission Solar Tower Update*”

8<sup>th</sup> March William Hollier. “*Ocean Current Energy*”

26<sup>th</sup> April Dr Chris Hamilton, CH Energy Pty Ltd. “*Brown Coal Gasification Made Easy*”

13<sup>th</sup> June Bob Browning. “*Alinta – Building and executing a National Strategy*”

### **Newcastle Branch**

Group Committee: David Blyth (Chairman)  
Sarah Kemp (Treasurer)  
Jim Kely (Secretary)  
Ruth Callcott  
Tom Callcott  
Ted Campbell  
Colin Horn  
Earl Heckman  
Viv Paulson  
Colin Paulson

During 2005/2006 the Newcastle Branch continued to provide a wide-ranging and active program supporting the local AIE members by offering them the opportunity to attend numerous seminars organised by the AIE and other local organizations. These supporting organizations included:

CSIRO Division of Energy Technology  
Environmental Engineering and Sustainability Society  
Engineers Australia, Newcastle - Chemical Engineering Group  
Engineers Australia, Newcastle - Electrical Engineering Group  
Hunter Environment Institute

AIE Newcastle members have been invited to a total of nine activities organised by these groups during the last twelve months. The activities covered a diverse range of subjects ranging from a seminar on the future role of nuclear energy to a site visit to a new energy efficient building.

Membership has remained steady at 38 individual members and 3 company members.

The Annual General Meeting was held on 1st December 2005. The guest speaker was Peter Halyburton, Managing Director of Energy & Management Services. The topic was: “*Electricity market deregulation – has it been successful*”

### **Perth Branch**

Branch Committee      Gary Jeffery (Chairperson)  
                                 Sam Bartholomaeus (Secretary)  
                                 Ken Lee (Treasurer)  
                                 Mark McKinnon (Communications)  
                                 Murray Meaton (National Representative)  
                                 Geoff Suttie (Education)  
                                 Brian Truman (Membership)  
                                 Dr Ray Wills (Membership Assistant)  
                                 Lisa Garrity (Hydrogen)  
                                 Les Farrant  
                                 Derek Morrow  
                                 Greg Steinepreis  
                                 Wayne Trumble  
                                 Simon Adams  
                                 Peter Kolf  
                                 David Bradley

Western Australia is enjoying an unprecedented boom in the energy/resource sector, which is delivering exciting opportunities and challenges for the Australian Institute of Energy Perth Branch.

With a strong foundation of 137 members, plus considerable participation from the Western Australian energy industry the Branch has been able to deliver a well-attended lunch speaker program and co hosted the renowned Energy in WA Conference in 2006.

### **2006 Lunch Meetings**

15<sup>th</sup> February      Dr Ray Wills, Adjunct Senior Research Fellow University of Western Australia. “*The Science in Global Warming and the Consequences for Greenhouse Earth*”

12<sup>th</sup> April            Paul Llewellyn, MLC, Greens WA. “*Renewable Energy Target Legislation for Western Australia*”

8<sup>th</sup> June              Hon Ian Campbell. Federal Minister for the Environment and Heritage, Senator for Western Australia, “*Climate Change Strategy*”

## Seventh Energy in Western Australia Conference 2006

Co hosted by AIE (Perth) and the Office of Energy, the 2006 Energy in WA Conference was an incredible success. Captured by an innovative speaker program and backed by great sponsorship 207 delegates enjoyed two days of presentations, networking and debate at the Sheraton Hotel.

Prominent speakers included:

- Hon. Francis Logan MLA, Minister for Energy. *“In the driver’s seat – strategic energy policy”*
- David Knox, Managing Director, BP. *“The outlook for the Western Australian economy and energy market”*
- Anne Nolan, CEO, Independent Market Operator. *“Ready, steady, go – Western Australian Wholesale Electricity Market operation”*
- Steve Edwell, Chairman, Australian Energy Regulator. *“Tyranny of distance – Western Australian energy markets in a national context”*
- Bob Browning, CEO, Alinta. *“Taking advantage of competitive energy markets”*
- Professor Claus Hviid Christensen. Director for Sustainable and Green Chemistry, Technical University of Denmark. *“Making the hydrogen economy a reality – fuel cell tablets”*
- Russell Stephenson, Apache Energy. *“DOMGAS – attraction or distraction”*
- (Panel Session) – Jim Mitchell, CEO, Synergy, Doug Aberle, CEO, Western Power, John Lillywhite, CEO, Verve Energy, Dave Martin, Horizon Power. *“Life beyond Western Power Corporation”*

Capped off by a great social function at Freshwater Bay Yacht Club, the Energy in WA Conference 2006 achieved its objective of creating a dynamic forum to discuss and debate the future of energy in Western Australia. The Conference was a great credit to those AIE (Perth) committee members who diligently gave up their time to deliver a fantastic event.

