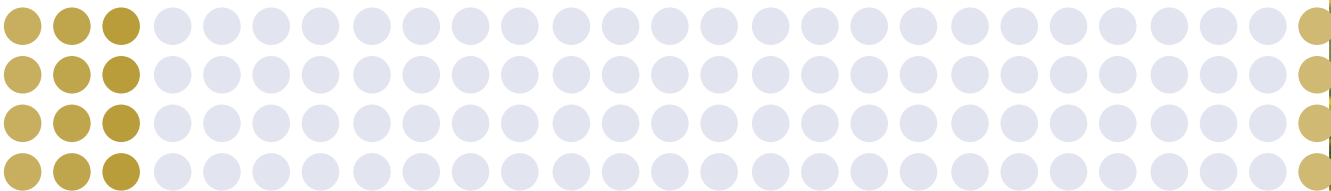


# ANNUAL REPORT

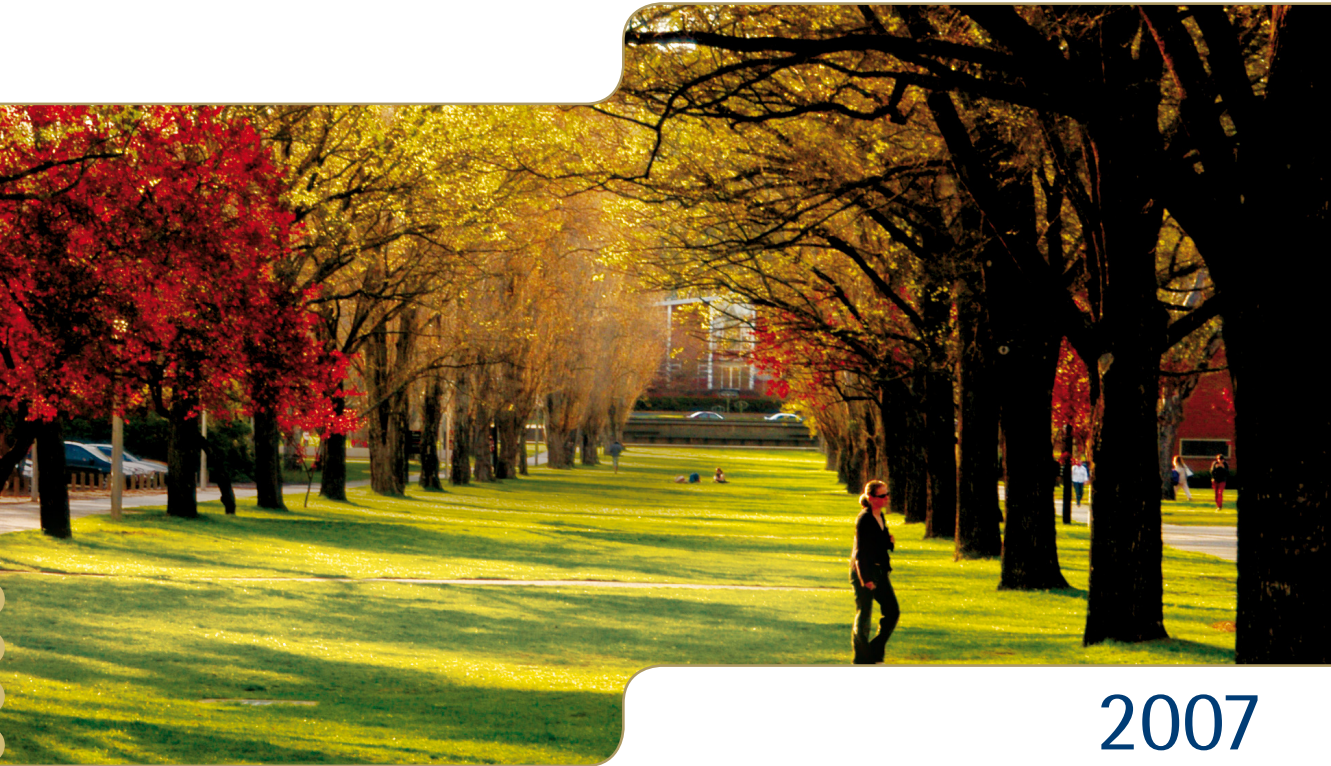


2007





# ANNUAL REPORT



2007



## FURTHER INFORMATION ABOUT ANU

Detailed information about ANU is available from the University's website:  
[www.anu.edu.au](http://www.anu.edu.au)

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**Published by**  
The Australian National University

**Produced by**  
Marketing and Communications Division  
The Australian National University

**Printed by**  
University Printing Service  
The Australian National University

ISSN 1327-7227

April 2008



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28 March 2008

The Hon Julia Gillard MP  
Minister for Education  
Parliament House  
CANBERRA ACT 2600

Dear Minister,

**Report of the Council for the period 1 January 2007 to 31 December 2007**

We have the honour to transmit the report of the Council of The Australian National University for the period 1 January 2007 to 31 December 2007 furnished in compliance with Section 9 of the *Commonwealth Authorities and Companies Act 1997*.

Yours faithfully,



**Allan Hawke**  
Chancellor



**Ian Chubb AC**  
Vice-Chancellor

# THE CULTURE OF ANU

The distinguishing culture of ANU is one where the notion of discovery pervades all that we do.

- For all staff, it is the discovery of new and better ways to research, to educate and to support those functions of the University.
- For academic staff, it is the discovery of new knowledge and new insights, and the creative use of those innovations in further research and education.
- For students, it is the notion of discovery of new understanding, in breadth and in depth, in their fields of interest.<sup>1</sup>

*"The ecology of the University depends on a deep and abiding understanding that enquiry, investigation and discovery are the heart of the enterprise."<sup>2</sup>*

In 2007, there were numerous examples of this culture across all areas of the University.

- The National Centre for Biosecurity was launched, the first in Australia to bring together a large multidisciplinary team to address the potential threats to the nation and region posed by infectious diseases. The Centre pulls together microbiologists, epidemiologists, lawyers, ethicists, security analysts, infectious disease modellers, policy experts and integration and implementation scientists.
- The discovery that the expansion of the universe is accelerating won an astronomer at ANU a prestigious and lucrative international prize, the Gruber Prize for Cosmology, alongside a fellow astronomer from the University of California, Berkeley.
- A research team led by an ANU scientist solved the mystery behind the formation of the Andes by discovering how the jostling of tectonic plate boundaries affects geological formations.
- Researchers at The John Curtin School of Medicine discovered how a particular gene in the human body suppresses autoimmune diseases like Type 1 diabetes and lupus, potentially opening the way for a completely new approach to treating such conditions.
- The University committed to the formation of a climate change adaptation centre, continuing to work with its partners in the Universities Climate Consortium to build towards an integrated national effort on climate change adaptation research.
- The new South Asia Centre at ANU will help Australia tap into the emerging influence and importance of India, Pakistan and neighbouring countries. The Centre draws on the University's existing South Asia strengths and builds up teaching and research around the fields of history, politics, religion, languages, culture and security studies.
- *Skillsoup*, an online radio show, was introduced to reach technology-savvy young people with advice on studying at tertiary level. *Skillsoup* was named Best Educational Podcast in the Higher Education category by Fordham University's Podcast for Teachers, a respected program for people interested in digital education that is listened to around the world.
- A trial scheme which loans iPods to advanced language students in Japanese and Spanish was implemented. Students use the portable players to access audio and visual content native to their language of study, as a first step towards the immersion method of learning that comes from visiting the foreign country.

1 ANU by 2010

2 Professor Ian Chubb AC, Vice-Chancellor



- ANU was granted observer status at the United Nations Climate Change Conference in Bali, providing both academics and students with an opportunity to engage firsthand with one of the most important international policy-making processes in the area of environment and sustainability.
- The ANU Swap Scheme was introduced to narrow the gap between teaching and research by allowing early career staff to experience both areas.
- The University was recognised in four categories of the ACT Sustainable Cities Awards, announced in August 2007: Sustainable Transport, Young Legends, Urban Habitat and Resource Efficiency.
- A large industrial food-composting machine, capable of recycling up to 500 tonnes of food waste per year and the first of its type in an Australian university, was installed. As well as recycling, it is also being used in research projects.





# AUSTRALIA'S NATIONAL UNIVERSITY

ANU was established by an Act of the Parliament of the Commonwealth of Australia, with a formidable responsibility to "advance the cause of learning and research in general and take its rightful place among the great universities of the world".<sup>3</sup> ANU is consistently ranked as Australia's top university and among the leading universities of the world.

## Rankings

"When rated against other universities around the world, Australian institutions hold their own. In its annual rating of world universities, *The Times Higher Education Supplement* ranked The Australian National University as the top university in Australia and sixteenth in the world for the second year running. In addition, the University was ranked first in Australia on the Shanghai Jiao Tong University's list and first nationally by the Melbourne Institute."<sup>4</sup>

While the merits of university rankings continue to be debated, and shifts in positions can often be attributed to changes in methodology, they do provide an indication of relative performance.

TABLE 1: UNIVERSITY RANKINGS IN 2007

	ANU ranking
<i>The Times Higher Education Supplement</i>	16
Academic Ranking of World Universities, Institute of Higher Education, Shanghai Jiao Tong University	57
Melbourne Institute, University of Melbourne, Ranking Australian Universities: Controlling for Scope <sup>5</sup>	1

*The Times Higher Education Supplement* also looks at the Top 50 universities in a number of discipline areas. ANU appears in the Top 50 listing for each discipline category and first in Australia in three of the five disciplines.

- Arts and Humanities: ANU was first in Australia and tenth overall
- Life Science and Biomedicine: ANU was fourth in Australia and twenty-eighth overall
- Natural Sciences: ANU was first in Australia and nineteenth overall
- Social Sciences: ANU was first in Australia and sixteenth overall
- Technology: ANU was third in Australia and thirty-ninth overall

3 J.J. Dedman, Minister for Post-war Reconstruction and Minister in charge of the Council for Scientific and Industrial Research. Hansard 19 June 1946.

4 *The Sydney Morning Herald*, 20 December 2007, Supplement p3

5 Melbourne Institute of Applied Economic and Social Research, University of Melbourne, October 2007



## LEARNING & TEACHING PERFORMANCE FUND

ANU was again placed in the top band for teaching excellence across its entire teaching profile in the Commonwealth Government's Learning and Teaching Performance Fund announced in October 2007. ANU was one of only three universities to place in the top band for all areas it teaches and will receive 2008 funding of \$4 million as a result, slightly up on the previous year.

ANU was rated in band 'A1' in three of four discipline groups: Science, Computing, Engineering, Architecture and Agriculture; Business, Law and Economics; and Humanities, Arts and Education. The fourth field, Health, is only taught at ANU at the postgraduate level and so is not included in the teaching profile.

## WEBOMETRICS

In 2007, ANU was the highest ranked Australian university, the top ranked university for Oceania, and ranked sixtieth in the world by Webometrics. The Webometrics rankings are based on a range of web indicators as an indicative measure of commitment to Open Access initiatives, electronic access to scientific publications and to other academic material.



# COMMUNITY ENGAGEMENT

“ANU staff and students contribute to intellectual understanding, social debate, cultural enrichment, policy formulation and the creation of wealth in communities – from the local to the global.”<sup>6</sup>

ANU and its staff engage with our local, national and international communities by extending knowledge – as well as intellectual, scholarly and cultural resources – through a variety of activities and a matrix of relationships with community, government, commercial and media organisations.

ANU researchers are prominent in the local, national and international media, providing expert commentary and informing debate on significant issues either in response to developing public interest or through interest in research projects and discoveries. ANU fosters opportunities to share its expertise and to make its collective knowledge available to the community.

Contributions are made to different levels of government through provision of comment, analyses, policy advice, briefings, and service on committees, reviews, councils and advisory groups. To illustrate the diversity of these activities, a non-exhaustive list of local and national governmental organisations to which contributions were made during 2007 would include:

- the Garnaut Climate Change Review
- the Prime Minister's Science, Engineering and Innovation Council
- the Department of Foreign Affairs and Trade
- AusAID
- the Department of Industry, Tourism and Resources
- Treasury
- the Reserve Bank of Australia
- the Australian Pesticides and Veterinary Management Authority
- the Department of Employment and Workplace Relations
- the Joint Standing Committee on Foreign Affairs, Defence and Trade
- the Australian Bureau of Statistics
- the Australian Institute of Health and Welfare
- the Asthma Expert Advisory Committee
- the National Influenza Pandemic Action Committee
- the Department of Environment and Water Resources
- the House of Representatives Committee on Health and Ageing
- the Parliamentary Inquiry into Health Benefits of Breastfeeding
- the Attorney-General's Department
- the Bureau of Meteorology
- the Department of Climate Change
- the NSW Health Department
- the ACT Health Department
- the ACT Department of Territory and Municipal Services
- the ACT Board of Senior School Studies.

6 *ANU by 2010*



Internationally, ANU researchers were involved in the work of international bodies such as the World Health Organisation, the United Nations Institute for Training and Research (UNITAR), the United Nations Children's Fund (UNICEF), the World Bank, and the United Nations Educational, Scientific and Cultural Organisation (UNESCO) and the US Climate Policy Center. ANU also extends its expertise to governments overseas, with advisory services provided to organisations such as the Timor-Leste Foreign Affairs Ministry, the Thai Foreign Ministry, the Vietnamese Foreign Ministry, the Thai Public Service Commission, the Indonesian Parliament, the UK Medical Research Council Advisory Board, the Chinese Ministry of Foreign Affairs and the French Ministry of Defence.

The University provides a range of education programs tailored to the needs of governments, locally, nationally and internationally.

