

TasBuild

Portable Long Service Scheme.



REPORT

for the 2008 - 2009 year

CONSTRUCTION INDUSTRY LONG SERVICE FUND



History will record that the 2008/2009 financial year will be remembered for all the wrong reasons, one in particular the Global Financial Crisis (GFC). The GFC resulted in the demise of a number of the world's largest financial institutions and saw the values of business generally contract to levels that threatened their continued viability.

TasBuild Limited like other organisations worldwide was not immune to the ravages of the GFC. In line with the impact the GFC had on governments and businesses the world over, the value of our own investment assets contracted significantly.

The increase in employer contributions has arisen due to several factors particularly with the large increase in the number of employees joining the Scheme over the last few years and the heavily subsidised employer contribution rate of 0.3% compared to the actual cost of 2.5% of wages. The new rate of 2% will be monitored in accordance with our Actuarial liability as it is the Trustees responsibility to maintain employee's entitlements for all future payments.

On a positive note the Trustee's past investment decisions held us in good stead during this torrid and uncertain period. The Trustee with some relatively minor adjustments to the Employer Long Service Charge will continue to secure employee entitlements into the future. The Board reluctantly took the decision to increase the Long Service Charge, however are maintaining a watching brief on the investment markets and once they stabilise the Long Service Charge will again be reviewed.

Despite the adverse financial fallout from the GFC the Trustee remains in a balanced financial position, which will continue to be carefully managed.

The new financial year will create its own complexities as governments seek to guard against a double dip contraction of the economy and providing stability to the investment markets. Despite recent events the Trustee is well placed to minimise any potential fallout from any adverse conditions impacting on the world economy, however are also well placed to maximise the returns from improving financial and business markets.

I would also like to acknowledge the valuable assistance provided to myself and the Board by the outgoing CEO, MareeTomes. Maree has been a dedicated and loyal employee of TasBuild Limited for an extended period of time. As CEO she provided positive direction and achieved numerous of business milestones for the benefit of TasBuild, contributing employers and employees alike.

I would like to express my appreciation to fellow Board members for their support and assistance during the year and finally without the dedication and contributions of the staff the Trustee would not be in the strong position it is in today.

Des Hodgman
Chairman



It is my pleasure to be able to provide members and beneficiaries with my first “Year in Review” report.

Whilst the performance of the world and local economies and investment markets have contracted significantly over the past two years we have seen some improvement since early in the 2009, albeit patchy. There is cause to be optimistic for the future as the “green shoots of recovery” are being reported around the world. The real challenge is not to rest on our laurels as a “double dip recession” is still a real possibility.

The following information provides an overview of TasBuild Limited’s performance for the 2008-2009 financial year and the matters impacting in those areas.

SIGNIFICANT EVENTS

- Mr Christopher Atkins was appointed on 20 April 2009 as the new CEO, replacing Ms Maree Tomes;
- Mr Michael Kerschbaum was appointed to the Board by the Master Builders Association of Tasmania;
- ULTIMATE, a new purpose built and designed computer system for the long service fund industry was commissioned in May 2009;
- Effective 01 April 2009 the Employer subsidised contribution rate was increased to 0.6% of ordinary time earnings with a further increase to 2.0% effective from 01 October 2009;
- A record number and value of entitlements have been paid during the year;
- Employer registrations grew by a massive 50.8% during the year;
- Employee registrations grew by 10.9%;
- The Chief Magistrate issued orders declaring that TasBuild Limited legal matters will be heard in the Civil Division of the Magistrates Court.

STATISTICS

	June 2009	June 2008	June 2007
Worker Registrations			
Active Workers	16,499	14,865	11,994

	June 2009	June 2008	June 2007
Employer Registrations			
Registered & Contributing	2059	1124	951
Registered & Not Contributing	459	504	245
Self – Employed Registrations	452	241	207

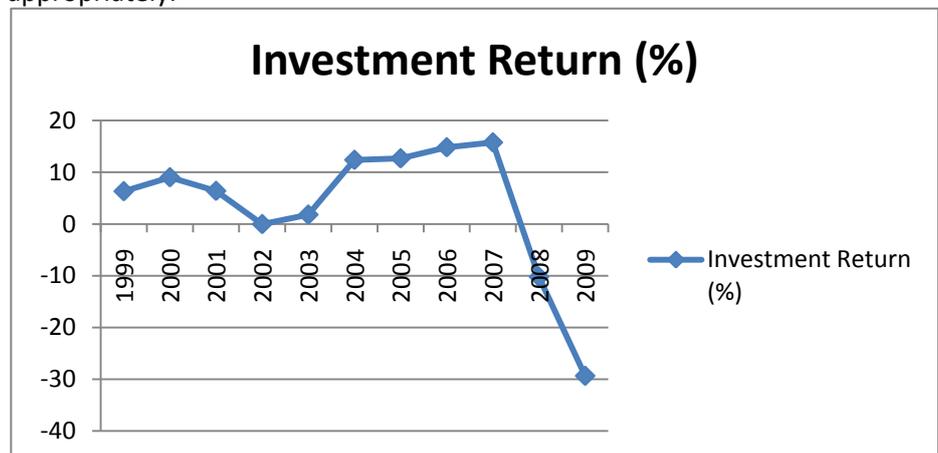
	June 2009	June 2008	June 2007
Claims			
Number	373	309	273
Value (\$000)	2297	1872	1454

Investments	June 2009	June 2008	June 2007
Total Assets (\$000)	49,589	59,260	66,075
Total Funds Invested	45,645	55,258	62,287
Investment Return (%)	-29.35	-11.00	15.78
Actuarial Liability (\$000)	48,825	41,049	33,455
Assets / Liabilities Coverage (%)	101%	143%	198%