Whilst the committee focussed a significant amount of effort on seminar luncheons for its members in 2006, a key objective remained the education of the broader community on energy related matters. Three key initiatives were pursued:

- Principal Sponsor of the Petroleum Clubs Schools Information Program. This program involves petroleum industry speakers actively engaging school children in a creative and interactive program that explores petroleum in WA.
- Assisting in the update and expansion of the Australian Institute of Energy Fact Sheets which is a key part of the National and Perth branch mission to promote understanding and awareness of energy issues in the community.

- Sponsorship of university students to attend the AIE National Conference 2006 (“Energy at the Crossroads”) to participate in the poster competition and enjoy the information and networking opportunities on offer.
- Sponsorship scholarships for outstanding university performance.

The year 2006 has been a very successful one for the Branch as it continues to provide innovative events and networking opportunities for its members and instigate community awareness and debate on everything energy in a local and global context.

The Perth committee looks forward to pursuing the vision of ‘Leadership in Energy’ into 2007.

### **South Australian Branch**

Branch Committee: Patrick Walsh (Chairperson)  
 Brad Gay (Secretary)  
 Malcolm Messenger (Treasurer)  
 Graeme Bethune  
 Philip Chapman  
 Michael Cochran  
 Michael Davidson  
 Bruce Parker  
 Albert Thompson

Through 2005-06 the SA Branch of the AIE continued to provide a wide- ranging and active program of events supporting AIE’s role as a key energy interest group in South Australia.

### **2005 Meetings**

5<sup>th</sup> July Vic Johnston, Toyota Australia. *“Alternative Technologies for Motor Vehicles”*

30<sup>th</sup> August Energy Forum – 8 speakers. *“Greenhouse: Challenging the Energy Sector”*

21st October David Swift, Electricity Supply Industry Planning Council. *“Future Development of the SA Electricity Supply Industry”*

3th November Poster Display and Awards Dinner, Postgraduate Student Energy Awards 2005

23<sup>rd</sup> November Peter Reid, Petratherm. *“Developing Geothermal Energy in SA”*

5<sup>th</sup> December Hon Angus Redford MLC. *“Energy Policy Issues for SA”*

## Meetings 2006

23<sup>rd</sup> March      Lew Owens, ETSA Utilities. “*Demand Management and the SA Power System*”

19<sup>th</sup> April        Darryl Butcher, Australian Renewable Fuels. “*The Prospects for Biodiesel as a Transport Fuel*”

17<sup>th</sup> May         Graeme Bethune, Energy Quest. “*South Australia: Energy Poor or Energy Rich*”

8<sup>th</sup> June          Karen Moses, Origin Energy. “*Origin Energy in a Changing Environment*”

The SA Branch has continued to be active in its support of education related to the energy industry. On-going involvement by the Branch in Secondary-level education activities in South Australia include a grant of \$1,650 per year to the SA Science Teachers’ Association to part-sponsor the long-standing annual Oliphant Science Awards, and \$220 per year to the Hamilton Secondary College, Mitchell Park, for a Technology Study award.

The SA Branch also organised highly successful Postgraduate Student Energy Awards, with 17 student poster presentations, in November 2005. Generous sponsorship by ElectraNet, Origin Energy, NRG Flinders, Toyota Australia and AIE SA Branch, enabled nine Gold, Silver and Encouragement Awards (with values of \$1,000 and \$500) to be presented. The Branch will also sponsor four of the students to participate in the National Postgraduate Student Energy Awards in Melbourne in November 2006.

### Sydney Branch

Branch Committee      Tony Vassallo (Chairperson)  
                                 Paul McGregor (Vice-Chairperson)  
                                 David Hemming (Secretary)  
                                 Graham Lowry (Treasurer)  
                                 Rob Fowler (Journal)  
                                 Richard Hunwick  
                                 Leslie Kemeny  
                                 Hien Ly  
                                 Deborah Marsh  
                                 Ron Ripple  
                                 Chris Sorrell  
                                 Martin Thomas

2005/06 was another extremely active year for the Sydney Branch and technical meetings and symposia have been well attended. During the year we successfully inaugurated two initiatives. One, an award night to recognise Excellence in Energy programs and projects, complements our post-graduate awards, and it is planned to run these two events in alternate years. The second new venture was a networking function for young energy professionals attended by over 50 energy professionals.

Our main symposium for the year was “Storing Electricity: Physical Impossibility or Economic Necessity”. This was at the time, and still is, very topical. We were fortunate to have Dr Imre Gyuk from the US Department of Energy as keynote speaker, as well as a number of Australian experts in their field.

During the year, we have continued efforts to attract a more diverse range of energy professionals to our meetings, and this has resulted in steadily increasing attendance. We are very pleased to see a growing number of students also attend and participate in these presentations.

This past year we have had two international speakers, Professor Norman Myers of Oxford University and Mark Finley from BP and we have been able to attract excellent audiences to each [the latter on a Saturday morning!]