Examples of engagement with our communities are:

- Ninety-three lectures were presented in the 2007 ANU Public Lecture series, across the breadth of ANU expertise, to a total audience of more than 13,000. Podcasts of a significant number of major lectures make the presentations available to a broad national and international audience. Speakers included Tarja Halonen, President of the Republic of Finland, Rt Hon Malcolm Fraser, and Hon Gareth Evans.
- On average, ANU experts were quoted in the Australian media more than 800 times per month during the year.
- ANU organised and hosted His Holiness the Dalai Lama and representatives of the Christian, Islamic and Jewish faiths in a symposium exploring inter-faith dialogue, attended by 4,200 people in Canberra.
- 'Coercive Reconciliation: Stabilise, Normalise, Exit Aboriginal Australia' was an ANU Public Lecture by Jon Altman and other contributors to a book by the same title, assessing the emergency intervention in the Northern Territory.
- The ANU National Centre for Epidemiology and Public Health hosted six lectures by distinguished national and international speakers including Tom Calma, Aboriginal and Torres Strait Islander Social Justice Commissioner, and Professor Linda Neuhauser, Clinical Professor of Community Health and Human Development, School of Public Health, University of California, Berkeley.
- The ANU Medical School Rural Health Program was expanded, with teaching nodes now in Goulburn, Young, Bega, Cooma and Eurobodalla, providing students with an opportunity to work with rural health services and offering encouragement to practise in rural areas after graduation.
- An online simulation to help GPs prepare their practice for a pandemic influenza outbreak was launched by a research team based at ANU. The Pandemic Influenza Simulation Exercise for General Practice takes GPs and their staff through a pandemic influenza situation, providing insight into how a pandemic could affect the operation of their practice.
- A new network of researchers and health practitioners who will develop ways to prevent and mitigate the growing crisis of dementia was established. It is predicted dementia will affect up to 500,000 people in Australia by 2040.
- Medical students are participating in a volunteer program, led by Canberra doctors, to tackle ear health issues among Indigenous children in the Northern Territory.
- A climate change adaptation research centre was formed, with support from the ACT Government and with our partners in the Universities Climate Consortium (Monash University, the University of Melbourne and the University of New South Wales).

- A simple process pioneered by an ANU plant chemist enables the removal of the poison from cassava flour, which could help to remove harmful levels of cyanide from the diets of millions of people in the developing world. Cassava (tapioca) is the staple food of nearly 1,000 million people in Africa, South America, Asia and the Pacific.
- The ANU College of Law staged the first conference on Climate Law in Australia.
- For the third year, Political Science through the Australia and New Zealand School of Government (ANZOG) ran a series of Public Lectures at the Shine Dome, with speakers including Air Chief Marshall Angus Houston and Victorian Premier John Brumby.
- The China Update (China Economy and Business program under the RioTinto-ANU China partnership) was extended to the Brookings Institution, Washington.
- The Crawford School of Economics and Government extended its Pacific update series throughout Australia and the Pacific with the University of Papua New Guinea and the University of the South Pacific, and in Australia, the Lowy Institute and Foundation for Development Cooperation.
- The Australian Dictionary of Biography was extended with Volume 17, 1981-1990, featuring 659 articles on 670 people.
- ANU hosted the Learning Futures Symposium, where representatives of primary and secondary schools and higher education providers met to discuss the future of education in the age of social media and portable computing.
- ANU hosted a number of programs and initiatives to stimulate interest and excitement in science, technology and engineering among high school students, including the Science and Engineering Challenge, the National Maths Summer School, the Engineering Summer Scholar Program, Archimedes Day, Robocup, and the National Youth Science Forum.
- Open Day at Siding Spring attracted 200 visitors to hear about the astronomy undertaken there.
- An Associate Degree program was introduced, offering the opportunity to return to study in a supported environment to people who have not been able to undertake tertiary study because they didn't obtain a UAI or who have been out of the education system for a long time.
- A range of initiatives was implemented to reduce the University's environmental impact and make ANU the 'greenest' campus in Australia.

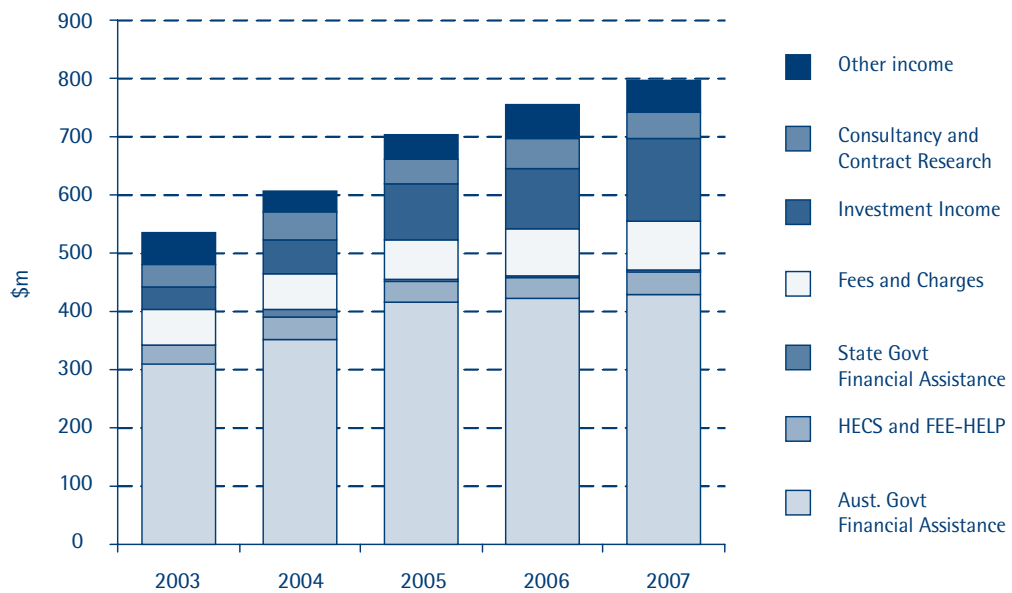


# SOURCES OF INCOME

The University's operating income on a consolidated basis has grown from \$755m in 2006 to \$797m in 2007, an increase of some 6 per cent. The net operating result for 2007 was \$97m, down from \$101m in 2006.

Figure 1 shows the distribution of, and changes to, sources of the University's income.

FIGURE 1: SOURCES OF INCOME<sup>7</sup>



7 Source: Consolidated figures from the Income Statement.

# RESEARCH AT ANU

"ANU undertakes research of the highest quality in fields of knowledge of general importance, and of particular importance to Australia."<sup>8</sup>

## Research Indicators

- In the Australian Research Council (ARC) funding round, ANU won more than \$38 million for 78 new Discovery Projects, two Linkage Projects, and four Linkage Infrastructure, Equipment and Facilities Proposals. The funding will support a diverse range of research projects, looking at subjects such as the social and economic impact of climate change, cultural diversity, and Australia's Indigenous heritage.
- The University was awarded grants totalling more than \$13 million from the National Health and Medical Research Council (NHMRC). The grants will fund areas of research including a health management plan for influenza, the epidemic of dementia and Internet interventions for depression. Under the NHMRC scheme, ANU researchers will receive two research fellowships, 21 project grants, two equipment grants and one special program grant.
- An ANU researcher was awarded \$4 million from the NHMRC to research the links between climate change, environmental factors and human health.
- Two new trans-disciplinary centres to pursue further knowledge of issues of critical importance were established (the National Centre for Biosecurity and the Fenner School of Environment and Society), an approach that cuts across the traditional disciplinary divides.
- ANU and the ACT Government together committed \$5 million toward a climate change adaptation research centre at the Fenner School of Environment and Society, to work with the Universities Climate Consortium to build an integrated effort in climate adaptation research.
- Benchmarked against the Group of Eight, ANU has the:
  - highest Higher Degree Research completions as a proportion of total completions<sup>9</sup>
  - highest percentage of staff with new ARC Fellowships<sup>10</sup>
  - highest number of new ARC Discovery Grants per academic FTE and the highest dollar value of new grants per academic FTE<sup>11</sup>

8 ANU by 2010

9 Award Course Completions 2006 (latest data available) [www.dest.gov.au/sectors/higher\\_education/publications\\_resources/statistics/publications\\_higher\\_education\\_statistics\\_collections.htm](http://www.dest.gov.au/sectors/higher_education/publications_resources/statistics/publications_higher_education_statistics_collections.htm)

10 ARC Fellowships data source [www.arc.gov.au](http://www.arc.gov.au)

11 Source: ARC Discovery Projects Grants [www.arc.gov.au/ncgp/dp/dp\\_outcomes.htm](http://www.arc.gov.au/ncgp/dp/dp_outcomes.htm)



TABLE 2: RESEARCH GRANTS & PUBLICATIONS FOR 2004–2006<sup>12</sup>

Research Grants (\$'000)	2004	2005	2006
Australian Competitive Research Grants	63,832	76,347	78,729
Other Public Sector Research Funding	15,671	16,007	22,976
Industry and Other Funding for Research	19,902	17,880	18,416
CRC Funding	4,034	3,327	2,572
<b>Total Research Grants</b>	<b>103,439</b>	<b>113,560</b>	<b>122,693</b>

Research Publications (rounded)	2004	2005	2006
Books	70	68	59
Book Chapters	436	560	462
Journal Articles	1,583	1,632	1,617
Conference Papers	328	371	392
Unweighted Total	2,416	2,631	2,530
<b>Weighted Total<sup>13</sup></b>	<b>2,697</b>	<b>2,904</b>	<b>2,766</b>

TABLE 3: SUMMARY OF RESEARCH ACTIVITY<sup>14</sup>

Research Grants	2005 (\$)	2006 (\$)	2007 (\$)
LIEF/SII/MNRF	12,959,013	14,379,369	1,690,000
ARC	54,022,759	60,339,945	62,480,177
NHMRC	14,235,881	12,967,634	15,345,935
Other	45,301,431	49,386,335	28,682,598
<b>Total</b>	<b>126,519,084</b>	<b>137,073,283</b>	<b>108,198,710</b>

LIEF – Linkage Infrastructure, Equipment and Facilities (ARC Funding); SII – Systemic Infrastructure Initiative (DEST Research Grant); MNRF – Major National Research Facilities; ARC – Australian Research Council; NHMRC – National Health and Medical Research Council.

Staff	2005	2006	2007
ARC Grants & Fellowships	484	563	545
NHMRC Grants & Fellowships	101	83	102
Total Academic Staff (FTE)	1,441	1,444	1,470
Staff: FTE, Level C+	769	786	805
ARC & NHMRC Grants/Staff (FTE, Level C+)	0.76	0.82	0.80
Publications index – value (previous years)	2,695	2,904	2,766

12 Source: ANU return to DEST Higher Education Research Data Collection. Latest data available.

13 Books are weighted as five and other categories as one.

14 2006 provisional data have been updated to final data. 2007 data based on projections as at 16 November 2007.



TABLE 4: RESEARCH GRANTS BY ACADEMIC UNIT FOR 2007<sup>15</sup>

Academic Unit	ARC (\$)	NHMRC (\$)	Other (\$)	Total (\$)
Faculty of Arts	1,966,334	0	151,122	2,117,456
Centre for Aboriginal Economic Policy Research	557,926	0	818,130	1,376,056
Centre for Educational Development & Academic Methods	23,800	0	139,643	163,443
Research School of Humanities	805,849	0	706,283	1,512,132
Research School of Social Sciences	2,850,774	105,000	477,284	3,433,058
<b>ANU College of Arts &amp; Social Sciences Total</b>	<b>6,204,683</b>	<b>105,000</b>	<b>2,292,462</b>	<b>8,602,145</b>
Faculty of Asian Studies	240,350	0	69,183	309,533
Crawford School of Economics & Government	745,475	0	4,971,409	5,716,884
Regulatory Institutions Network	1,329,060	87,250	88,000	1,504,310
Research School of Pacific & Asian Studies	3,913,787	0	2,753,109	6,666,896
<b>ANU College of Asia &amp; the Pacific Total</b>	<b>6,228,672</b>	<b>87,250</b>	<b>7,881,701</b>	<b>14,197,623</b>
<b>ANU College of Business &amp; Economics Total</b>	<b>1,050,782</b>	<b>0</b>	<b>87,489</b>	<b>1,138,271</b>
Faculty of Engineering & Information Technology	1,956,746	0	787,922	2,744,668
Research School of Information Sciences & Engineering	1,214,468	0	95,000	1,309,468
<b>ANU College of Engineering &amp; Computer Science Total</b>	<b>3,171,214</b>	<b>0</b>	<b>882,922</b>	<b>4,054,136</b>
<b>ANU College of Law Total</b>	<b>511,329</b>	<b>0</b>	<b>9,000</b>	<b>520,329</b>
ANU College of Medicine & Health Sciences, General	122,069	1,234,200	1,469,500	2,825,769
The John Curtin School of Medical Research	1,987,681	8,229,444	1,640,694	11,857,819
ANU Medical School	0	1,125,823	1,950,939	3,076,762
Centre for Mental Health Research	225,600	1,353,068	482,168	2,060,836
National Centre for Epidemiology & Population Health	429,445	1,087,516	2,378,537	3,895,498
<b>ANU College of Medicine &amp; Health Sciences Total</b>	<b>2,764,795</b>	<b>13,030,051</b>	<b>7,921,839</b>	<b>23,716,685</b>
Fenner School of Environment & Society	1,048,257	0	2,603,570	3,651,827
Mathematical Sciences Institute	2,168,195	0	0	2,168,195
Research School of Astronomy & Astrophysics	1,564,664	0	48,050	1,612,714
Research School of Biological Sciences	6,007,036	978,619	1,286,558	8,272,213
Research School of Chemistry	3,964,363	160,000	559,954	4,684,317
Research School of Earth Sciences	5,054,271	0	740,717	5,794,988
Research School of Physical Sciences & Engineering	14,235,780	0	1,967,168	16,202,948
Faculty of Science	8,481,863	985,015	3,374,193	12,841,071
<b>ANU College of Science Total</b>	<b>42,524,430</b>	<b>2,123,634</b>	<b>10,580,210</b>	<b>55,228,274</b>
Other	24,272	0	1,000	25,272
<b>Totals</b>	<b>62,480,177</b>	<b>15,345,935</b>	<b>29,656,623</b>	<b>107,482,735</b>

15 Based on 2007 projections as at 16 November 2007. Excludes LIEF, SII, MNRF and ANU Enterprise. Total figures may vary due to rounding.