INVESTMENTS / FINANCIAL PERFORMANCE

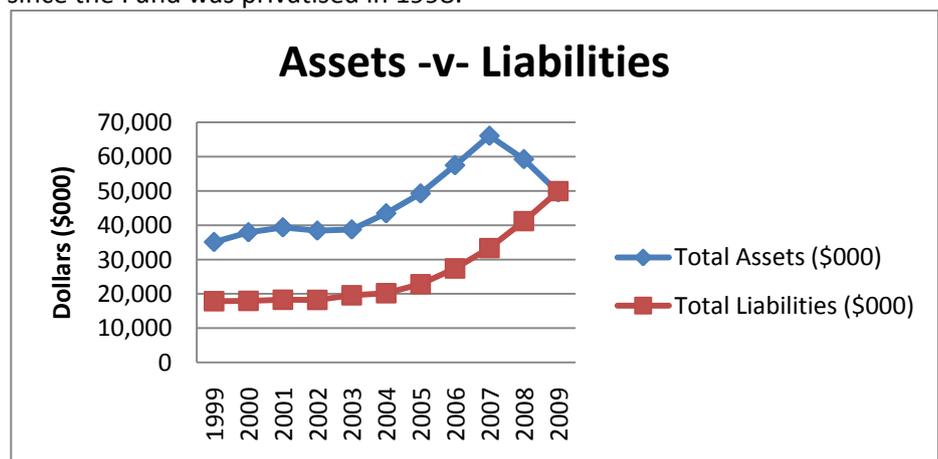
The Trustee's investment performance has been significantly impacted by the Global Financial Crisis (GFC). Despite the positive and continued growth of our investment assets between 1999 and 2007 the diminution in value to 30 June 2009 has put us back to where we were in March 2005. There is cause for cautious optimism going forward, a comment supported by the improvement in our investment returns since April 2009.

The following graph provides a stark reminder and reinforces the impact of the GFC and the consequences of one of the biggest trading nations in the world not regulating their financial services and banking industries appropriately.



A second and major financial impact on the Fund is the increasing value of the Actuarial Liability of the Fund. Our field activities have improved employer and employee registrations; however the consequence of these activities is that our Actuarial Liability has increased by around 20% over the previous year.

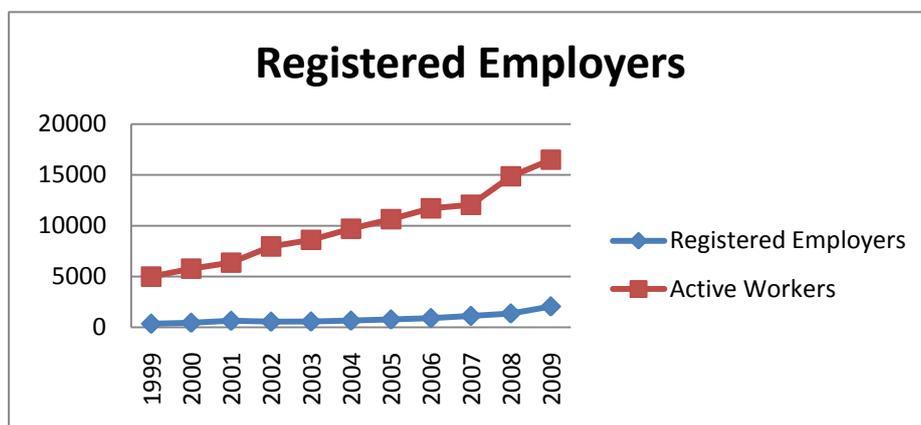
The combination of these two factors has resulted in our lowest level of Asset to Liability coverage. This year it fell to 101%, the lowest level since the Fund was privatised in 1998.



OPERATIONS

As indicated previously we have had significant success in increasing both employer and employee registrations. A major impact on the number of employees being registered is the provision of apprenticeship registration data by the Department of Education. Every apprentice that is contracted within the construction industry is reported to us, on a monthly basis.

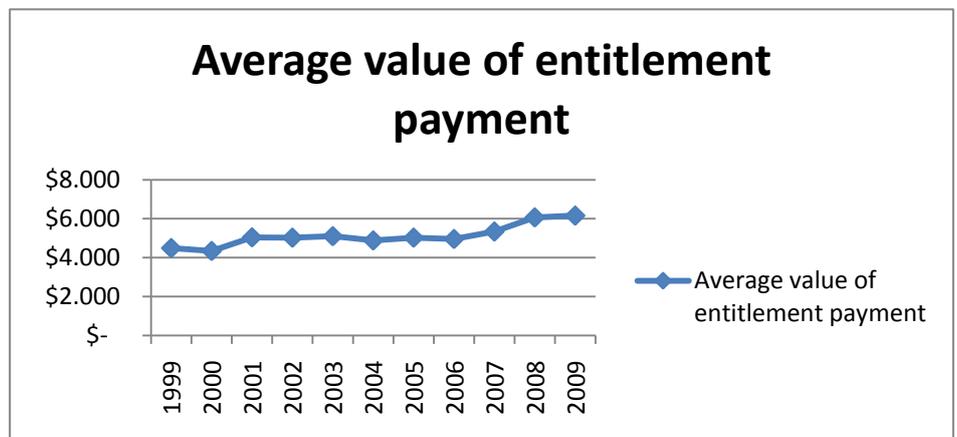
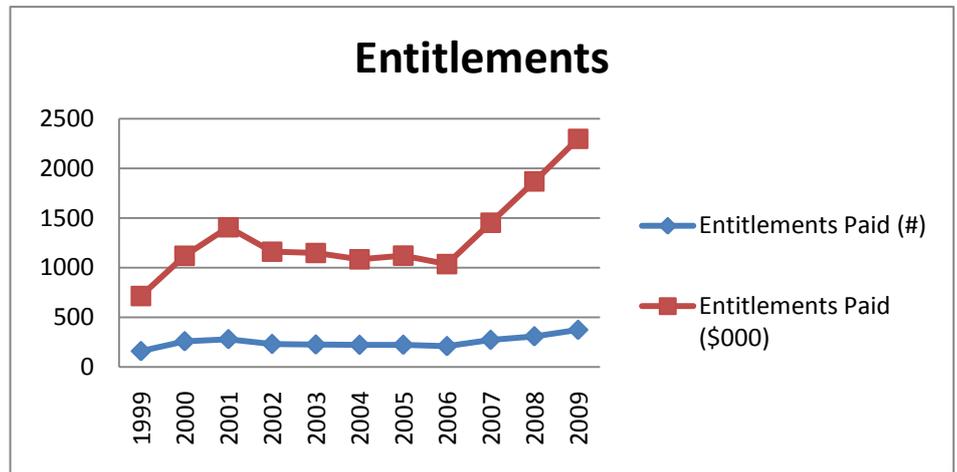
The reporting process includes full employer and employee details and the type of apprenticeship. Due to the provision of all apprentice registrations from 1998 forward there was a gross impact on workloads to manage the information and turn it into employer and employee registrations. This information is now provided on a monthly basis making the registration process manageable. Employers identified by this process have demonstrated significant resistance; however a diligent and persistent approach, particularly with the potential threat of litigation has, resulted in a high level of compliance.