The Sydney Branch expresses our gratitude to both Austrian Energy & Environment (Australia) Pty Ltd and AGL for the use of their meeting rooms during the year for our committee meetings, and to CSIRO at Lindfield for the use of their theatre for our monthly technical presentations. The support of these organisations is crucial for us to continue to provide our members with an interesting and challenging program during the year.

Finally we also thank the speakers for their time and efforts in making presentations to our members and to the hosts of the sites visited and special meetings held, without all of whom the Committee would be unable to provide such an interesting and diverse range of topics.

## **2005 Meetings**

- |                            |   |
|----------------------------|---|
| 21 <sup>st</sup> July      | Chris Dunstan, NSW Dept of Energy, Utilities & Sustainability.<br><i>“Demand Management and its potential role in meeting NSW energy needs”</i> |
| 1 <sup>st</sup> August     | Josh Carmody, Baker & McKenzie Carbon, <i>“The new global commodity: Greenhouse emissions trading in Australia &amp; elsewhere”</i>             |
| 19 <sup>th</sup> September | Technical site visit to BP Solar PV manufacturing facility, Homebush Bay  |
| 17 <sup>th</sup> October   | Dr Abouna Saghafi, CSIRO. <i>“Enhanced Coal Bed Methane and CO<sub>2</sub> storage in NSW coals”</i>  |
| 1 <sup>st</sup> November   | Symposium – Storing Electricity: Physical Impossibility or Economic Necessity   |
| 7 <sup>th</sup> November   | Julian Dinsdale, Ceramic Fuel Cells Limited. <i>“Fuels cells – is the future near or far?”</i>  |
| 15 <sup>th</sup> November  | Second technical site visit to BP Solar PV manufacturing facility   |

6<sup>th</sup> December 2005 Excellence in Energy Awards NSW/ACT

### **2006 Meetings**

- 6<sup>th</sup> March Miles George, Babcock and Brown. *“What is needed to make wind energy economically viable?”*
- 10<sup>th</sup> March Professor Norman Myers, Green College, Oxford University. *“What is good for the Environment is good for (the Energy) Business”*
- 1<sup>st</sup> May Dr Richard Alcorn and Tom Engelsman, Energetech. *Australia Wave Power – Blue Gold?*
- 18<sup>th</sup> May Power of Networking function for Young Energy Professionals
- 5<sup>th</sup> June Ben Hamilton, Country Energy. *“Country Energy’s Home Energy Efficiency Trial”*
- 17<sup>th</sup> June Mark Finley, BP plc London. *“The BP Statistical Review of World Energy 2006”*

### **Tasmanian Branch**

Branch Committee Sue Fama (Chairperson)  
Shilpa Karri (Vice-Chairperson)  
Gerry Watts (Treasurer)  
Patrick Burke (Secretary)  
Melissa Jackson  
Graham Wolfe  
Paul Turvey  
Arthur Masters

The AIE, Tasmania Division has continued to progress. The branch has organised two seminars, which have been well attended by members and guests.

### **2005 Meetings**

1<sup>st</sup> December Lunch seminar presented by Mr John Tichen. *“Renewable Technology”* and Mr Gary Woodhead, *“Transport Fuel Alternatives in Tasmania”*. At the seminar Mr John Tichen presented a view on Hydro Tasmania’s initiatives in the Renewable energy developments and opportunities. John is the business development manager for renewable technology in Hydro Tasmania.

Mr Gary Woodhead presented a view on the use of alternative fuels such as LPG, CNG for transport in Tasmania. Gary is the Managing Director of Compair (Australasia) in Melbourne.

The AGM followed this lunchtime seminar.

At the AGM three members of the previous committee resigned Amy Kean, Soheil Hae and Renee Bowker and were replaced by new members Patrick Burke, Melissa Jackson, Arthur Masters and Shilpa Karri.

The committee approved the adoption of the new Branch rules recommended by the National Board with minor changes relating to quorum requirements and cheque signatories.

#### 2006 Meetings

29<sup>th</sup> August    Lunch seminar on “*Climate Change*” presented by Mr Howard Bamsey, head of the Australian Greenhouse Office and Deputy Secretary of the Department of the Environment and Heritage. Howard provided information on the impact of CO<sub>2</sub> emissions on climate change and the number of initiatives taken by the Australian Greenhouse Office in reducing greenhouse emissions in the energy sector.

**THE AUSTRALIAN INSTITUTE OF ENERGY**

**ABN 95 001 509 173**

**DIRECTORS' CORPORATE REPORT  
AND ANNUAL AUDITED ACCOUNTS**

**For the Year ended 30 June 2006**

The Australian Institute of Energy is a Company Limited by Guarantee, registered under the Corporations Act 2001.