TABLE 5: ACADEMIC STAFF HOLDING DOCTORATES<sup>16</sup>

	2005	2006	2007
ANU	78%	74%	78%
All other Group of Eight universities	60%	59%	na
All Australian universities	55%	57%	na



16 Sources: DEST Staff Data and DEST submission as at 31 March, and ANU staff data.

# EDUCATION AT ANU

“Education at ANU offers students an experience unlike that at any other Australian university. Within traditional fields and disciplines, our distinctive profile comprises: talented students; a small undergraduate base; a high proportion of graduate students; a pervasive research culture; and activities concentrated on one campus.”<sup>17</sup>

## Education Indicators

- ANU was again placed in the top band for teaching excellence across its entire teaching profile in the Commonwealth Government's Learning and Teaching Performance Fund announced in October 2007. ANU was one of only three universities to place in the top band for all areas it teaches.
- Ten teachers at ANU were named as recipients of the Citation for Outstanding Contribution to Student Learning for 2007 by the Carrick Institute for Learning and Teaching in Higher Education.
- The launch of Graduate Studies Select offers graduate coursework students an opportunity to study across a wide range of disciplines, as well as directing their learning in a way that suits their academic, personal or professional interests.
- Demand for undergraduate programs at ANU increased in 2007 (for places in 2008). While first preferences for all institutions through the Universities Admission Centre (UAC) increased by 2.4 per cent, the total number of applicants (including international) nominating ANU as their first preference increased by more than 12 per cent. Demand from domestic students was also much higher, with an increase of nearly eight per cent on first preferences.
- *The Good Universities Guide 2008* (issued in 2007) gave ANU five-star ratings for a number of categories such as 'The Educational Experience: Overall Satisfaction and Generic Skills', 'Graduate Starting Salary' and 'Access by Equity Groups'.<sup>18</sup>
- Consistent with its belief that campus life is an important element of university education, ANU commenced construction of an additional student residence to house more than 500 students, due for completion for the 2009 academic year.
- Results from the 2007 Australian Graduate Survey suggest that ANU graduates continue to be more than satisfied with their experience at ANU. Higher Degree Research graduates' rating of overall satisfaction was at its highest level for a number of years, as was the rating by graduate coursework graduates. Ratings by Bachelor and Diploma graduates were also strong.
- In the 2007 Australasian Survey of Student Engagement (AUSSE), 84 per cent of ANU respondents rated the experience as either 'good' or 'excellent', compared with a national figure of 77 per cent. The rating of 'excellent' was particularly strong at ANU, acknowledged by 41 per cent of the respondents, compared with 25 per cent nationally.
- Higher Degree Research completions as a proportion of total award completions at ANU are the highest of any Group of Eight university. In 2006, 8.1 per cent of completions were Higher Degree Research.<sup>19</sup>
- Almost 15 per cent of student load in 2007 was Higher Degree Research.
- Of the total student load, international students represented 24 per cent.

17 ANU by 2010

18 *The Good Universities Guide 2008*, Hobsons Australia Pty Ltd, 2007.

19 Source: DEST Completions Data. Latest available data.



TABLE 6: EFTSL BY PROGRAM

Program		2005 <sup>20</sup>	2006 <sup>21</sup>	2007 <sup>22</sup>
Higher Degree Research	Domestic	1,210	1,200	1,190
	International	470	458	471
Higher Degree Research Total		1,680	1,658	1,660
Postgraduate Coursework	Domestic	971	990	1,101
	International	750	792	826
Postgraduate Coursework Total		1,721	1,782	1,927
Undergraduate	Domestic	6,210	6,014	6,227
	International	1,183	1,198	1,317
Undergraduate Total		7,392	7,213	7,543
Non-award	Domestic	23	34	38
	International	94	169	152
Non-award Total		117	203	190
<b>Totals</b>		<b>10,910</b>	<b>10,856</b>	<b>11,321</b>

TABLE 7: MEDIAN ENTRY SCORES

	2005	2006	2007
Median Entry UAI Score	93.15	92.80	90.81

TABLE 8: UNDERGRADUATE OPERATING GRANT LOAD AGAINST GOVERNMENT TARGETS

	2005	2006 <sup>23</sup>	2007 <sup>24</sup>
Actual Load	6,210	6,014	6,227
DEST Target	6,117	6,193	6,263
Over(under)-enrolment	1.5%	-2.9%	-0.6%

20 Data for 2005 have been updated and now include reported revisions (rounded).

21 Data for 2006 have been updated and now include reported revisions (rounded).

22 Data for 2007 are based on provisional data submissions to DEST including revisions up to 31 August 2007 and, while provisional, use the pre-2005 reporting period September-August.

23 The provisional 2006 data have been updated to final data.

24 Based on provisional data.

TABLE 9: HIGHER DEGREE & POSTGRADUATE STUDENT ENROLMENTS<sup>25</sup>

2004					
Program Type	Female	Male	Total	% Female	% Male
Doctorate by Research	838	1,047	1,885	44.5%	55.5%
Masters by Research	54	73	127	42.5%	57.5%
Higher Degree Coursework	949	1,248	2,197	43.2%	56.8%
Other Postgraduate	734	649	1,383	53.1%	46.9%
<b>Total</b>	<b>2,575</b>	<b>3,017</b>	<b>5,592</b>	<b>46.0%</b>	<b>54.0%</b>
2005					
Program Type					
Doctorate by Research	894	1,097	1,991	44.9%	55.1%
Masters by Research	53	78	131	40.5%	59.5%
Higher Degree Coursework	1,031	1,185	2,216	46.5%	53.5%
Other Postgraduate	621	489	1,110	55.9%	44.1%
<b>Total</b>	<b>2,599</b>	<b>2,849</b>	<b>5,448</b>	<b>47.7%</b>	<b>52.3%</b>
2006					
Program Type					
Doctorate by Research	957	1,115	2,072	46.2%	53.8%
Masters by Research	60	76	136	44.1%	55.9%
Higher Degree Coursework	1,104	1,240	2,344	47.1%	52.9%
Other Postgraduate	679	588	1,267	53.6%	46.4%
<b>Total</b>	<b>2,800</b>	<b>3,019</b>	<b>5,819</b>	<b>48.1%</b>	<b>51.9%</b>

25 Student count by program type as at 31 March. Students enrolled in two programs within program type are only counted once. Count differs from the DEST enrolment submissions. The 2004 and 2005 data have been updated to include revisions submitted to DEST. 2006 data are provisional.



TABLE 10: COMPLETIONS<sup>26</sup>

	Program Level	Program Type	2004	2005	2006
Postgraduate	Higher Degree Research	Doctorate by Research	231	268	296
		Masters by Research	29	35	24
	<b>Higher Degree Research Total</b>		<b>260</b>	<b>303</b>	<b>320</b>
	Higher Degree Coursework	Masters by Coursework	1,036	878	989
		Doctorate by Coursework	1	1	4
	<b>Higher Degree Coursework Total</b>		<b>1,037</b>	<b>879</b>	<b>993</b>
	Other Postgraduate	Graduate Certificate	92	83	34
		Graduate Diploma	439	517	376
	<b>Other Postgraduate Total</b>		<b>531</b>	<b>600</b>	<b>410</b>
<b>Postgraduate Total</b>			<b>1,828</b>	<b>1,782</b>	<b>1,723</b>
Undergraduate	Bachelor		2,208	2,187	2,197
	Other Undergraduate	Associate Degree			7
		Diploma	43	27	15
	<b>Other Undergraduate Total</b>		<b>43</b>	<b>27</b>	<b>22</b>
<b>Undergraduate Total</b>			<b>2,251</b>	<b>2,214</b>	<b>2,219</b>
<b>Totals</b>			<b>4,079</b>	<b>3,996</b>	<b>3,942</b>



26 Source: DEST Completions Data. Latest available data.

TABLE 11: STUDENT NUMBERS 2006<sup>27</sup> (BY BROAD PROGRAM LEVEL & HOME LOCATION)

Home Location	Postgraduate	Undergraduate	Total
<b>Domestic Students<sup>28</sup></b>			
ACT/QBN	2,293	4,919	7,212
NSW	327	1,370	1,697
VIC	170	374	544
QLD	101	127	228
WA	56	40	96
SA	39	41	80
TAS	20	59	79
NT	24	38	62
Other/Unknown	160	96	256
<b>Domestic Total</b>	<b>3,190</b>	<b>7,064</b>	<b>10,254</b>
<b>International Students</b>			
North East Asia	583	738	1,321
South East Asia	386	456	842
Southern & Central Asia	152	76	228
Americas	90	49	139
North West Europe	103	33	136
Oceania	46	25	71
North Africa & The Middle East	38	10	48
Southern & Eastern Europe	35	11	46
Sub-Saharan Africa	23	18	41
Other/Unknown		5	5
<b>International Total</b>	<b>1,456</b>	<b>1,421</b>	<b>2,877</b>
<b>Totals</b>	<b>4,646</b>	<b>8,485</b>	<b>13,131</b>

27 Latest data available. Based on DEST submissions and includes revisions up to 30 June 2006. Data covers the January-June period.

28 Students who are NZ citizens are classified as domestic students.



TABLE 12: RESEARCH & EDUCATION ACTIVITY BY ACADEMIC UNIT/COLLEGE 2007

Academic Unit/College	FTE <sup>29</sup>			EFTSL <sup>30</sup>					
	Total Staff	Academic Staff	General Staff	Total Student	Higher Degree Research	Higher Degree Coursework	Other Postgraduate	Undergraduate	Non-award
Australian National Internships Program	2	1	1	15		0.3	1	13	1
Faculty of Arts	240	175	66	2,562	254	87	36	2,171	15
Centre for Aboriginal Economic Policy Research	17	12	6	5	5				
Centre for Educational Development & Academic Methods	5	5		18	4	3	11		
Research School of Humanities	35	18	17	58	42	5	11		
Research School of Social Sciences	127	70	57	88	75	10	1		1
ANU College of Arts & Social Sciences General	1		1						
<b>ANU College of Arts &amp; Social Sciences Total</b>	<b>427</b>	<b>280</b>	<b>148</b>	<b>2,746</b>	<b>381</b>	<b>105</b>	<b>60</b>	<b>2,184</b>	<b>16</b>
Asia-Pacific College of Diplomacy	3	2	1	12	0.5	11			0.4
Faculty of Asian Studies	40	32	8	494	36	21	1	433	3
Crawford School of Economics & Government	64	26	39	390	70	171	94		55
International Centre of Excellence in Asia-Pacific Studies	2	1	1						
Research School of Pacific & Asian Studies	224	124	100	358	200	116	33		10
ANU College of Asia & the Pacific General	4		4						
<b>ANU College of Asia &amp; the Pacific Total</b>	<b>337</b>	<b>185</b>	<b>152</b>	<b>1,253</b>	<b>306</b>	<b>318</b>	<b>127</b>	<b>433</b>	<b>69</b>
<b>ANU College of Business &amp; Economics Total</b>	<b>161</b>	<b>113</b>	<b>48</b>	<b>2,538</b>	<b>100</b>	<b>478</b>	<b>33</b>	<b>1,840</b>	<b>87</b>
Faculty of Engineering & Information Technology	76	44	32	708	73	108	1	526	1
Research School of Information Sciences & Engineering	51	32	19	69	69				
ANU College of Engineering & Computer Science General	10	2	8						

29 Staff data based on DEST 31 March 2007 submissions (provisional). All figures have been rounded. Total figures may vary due to rounding.

30 For 2007, the official DEST reporting period is 1 January–31 December. However the above EFTSL figures are for 1 September 2006–30 August 2007 and are provided to give an early indication of 2007 data based on official submissions. The 1 September–31 December 2007 information is due to be submitted to DEST on 31 March 2008. All figures have been rounded. Total figures may vary due to rounding.