The spike in employer registrations since 2007 has been assisted by the information provided by the Department of Justice, who provide us with quarterly reports of all new business registrations in Tasmania. The report includes full contact details and the industry sector the business will operate within.

The spike in employee entitlements can be attributed to a slowing industry sector and a maturing portfolio of beneficiaries. During the past year the number of pro-rata and termination entitlements has increased, due in part to the economic uncertainty created by the GFC.

The actual number of entitlements paid during the 2009 financial year was 373, a 21.4% increase over the previous year. The actual value of entitlements paid was \$2,298,000.00, the highest on record, which was 22.9% higher than the previous year. The average value of individual entitlements grew from \$6,068.00 in 2008 to \$6,161.00, a modest 1.5% increase, however was a massive 15.3% increase over the amount paid in 2007.



INFORMATION TECHNOLOGY

The change over from TasBuilder to ULTIMATE has resulted in lower than expected teething issues, particularly when the complexity of the systems is taken into account.

ULTIMATE was commissioned in May 2009 and has been virtually fully operational since 01 June 2009. Whilst there are still a number of minor issues to be resolved the new system has more functionality, is user friendly and will provide significant operational efficiencies well into the future.

FUTURE ISSUES

To ensure our continued relevance and high level of customer satisfaction a number of important issues have been identified for attention during the next year, these are:

- a. Legislative amendments continue to be at the forefront of our legal workloads due to the need to meld ANZSIC Codes with employer classifications, ambiguities between the Rules of the Scheme and the Act, employer and employee coverage issues and the interaction between the general legislative provisions for long service and that of the Construction industry.
- b. Managing the implementation of the increased employer contribution rate due in October 2009.
- c. Marketing the benefits an employee accrues when they actually take leave rather than taking a payment for their entitlement.
- d. Preliminary employer survey to identify current levels of satisfaction with service levels, areas for improvement etc.
- e. Increased public profile of the Fund through the regular issue of relevant media releases of relevant industry statistics available from our database.
- f. Dedicated training focus for the intervening period for all staff to improve their industry knowledge to improve productivity and efficiency
- g. Lobbying the Government to expand the number of industry sectors with portable long service provisions.

Christopher Atkins
CHIEF EXECUTIVE OFFICER

The Board

The construction Industry Long Service Board is established under the provisions of the Trust Deed. The Board consists of seven members. Three members are appointed to represent employers. They are nominated by the Master Builders Association of Tasmania, the Tasmanian Chamber of Commerce and Industry and the Building Industry Specialist Contractors Association. To represent employees, three members are selected from nomination by the Construction, Forestry, Mining and Energy Union, the Australian Manufacturing Workers Union and Unions Tasmania. An independent Chairman is nominated by the Board of Directors.

The membership of the Board for the financial year was:

Mr Des Hodgman	Chairman
Mr Michael Kerschbaum	Master Builders Association of Tasmania (appointed May 2009)
Mrs Anne Urquhart	Australian Manufacturing Workers Union
Mr Michael Shepperd	Building Industry Specialist Contractors Organisation
Mr Adrian Granger	Civil Contractors Federation
Mr Tony Benson	Construction, Forestry, Mining & Energy Union
Mr Kevin Harkins	CEPU – Electrical Trades Union

The Board of Directors meet on a monthly basis, in 2008-2009 the board met on 11 occasions, (6 Board meetings and 5 Special Board meetings) refer attendance by individual Directors below. Other meetings are held to consider specific matters that require attention between scheduled meetings.

Number of Meeting Attended 2008-2009 Financial Year

Des Hodgman	11	
Michael Kerschbaum	4	
Anne Urquhart	9	
Darren Clark	1	(Alternate Director for Ms. Urquhart)
Michael Shepperd	11	
Adrian Granger	11	
Tony Benson	9	
Bill White	1	(Alternate Director for Mr Benson)
Kevin Harkins	9	
Nicole Wells	1	(Alternate Director for Mr Harkins)
Chris Atkins	5	



MR MICHAEL KERSCHBAUM
Representative Master Builders Association

Michael was appointed as the Executive Director of the Master Builders' Association of Tasmania Inc. in March 2009.

Nearing the completion of his degree, Michael changed focus and commenced a mature aged apprenticeship as a carpenter and joiner in the early 1990's. He worked as a builder and carpenter until 1996 when he left the industry in a hands-on capacity to pursue a more stable career at Glenorchy City Council, eventually working as an Assistant Building Surveyor. In 2000 Michael joined the Master Builders' Association, where he has held a number of positions.

Michael holds a degree in Economics from the University of Tasmania, a Cert. III in Carpentry and Joinery, an Associate Diploma in Building Surveying and a Cert. IV in Workplace Assessment and Training.

Michael sits on the Building and Construction Industry Council (BCIC) and is a director of the Tasmanian Building Group Apprentice Scheme (BGAS).



MRS ANNE URQUHART
Representative of the Australian Manufacturing Workers Union

Tasmanian State Secretary of the Australian Manufacturing Workers Union, Anne commenced work with Food Preservers Union in 1990 as a union organiser, became State President of the AMWU in 1998 and State Secretary in 2004.

Anne was a Trustee Director for Food Industry Superannuation Trust, until the amalgamation of FIST with STA in 2005.

Anne is President of Unions Tasmania and a Member of the Tasmanian Food Industry Training Council and Tasmanian Manufacturing Industry Council.



MR MICHAEL SHEPPERD
Representative of the Building Industry Specialist Contractors Organisation

After graduating with a Bachelor of Business Degree (Accounting), Michael gained work experience within Tasmanian Industry.

As a Certified Practising Accountant, Michael's involvement in public practice has concentrated on the provision of services to specialist contractors in the building and construction industry.

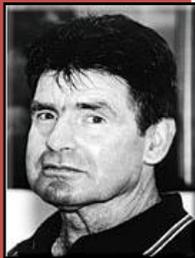


MR ADRIAN GRANGER
Chief Executive Office of the Civil Contractors Federation

Adrian Granger is the Chief Executive Officer of the Civil Contractors Federation Tasmanian Branch, a position Adrian has held since 2003.

Adrian's career started in the late 70's with the Government as a Cadet Draftsman. On completion of Adrian's Diploma in Civil Engineering he moved to a private consulting engineering firm based in Hobart and now runs his own Civil Engineering Consulting agency and a Civil Contracting business.