The following Directors' Report includes:

- THE CONSOLIDATED ACCOUNTS**  
(combining the accounts of the AIE Branches, Division and the Board)
- THE BOARD ACCOUNTS**
- THE INDEPENDENT AUDIT REPORT, and**
- OTHER INFORMATION REQUIRED UNDER THE ACT**

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**AUSTRALIAN INSTITUTE OF ENERGY**  
**A Company Limited by Guarantee**  
**DIRECTORS' REPORT**

Your Directors submit herewith their report of the Australian Institute of Energy for the financial year ended 30 June 2006.

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

David Allardice	Tony Forster	Murray Meaton
Ross Calvert	Rob Fowler	Malcolm Messenger
Joy Claridge	Earl Heckman	Colin Paulson
Andrew Dicks	Amelia Kean	Tony Vassallo
Sue Fama	Paul McGregor	

All Directors are members of the Australian Institute of Energy and hold qualifications in energy related disciplines.

The principal activities of the Institute in the course of the year were to advance the scientific, technological and social studies and professional practice of energy disciplines and to enhance their contribution to the public welfare by encouraging the development of all branches of energy disciplines. There was no significant change in the nature of the principal activities or state of affairs of the Institute nor are there any likely future developments which require comment herein.

The consolidated surplus of the Institute for the year was \$23,354 (2005: \$20,258).

No matters or circumstances have arisen since the end of the financial year that significantly affected or may significantly affect the operations of the Institute, the results of those operations or the state of affairs in future financial years except as noted herein.

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

The following table sets out the number of Board meetings held during the year ended 30 June 2006 and the number of meetings attended by each Director.

Director	Board Meetings	
	Attended	Eligible
Tony Forster (President)	4	4
Malcolm Messenger (Vice-President to 16 March 2006)	3	4
Murray Meaton (Vice-President from 16 March 2006)	4	4
David Allardice (Hon Treasurer)	4	4
Colin Paulson (Hon Secretary)	4	4
Ross Calvert	4	4
Joy Claridge	2	4
Andrew Dicks	4	4
Rob Fowler	3	4
Paul McGregor	4	4
Tony Vassallo	4	4
Earl Heckman (retired 24 Nov 2005)	2	2
Amelia Kean (retired 24 Nov 2005)	1	2
Sue Fama (appointed 19 April 2006)	1	1

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**AUSTRALIAN INSTITUTE OF ENERGY**  
**A Company Limited by Guarantee**  
**DIRECTORS' REPORT (Continued)**

Since the Institute is a non-profit organisation the Directors recommend that a dividend not be paid. No amounts have been declared or paid by way of dividend since the end of the previous financial year.

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

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.

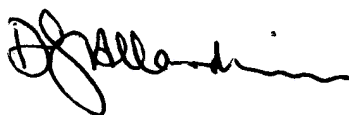
**Adoption of Australian Equivalents to IFRS**

As a result of the introduction of Australian equivalents to International Financial Reporting Standards (AIFRS), the company's financial report has been prepared in accordance with those AIFRS standards as contained in Note 1 to this report. In addition, the company has elected to change certain accounting policies to comply with the recognition and measurement criteria contained within AIFRS. These changes are included in Note 1 to the financial report.

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out below.

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

David Allardice - Honorary Treasurer



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Dated: 23<sup>rd</sup> October 2006

Melbourne

**AUDITOR'S INDEPENDENCE DECLARATION**  
**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**  
**TO THE DIRECTORS OF AUSTRALIAN INSTITUTE OF ENERGY**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2006, there have been:

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

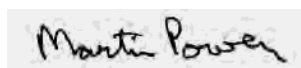


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**Bentley's MRI**  
Brisbane Partnership  
Chartered Accountants

Dated: 23<sup>rd</sup> October 2006

Brisbane



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**P M Power**  
Audit Partner

**INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2006**

	NOTE	2006	2005
<b><u>REVENUE FROM ORDINARY ACTIVITIES</u></b>			
<b>Operating activities</b>			
Proceeds from meetings and other functions		175,273	175,544
Conference sponsorship and other revenue		18,656	17,485
Subscriptions from members (including magazine)		115,819	128,469
Advertising Revenue		-	1,410
		309,748	322,908
<b>Non-operating activities</b>			
Interest Received		20,058	18,242
		20,058	18,242
<b>TOTAL REVENUE FROM ORDINARY ACTIVITIES</b>		<b>\$329,806</b>	<b>\$341,150</b>
<b><u>EXPENDITURE FROM ORDINARY ACTIVITIES</u></b>			
Advertising		-	-
AIE Promotion & Development		8,661	9,127
Audit and accountancy fees	14	5,239	5,244
Bank Charges		7,328	7,259
Computer maintenance		-	-
Conference expenses		598	777
Cost of ties sold and presented		525	165
Depreciation		1,558	690
General expenses		7,646	5,849
Insurance		3,719	9,204
Internet Page		5,754	7,703
Journal Publication Costs		47,172	62,587
Meetings and functions		122,860	126,209
Office Equipment Hire		-	-
Office rental		1,206	2,741
Postage and telephone		10,385	8,974
Printing and stationery		5,386	8,250
Prizes and awards		9,112	17,663
Sponsorship		12,500	-
Subscriptions		500	1,000
Travel		11,997	8,466
Administration Services		44,306	38,984
<b>TOTAL EXPENDITURE FROM ORDINARY ACTIVITIES</b>		<b>\$306,452</b>	<b>\$320,892</b>
<b>SURPLUS / (DEFICIT) FOR THE YEAR</b>		<b>\$23,354</b>	<b>\$20,258</b>