TABLE 12: RESEARCH & EDUCATION ACTIVITY BY ACADEMIC UNIT/COLLEGE 2007 (continued)

Academic Unit/College	FTE <sup>29</sup>			EFTSL <sup>30</sup>					
	Total Staff	Academic Staff	General Staff	Total Student	Higher Degree Research	Higher Degree Coursework	Other Postgraduate	Undergraduate	Non-award
ANU College of Engineering & Computer Science Total	137	78	59	778	143	108	1	526	1
ANU College of Law Total	92	57	35	1,371	28	105	475	751	12
Australian Centre for Economic Research on Health	4	3	1	4	4				
ANU Medical School	66	33	33	350	15			335	
Australian Primary Health Care Research Institute				3	3				
Centre for Mental Health Research	23	9	14	13	13				
The John Curtin School of Medical Research	281	88	193	70	70				
National Centre for Epidemiology & Population Health	41	32	9	42	23	19			
ANU College of Medicine & Health Sciences General	21		21						
ANU College of Medicine & Health Sciences Total	436	166	270	480	127	19		335	
Centre for Resource & Environmental Studies	52	30	22	37	37				
Mathematical Sciences Institute	28	24	4	20	20				
Research School of Astronomy & Astrophysics	65	24	41	28	28				
Research School of Biological Sciences	185	86	99	58	58				
Research School of Chemistry	121	60	61	57	57				
Research School of Earth Sciences	125	61	64	45	42	3			
Research School of Physical Sciences & Engineering	230	132	99	93	93				
Faculty of Science	259	164	96	1,818	242	63	33	1,475	5
ANU College of Science General	8		8						
ANU College of Science Total	1,075	580	494	2,156	577	66	33	1,475	5
Other (including APAC, NCIS)	880	11	869						
<b>Totals</b>	<b>3,545</b>	<b>1,470</b>	<b>2,075</b>	<b>11,321</b>	<b>1,661</b>	<b>1,199</b>	<b>729</b>	<b>7,543</b>	<b>190</b>



TABLE 13: RESEARCH & EDUCATION ACTIVITY BY ACADEMIC AREA 2007

Academic Unit/College	FTE <sup>31</sup>			EFTSL <sup>32</sup>					
	Total Staff	Academic Staff	General Staff	Total Student	Higher Degree Research	Higher Degree Coursework	Other Postgraduate	Undergraduate	Non-award
Colleges	79	5	74						
Faculties	904	619	285	9,839	746	862	578	7,530	123
Schools & Centres	163	88	76	511	161	200	94		56
Institute of Advanced Studies	1,517	743	774	938	749	134	44		11
Other Areas (including ANIP, APAC, CEDAM)	883	16	867	33	4	3	12	13	1
<b>Totals</b>	<b>3,545</b>	<b>1,470</b>	<b>2,075</b>	<b>11,321</b>	<b>1,661</b>	<b>1,199</b>	<b>729</b>	<b>7,543</b>	<b>190</b>



31 Staff data based on DEST 31 March 2007 submissions (provisional). All figures have been rounded. Total figures may vary due to rounding.

32 For 2007, the official DEST reporting period is 1 January–31 December. However the above EFTSL figures are for 1 September 2006–30 August 2007 and are provided to give an early indication of 2007 data based on official submissions. The 1 September–31 December 2007 information is due to be submitted to DEST on 31 March 2008. All figures have been rounded. Total figures may vary due to rounding.

TABLE 14: SUMMARY OF LEARNING & TEACHING PERFORMANCE FUND ADJUSTED PERCENTAGES FOR 2008<sup>33</sup>

	Adjusted Percentage by Discipline Group							
	1		2		3		4	
	Science, Computing, Engineering, Architecture & Agriculture		Business, Law & Economics		Humanities, Arts & Education		Health <sup>34</sup>	
Performance Indicator	ANU	All Universities	ANU	All Universities	ANU	All Universities	ANU	All Universities
<b>Student Satisfaction</b>								
Satisfaction with Generic Skills	83.09	74.46	76.91	71.78	78.31	72.89	0.00	71.01
Satisfaction with Good Teaching	59.93	51.63	44.19	43.43	59.71	59.00	0.00	48.54
Overall satisfaction	85.15	71.19	78.30	70.46	78.31	72.23	0.00	67.60
<b>Outcomes</b>								
Full-time employment	86.40	82.01	81.79	81.23	76.06	73.27	0.00	95.39
Further full-time & part-time study	34.26	24.34	29.84	21.54	26.62	23.94	100.00	18.19
<b>Success</b>								
All Bachelor students' progress rates	86.13	81.56	86.66	81.83	90.03	85.20	94.27	90.62
Commencing Bachelor students' retention rate	87.28	81.01	84.48	82.01	87.94	79.41	100.00	86.19

33 Source: DEST 2008 Learning and Teaching Performance Fund. Additional information: [www.dest.gov.au/sectors/higher\\_education/policy\\_issues\\_reviews/key\\_issues/learning\\_teaching/ltpf/default.htm](http://www.dest.gov.au/sectors/higher_education/policy_issues_reviews/key_issues/learning_teaching/ltpf/default.htm)

34 Prior to determining bands of achievement and funding allocation, cases where there were either a small number of students in a discipline group and/or a very low number of responses to the questionnaires (Graduate Destination Survey and the Course Experience Questionnaire) were considered by the LTPF Expert Panel. As a result, ANU was removed from the Health group for 2008.



# GOVERNANCE & FREEDOM OF INFORMATION

*This statement has been prepared to comply with sections 9, 15 and 16 of the Commonwealth Authorities and Companies (Report of Operations) Orders 2005 and Section 8 of the Freedom of Information Act 1982 (Cth) not covered in other sections of this report.*

## 1. Organisation & functions of the University's decision-making Council & Boards

### COUNCIL

In accordance with the *Australian National University Act 1991 (Cth)*, the Council is the governing body of the University. The Act provides that the Council has the control and management of the University and is to act in all matters concerning the University in such manner as it thinks will best promote the interests of the University. The Council may enact delegated legislation, subject to the scrutiny of the Australian Parliament, known as Statutes, Rules and Orders.

The Council is chaired by the Chancellor and comprises 15 members: the Chancellor; the Vice-Chancellor; seven members appointed by the Minister on the recommendation of the Nominations Committee of Council; one person who is either a Dean or the Head of a Research School and is elected, in either case, by the Deans and the Heads of the Research Schools voting together; one member of the academic staff of the Institute of Advanced Studies elected by members of that staff; one member of the academic staff of The Faculties elected by members of that staff; one member of the general staff of the University elected by members of that staff; one postgraduate student of the University elected by the postgraduate students of the University; and one undergraduate student of the University elected by the undergraduate students of the University.



### COMMITTEES OF THE COUNCIL

Council is assisted in its functions by a number of committees:

- The **Audit and Risk Management Committee** advises the Council regarding the quality of the audits conducted and the adequacy of the University's administrative, operating and accounting controls and compliance with relevant legislation and policies. The Committee also oversees risk management planning and implementation within the University.
- The **Finance Committee** makes recommendations and decisions concerning financial and accounting matters of the University. A report from the Finance Committee is a standard item on the agenda for each meeting of Council.
- The **Honorary Degrees Committee** invites persons, within the terms of the Honorary Degrees Rules, to accept nomination for honorary degrees and recommends the names of those who accept nomination to the Council for admission.
- The **Nominations Committee of Council** makes recommendations to the Minister for Education on persons to be appointed to Council.
- The **Committee on Conditions of Appointment of the Vice-Chancellor** determines the conditions of appointment (including salary) of the Vice-Chancellor.

- The **Emergency Appointment (Vice-Chancellor) Committee** exercises in an emergency, the power of the Council to make acting appointments under sub-section 37 of the *Australian National University Act 1991* in relation to the office of Vice-Chancellor until the next meeting of the Council.

## Governance

### Induction & professional development of Council members

Council members are provided with an induction program, a Handbook for Council Members and a program of professional development, including corporate governance training.

A session on governance issues was presented by a management consultant with Governance Matters Pty Ltd on 23 February 2007. A questionnaire on the performance evaluation of Council was later distributed to Council members and an analysis of the results was subsequently presented for discussion. Council made some changes to its governance practices as a result. During 2007, a series of presentations was given to Council members on strategic issues including risk management, strategic planning, funding of Australian universities over a 10-year period to 2005, and higher degree research training.

### Performance review of Council members

The University's enabling legislation specifies the duties of the members of the University Council<sup>35</sup> and the sanctions for the breach of those duties<sup>36</sup>. Council has the power to remove, by at least a two-thirds majority, a member who has breached his or her duties.

The Chancellor is responsible for discussing performance issues with individual Council members and aims to have an informal discussion with each Council member once a year with a view to giving and receiving feedback. Any formal evaluation takes place when the issue of reappointment arises.

Council has resolved that it ensures continual assessment of performance and conformity with the National Governance Protocols for Higher Education Providers. A Council retreat was held on 23 February 2007 during which issues such as skills, leadership and teamwork were discussed. Council reviewed its conformance with the Protocols on 27 July 2007.

### Identifying & managing business risk

This is set out in the Risk Management section of this Annual Report.

### Establishment & maintenance of appropriate ethical standards

The University's Code of Conduct applies to all staff and to members of the University Council. It can be seen at [http://info.anu.edu.au/Policies/\\_DHR/Policies/Code\\_of\\_Conduct.asp](http://info.anu.edu.au/Policies/_DHR/Policies/Code_of_Conduct.asp) The University also has a number of Codes of Practice in place for Teaching and Learning, Higher Degree Research Supervision and Student Academic Honesty that apply to staff and students.

35 See sections 18A, B, C, D, E, F or the ANU Act 1991 (Cth) and sections 22, 23, 24, 25, 26, 27A, 27B, 27C, 27D, 27F of Commonwealth Authorities and Companies Act 1997 (Cth).

36 See sub-section 15(1)(k) of the ANU Act 1991 (Cth) and sections 22, 23, 24, 25, 26, 27A, 27B, 27C, 27D, 27F of Commonwealth Authorities and Companies Act 1997 (Cth).



# ACADEMIC STRUCTURE OF THE UNIVERSITY

ANU has seven Colleges, made up of a network of inter-related research and education Faculties, Research Schools and Centres:

- ANU College of Arts and Social Sciences
  - Centre for Aboriginal Economic Policy Research
  - Centre for Educational Development and Academic Methods
  - Faculty of Arts
  - Research School of Humanities
  - Research School of Social Sciences
  
- ANU College of Asia and the Pacific
  - Asia Pacific College of Diplomacy
  - Crawford School of Economics and Government
  - Faculty of Asian Studies
  - International Centre of Excellence in Asia Pacific Studies
  - Research School of Pacific and Asian Studies
  
- ANU College of Business and Economics
- ANU College of Engineering and Computer Science
  - Faculty of Engineering and Information Technology
  - Research School of Information Sciences and Engineering
  
- ANU College of Law
  - Faculty of Law
  
- ANU College of Medicine and Health Sciences
  - ANU Medical School
  - The John Curtin School of Medical Research
  - Institute for Health
    - Australian Primary Health Care Research Institute
    - Australian Centre for Economic Research on Health
    - National Centre for Epidemiology and Population Health
    - Centre for Mental Health Research
  
- ANU College of Science
  - Fenner School of Environment and Society
  - Faculty of Science
  - Mathematical Sciences Institute
  - Research School of Astronomy and Astrophysics
  - Research School of Biological Sciences
  - Research School of Chemistry
  - Research School of Earth Sciences
  - Research School of Physical Sciences and Engineering

The National Centre for Indigenous Studies is a focal point for the coordination of Indigenous education and research across the ANU academic community.

The University structure can be viewed overleaf or at [http://info.anu.edu.au/OVC/Executive/040PP\\_University\\_Structure/index.asp](http://info.anu.edu.au/OVC/Executive/040PP_University_Structure/index.asp)

## INDEMNITIES & INSURANCE PREMIUMS FOR ANU OFFICERS

All employees of the University are covered by the Code of Conduct. The Code states:

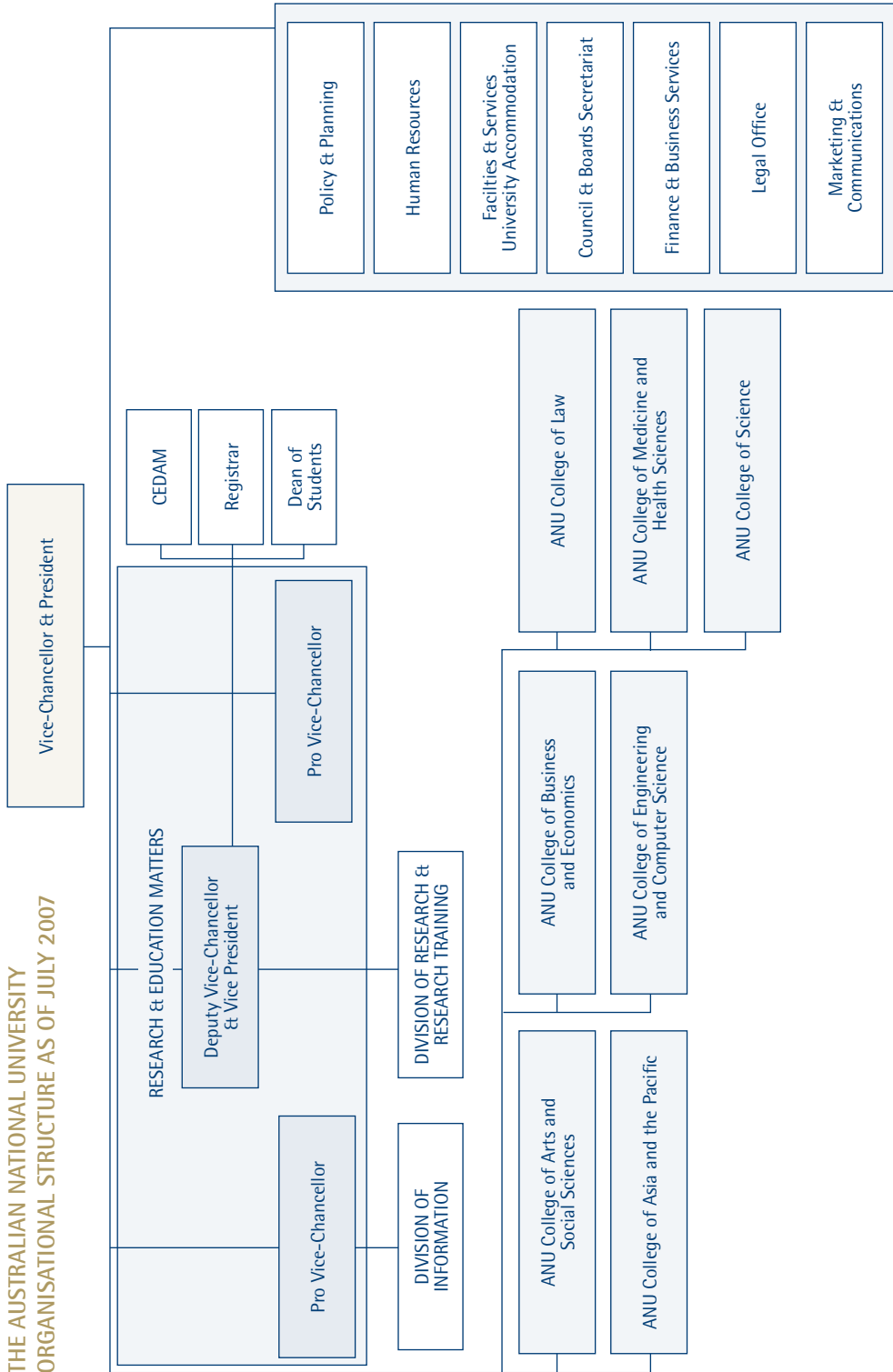
“The University will indemnify its staff against liabilities incurred by them while carrying out their duties in good faith for the University. It will stand behind its staff and meet the costs of actions that might be taken against them personally as though the action had been taken against the University, provided that the staff member concerned was acting in good faith.”<sup>37</sup>