Adrian is also a member of the Building and Construction Industry Council, the Tasmanian Building and Construction Industry Training Board, Road Construction Industry Forum, Australian Institute of Company Directors and Dial Before You Dig Vic/Tas.



MR TONY BENSON
Representative of the Construction, Forestry, Mining & Energy Union

Tony Benson is the Secretary of Construction, Forestry, Mining and Energy Union (Construction & General Division), Tasmanian Divisional Branch. After leaving school Tony completed an apprenticeship in Painting and Decorating with the Department of Housing and Construction (Housing Department). Some 21 years later Tony worked in the private sector as a painting foreman.

In 1991 Tony started work with the Operative Painters and Decorators Union and was elected Secretary in March 1992. After amalgamation with the building unions in 1993 and other restructuring, Tony was appointed Secretary of the combined building union, the CFMEU, in 1998 and was elected Secretary in 2000

Tony is a Director of the Building Group Apprenticeship Scheme (BGAS), a Director of the Tasmanian Building Construction Industry Training Board (TBCITB), a Director on the Board of the Australian Construction Industry Redundancy Trust – ACIRT, Director of Building Construction Industry Council, Vice Chairman Oz Help Foundation as well as the Union's representative on several Government Boards.



Mr KEVIN HARKINS

Representative of the CEPU – Electrical Trades Union

Kevin Harkins is the State Secretary of the Tasmanian Branch of the Communications, Electrical and Plumbing Union (CEPU) and has been a Union Official since 1995. Kevin is an “A” grade Electrician with many years experience in all fields of electrical work. Kevin has extensive experience working with apprentices as a Field Officer and Director of a large Group Training Company, a board member with the Tasmanian Electrotechnology Industry Training Board, and as a member of the Tasmanian Training Agreement Committee.

Kevin has held numerous other board and committee positions, and has completed a Directors course with the Australian Institute of Company Directors.

Financial Statements

Independent Audit Report

Statement by Trustees

Directors' Report

Income Statement

Balance Sheet

Cash Flow Statement

Statement of Changes in Equity

Notes to the Financial

Statements

INDEPENDENT AUDIT REPORT 2008-2009

TO THE DIRECTORS OF TASBUILD LIMITED

Independent auditor's report to the directors of TasBuild Ltd

We have audited the accompanying financial report of TasBuild Ltd and the Construction Industry (Long Service) Fund, which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and a statement by trustees.

Separate unqualified audit opinions have been issued on these two entities in accordance with the governing rules and legislation. This audit report is a special purpose audit report as required by clause 10.3 of TasBuild Ltd's Trust Deed dated 19 June 1998, in accordance with TasBuild Ltd's Articles of Association, recital 25 and Memorandum of Association, clause 5.

This special purpose audit report is prepared to express an opinion on whether the financial report of TasBuild Ltd and the Construction Industry (Long Service) Fund for the period ended 30 June 2009 is properly drawn up:

- (a) so as to give a fair and reasonable view of:
 - (i) the remuneration appropriated out of the Fund by the Trustee; and
 - (ii) the remuneration paid by the Trustee to each member of the Board; and
 - (iii) the expenses reimbursed by the Trustee to each member of the Board;
- (b) in accordance with TasBuild Ltd's:
 - (i) Trust Deed, clause 10.3; and
 - (ii) Articles of Association, recital 25; and
 - (iii) Memorandum of Association, clause 5.

The directors of TasBuild Ltd are responsible for the preparation and fair presentation of the financial report in accordance with the conditions outlined at (a) and (b) above. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Our responsibility is to express an opinion on conditions (a) and (b) above, based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit we have met the independence requirements of the *Corporations Act 2001* and any applicable code of professional conduct. The audit opinion expressed in this report has been formed on the above basis.

Auditor's Opinion

In our opinion the financial report of TasBuild Ltd and the Construction Industry (Long Service) Fund for the period ended 30 June 2009 are properly drawn up:

- (a) so as to give a fair and reasonable view of:
 - (i) the remuneration appropriated out of the Fund by the Trustee; and
 - (ii) the remuneration paid by the Trustee to each member of the Board; and
 - (iii) the expenses reimbursed by the Trustee to each member of the Board;
- (b) in accordance with TasBuild Ltd's:
 - (i) Trust Deed, clause 10.3; and
 - (ii) Articles of Association, recital 25; and
 - (iii) Memorandum of Association, clause 5.



D J MCCARTHY
Partner
WISE LORD & FERGUSON
Chartered Accountants
160 Collins Street
Hobart TAS 7000
September, 2009

INDEPENDENT AUDIT REPORT 2008-2009

TO THE MEMBERS OF TASBUILD LIMITED

Independent auditor's report to the members of TasBuild Ltd

We have audited the accompanying financial report of TasBuild Ltd, which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and a statement by trustees.

Directors' Responsibility for the Financial Report

The directors of TasBuild Ltd are responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit we have met the independence requirements of the *Corporations Act 2001*. We have given to the directors of TasBuild Ltd a written Auditor's Independence Declaration, a copy of which is included in the directors' report.

Auditor's Opinion

In our opinion the financial report of TasBuild Ltd is in accordance with:

- (a) the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position of TasBuild Ltd at 30 June 2009 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
- (b) also complies with International Financial Reporting Standards as disclosed in Note 1.



D J MCCARTHY
Partner
WISE LORD & FERGUSON
Chartered Accountants
160 Collins Street
Hobart Tas 7000

September, 2009

INDEPENDENT AUDIT REPORT 2008-2009

TO THE TRUSTEE AND MEMBERS OF THE CONSTRUCTION INDUSTRY (LONG SERVICE) FUND

Independent auditor's report to the trustee and members of the Construction Industry (Long Service) Fund

We have audited the accompanying financial report of the Construction Industry (Long Service) Fund, which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and a statement by trustees.

Trustees' Responsibility for the Financial Report

The Trustee of the Construction Industry (Long Service) Fund is responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit we have met the independence requirements of the *Corporations Act 2001*. We have given to the Directors of TasBuild Ltd a written Auditor's Independence Declaration, a copy of which is included in the Director's report.

Auditor's Opinion

In our opinion the financial report of the Construction Industry (Long Service) Fund is in accordance with:

- (a) the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position of the Construction Industry (Long Service) Fund at 30 June 2009 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (b) also complies with International Financial Reporting Standards as disclosed in Note 1.