**BALANCE SHEET  
AS AT 30 JUNE 2006**

<b><u>CURRENT ASSETS</u></b>	<b>NOTE</b>	<b>2006</b>	<b>2005</b>
Cash and cash equivalents		487,149	472,183
Trade and other receivables	3	14,159	833
Inventories	4	3,380	4,437
Other current assets	5	2,399	632
<b>TOTAL CURRENT ASSETS</b>		<b>\$507,087</b>	<b>\$478,085</b>
<b><u>NON-CURRENT ASSETS</u></b>			
Property, plant and equipment	6	2,788	1,041
<b>TOTAL NON-CURRENT ASSETS</b>		<b>\$2,788</b>	<b>\$1,041</b>
<b>TOTAL ASSETS</b>		<b>\$509,875</b>	<b>\$479,126</b>
<b><u>CURRENT LIABILITIES</u></b>			
Trade and other payables		61,984	63,089
Prepaid Sponsorship		11,000	2,500
<b>TOTAL CURRENT LIABILITIES</b>	7	<b>\$72,984</b>	<b>\$65,589</b>
<b>TOTAL LIABILITIES</b>		<b>\$72,984</b>	<b>\$65,589</b>
<b>NET ASSETS</b>		<b>\$436,891</b>	<b>\$413,537</b>
<b><u>EQUITY</u></b>			
Gippsland Reserve	8	15,000	15,000
Retained Equity	9	421,891	398,537
<b>TOTAL EQUITY</b>		<b>\$436,891</b>	<b>\$413,537</b>

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2006**

	<b>Retained Earnings</b>	<b>Gippsland Reserve</b>	<b>Total</b>
Balance at 1 July 2004	378,279	15,000	393,279
Surplus/(Deficit) for the year	20,258	-	20,258
Balance at 30 June 2005	398,537	15,000	413,537
Surplus/(Deficit) for the year	23,354	-	23,354
Balance at 30 June 2006	421,891	15,000	436,891

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2006**

		<b>2006</b>	<b>2005</b>
<b>Cash flows from Operating Activities</b>			
Receipts from operating activities		445,787	322,434
Interest received		20,058	18,242
Payments for operating activities		(450,879)	(318,134)
Net cash flow provided by (used in) operating activities	11a	\$14,966	\$22,542
<b>Cash flows from Investing Activities</b>			
Fixed Asset Purchases		-	-
Proceeds / (contributions) for conference loans		-	-
Net cash flow from (used in) investing activities		-	-
Net increase (decrease) in cash held		14,966	22,542
Cash at the beginning of the financial year		\$472,183	449,641
Cash at the end of the financial year	11b	\$487,149	\$ 472,183

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**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2006**

**NOTE 1 - SIGNIFICANT ACCOUNTING METHODS**

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

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

**Basis of Preparation**

*First-time Adoption of Australian Equivalents to International Financial Reporting Standards*

The Australian Institute of Energy and its branches have prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (AIFRS) from 1 July 2005. The financial report complies with all Australian Equivalents to Financial Reporting Standards (AIFRS) in its entirety.

A reconciliation of the adjustments on transition to AIFRS has been provided in Note 2.

*Reporting Basis and Conventions*

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The Institute is a non-profit organisation and received the major part of its income from subscriptions, conferences and lectures. The amounts recorded in the smaller branches by their nature are only recognised principally, on a cash basis.

**Accounting Policies**

a) Accounting for Regional Branches and Division

All activities of the Branches and the Hydrogen Division, as presented in audited financial statements to the Board, have been included in the Income Statement and the known assets of each Branch as at 30 June 2006 have been included in the Balance Sheet.

b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. Fixed assets are depreciated by the straight-line method over a four year period.

d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

e) Revenue

Revenue from membership subscriptions is recognised in the period to which it relates.

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2006**

**NOTE 2 – FIRST-TIME ADOPTION OF AUSTRALIAN EQUIVALENTS TO  
INTERNATIONAL FINANCIAL REPORTING STANDARDS**

	<b>Previous GAAP at 1 July 2005</b>	<b>Effect of Transition to AIFRS</b>	<b>AIFRS at 1 July 2005</b>
	\$	\$	\$
Cash and cash equivalents	254,341	217,842	472,183
Investments – short-term deposits	217,842	(217,842)	-
	<u>472,183</u>	<u>-</u>	<u>472,183</u>

Under AIFRS rules, cash equivalents include short-term highly liquid investments. This has necessitated a reclassification from “Investments” to “Cash and cash equivalents”.