37 [http://info.anu.edu.au/Policies/\\_DHR/Policies/Code\\_of\\_Conduct.asp](http://info.anu.edu.au/Policies/_DHR/Policies/Code_of_Conduct.asp)



# UNIVERSITY STRUCTURE

## THE AUSTRALIAN NATIONAL UNIVERSITY ORGANISATIONAL STRUCTURE AS OF JULY 2007





## 2. Functions of the University's Statutory Officers

### Chancellor

The Chancellor presides at all meetings of Council and on all ceremonial occasions when available to do so. The Chancellor and the Vice-Chancellor sign the Annual Report of the University to Parliament.

### Pro-Chancellor

In the absence of the Chancellor, the Pro-Chancellor presides at meetings of the Council and on ceremonial occasions.

### Vice-Chancellor

The Vice-Chancellor is the Chief Executive Officer of the University. Under the *Vice-Chancellorship Statute 2002*, the Vice-Chancellor is charged with the responsibility to control and manage the affairs and concerns of the University, and the real and personal property at any time vested in or acquired by the University including the disposal of that property. The Vice-Chancellor has, and may exercise, such powers as are necessary or desirable to discharge those duties. The Vice-Chancellor also represents and acts for the University in its relations with the Commonwealth Government and other bodies.

## 3. Powers of the University

The University's powers are based on the *Australian National University Act 1991*. Subject to the Act, the University has power to do all things that are necessary or convenient to be done for, or in connection with, the performance of its functions outlined in Section 5 of the Act. The University has made Statutes, Rules and Orders which can be viewed at [http://info.anu.edu.au/policies/\\_HCABS/Legislation/](http://info.anu.edu.au/policies/_HCABS/Legislation/)

The only delegated legislation that affects members of the public who are not members of the University community are Statutes made concerning the management of traffic and parking on campus, which can also be found at [http://info.anu.edu.au/policies/\\_HCABS/Legislation/](http://info.anu.edu.au/policies/_HCABS/Legislation/)

## 4. Documents available for purchase by the public or otherwise accessible in terms of the Freedom of Information Act 1982

- Council Statutes, Rules and Orders
- Annual Report of ANU to Parliament
- Annual reports of Schools, Faculties, Centres and Units to the Council
- Undergraduate Handbook
- Graduate Coursework Guide
- Purchasing Policy and Procedures
- Finance and Business Manual (electronic version only)
- Occupational Health and Safety Unit information



Documents which are customarily made available to the public otherwise than under the *Freedom of Information Act 1982*, free of charge upon request, are the *ANU Reporter*, information pamphlets and booklets on courses and academic requirements in various disciplines, information on external scholarships, leaflets on academic appointments in the Institute of Advanced Studies and in The Faculties, Library Guides, and an accommodation brochure.

Internal working documents include internal user manuals, Financial Authorisations, Personnel and Payroll (General) Manuals and other policy and procedural documents.

## 5. Facilities for access

Limited facilities for the perusal of documents applicable to individual areas are available at the Employment Services section of the Human Resources Division and/or Division of Registrar and Student Services. Many documents are also readily available through the internet at the University web site [www.anu.edu.au](http://www.anu.edu.au)

## 6. FOI procedures & initial contact points

Applications for access to documents under the *Freedom of Information Act 1982* should be lodged in writing to the Manager, University Records. The written application should include details of the document or information sought, the application fee (currently \$30.00) or a request for its remission, an address to which notices may be sent and, to facilitate contact with the applicant, a telephone number effective during normal business hours. Lodged applications for access to documents will be acknowledged and a decision notified to the applicant as quickly as possible in accordance with the FOI Act.

Enquiries regarding freedom of information and access to documents may be made to:



FOI Officer  
Building 10A  
East Road  
The Australian National University  
CANBERRA ACT 0200  
T: 02 6125 4237

# ACCESS

*This statement has been prepared to comply with section 18 of the Commonwealth Authorities and Companies (Report of Operations) Orders 2005 not covered in other sections of this report.*

ANU has one of the highest rates of representation of students with disability in the higher education sector at 6.7 per cent of all students, though not all require reasonable adjustments. This participation rate for students with disability, well above the national average<sup>38</sup>, reflects the long-term commitment of ANU to, and success in, the inclusion of people with disability in education.

In terms of employment, ANU is a foundation member of the Australian Employers Network on Disability, and has implemented a Diversity Initiative which involves the employment of people with disability in casual positions, with 10 diversity candidates obtaining employment during 2007.

In 2007 ANU assessed the progress of its Disability Action Plan 2005–2008. The strategies contained in the Plan relate to: Planning, Policy and Procedures; Physical Access; Information Access; Study; and Employment. The University also reviewed and revised its policies related to disability, including policies on: Equal Opportunity; Disability; Discrimination, Harassment and Bullying; Student Complaints Policy and Procedures; and Staff Grievance Policy and Procedures. Consultations commenced on the draft 'Guidelines for Reasonable Workplace Adjustments for Staff with Disabilities' for implementation in 2008.

Information for students with a disability was made available in a wide range of publications including student handbooks, guides, information brochures, and student enrolment material. Information is also readily available on the web, in particular at [www.anu.edu.au/disabilities](http://www.anu.edu.au/disabilities) and [www.anu.edu.au/equity](http://www.anu.edu.au/equity) Material was provided on the website for staff with disability and for supervisors, to increase understanding of disability in employment and offering advice on recruitment and on types of reasonable workplace adjustments and resources available.

ANU completed an access audit with recommendations being progressively implemented in priority order. All new major projects are reviewed at design stage and inspected at completion for disability access. Work progressed on identifying and upgrading major pedestrian pathways and addressing signage issues. Funding was allocated for specific work programs to improve accessibility on campus.

A number of Teaching and Learning Commons facilities were upgraded, including provision of a number of adjustable desks for wheelchair access and assistive technologies made available on all Information Commons Windows PC machines. Other resources for students include a specially equipped resource room, a remote access service that delivers library materials to home/office, an inter-library loan service, a retrieval service for library materials, electronic resources and recording of lectures, and wireless capabilities. Lectures can be recorded from 44 teaching venues on campus and made available via Digital Lecture Delivery through WebCT. The Individual Literacy Program's training can be accessed for people unable to use keyboards using Wacom writing tablets which can be borrowed by students and brought to the training session or can be installed in the training lab. Individualised student support includes equipment loans, note taking, special exam arrangements and consideration, tutoring, disability parking and scholarships for students with a disability.

ANU continues to participate in the international Liberated Learning Consortium developing technology to transcribe lecture material into alternate formats through automated transcription using speech recognition software.

38 Institutional Student Equity Performance Data 2005 at [www.dest.gov.au/sectors/higher\\_education/publications\\_resources/statistics/student\\_equity\\_in\\_higher\\_education.htm#content](http://www.dest.gov.au/sectors/higher_education/publications_resources/statistics/student_equity_in_higher_education.htm#content)



ANU received allocations of funding from the Performance-based Disability Support Funding component of the Disability Support Program in 2007. ANU continues to promote equality of opportunity in higher education by implementing strategies to attract and support students with a disability and to assist in removing barriers to access.

## RISK MANAGEMENT

*This statement has been prepared to comply with section 15 of the Commonwealth Authorities and Companies (Report of Operations) Orders 2005 not covered in other sections of this report.*

It is acknowledged that risks are inherent in many of the University's activities and that every member of the University community contributes to the identification, management and reporting of these risks. Risk management at ANU assists in the protection of the University's key assets (people, reputation, finances, infrastructure and intellectual property). Articulated with the strategic goals and objectives of the University as identified in *ANU by 2010*, risk management at ANU is supported by:

- the ANU risk management framework that utilises elements of the Australia Standard 4360:2004 and other well known enterprise risk management frameworks
- a robust governance structure including the Audit and Risk Management Committee and the Risk Management Advisory Committee
- a risk management policy that clearly articulates and assigns key roles and responsibilities
- a risk based Strategic Audit Plan (2008–2010)
- a Fraud Control Plan based on Commonwealth Fraud Control Policy and Guidelines
- a communication strategy underpinned by the ANU risk web portal
- an emergency response and business continuity planning framework
- the availability of risk management support, advice, assessment tools and training to academic and support areas.

## SIGNIFICANT EVENTS

*Significant events reported under section 15 of the Commonwealth Authorities and Companies (Report of Operations) Orders 2005 Section 10(c) for 2007.*

The following companies were formed during 2007:

- SA2 Holdings Pty Limited
- SA2 Project Pty Limited
- ANU (UK) Foundation Incorporated
- Digital Core Laboratories Pty Limited.

# A SAFE & HEALTHY PLACE

*This is a report into occupational health and safety matters of The Australian National University under the requirements of section 74 of the Occupational Health and Safety (Commonwealth Employment) Act 1991.*

In 2007 the University's pinnacle Occupational Health and Safety (OHS) Committee, the OHS Policy Committee, operated with a new membership reflecting the ANU college structure with additional representation from the administrative support areas. A revision of the University's Designated Work Groups and related OHS Committees was undertaken through consultation with management and work groups to better serve ANU staff so that there are now 37 Designated Work Groups and 27 viable OHS Committees (some Committees serving multiple Designated Work Groups).

During 2007, the University's OHS Branch, in consultation with the University's OHS Policy Committee, developed a draft Health and Safety Management Arrangements document<sup>39</sup>, expanding and incorporating information and processes. The University Staff Consultative Committee reviewed the draft document. Staff consultation will occur and be finalised in 2008.

Additional policy, procedure and initiative work undertaken by the Committees included the Plant policy, procedure, and guidance material and an associated Isolation and Danger Tagging procedure. A review of the University's Chemical Management process and documents also continued. A chemical inventory system, which can handle the unique research substances produced as well as commercial products, was successfully trialled and will be implemented University-wide during 2008. Additional Automatic External Defibrillators were dispatched around the University (total now 12) to strengthen the ANU provision of first aid services and trained staff.

The outcomes of continual review and improvement will be seen for years to come. A formal three-year OHS Strategic Plan<sup>40</sup> has been developed and more comprehensive reports of our OHS performance<sup>41</sup> are being produced. ANU continues to benchmark itself against the other Group of Eight (Go8) universities and again participated in the Australasian University Safety Association benchmarking project, with ANU improving on previous years. Additional avenues of communicating OHS issues commenced, including the ANU risk web portal<sup>42</sup>.

During 2007, the OHS culture and function within the University was strengthened by 32 different training courses, increasing the knowledge of 936 staff and students in hazard awareness, risk management principles and safe work processes and practices. This was up on 2006 (849).

Arising from the conduct of undertakings of the University (ie excluding commuting and sporting), there was a decrease in incidents requiring reporting to the Regulators:

- zero deaths
- forty-nine serious personal injuries reported to Comcare (down from 61 in 2006)
- four dangerous occurrences reported to Comcare (down from 17 in 2006)
- three radiation related incidents to ARPANSA
- one electrical incident to the ACT regulator (BEPCON).

with appropriate corrective action having been taken or currently underway.

39 Draft Health and Safety Management Arrangements, <http://info.anu.edu.au/hr/OHS/HSMA.asp>

40 ANU OHS Strategic Plan, <http://info.anu.edu.au/hr/OHS/OHS%20Plan%202007-2010.pdf>

41 ANU OHS Performance, [http://info.anu.edu.au/hr/OHS/Performance\\_Appraisal/index.asp](http://info.anu.edu.au/hr/OHS/Performance_Appraisal/index.asp)

42 ANU Risk Portal, <http://risk.anu.edu.au/>



During 2007, Comcare commenced three investigations/audits, and have made several other enquires regarding reported incidents. No improvement or prohibition notices were issued. A process of reviewing the University's Radiation Source licence with Australian Radiation Protection and Nuclear Safety Agency (ARPANSA) identified several discrepancies, with ARPANSA recording three breaches related to sections 31 and 51 of the ARPANSA Regulations.

In addition to Comcare and the SRCC, the OHS branch assisted compliance with ARPANSA, Australian Safeguards and Non-Proliferation Office (ASNO), National Industrial Chemicals Notification and Assessment Scheme (NICNAS), Australian Quarantine and Inspection Service (AQIS), ACT WorkCover and ACT Health.