D J MCCARTHY
Partner
WISE LORD & FERGUSON
Chartered Accountants
160 Collins Street
Hobart Tas 7000

September, 2009

STATEMENT BY TRUSTEES 2008-2009

In the opinion of the Directors of TasBuild Limited, Trustee for the Construction Industry (Long Service) Fund:

1. The accompanying Income Statement, Balance Sheet, Statement of Cash Flows, Statement of Changes in Equity and the Notes to the Financial Statements present fairly the financial transactions for the twelve months to 30 June 2009 and the financial position of the Fund as at 30 June 2009.
2. The financial statements referred to above have been prepared in accordance with the *Corporations Act 2001* including Australian Accounting Standards, other mandatory professional reporting requirements and Corporations Regulations 2001.
3. At the date of this statement there are reasonable grounds to believe that the Fund 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 of the Trustee.

For and on behalf of TasBuild Limited



D H HODGMAN
Director & Chairman



M R SHEPPERD
Director

Hobart, Tasmania

September, 2009

DIRECTORS' REPORT

The Directors of TasBuild Limited submit herewith the financial report for the financial year ended 30 June 2009.

The Directors who held office during the reporting period were:

Des Hodgman	Appointed 9 May 2001
Tony Benson	Appointed 12 April 2001
Chris Atkins	Appointed 13 July 2000, Ceased 04 May 2009
Michael Shepperd	Appointed 21 April 1998
Kevin Harkins	Appointed 8 March 2001
Anne Urquhart	Appointed 18 August 2006
Adrian Granger	Appointed 15 June 2007
Michael Kerschbaum	Appointed 05 May 2009

The Directors were in office from the beginning of the year until the date of this report, unless otherwise stated. All the Directors of the Company are non-executive Directors.

PRINCIPAL ACTIVITIES

TasBuild's principal activities are to administer the *Construction Industry (Long Service) Act 1997*, the governing legislation for the construction industry based portable long service scheme. During the year there was no significant change in the nature of those activities.

REVIEW & RESULTS OF OPERATIONS

The net profit/(loss) of the company for the financial year was (\$17,822,000) (2008: (\$14,692,000)). No dividend was paid or declared during the financial year (2008: Nil).

SIGNIFICANT EVENTS AFTER BALANCE DATE

There has not been any matter or circumstance that has arisen since the end of the financial year that has 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 financial years subsequent to this financial year.

LIKELY DEVELOPMENT & EXPECTED RESULTS

The Directors do not predict any material change in the operations of the company or the expected results of those operations in future financial periods.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIR

There has not been any matter or circumstance that has arisen since the end of the financial year that has 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 financial years subsequent to this financial year.

EMPLOYEES

The company employed 8 FTE employees as at 30 June 2009 (2008: 5 employees).

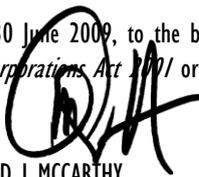
INDEMNIFICATION & INSURANCE OF DIRECTORS & OFFICERS

During the financial year, the Company paid a premium insuring the Directors and Officers of the Company against liabilities incurred as a Director or Officer to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The Company has not otherwise, during or since the financial year, indemnified or agreed to indemnify an Officer or Auditor of the Company or of any related body corporate against a liability incurred as such an Officer or Auditor.

Auditors Independence Declaration to the Directors

In relation to our audit of the financial report for TasBuild Limited, for the financial year ended 30 June 2009, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.


D J MCCARTHY
Partner
WISE LORD & FERGUSON
Chartered Accountants
160 Collins Street, Hobart

Signed in accordance with a Resolution of the Directors.


D H HODGMAN
Director & Chairman
September, 2009

M R SHEPPERD
Director



INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$'000	2008 \$'000
Revenue			
Contributions Accrued Liability	1m	582	554
Monthly/Quarterly Contributions	1m	1,750	1,180
Income From Financial Assets	2b	(9,010)	(6,289)
Income From Property		128	263
Miscellaneous Income		5	41
Profit/ (Loss) on Disposal of Assets		65	(8)
Total Revenue		(6,480)	(4,259)
Expenses			
Long Service			
Long Service Benefits		2,304	1,872
Administration			
Salaries and Associated Expenses		501	371
General Administration Expenses	2a	481	534
Other Expenses			
Doubtful Debts		24	29
Depreciation	2c	30	33
Adjustment Liability to Beneficiaries	7	8,002	7,594
Total Expenses		11,342	10,433
Net Profit Attributable to Members of TasBuild Limited		(17,822)	(14,692)

This Income Statement should be read in conjunction with the notes to and forming part of the financial statements

BALANCE SHEET AS AT 30 JUNE 2009

	Notes	2009 \$'000	2008 \$'000
Current Assets			
Cash and Cash Equivalents	10	77	65
Accounts Receivable	3	585	544
Prepaid Expenses		2	4
Other Accrued Income	4	210	85
Non-Current Assets Held for Sale	5	0	543
Investments	7	45,645	55,258
Property, Plant & Equipment	5	2,767	2,758
Intangible	6	236	3
Total Assets		49,522	59,260
Current Liabilities			
Accrued Charges		187	100
GST Refundable		(8)	(1)
Provision for Employee Benefits		52	50
Accrued Long Service Leave Benefits Liability	8	49,051	41,049
Total Liabilities		49,282	41,198
Net Assets		240	18,062
Equity			
Retained Earnings		240	18,062
Total Equity		240	18,062

This Balance Sheet should be read in conjunction with the notes to and forming part of the financial statements

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2008	2008
		\$'000	\$'000
Cash Flows from Operating Activities			
Receipts from Contributors		2,158	1,645
Other Receipts		5	261
Payments to Suppliers and Employees		(3,219)	(2,456)
Net Cash Flows from / (used in) Operating Activities	10	(1,056)	(550)
Cash Flows from Investing Activities			
Purchase of Property, Plant & Equipment		(64)	(207)
Purchase of Intangibles		(239)	0
Purchase of Financial Assets		(147)	(374)
Proceeds on Sale of Financial Assets		750	1,114
Proceeds on Sale of Property, Plant & Equipment		768	58
Net Cash Flows from / (used in) Investing Activities		1068	591
Net Increase / (Decrease) in Cash and Cash Equivalents		12	41
Cash and Cash Equivalents at Beginning of the Period		65	24
Cash and Cash Equivalents at End of the Period	10	77	65

This Statement of Cash Flows should be read in conjunction with the notes to and forming part of the financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2009

	Retained Earnings
As at 30 June 2007	32,754
Profit for the Year	(14,692)
As at 30 June 2008	18,062
Profit for the Year	(17,822)
As at 30 June 2009	240

This Statement of Changes in Equity should be read in conjunction with the notes to and forming part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

This financial report is a general purpose financial report which has been prepared in accordance with the *Corporations Act 2001* and Australian accounting standards. Other mandatory professional reporting requirements (Urgent Issues Group Consensus Views) have also been complied with.