**NOTE 3 – TRADE AND OTHER RECEIVABLES**

	<b>2006</b>	<b>2005</b>
	\$	\$
Other receivables	14,159	833
	<u>\$14,159</u>	<u>\$833</u>

**NOTE 4 - INVENTORIES – at cost**

Stock of ties	2,393	2,993
Glasses	-	87
Stock of AIE medals	987	987
Other	-	370
	<u>\$3,380</u>	<u>\$4,437</u>

**NOTE 5 – OTHER CURRENT ASSETS**

Other	9	132
Prepayments	2,390	500
	<u>\$2,399</u>	<u>\$632</u>

**NOTE 6 - PROPERTY, PLANT AND EQUIPMENT**

Equipment - at cost	3,528	4,752
Less: Accumulated depreciation	(740)	(3,711)
	<u>\$2,788</u>	<u>\$1,041</u>

**NOTE 7 – TRADE AND OTHER PAYABLES**

Accrued Expenses	5,437	5,178
Sundry creditors	289	388
GST	2,724	3,996
Subscriptions paid in advance	53,534	53,527
Sponsorship received in advance	11,000	2,500
	<u>\$72,984</u>	<u>\$65,589</u>

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2006**

	<b>2006</b>	<b>2005</b>
	\$	\$
<b>NOTE 8 – RESERVES</b>		
Gippsland Reserve	\$15,000	\$15,000
Opening Balance	15,000	15,000
Transfer from Retained Profits	-	-
Closing Balance	\$15,000	\$15,000

The reserve contains funds relating to the Gippsland Branch following its closure during the 2003 financial year.

**NOTE 9 - CLAUSE 8 OF THE CONSTITUTION OF THE AUSTRALIAN INSTITUTE OF ENERGY**

*"Every member of the Institute undertakes to contribute to the assets of the Institute in the event of the Institute being wound up during the time that they are a member, or within one year after they cease to be a member, for payment of the debts and liabilities of the Institute contracted before they cease to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories amongst themselves, such amount as may be required, not exceeding fifty dollars."*

**NOTE 10 - INCOME TAX**

No income tax is payable as the Institute is a non-profit organisation.

**NOTE 11 – CASH FLOW INFORMATION**

a. Reconciliation of Net Cash provided by (used in) from Operating Activities to Operating Surplus for the year ended 30 June 2006.

Surplus/(Deficit) for the year	\$23,354	\$20,258
Depreciation	1,558	690
(Increase) Decrease in conference loans	(13,527)	-
(Increase) Decrease in receivables	200	(474)
(Increase) Decrease in inventories	1,057	240
(Increase) Decrease in property and equipment	(3,304)	-
(Increase) Decrease in prepayments	(1,768)	968
Increase (Decrease) in creditors	(1,112)	2,031
Increase (Decrease) in subscriptions in advance	8,508	(1,171)
Net cash flow from operating activities	\$14,966	\$22,542

b. Reconciliation of Cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

– Cash and cash equivalents	\$487,149	\$472,183
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**NOTE 12 - SEGMENT INFORMATION**

The Australian Institute of Energy is an Australian professional association operating to advance the development of all energy disciplines, by publishing a journal and holding conferences, seminars and meetings on energy related topics. The operating surplus of \$23,354 (2005: \$20,258) was derived entirely from these activities.

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2006**

**2006**                      **2005**  
\$                                      \$

**NOTE 13 - RELATED PARTY INFORMATION**

The following persons each held office as Directors of Australian Institute of Energy during the year ended 30 June 2006:

David Allardice	Tony Forster	Murray Meaton
Ross Calvert	Rob Fowler	Malcolm Messenger
Joy Claridge	Earl Heckman	Colin Paulson
Andrew Dicks	Amelia Kean	Tony Vassallo
Sue Fama	Paul McGregor	

Directors do not receive any remuneration or other benefits, consequently there are no key management personnel compensation benefits to disclose.

**NOTE 14 – AUDITORS’ REMUNERATION**

Audit fees paid to Bentleys MRI	3,300	3,200
Audit fees paid to Branch auditors	1,939	2,044
	\$5,239	\$5,244

**NOTE 15 – EVENTS AFTER THE BALANCE SHEET DATE**

- a. No significant events have occurred after the balance sheet date.
- b. The financial report was authorised for issue on the date specified in the Directors’ Declaration.

**NOTE 16 - CHANGES IN ACCOUNTING STANDARDS**

The following Australian Accounting Standards issued or amended which are applicable to the Australian Institute of Energy but are not yet effective and have not been adopted in preparation of the financial statements at reporting date.