ANU endeavours to maintain a workplace that is, as far as reasonably practicable, safe and healthy for staff, students, and visitors, considering the complexities and range of hazards and risks undertaken in its research and teaching activities and supporting functions.



# THE ENVIRONMENT

*This statement has been prepared to comply with section 516A of the Environment Protection and Biodiversity Conservation Act 1999.*

## 1. Activities of the University & their accordance to the principles of Ecologically Sustainable Development (ESD)

The University continued to demonstrate national and international leadership in the areas of environmental education and campus sustainability. The University has an Environmental policy approved by Council and a comprehensive Environmental Management Plan which describes its strategies for improving campus environmental performance. In the past year, a number of significant initiatives have been undertaken, including:

- using ecologically sustainable design principles in the construction of new buildings
- reducing the University's Greenhouse gas emissions by 12,000 tonnes (12 per cent of total emissions) through the purchase of green energy, while also reducing the growth of energy consumption as a result of expansion by designing more effective/energy efficient buildings
- implementing water conservation initiatives that will save over 50 million litres of potable water per year (7 per cent of total consumption), with further initiatives planned
- reducing the University's production and disposal of waste material by a further seven per cent (over 2006) and increasing our recycling rate to approximately 40 per cent of the waste stream
- installing a large industrial food-composting machine that can recycle up to 500 tonnes of food waste per year (the first of its type in an Australian university)
- creating the largest corporate bike fleet in Australia (60 bikes) which covers more than 50,000 kilometres per year (Timely Treadlies Program)
- implementing the innovative and hugely successful Go Green, Get Lean program, a sustainability and health initiative that focuses on helping staff make the transition to cycling as a healthier and more environmentally friendly mode of transport
- the establishment of a Green Loan Program, to allow areas within the University to source interest free capital for environmental improvement projects with a return on investment.

The University is currently reviewing its long-term objectives with the intent of further reductions in greenhouse emissions and water consumption, through building and landscape design, as well as increased community awareness.

## 2. The contribution of appropriations outcomes to the principles of ESD

Aside from facilitating the provision of research and education outcomes, none of the University's appropriation outcomes have ESD implications.



### 3. The impact of the University's activities on the environment

Broadly speaking, the education and research programs provide both undergraduate and post graduate students with an understanding of the need to integrate ecological, economic and social dimensions in decision-making. Consistent with our desire to promote a high level of ecological literacy among staff and students, the University has established academic groups (such as the ANU Institute for Environment) which facilitate cross-disciplinary collaborations and information sharing.

The University has also been active in the development of innovative education for sustainability programs including the Green Steps program, ANUgreen internships and the Sustainability Learning Community, all of which make a connection between campus sustainability and teaching and learning at ANU. More than 300 students participated in these programs in 2007. The ANUgreen (campus sustainability) program has significant links to the ANU Institute for Environment and the Fenner School of Environment and Society.

Given the size of the campus community and the nature of various activities, a number of University operations inevitably impact on the environment, particularly through greenhouse emissions, water consumption, waste generation, procurement and development. Full details of these impacts are outlined in an Annual Environmental Report to the Vice-Chancellor and in a report to the Australian Greenhouse Office (as required under our voluntary participation in the Greenhouse Challenge Program). These reports are available at: [www.anu.edu.au/facilities/anugreen/EMPC/Reports/](http://www.anu.edu.au/facilities/anugreen/EMPC/Reports/)

The University also worked collaboratively with other institutions overseas, as part of the International Alliance of Research Universities, to develop campus sustainability strategies for Alliance members.

### 4. Measures designed to reduce environmental impact

Section 1 above provides examples of initiatives undertaken in 2007. More generally, the University has a comprehensive environmental management plan, with targets for reducing its environmental impacts in greenhouse emissions, water consumption and waste generation, as well as improving its performance in biodiversity management, stormwater management and pollution prevention. The Plan is available at: [www.anu.edu.au/facilities/anugreen/admin/plan/](http://www.anu.edu.au/facilities/anugreen/admin/plan/) It is being reviewed with the intention of establishing new targets to be achieved by 2015.

### 5. Reporting & review of effectiveness

The University's Environmental Management Planning Committee reports annually to the Vice-Chancellor on the status of the Environmental Management Plan, as well as reporting to the Australian Greenhouse Office and to the Commonwealth under the National Environmental Protection Measures legislation.



# INFRASTRUCTURE

## New Facilities

The most significant major project completed in 2007 was the reconstruction of the Commonwealth Solar Observatory Building at Mount Stromlo, housing the Research School of Astronomy and Astrophysics management and administration. This building was largely destroyed in the 2003 bushfires.

Additionally, several capital projects were in progress at the end of the reporting period and are scheduled for completion in 2008. These include:

- Hedley Bull Building (to include the Asia Pacific College of Diplomacy)
- The John Curtin School of Medical Research Building – Stage 2
- Major refurbishment of the Coombs Building.

The University suffered extensive damage to buildings and the landscape, during a super cell hail storm which hit the Acton campus in February 2007. As a consequence, a significant repair program has been undertaken and is due for completion in mid 2008. The most serious damage was to the ANU Schools of Art and Music, particularly Llewellyn Hall. Given that the Hall would be closed for several months to repair the storm damage, the University has taken the opportunity to complete necessary refurbishment of the building, including the theatre seating, stage and toilets. The project will be completed and the Hall reopened in early 2008.

Under an agreement with the ACT Government, the University has rights to purchase and develop various sections of the City West precinct (located between Civic and the Acton campus), under the condition that the developments have links to University activities. These projects are being undertaken in partnership with commercial investors and developers. To date, a large student accommodation block (520 beds) has been completed, with a second accommodation block under construction. The University is also currently finalising negotiations for a project to construct new office accommodation.

## Capital Injection

The University received \$125 million in the 2006 Federal Budget to assist in meeting the costs of redeveloping The John Curtin School of Medical Research (JCSMR) and other capital works.

An allocation of \$50 million was made against the JCSMR Stage 2 project. This project has commenced and is scheduled for completion in late 2008. The new building will house Immunology and Genetics, as well as PC3 facilities (for viral research), an infectious animal containment area and other facilities.

The remaining \$75 million was allocated against a project to upgrade and replace campus science research and teaching laboratories. As part of the first stage of this project, major laboratory facilities (which will allow better collaboration between research disciplines) will be constructed in the campus Banks Precinct. A new animal facility will also be built. The budget for the first stage works is \$150 million, with the additional \$75 million being contributed from University funds. In the longer term, further laboratory and teaching facilities will be constructed and major refurbishment of some existing science facilities will be needed. This work will be undertaken as funding becomes available.

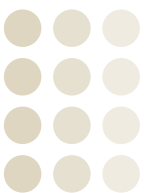


The master planning for the upgrade of the laboratories and science facilities is well advanced and construction on Stage 1 will commence in 2008.

While all the funds from the capital injection have been committed, the following was the actual expenditure in 2007:

JCSMR Stage 2	\$18,950,683
Upgrade of laboratories and science facilities	\$17,900
Expenditure from matching funds	\$22,606,289

A significant proportion of the capital injection has been committed to projects, but the expenditure has not yet been made. Given the nature of capital projects, and the level of planning required, expenditure is generally low in the early stages, increasing significantly as the construction work advances.



# THE COUNCIL & UNIVERSITY OFFICERS

## THE COUNCIL

### Chancellor

Dr Allan Hawke, BSc (Hons) PhD ANU, FAIM, FIPAA, FAICD

*Relevant experience: public sector management, governance; international relations*

### Vice-Chancellor

Professor Ian Chubb AC, MSc DPhil Oxon, Hon DSc Flinders, FACE

*Relevant experience: higher education*

### Seven members appointed by the Minister on the recommendation of the Nominations Committee of Council

The Hon Justice Annabelle Bennett AO, BSc(Hons) PhD Syd, LLB UNSW

*Relevant experience: higher education; community service; Judge; Senior Counsel; intellectual property; takeovers panel*

Ms Ilana R. Atlas, BJuris LLB (Hons) UWA, LLM Syd

*Relevant experience: Group Executive, People and Performance, Westpac; compliance; human resources; legal*

Mr Michael Delaney, BA LaT

*Relevant experience: Executive Director MTAA Ltd; Chief Executive Officer MTAA Super; Senior Executive in public administration and public policy; chief of Ministerial staffs; higher education and community service*

Dr Vincent W.J. FitzGerald, BEc (Hons) UQ, PhD Harv

*Relevant experience: Chair, The Allen Consulting Group Pty Ltd; public administration; higher education; chair of a firm consulting in economics; public policy and regulation; directorships in the finance, property and arts sectors*

Ms Robin Hughes AO, BA Syd

*Relevant experience: Independent producer; director and writer; media*

Ms Martine D. Letts, BA ANU

*Relevant experience: Deputy Director, Lowy Institute for International Policy; international relations*

Mr David Miles AM, LLB Melb

*Relevant experience: Lawyer, company director*

### One person who is either a Dean or the Head of a Research School and is elected, in either case, by the Deans and the Heads of the Research Schools voting together

Professor Jim Williams, BSc PhD UNSW, FAIP, FIEAust, FTSE, FAA

*Relevant experience: Director, Research School of Physical Sciences and Engineering*

### One member of the academic staff of the Institute of Advanced Studies elected by the members of that staff

Dr Ian Morgan, BSc Melb, PhD Monash

*Relevant experience: Research Fellow, Research School of Biological Sciences*



**One member of the academic staff of The Faculties elected by the members of that staff**

Dr Anthea Hyslop, BA *Adel/LaT*, PhD *LaT*

*Relevant experience: Senior Lecturer, Research School of Social Sciences*

**One member of the general staff of the University elected by members of that staff**

Mr Bill Speed, DipProjMgt *UNE Partnerships*

*Relevant experience: tertiary education, project management*

**One postgraduate student of the University elected by the postgraduate students of the University**

Mr Grant Kennedy, BTech(Hons) *Massey*, BSc(Hons) *Wellington* (to 15.2.07)

*Relevant experience: tertiary education as research student*

Mr Carl Brusse, BSc BA (Hons) MA *Otago* (16.2.07 to 20.6.07)

*Relevant experience: tertiary education as research student*

Ms Melissa Lovell, BA BSocSc *Qld BA (Hons) ANU* (from 21.6.07)

*Relevant experience: tertiary education as research student*

**One undergraduate student of the University elected by the undergraduate students of the University**

Ms Claudia Newman-Martin (to 30.11.07)

*Relevant experience: tertiary education as undergraduate student*

Ms Jamila Rizvi (from 1.12.07)

*Relevant experience: tertiary education as undergraduate student*



# THE COUNCIL & UNIVERSITY OFFICERS

## UNIVERSITY OFFICERS

### Chancellor

Dr Allan Hawke, BSc(Hons) PhD *ANU*, FAIM, FIPAA, FAICD

### Pro-Chancellor

The Hon Justice Annabelle Bennett AO, BSc(Hons) PhD *Syd*, LLB *UNSW*

### Vice-Chancellor and President

Professor Ian Chubb AC, MSc DPhil *Oxon*, HonDSc *Flinders*, FACE

### Deputy Vice-Chancellor and Vice-President

Professor Lawrence Cram, BSc(Hons) BE(Hons) PhD *Syd*

### Vice-President (Development)

Professor Malcolm Gillies, BA *ANU*, MA *Camb*, MMus PhD *Lond*, DMus *Melb*, DipEd *Qld*, LMusA, LTCL, FLCM, FAHA (to 25.6.07)

### Pro Vice-Chancellor

Professor Robin Stanton, BE PhD *UNSW*, FTSE

### Pro Vice-Chancellor

Professor William Steffen, BSc *Missouri-Rolla*, MSc PhD *Florida* (to 25.2.07)

### Pro Vice-Chancellor

Professor Mandy Thomas, BA(Hons) PhD *ANU*

### Director, Policy & Planning

Dr Brok Glenn, BSc(Hons) PhD *Lond*

### Director, Policy and Planning

Mr Michael Gallagher, BA(Hons) DipEd *Macquarie* (to 25.5.07)

### Chair, ANU College of Arts and Social Sciences

Professor Mandy Thomas, BA(Hons) PhD *ANU*

### Chair, ANU College of Asia and the Pacific

Professor Robin Jeffrey, BA *Victoria* (BC), DPhil *Sussex*

### Chair and Dean, ANU College of Business and Economics

Professor Keith A Houghton, BCom *Melb*, MSc (Econ) *Lond*, PhD *WAust*, FCA, FCPA

### Chair and Dean, ANU College of Engineering and Computer Science

Professor John Richards, BE PhD *UNSW*, FIREE, FIEAust, FIEEE, FTSE, CPEng

### Chair and Dean, ANU College of Law

Professor Michael Coper, BA LLB *Syd*, PhD *UNSW*, Barrister NSW, Barrister and Solicitor ACT

### Chair, ANU College of Medicine and Health Sciences

Professor Judith Whitworth AC, DSc MD PhD BS *Melb*, FRACP



### **Chair, ANU College of Science**

Professor Denis Evans, BSc *Syd*, PhD *ANU*, FRACI, FAA

### **Dean, ANU College of Arts and Social Sciences**

Professor Adam Shoemaker, BA(Hons) *Queen's*, PhD *ANU* (to 29.6.07)

Professor Nicolas Peterson, BA *Camb*, PhD *Syd*, FASSA (from 2.7.07)

### **Dean, ANU College of Asia and the Pacific**

Professor Rikki Kersten, BA BA(Hons) *Adel*, DPhil *Oxon* (to 5.9.07)