The financial statements have been prepared under conventional historical cost principles, except for financial assets which are measured at fair value.

All amounts in the financial statements have been rounded to the nearest thousand dollars.

(b) Statement of compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standard ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

(c) Financial Assets

Financial Assets are classified as financial assets at fair value. They are initially recognised at cost, being the fair value of the consideration given.

After initial recognition, financial assets are measured at fair value. Gains or losses on financial assets are recognised in the income statement.

Fair value is determined through reference to the net market value of the investment at period end as provided by the relevant fund manager.

(d) Accrued Long Service Benefits Liability

The liability for accrued long service benefits is determined as the present value of all expected future payments that arise from the service of eligible workers up to the balance date.

The stated amount has been calculated by the Fund's actuary using an actuarial valuation method which takes into account assumptions of the rates of departure from the industry, mortality rates, increases in wages and rates of return on investments.

(e) Property, Plant and Equipment

All items of Property, Plant and equipment are stated at cost less accumulated depreciation and any impairment in value. Land is not depreciated.

All other items of Property, Plant and Equipment are depreciated on a straight-line basis over the estimated useful life of the asset as follows:

<i>Category</i>	<i>2009</i>	<i>2008</i>
Furniture and Fittings & Office Equipment	12-17%	12-17%
Motor Vehicles	20%	20%
Computer Equipment	27%	27%
Buildings	2.5%	2.5%

Impairment

The carrying values of property, plant and equipment are reviewed for impairment when events or change in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amount.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

The recoverable amount of property, plant and equipment is the greater of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value.

Impairment losses are recognised in the income statement.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the income statement in the year the item is derecognised.

(f) Provisions for Employee Benefits

Provision is made for the Trustee's liability for employee benefits arising from services rendered by employees up to the balance date. These benefits include wages and salaries, annual leave and long service leave. Employee benefits expected to be settled within 1 year have been measured at their nominal amount based on the remuneration rates which are expected to be paid when the liability is settled.

All other employee benefits are measured at the present value of the estimated future cash outflows to be made for those entitlements. Estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money.

(g) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Interest

Control of a right to receive consideration for the provision of, or investments in, assets has been attained.

(h) Tax

The Fund is exempt from income tax.

(i) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

Receivables and payables are stated inclusive of GST.

The amount of GST recoverable has been netted off against GST Payable and recorded as a current liability in the Statement of Financial Position.

(j) Recoverable Amount of Assets

At each reporting date, the company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. In assessing value in use the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money.

(k) Payables

Liabilities for creditors and other amounts are carried at cost, which is the net fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Trustee.

Creditors are non-interest bearing and generally on 30 day terms.

(l) Derecognition of financial instruments

The derecognition of a financial instrument takes place when the company no longer controls the contractual rights that comprise the financial instrument, which is normally the case when the instrument is sold, or all the cash flows attributable to the instrument are passed through to an independent third party.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

(m) Contributions

Contributions Payable including GST

With the enactment of the *Construction Industry (Long Service) Act 1997* employers that had elected to contribute to the former fund under the Termination Scheme had an accrued liability to the Trustee for unpaid contributions. In accordance with the Rules, payment of this liability may be postponed until the employee leaves the employer or becomes eligible for the payment of an entitlement. Contributions payable includes any accrued liability prior to registration together with monthly or quarterly contributions by registered employers. In respect of contributions payable between 1 July 2000 and 30 June 2005 amounts invoiced include GST.

Contribution Income

Effective from 1 January 2006 workers commenced accruing 13 weeks after 10 years, a change from 13 weeks after 15 years. Further effective 1 July 2006 the contribution rate has changed to 2.5% of an ordinary weekly wage and the subsidised contribution rate decreased to 0.3%. Effective from 01 April 2009 the subsidised contribution rate increased to 0.6% of an employee's ordinary weekly wage.

Accounts Receivable

Accounts receivable relate mainly to contributions. Contributions are carried at their nominal amount less a provision for any uncollectable debts. Contributions are non-interest bearing and generally on 30 day terms from invoice date.

Provision for Doubtful Debts

The collectability of debts is assessed at the end of each financial period and a provision is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

(n) Lease

TasBuild does not hold any material finance leases.

TasBuild as lessor

Leases in which the company retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease receipts are recognised as a revenue in the income statement on a straight-line basis over the lease term. This is representative of the pattern of benefits to be derived from the leased property.

TasBuild as lessee

Payments made under operating leases are expensed on a straight-line basis over the term of the lease. This is representative of the pattern of benefits to be derived from the leased property.

2(a). GENERAL ADMINISTRATION EXPENSES	2009	2008
	\$'000	\$'000
Postage and Telephone	37	33
Printing and Stationery	14	17
Travelling Expenses	7	12
General Expenses	202	223
Consultancies	23	72
IT Expenses (excluding depreciation)	19	14
Board Members' Allowances	48	38
Audit Fees	12	7
Vehicle Expenses (excluding depreciation)	16	24
Legal Expenses	57	60
Actuarial Services	32	18
Advertising and Promotion	<u>14</u>	<u>16</u>
Total	481	534

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

	2009 \$'000	2008 \$'000
2(b) INCOME FROM FINANCIAL ASSETS		
(a) Domestic Market		
Interest Income	16	40
(b) Funds Held by Funds Managers		
Distributions Received	5,616	6,886
Unrealised Gain	<u>(14,642)</u>	<u>(13,215)</u>
Total Income from Investments	(9,010)	(6,289)
2(c). DEPRECIATION		
Office Equipment	2	1
Motor Vehicles	14	21
Computer Equipment	7	10
Furniture and Fittings	1	1
Computer Software	<u>6</u>	<u>0</u>
Total	30	33
3. ACCOUNTS RECEIVABLE		
Accounts Receivable before provision for Doubtful Debts	651	587
Less Provision for Doubtful Debts	<u>66</u>	<u>43</u>
Accounts Receivable - Closing	585	544
4. ACCRUED INCOME		
Contributions accrued	<u>210</u>	<u>85</u>
Total Accrued Income	210	85
5. PROPERTY, PLANT & EQUIPMENT		
Land and Buildings at cost	2,487	2,487
Work in Progress	176	173
Non-Current Assets Held For Sale	0	543
Office Equipment at cost	26	23
Less Accumulated Depreciation	<u>(19)</u>	<u>(18)</u>
	7	5
Motor Vehicles at cost	76	85
Less Accumulated Depreciation	<u>(14)</u>	<u>(25)</u>
	62	60
Computer Equipment at cost	89	117
Less Accumulated Depreciation	<u>(65)</u>	<u>(91)</u>
	24	26
Furniture and Fittings at cost	17	15
Less Accumulated Depreciation	<u>(6)</u>	<u>(5)</u>
	11	10
Total Property, Plant & Equipment	2,767	3,304