AASB Amendment	AASB Standard Affected	Nature of Change in Accounting Policy and Impact	Application Date of the Standard	Application Date for the Group
2005–5	AASB 1: First-time Adoption of AIFRS	No change, no impact	1 January 2006	1 July 2006
	AASB 139: Financial Instruments: Recognition and Measurement	No change, no impact	1 January 2006	1 July 2006
2005–06	AASB 3: Business Combinations	No change, no impact	1 January 2006	1 July 2006
2005–9	AASB 132: Financial Instruments: Recognition and Measurement	Relates to financial guarantee contracts which may require Australian Institute of Energy to recognise a liability in relation to a guarantee under its bank facility	1 January 2006	1 July 2006

**NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 2006**

**NOTE 16 - CHANGES IN ACCOUNTING STANDARDS (CONTINUED)**

	AASB 139: Financial Instruments: Disclosure and Presentation	Australian Institute of Energy is in the process of evaluating the effect of these changes of which the impact is not reasonably estimable at the date of this financial report	1 January 2006	1 July 2006
2005-10	AASB 139: Financial Instruments: Recognition and Measurement	No change, no impact	1 January 2007	1 July 2007
	AASB 101: Presentation of Financial Statements	No change, no impact	1 January 2007	1 July 2007
	AASB 114: Segment Reporting	No change, no impact	1 January 2007	1 July 2007
	AASB 117: Leases	No change, no impact	1 January 2007	1 July 2007
	AASB 133: Earnings per Share	No change, no impact	1 January 2007	1 July 2007
	AASB 1: First-time Adoption of AIFRS	No change, no impact	1 January 2007	1 July 2007
	AASB 4: Insurance Contracts	No change, no impact	1 January 2007	1 July 2007
	AASB 1023: General Insurance Contracts	No change, no impact	1 January 2007	1 July 2007
	AASB 1038: Life Insurance Contracts	No change, no impact	1 January 2007	1 July 2007
New Standard	AASB 7: Financial Instruments: Disclosure	No change, no impact	1 January 2007	1 July 2007

All other pending Standards issued between the previous financial report and the current reporting date have no application to Australian Institute of Energy.

<b>AASB Amendment</b>	<b>AASB Standard Affected</b>
2004-3	AASB 1: First-time Adoption of AIFRS AASB 101: Presentation of Financial Statements AASB 124: Related Party Disclosures
2005-1	AASB 139: Financial Instruments: Recognition and Measurement
2005-2	AASB 1023: General Insurance Contracts
2005-4	AASB 139: Financial Instruments: Recognition and Measurement AASB 132: Financial Instruments: Disclosure and Presentation
2005-9	AASB 4: Insurance Contracts AASB 1023: General Insurance Contracts
2006-1	AASB 121: The Effects of Changes in Foreign Exchange Rates New Standard AASB 119: Employee Benefits: December 2004

**NOTE 17 – COMPANY DETAILS**

The registered office of the company is:  
The Australian Institute of Energy  
78 Masonite Road  
TOMAGO NSW 2322

The company did not employ any staff on a full time basis during the year.

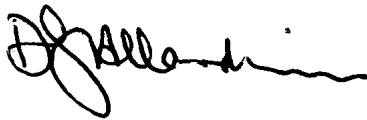
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## DECLARATION BY THE BOARD

The Directors of the Australian Institute of Energy declare that:

1. The financial statements and notes, as set out on pages 3 to 10, 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 of the Institute as at 30 June 2006 and of its performance for the year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Institute will be able to pay its debts as and when they fall due.

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



David Allardice  
Honorary Treasurer

Dated: 23<sup>rd</sup> October 2006

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**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF THE AUSTRALIAN INSTITUTE OF ENERGY**

**Scope**

*The financial report and Directors' responsibility*

The financial report comprises the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement, accompanying notes to the financial statements, and the Directors' Declaration for the Australian Institute of Energy ("the Institute"), for the year ended 30 June 2006. The financial statements include the consolidated accounts of the Institute comprising the Institute and the Branches and Division it controlled during the year.

The Directors of the Institute are responsible for the preparation and true and fair presentation of the financial report in accordance with the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

**Audit Approach**

We conducted an independent audit in order to express an opinion to the members of the Institute. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Corporations Act 2001*, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Institute's financial position and performance as represented by the results of operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

The names of the branches and the division controlled during all or part of, or at the end of the financial year are set out below. We have not acted as auditors for all of these branches and the division. We have, however, received sufficient information concerning those branches and the division to enable us to form an opinion on the consolidated accounts.

Brisbane Branch;  
Canberra Branch;  
Sydney Branch;  
Melbourne Branch;  
Hydrogen Division.

Perth Branch;  
South Australia Branch;  
Newcastle Branch;  
Tasmania Branch; and

**Independence**

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the *Corporations Act 2001*.

*In accordance with ASIC Class Order 05/83, we declare to the best of our knowledge and belief that the auditor's independence declaration set out on page 2 of the financial report has not changed as at the date of providing our audit opinion.*

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**Audit Opinion**

In our opinion, the financial report of the Australian Institute of Energy is in accordance with:

- a. the *Corporations Act 2001*, including:
  - i. giving a true and fair view of the Institute's financial position as at 30 June 2006 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.