Professor Robin Jeffrey, BA *Victoria* (BC), DPhil *Sussex* (from 6.9.07)

### **Dean, ANU College of Medicine and Health Sciences**

Professor Paul A Gatenby, MBBS *Tas*, PhD *Syd*, FRACP, FRCPA, MRACMA

### **Dean, ANU College of Science**

Professor Timothy Carlisle Brown, BSc *Monash*, PhD *Camb*

### **Director, Faculty of Arts**

Professor Adam Shoemaker, BA (Hons) *Queen's*, PhD *ANU* (to 29.6.07)

Professor Nicolas Peterson, BA *Camb*, PhD *Syd*, FASSA (from 2.7.07)

### **Director, Faculty of Asian Studies**

Professor Rikki Kersten, BA BA(Hons) *Adel*, DPhil *Oxon* (to 5.9.07)

### **Director, Faculty of Engineering and Information Technology**

Professor John Richards, BE PhD *UNSW*, FIREE, FIEAust, FIEEE, FTSE, CPEng

### **Director, Faculty of Law**

Professor Michael Coper, BA LLB *Syd*, PhD *UNSW*, Barrister NSW, Barrister & Solicitor ACT

### **Director, Faculty of Science**

Professor Timothy Carlisle Brown, BSc *Monash*, PhD *Camb*

### **Director, ANU Medical School**

Professor Paul A Gatenby, MBBS *Tas*, PhD *Syd*, FRACP, FRCPA, MRACMA

### **Director, The John Curtin School of Medical Research**

Professor Judith Whitworth AC, DSc MD PhD BS *Melb* FRACP

### **Director, Research School of Astronomy and Astrophysics**

Professor Penny D. Sackett, BS *UNO*, MS PhD *UPIT* (to 14.5.07)

Professor Harvey Butcher BSc (Hons) *Caltech*, PhD *ANU*, FASA (from 28.9.07)

### **Director, Research School of Biological Sciences**

Professor Jonathan Stone, BSc(Med)(Hons) PhD DSc *Syd*, FAAS, FAIB (to 18.9.07)

Professor John Gibson, BSc (Hons) PhD *Sheffield*, MA DSc *Cambridge* (from 19.9.07)

### **Director, Research School of Chemistry**

Professor Denis Evans, BSc *Syd*, PhD *ANU*, FRACI, FAA

### **Director, Research School of Earth Sciences**

Professor Brian L.N. Kennett, MA PhD ScD *Camb*, FRAS, FAA, FRS

**Director, Research School of Humanities**

Professor Howard Morphy, BSc MPhil *Lond*, PhD *ANU* (from 1.10.07)

**Director, Research School of Information Sciences and Engineering**

Professor John Richards, BE PhD *UNSW*, FIREE, FIEAust, FIEEE, FTSE, CPEng

**Director, Research School of Pacific and Asian Studies**

Professor Robin Jeffrey, BA *Victoria* (BC), DPhil *Sussex*

**Director, Research School of Physical Sciences & Engineering**

Professor Jim Williams, BSc PhD *UNSW*, FAIP, FIEAust, FTSE

**Director, Research School of Social Sciences**

Professor Roderick Rhodes BSc *BFD*, Blitt *Oxon*, PhD *Essex* (from 19.2.07)

**Director, Asia Pacific College of Diplomacy**

Professor William Maley AM, BEc LLB MA *ANU*, PhD *UNSW*

**Director, Australian Centre for Economic Research on Health**

Professor James Butler, BEcon MPolEcon PhD *Qld*

**Director, Australian Primary Health Care Research Institute**

Professor Nicholas Glasgow, MBChB, MD, FRNZGP, FRACGP, FChPM

**Director, Centre for Aboriginal Economic Policy Research**

Professor Jon Altman, BA MA(Hons) *Auck*, PhD *ANU*

**Director, Centre for Mental Health Research**

Professor Helen Christensen, BA(Hons) *Syd*, MPsych PhD *UNSW*, FASSA

**Director, Centre for Resource and Environmental Studies**

Professor Mike Hutchinson, BSc(Hons) MSc PhD DipCompSc *Syd* (to 25.2.07)

**Director, Crawford School of Economics and Government**

Professor Andrew MacIntyre, BA(Hons) MA PhD *ANU*

**Director, Mathematical Sciences Institute**

Professor Alan Carey, BSc *Syd*, MSc *Adel*, DPhil *Oxon*

**Director, National Centre for Epidemiology and Population Health**

Dr Anthony McMichael, MB BS *Adel*, PhD *Monash*, FAFPHM FTSE

**Director, National Centre for Indigenous Studies**

Professor Michael Dodson AM

**Director, National Europe Centre**

Professor Simon Bronitt, LLB (Hons) *Bristol*, LLM (Hons) *Camb*

**Director, The Fenner School of Environment and Society**

Professor William Steffen, BSc *Missouri-Rolla*, MSc PhD *Florida* (from 26.2.07)

**Dean of Students**

Professor Penelope Oakes, BSc PhD *Bristol*



**Chief Finance Officer and Director, Finance and Business Services**

Mr David Sturgiss, BComm *UNSW*, CA MAICD

**Director, Communications and External Liaison Office**

Ms Jane O'Dwyer, BA *Curtin*, MJourn *Wollongong*

**Director, Corporate Information Services**

Mr Rick Van Haefen, GradDipIT *UNSW*

**Director, Facilities and Services**

Mr Warwick Williams, BSc *UNSW*

**Director, Human Resources**

Mr Ron Watts, BCom *WAI*, MCom *Melb*, GradDip(BusMgt) *Monash*, FAHRI

**Director, ICT Environments**

Dr Markus Buchhorn, BSc(Hons) *Melb*, PhD *ANU*

**Director, Marketing and Communications Division**

Mr Phillip McKenzie, BEc *Syd*

**Director, Research Office**

Dr Ian McMahon, BSc PhD *ANU*

**Director, Risk Management and Audit Office**

Mr Andrew Mead, BHthSc *UNE*, MHSM *CSU*

**Director, Scholarly Information Services and University Librarian**

Mr Victor George Elliott, MA *Wellington*, MLitt *Oxon*, DipNZLS AALIA FNZLIA

**Director, University Accommodation**

Ms Marie Wensing

**Director, US Development Office**

Ms Peggy Daroesman, BA GradDipLegalStudies *ANU*

**Head, Council and Boards Secretariat**

Ms Jan O'Connor, BA *James Cook*

**Registrar**

Mr Timothy Beckett, MA *Dub*

**University Counsel**

Mr Kenneth Grime, BEc LLB *Monash*, Barrister & Solicitor

**Master, University House and Graduate House**

Professor John Richards, BE PhD *UNSW*, FIREE, FIEAust, FIEEE, FTSE, CPEng

**Head, Bruce Hall**

Dr Neil Rodgers, BA(Hons) HDE *Natal*, MEd *Ottawa*, PhD *Macquarie*



**Head, Burton and Garran Hall**

Dr Richard Adams, BA *Tas*, BEd(Hon) *MIR*, PhD *WAust* (to 28.8.07)  
Mrs Tanya Willis, BAL *UNE* AAIM (Acting from 29.8 .07 to 31.12.07)

**Head, Fenner Hall**

Mr Peter Fyfe, GradDipBus *Canberra*

**Head, Toad Hall**

Mr Selwyn Harcourt Cornish AM, BEc *WAust*

**Head, Ursula Hall**

Mr Keith Conley, BA(Hons) *ANU*

**OFFICERS FOR CEREMONIAL OCCASIONS****Marshal**

Mr Selwyn Harcourt Cornish AM, BEc *WAust*  
Mr Andrew Mead BHlthSc *UNE*, MHSM *CSU* (Alternate)

**Esquire Bedell**

Mrs Julie Gorrell, BA *ANU*  
Professor Marie Carroll, BA(Hons) PhD *Otago*, MAPS (Alternate)



# COUNCIL & COUNCIL COMMITTEES

Number of meetings and Members' attendance for the period 01/1/07 to 31/12/07:

## COUNCIL

NUMBER OF MEETINGS: 6

<i>Name of Member</i>	<i>Number of Attendances</i>
Dr A. Hawke (Chair)	6
The Hon Justice A. Bennett AO	6
Professor I. Chubb AC*	6
Ms I. Atlas	3
Mr C. Brusse (from 16.2.07 to 20.6.07)**	3
Mr M. Delaney	6
Dr V. FitzGerald	6
Ms R. Hughes AO	6
Dr A. Hyslop*	6
Mr G. Kennedy (to 15.2.07)**	0
Ms M. Letts	6
Ms M. Lovell (from 21.6.07)**	3
Mr D. Miles AM	6
Dr I. Morgan*	5
Ms C. Newman-Martin (to 30.11.07)**	5
Ms J. Rizvi (from 1.12.07)**	1
Mr W. Speed *	6
Professor J. Williams *	5

## AUDIT & RISK MANAGEMENT COMMITTEE

NUMBER OF MEETINGS: 6

<i>Name of Member</i>	<i>Number of Attendances</i>
Mr P. McPhillips (Chair)	6
Mr M. Delaney	2
Mr D. Lawler (to 22.2.07)	1
Ms D. Moody (from 15.3.07)	5
Dr I. Morgan*	5
Professor P. Perkins	5

## FINANCE COMMITTEE

### NUMBER OF MEETINGS: 5

<i>Name of Member</i>	<i>Number of Attendances</i>
Mr M. Delaney (Chair)	5
Professor I. Chubb AC*	5
The Hon Justice A. Bennett AO	4
Mr P. Carlin (from 1.7.07)	2
Mr M. Empson (from 7.12.07)	0
Mr R. Ferguson (to 3.8.07)	2
Mr P. Gourley	3
Mr A. Hedley (to 30.6.07)	0
Dr M. Keating (to 30.6.07)	1
Mr K. Lyon (from 7.12.07)	0
Mr P. McPhillips	4
Ms A. Terry	2

## HONORARY DEGREES COMMITTEE

### NUMBER OF MEETINGS: 3

<i>Name of Member</i>	<i>Number of Attendances</i>
Dr A. Hawke (Chair)	3
The Hon Justice A. Bennett AO	3
Professor I. Chubb AC*	2
Professor L. Cram*	3
Dr V. FitzGerald	3
Ms R. Hughes AO	3
Ms M. Letts	2
Ms M. Lovell (from 1.12.07)**	1
Ms C. Newman-Martin (to 30.11.07)**	1
Professor N. Peterson*	3
Professor S. Von Caemmerer*	2
<i>Alternate for absent member</i>	
Mr D. Miles AM (for Ms Letts)	1



## COMMITTEE ON CONDITIONS OF APPOINTMENT OF THE VICE-CHANCELLOR

### NUMBER OF MEETINGS:

Committee members conferred as required throughout 2007 regarding conditions of appointment of the Vice-Chancellor.

<i>Name of Member</i>
Dr A. Hawke (Chair)
The Hon Justice A. Bennett AO
Mr M. Delaney

## EMERGENCY APPOINTMENT (VICE-CHANCELLOR) COMMITTEE

### NUMBER OF MEETINGS: 0

<i>Name of Member</i>
Dr A. Hawke (Chair)
The Hon Justice A. Bennett AO
Mr M. Delaney

## NOMINATIONS COMMITTEE OF COUNCIL

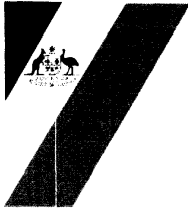
### NUMBER OF MEETINGS: 0

<i>Name of Member</i>
Dr A. Hawke (Chair)
The Hon Justice A. Bennett AO
Professor I. Chubb AC*
Dr I. Morgan*
Mr R. King
Mr A. Moss (to 6.1.07)
Mr R. Williams AM

\* ANU staff member

\*\* ANU student

# AUDIT REPORT



## INDEPENDENT AUDITOR'S REPORT

### To the Minister for Education

#### Scope

I have audited the accompanying financial statements of the Australian National University (the University) for the year ended 31 December 2007, which comprise: a statement by the Directors; income statement; balance sheet; statement of recognised income and expense; cash flow statement; schedules of commitments and contingencies; summary of significant accounting policies; and other explanatory notes.

#### *The Responsibility of the University Council for the Financial Statements*

The members of the University Council are responsible for the preparation and fair presentation of the financial statements in accordance with the Finance Minister's Orders made under the *Commonwealth Authorities and Companies Act 1997* and the Australian Accounting Standards (including the Australian Accounting Interpretations). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are 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*

My responsibility is to express an opinion on the financial statements based on my audit. My audit has been conducted in accordance with the Australian National Audit Office Auditing Standards, which incorporate the Australian Auditing Standards. These auditing standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the University's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the

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University's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the University Council, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### ***Independence***

In conducting the audit, I have followed the independence requirements of the Australian National Audit Office, which incorporate the ethical requirements of the Australian accounting profession.

### **Auditor's Opinion**

In my opinion, the financial statements of the Australian National University and the consolidated entity:

- (a) have been prepared in accordance with the Finance Minister's Orders made under the *Commonwealth Authorities and Companies Act 1997*, and the Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (b) give a true and fair view of the matters required by the Finance Minister's Orders including the Australian National University and the consolidated entity's financial position as at 31 December 2007 and of its financial performance and its cash flows for the year then ended.