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

	2009 \$'000	2008 \$'000
Reconciliation		
<i>Land & Buildings</i>		
Carrying amount at beginning	2,487	3,030
Transfer to non-current assets held for sale	<u>0</u>	<u>(543)</u>
Carrying amount at end	2,487	2,487
<i>Work in Progress</i>		
Carrying amount at beginning	173	8
Additions	<u>3</u>	<u>165</u>
Carrying amount at end	176	173
<i>Non-Current Asset Held For Sale</i>		
Carrying amount at beginning	543	0
Transfer from Land & Buildings	0	543
Disposals	<u>(543)</u>	<u>0</u>
Carrying amount at end	0	543
<i>Office Equipment</i>		
Carrying amount at beginning	5	7
Additions	3	1
Deletions	0	(2)
Depreciation expense	<u>(1)</u>	<u>(1)</u>
Carrying amount at end	7	5
<i>Motor Vehicles</i>		
Carrying amount at beginning	60	111
Additions	48	28
Disposals	(37)	(58)
Depreciation Expense	<u>(9)</u>	<u>(21)</u>
Carrying amount at end	62	60
<i>Computer Equipment</i>		
Carrying amount at beginning	26	36
Additions	4	4
Disposals	0	(4)
Depreciation expense	<u>(6)</u>	<u>(10)</u>
Carrying amount at end	24	26
<i>Furniture and Fittings</i>		
Carrying amount at beginning	10	4
Additions	2	8
Disposals	0	(1)
Depreciation Expense	<u>(1)</u>	<u>(1)</u>
Carrying amount at end	11	10

6. INTANGIBLE ASSETS

Computer Software at cost	275	36
Less Accumulated Depreciation	<u>(39)</u>	<u>(33)</u>
	236	3
Reconciliation		
<i>Computer Software</i>		
Carrying amount at beginning	3	5
Additions	239	0
Depreciation Expense	<u>(6)</u>	<u>(2)</u>
Carrying amount at end	236	3

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

	2009 \$'000	2008 \$'000
7. FINANCIAL ASSETS		
Funds Directly Managed by the Trustee		
Direct Property	351	372
Domestic Equities	14,672	17,102
Overseas Investments	30,552	37,590
Venture Capital Fund	<u>70</u>	<u>194</u>
Total Financial Assets	45,645	55,258

8. ACCRUED LONG SERVICE BENEFITS LIABILITY

	2009 \$'000	2008 \$'000
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Liability Directly Managed by the Trustee

With the enactment of the *Construction Industry (Long Service) Act 1997* employers were identified that had not contributed under the former fund. The liability was not recorded in the previous administrator's financial records and is not recorded on the Trustee's computer system. Calculations are manually recorded via spreadsheet by the Trustee. These amounts have undergone verification by the Trustee's Actuary in previous years and from 2006 onwards will undergo internal review by the Trustee and will be itemised separately. There is a corresponding asset for this amount.

	226	226
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Long Service Benefits Liability Verified by Actuary

An increase in the total number of service days, employees registered and wage rates has resulted in an increase in the liability to beneficiaries of \$8,002 million when compared with the assessment at 30 June 2008.

	48,825	40,823
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Actuarial Statement

I have carried out an investigation of the fund as at 30 June 2009 and have calculated the actuarial liability for accrued long service leave benefits (inclusive of allowances for the cost of paying the accrued entitlements and a margin for uncertainty in the estimate) to be \$48,825million.

David B Quinn-Watson B.Sc (Hons) FIAA
Bendzulla Actuarial Pty Ltd
August 2009

Total Accrued Long Service Benefits Liability	49,051	41,049
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

9. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Trustee of the Construction Industry (Long Service) Fund, TasBuild Ltd, is responsible for the management and investment of the Fund. The Board of Directors has overall responsibility for the establishment and oversight of the Trustee's risk management framework, including its investment strategies.

The principal investments of the fund are:

Cash and Other	7.5%
MLC Australia Share Trust	30.3%
MLC All-maturity Diversified Debt Trust	21.6%
MLC Global Shares Unhedged	18.8%
MLC Global Shares Hedged	19.5%
MLC Short Term Diversified Debt Trust	2.3%

Investment strategies have been developed by the Trustee to manage the Funds investments which aim to build on the surplus funds in order to maintain the best subsidised contribution rate for employers within the construction industry whilst maximising employee benefits by matching performance, on a rolling basis, to identified benchmarks and minimising the frequency of negative returns.

This is achieved through the appointment of appropriate and reputed fund managers who are responsible for the management of the majority of these investments and all associated investment risks on behalf of the Trustee. The current fund manager is MLC Implemented Consulting.

MLC is required to invest the assets managed by it in accordance with the terms of a written investment mandate, appropriate for the objectives of the fund. No direct trading in financial instruments of any kind is conducted by the Trustee.

The Funds investing activities expose it to material risk and investment manager risk. The fund is exposed to a lesser degree to liquidity risk and credit risk. The Board has established a Finance Sub-committee who are responsible for the oversight of investment manager risk. The Board has delegated the oversight of market risk to the Fund Manager and the oversight of the other risks to management.

The Board oversees these risks through receiving monthly management reports on the performance and position of the fund including monthly fund manager movements. Detailed quarterly reports are received from the fund manager detailing investment performance benchmarks and stated objectives.

Investment Manager Risk

The Trustee undertakes a rigorous assessment process when selecting and reviewing fund managers. The selection, review and replacement of fund managers is undertaken by the Board of the Trustee through recommendations provided by the Finance sub-committee. The Trustee ensures that fund managers have appropriately diversified its investments across a range of investment products.