*Bentleys MRI*

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**Bentleys MRI**  
Brisbane Partnership  
Chartered Accountants

Dated: 24<sup>th</sup> October 2006

Brisbane

*Martin Power*

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**P M Power**  
Audit Partner

**AUSTRALIAN INSTITUTE OF ENERGY - BOARD  
INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2006**

	<b>2006</b>	<b>2005</b>
<b><u>REVENUE FROM ORDINARY ACTIVITIES</u></b>		
Interest received	13,804	12,508
Proceeds from Meetings and Functions		-
Profit share of Conferences	10,000	-
Subscriptions	114,819	127,247
Magazine advertising	1,000	1,410
Sundry Income	203	1,221
	139,826	\$142,386
<b><u>EXPENDITURE FROM ORDINARY ACTIVITIES</u></b>		
AIE Promotion and Development	8,037	9,029
Audit and Accounting fees	3,693	3,610
Bank charges	3,403	4,220
Bad debts	-	-
Office Equipment Hire	-	-
Cost of Sales	15	-
Conference Expenses	500	777
Depreciation	356	690
General expenses	134	84
Grants to Branches	-	3,000
Insurance	3,720	9,204
Internet Page	5,484	7,134
Journal Publication costs	42,205	46,277
Meeting & function expenses	1,963	2,340
Office rental	1,206	2,741
Postage and telephone	6,093	5,262
Printing and stationery	2,861	3,647
Prizes and awards	91	75
Subscriptions	500	1,000
Travel	11,497	7,806
Administration Services	29,405	16,729
	\$121,163	\$123,625
<b>SURPLUS/DEFICIT FOR YEAR</b>	<b>\$18,663</b>	<b>\$18,761</b>

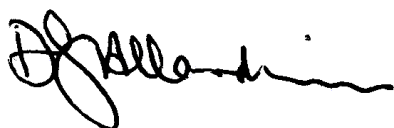
**AUSTRALIAN INSTITUTE OF ENERGY - BOARD  
BALANCE SHEET  
AS AT 30 JUNE 2006**

	NOTE	2006	2005
<b><u>CURRENT ASSETS</u></b>			
Cash and cash equivalents		304,645	287,887
Trade and other receivables		11,891	-
Investments		-	-
Inventories		2,967	2,982
<b>TOTAL CURRENT ASSETS</b>		<b>\$319,503</b>	<b>\$290,869</b>
<b><u>NON-CURRENT ASSETS</u></b>			
Property, plant and equipment		1,425	4,752
Less: Accumulated depreciation		(740)	(3,711)
<b>TOTAL NON-CURRENT ASSETS</b>		<b>685</b>	<b>\$1,041</b>
<b>TOTAL ASSETS</b>		<b>\$320,188</b>	<b>\$291,910</b>
<b><u>CURRENT LIABILITIES</u></b>			
Trade and other payables		7,639	9,032
Subscriptions received in advance		53,535	53,527
Conference sponsorship received in advance		11,000	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>\$72,174</b>	<b>\$62,559</b>
<b>TOTAL LIABILITIES</b>		<b>\$72,174</b>	<b>\$62,559</b>
<b>NET ASSETS</b>		<b>\$248,014</b>	<b>\$229,351</b>
<b><u>EQUITY</u></b>			
Retained Surplus/Deficit at the beginning of the financial year		214,351	195,590
Net Surplus/Deficit for the financial year		18,663	18,761
Retained Surplus/Deficit at the ending of the financial year		<b>233,014</b>	<b>214,351</b>
Gippsland Reserve		15,000	15,000
<b>TOTAL EQUITY</b>		<b>248,014</b>	<b>\$229,351</b>

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**AUSTRALIAN INSTITUTE OF ENERGY - BOARD  
TREASURER'S REPORT**

The attached Income Statement and Balance Sheet for the year 1 July 2005 to 30 June 2006 are in accordance with the books and records and present a true and fair view of the state of affairs as at 30 June 2006 and of the results for the year ended on that date for the Board of the Australian Institute of Energy.



David Allardice  
Honorary Treasurer

Dated: 23<sup>rd</sup> October 2006

Melbourne

**AUSTRALIAN INSTITUTE OF ENERGY - BOARD  
AUDITOR'S REPORT**

The attached Income Statement and Balance Sheet for the year 1 July 2005 to 30 June 2006 are in accordance with the books and records and present a true and fair view of the state of affairs as at 30 June 2006 and of the results for the year ended on that date for the Board of the Australian Institute of Energy.

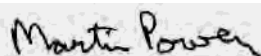


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**Bentleys MRI**  
Brisbane Partnership  
Chartered Accountants

Dated: 24<sup>th</sup> October 2006

Brisbane



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P M Power  
Audit Partner