The Trustee receives financial updates on a monthly basis measuring performance for the month. Detailed performance reporting is received on a quarterly basis showing performance against benchmarks, investment objectives and general market conditions, allowing manager performance to be monitored throughout the year. Compliance with the agreed investment philosophy is also monitored.

On an annual basis a rigorous review of fund manager performance is conducted by the Board Finance sub-committee who then reports and makes appropriate recommendations to the Board in accordance with the Trustee's investment strategies and the trust deed.

Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Fund's income or the value of its holdings of financial instruments. Market risk embodies the potential for both loss and gains.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

Market Price Risk

Market price risk is the risk that the value of investments will fluctuate as a result of changes in the market prices. The investments placed with fund managers invest in the following securities exposing them to market price risk:

Australia Shares	32.8%
All-maturity Diversified Debt	23.3%
Global Shares Unhedged	20.3%
Global Shares Hedged	21.1%
Short Term Diversified Debt	2.5 %

Market price risk is mitigated by the appointment of an appropriate fund manager and ensuring the investment portfolio is diversified across a range of asset classes and global markets.

Market Price Risk Sensitivity

The information to complete a materially correct sensitivity analysis based on market movements is not currently obtainable. The investment portfolio is diversified across a broad range of investment funds in the Australian and Global markets with no single base measure currently available to calculate an accurate sensitivity analysis as at 30 June 2009. The Trustee will endeavour to put systems in place to ensure this analysis can be conducted in the future.

Interest Rate Risk

The majority of the Fund's investments are held in non-interest bearing investments. The Trustee's exposure to interest rates relates primarily to the Trustee's investment in cash and fixed interest funds. Returns on these investments will fluctuate with movements in market interest rates.

Interest rate Sensitivity

The sensitivity of the Fund to movements in interest rates is restricted to its cash investments. As the value of cash investments are immaterial it is assessed that a 100 basis point movement in interest rates would not cause a material change in the income or investment values of the fund.

Credit Risk

The trustee's exposure to credit risk arises from the potential for default from a counter party. The maximum exposure is equal to the carrying amount in the Balance sheet. Receivable balances are monitored on an ongoing basis with the result that the Trustee's exposure to bad debts is not significant.

There are no significant concentrations of credit risk within the Trustee's holdings with the exception of being concentrated in the construction industry.

Liquidity Risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due. The Fund's approach to managing liquidity is to ensure it will have sufficient liquidity to meet its liabilities as and when they fall due through maintaining sufficient holdings in investments which are readily convertible to cash in the short term.

The following are the contractual maturities of the Fund's financial liabilities:

Financial Liabilities	Contractual Cash Flows		Due Less than 1 month	
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
Accrued Charges	187	100	187	100
Total	187	100	187	100

Estimation of Fair Value

The Fund's financial instruments are accounted for in the Balance Sheet at fair value. The major methods and assumptions used in estimating the fair values of financial instruments are disclosed in Note I.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

	2009	2008
	\$'000	\$'000
10. CASH AND CASH EQUIVALENTS		
Cash at bank and in hand	77	65

Cash in bank earns interest at floating rates based on daily bank deposit rates.

For the purposes of the Cash Flow Statement, cash and cash equivalents comprise cash at bank and in hand and short term deposits with and original maturity of three months or less.

RECONCILIATION OF NET PROFIT TO NET CASH FLOWS FROM OPERATING ACTIVITIES

	2009	2008
	\$'000	\$'000
Net Profit	(17,822)	(14,691)
<i>Adjustments for</i>		
(Profit)/Loss on Sale of Plant and Equipment	(194)	8
Unrealised (Gains)/Losses on Investments	14,642	13,215
Reinvestment of Financial Asset Income	(5,632)	(6,926)
Depreciation	30	33
(Increase)/Decrease in Receivables	(188)	194
(Increase)/Decrease in Prepaid Expenses	2	1
Increase/(Decrease) in Provision for Doubtful Debts	24	26
Increase/(Decrease) in Creditors and Other Liabilities	78	20
Increase/(Decrease) in Provisions	8,004	7,570
Net Cash Increase/(Decrease) from Operating Activities	(1,056)	(550)

11. SEGMENT REPORTING

TasBuild operates predominantly in one business and geographical segment, being the administration of the *Construction Industry (Long Service) Act 1997* through out Tasmania.

12. DIRECTORS & KEY MANAGEMENT PERSONNEL REMUNERATION

Compensation of Directors and Key Management Personnel

Income paid or payable, or otherwise made available, in respect of the financial year, to all directors of the entity, directly or indirectly, by the entity of which they are directors.

2009	20078
\$54,209	\$57,364

Income paid or payable, or otherwise made available, in respect of the financial year, to key management personnel.

2009	2008
\$125,000	\$120,000

For all Directors of TasBuild, excluding the Chairman, Directors' fees are paid directly to the body which nominates the Director.

13. AUDITORS REMUNERATION

	2009	2008
Amounts received or due and receivable by Wise Lord and Ferguson for:		
Audit and review of the financial report of TasBuild Limited	\$8,000	\$8,000
Other services performed	\$300	\$300

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 *Continued*

14. RELATED PARTY DISCLOSURES

Directors

The Directors who held office during the reporting period were:

Des Hodgman	Appointed 9 May 2001
Tony Benson	Appointed 12 April 2001
Chris Atkins	Appointed 13 July 2000
	Ceased 04 May 2009
Michael Shepperd	Appointed 21 April 1998
Kevin Harkins	Appointed 8 March 2001
Anne Urquhart	Appointed 18 August 2006
Adrian Granger	Appointed 15 June 2007
Michael Kerschbaum	Appointed 05 May 2009

Transactions with Directors or Director related entities:	2009	2008
Michael Shepperd (Accounting and administrative assistance)	\$8,058	\$0

15. COMMITMENTS AND CONTINGENCIES

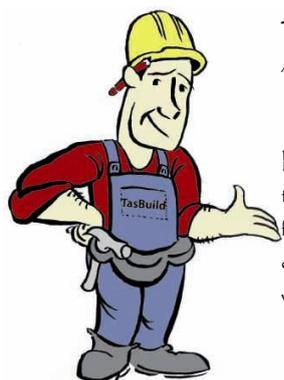
Commitments for expenditure

a) Capital Expenditure Commitments

The Trustee had not entered into any contracts which commit the Company to future expenditure at the date of this report.

b) Contingent Liabilities and Contingent Assets

No event has occurred during the year to give need to recognising a contingent asset or contingent liability in the accounts at 30 June 2009.



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