Australian National Audit Office



P Hinchey  
Senior Director  
Delegate of the Auditor-General

Sydney  
28 March 2008

# STATEMENT BY DIRECTORS



DR ALLAN HAWKE  
Chancellor

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## CONSOLIDATED FINANCIAL STATEMENTS FOR YEAR ENDED 31 DECEMBER 2007

### STATEMENT BY DIRECTORS

In the opinion of the Council, the Financial Statements for the University and the consolidated Financial Statements for the Economic Entity have been prepared based on properly maintained financial records and give a true and fair view of the matters required by Schedule 1 of the *Commonwealth Authorities and Companies (Requirements and Guidance for the Preparation of Financial Reports of Australian Government Entities for reporting periods ending on or after 1 July 2007) Orders* made under the *Commonwealth Authorities and Companies Act 1997 (FMO)* and the *Guidelines for the Preparation of Annual Financial Reports for the 2007 Reporting Period* by Australian Higher Education Institutions issued by the Department of Education, Employment and Workplace Relations.

In our opinion, at the date of this statement there are reasonable grounds to believe that the University will be able to pay its debts as and when they become due and payable.

A D HAWKE  
Chancellor

I W CHUBB  
Vice-Chancellor

28 March 2008

# FINANCIAL STATEMENTS

THE AUSTRALIAN NATIONAL UNIVERSITY

## INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	Consolidated		University	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>INCOME</b>					
<b>Revenue</b>					
Australian Government financial assistance					
Australian Government Grants	2	428,607	421,262	428,607	421,262
Higher Education Contribution Scheme - HECS-HELP					
Australian Government payments	2	24,718	24,396	24,718	24,396
Student payments		9,074	7,653	9,074	7,653
Fee-Higher Education Loan Programme - FEE-HELP	2	6,383	6,025	6,383	6,025
State Government financial assistance	3	1,514	2,583	1,514	2,583
Fees and charges	4	83,087	78,622	80,199	74,900
Investment Income	5	141,959	106,212	141,600	105,574
Consultancy and contracts	6	47,502	50,378	42,433	45,957
Other revenue	7	52,174	55,017	48,178	51,749
<b>Total Revenue</b>		<b>795,018</b>	<b>752,148</b>	<b>782,706</b>	<b>740,099</b>
<b>Other Income</b>					
Gains on revaluation	8	1,015	2,919	1,015	2,919
Asset impairment reversal	8	1,248	-	1,248	-
<b>Total Other Income</b>		<b>2,263</b>	<b>2,919</b>	<b>2,263</b>	<b>2,919</b>
<b>TOTAL INCOME</b>		<b>797,281</b>	<b>755,067</b>	<b>784,969</b>	<b>743,018</b>
<b>EXPENSES</b>					
Employees	9	381,006	352,927	378,524	350,978
Services	10	263,534	247,670	255,118	238,572
Depreciation and amortisation	11	47,447	42,643	47,149	42,376
Write-down and impairment of assets	12	2,225	2,053	2,216	2,044
Borrowing cost expense	13	5,877	8,249	5,877	8,249
Losses on disposal of assets	14	627	877	632	882
<b>TOTAL EXPENSES</b>		<b>700,716</b>	<b>654,419</b>	<b>689,516</b>	<b>643,101</b>
<b>Operating result before significant item and income tax</b>		<b>96,565</b>	<b>100,648</b>	<b>95,453</b>	<b>99,917</b>
Income tax income/(expense)	15	(4)	91	-	-
Significant item	2	-	125,000	-	125,000
<b>OPERATING RESULT</b>		<b>96,561</b>	<b>225,739</b>	<b>95,453</b>	<b>224,917</b>



**BALANCE SHEET  
AS AT 31 DECEMBER 2007**

	Notes	Consolidated		University	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>ASSETS</b>					
<b>Financial Assets</b>					
Cash and cash equivalents	16	121,269	138,487	113,977	132,426
Loans and Receivables	17	49,401	39,539	34,741	30,245
Investments	18	1,206,936	1,103,041	1,214,105	1,110,150
<b>Total Financial Assets</b>		<b>1,377,606</b>	<b>1,281,067</b>	<b>1,362,823</b>	<b>1,272,821</b>
<b>Non-Financial Assets</b>					
Land, buildings and infrastructure	19	1,080,494	1,057,130	1,070,294	1,048,780
Plant and equipment	19	156,716	158,343	156,467	158,164
Investment Property	20	18,855	15,600	18,855	15,600
Intangibles	21	77	86	-	-
Inventories	22	12,735	9,138	1,063	1,072
Other non-financial assets	23	14,393	15,139	14,389	15,121
<b>Total Non-Financial Assets</b>		<b>1,283,270</b>	<b>1,255,436</b>	<b>1,261,068</b>	<b>1,238,737</b>
<b>TOTAL ASSETS</b>		<b>2,660,876</b>	<b>2,536,503</b>	<b>2,623,891</b>	<b>2,511,558</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	24	35,389	21,420	34,244	21,101
Other payables	25	39,169	31,299	11,634	11,788
<b>Total Payables</b>		<b>74,558</b>	<b>52,719</b>	<b>45,878</b>	<b>32,889</b>
<b>Interest Bearing Liabilities</b>					
Loans	26	114,726	116,146	114,726	116,146
<b>Total Interest Bearing Liabilities</b>		<b>114,726</b>	<b>116,146</b>	<b>114,726</b>	<b>116,146</b>
<b>Provisions</b>					
Employee Benefits	27	569,045	557,134	568,524	556,681
<b>Total Provisions</b>		<b>569,045</b>	<b>557,134</b>	<b>568,524</b>	<b>556,681</b>
<b>TOTAL LIABILITIES</b>		<b>758,329</b>	<b>725,999</b>	<b>729,128</b>	<b>705,716</b>
<b>NET ASSETS</b>		<b>1,902,547</b>	<b>1,810,504</b>	<b>1,894,763</b>	<b>1,805,842</b>
<b>EQUITY</b>					
<b>PARENT ENTITY INTEREST</b>					
Reserves	28	1,041,171	1,031,758	1,034,307	1,026,908
Retained Surpluses		861,376	778,746	860,456	778,934
<b>TOTAL EQUITY</b>		<b>1,902,547</b>	<b>1,810,504</b>	<b>1,894,763</b>	<b>1,805,842</b>
<b>CURRENT ASSETS</b>		<b>238,021</b>	<b>261,873</b>	<b>204,393</b>	<b>238,434</b>
<b>NON-CURRENT ASSETS</b>		<b>2,422,855</b>	<b>2,274,630</b>	<b>2,419,498</b>	<b>2,273,124</b>
<b>CURRENT LIABILITIES</b>		<b>172,288</b>	<b>139,219</b>	<b>143,284</b>	<b>119,247</b>
<b>NON-CURRENT LIABILITIES</b>		<b>586,041</b>	<b>586,780</b>	<b>585,844</b>	<b>586,469</b>

STATEMENT OF RECOGNISED INCOME AND EXPENSE  
FOR THE YEAR ENDED 31 DECEMBER 2007

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Revaluation of Property, Plant and Equipment	19,837	148,922	17,763	147,814
Net Change in Fair Value of Available-For-Sale Financial Assets	29,039	65,414	29,099	65,392
Adjustments direct to equity re Income Tax	-	(52)	-	-
Defined Benefit Actuarial Gains (Losses)	(8,281)	23,707	(8,281)	23,707
<b>Income and Expenses recognised directly in Equity</b>	<b>40,595</b>	<b>237,991</b>	<b>38,581</b>	<b>236,913</b>
Operating Result for the period	96,561	225,739	95,453	224,917
<b>Total recognised income and expense for the period</b>	<b>137,156</b>	<b>463,730</b>	<b>134,034</b>	<b>461,830</b>



**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

	Notes	Consolidated		University	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Australian Government financial assistance		462,538	571,124	462,538	571,124
State Government financial assistance		2,023	2,099	2,023	2,099
HECS-HELP - student payments		9,074	7,653	9,074	7,653
Fees and charges		81,557	78,483	78,990	74,761
Consultancy and contracts		41,952	51,893	38,765	46,791
Interest and other investment earnings		48,426	38,840	48,067	38,495
Dividends received		58,236	50,750	58,236	50,750
Other receipts		73,161	77,436	67,820	74,897
<b>Total cash received</b>		<b>776,967</b>	<b>878,278</b>	<b>765,513</b>	<b>866,570</b>
<b>Cash used</b>					
Payments to employees and pensioners		370,657	348,902	368,243	346,726
Direct investment expenses		597	814	597	814
Borrowing Expenses		6,138	8,250	6,138	8,250
Payments to services		278,502	264,972	270,832	256,214
<b>Total cash used</b>		<b>655,894</b>	<b>622,938</b>	<b>645,810</b>	<b>612,004</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	29	<b>121,073</b>	<b>255,340</b>	<b>119,703</b>	<b>254,566</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment		4,627	1,448	4,622	1,443
Proceeds from sale and maturity of investments		776,611	1,085,902	776,611	1,085,609
<b>Total cash received</b>		<b>781,238</b>	<b>1,087,350</b>	<b>781,233</b>	<b>1,087,052</b>
<b>Cash used</b>					
Loan Advances		-	-	-	-
Purchase of property, plant and equipment		66,287	53,131	66,143	53,051
Purchase of investments		851,823	1,231,971	851,823	1,231,971
<b>Total cash used</b>		<b>918,110</b>	<b>1,285,102</b>	<b>917,966</b>	<b>1,285,022</b>
<b>NET CASH FROM INVESTING ACTIVITIES</b>		<b>(136,872)</b>	<b>(197,752)</b>	<b>(136,733)</b>	<b>(197,970)</b>
<b>FINANCING ACTIVITIES</b>					
Proceeds/(repayments) from borrowings		(1,419)	1,125	(1,419)	1,125
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>(1,419)</b>	<b>1,125</b>	<b>(1,419)</b>	<b>1,125</b>
<b>NET INCREASE (DECREASE) IN CASH HELD</b>		<b>(17,218)</b>	<b>58,713</b>	<b>(18,449)</b>	<b>57,721</b>
Cash and cash equivalents at 1 January	16	138,487	79,774	132,426	74,705
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	16	<b>121,269</b>	<b>138,487</b>	<b>113,977</b>	<b>132,426</b>

SCHEDULE OF COMMITMENTS  
AS AT 31 DECEMBER 2007

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>BY TYPE</b>				
<b>Capital Commitments</b>				
Property, plant and equipment	80,144	80,309	80,144	80,309
<b>Total Capital Commitments</b>	<b>80,144</b>	<b>80,309</b>	<b>80,144</b>	<b>80,309</b>
<b>Other Commitments</b>				
Operating leases	538	544	-	-
Other commitments	18,464	8,437	18,464	8,437
<b>Total Other Commitments</b>	<b>19,002</b>	<b>8,981</b>	<b>18,464</b>	<b>8,437</b>
<b>Commitments Receivable</b>	<b>(8,964)</b>	<b>(8,068)</b>	<b>(8,964)</b>	<b>(8,068)</b>
<b>Net Commitments by Type</b>	<b>90,182</b>	<b>81,222</b>	<b>89,644</b>	<b>80,678</b>
<b>BY MATURITY</b>				
<b>All net commitments</b>				
One year or less	82,069	44,548	81,963	44,450
From one to five years	7,160	36,427	6,888	36,194
Greater than five years	953	247	793	34
<b>Net Commitments by Maturity</b>	<b>90,182</b>	<b>81,222</b>	<b>89,644</b>	<b>80,678</b>
<b>Operating lease commitments</b>				
One year or less	106	98	-	-
From one to five years	272	233	-	-
Greater than five years	160	213	-	-
<b>Net Operating Lease Commitments Payable</b>	<b>538</b>	<b>544</b>	<b>-</b>	<b>-</b>

NB: Commitments are GST inclusive where relevant

SCHEDULE OF CONTINGENCIES AS AT 31 DECEMBER 2007

	Notes	Consolidated		University	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>CONTINGENT LIABILITIES</b>					
Guarantees		11,610	9,304	8,929	8,970
Claims for damages/costs		-	-	-	-
<b>TOTAL CONTINGENT LIABILITIES</b>	31	<b>11,610</b>	<b>9,304</b>	<b>8,929</b>	<b>8,970</b>
<b>CONTINGENT ASSETS</b>					
Claims for damages/costs		-	-	-	-
<b>TOTAL CONTINGENT ASSETS</b>	30	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

NOTES TO AND FORMING PART OF THE ACCOUNTS

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2	Australian Government Financial Assistance
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NOTES continued

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all years presented, unless otherwise stated. The financial report includes separate financial statements for The Australian National University ("the University") as an individual entity and the consolidated entity consisting of the University and its subsidiaries.

**1.1 Basis of preparation of the Financial Statements**

The financial statements are required by clause 1(b) of Schedule 1 to the Commonwealth Authorities and Companies Act 1997 and are a general purpose financial report.

The statements have been prepared in accordance with the Finance Minister's Orders for Financial Reporting (or FMO's, being the Requirements and Guidance for the Preparation of Financial Reports of Australian Government Entities for the reporting period ending on or after 01 July 2007), Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and Financial Statements Guidelines for Higher Education Providers for 2007 issued in accordance with Section 19-10(2)(a) of the Higher Education Support Act issued by the Department of Education, Employment and Workplace Relations.

The Income Statement, Balance Sheet, and Statement of Recognised Income and Expense have been prepared on an accrual basis and are in accordance with historical cost convention, except for certain assets and liabilities, which as noted, are at fair value. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position.

**Compliance with International Financial Reporting Standards**

The Financial Statements of the University comply with Australian Equivalents to International Financial Reporting Standards (AEIFRS), which include Australian Accounting Standards and Interpretations except to the extent of the following:

Application of AEIFRS includes certain requirements specific to not-for-profit (NFP) entities that are inconsistent with IFRS requirements. The main NFP entity provisions, adapted by the parent entity, are in respect of the following.

- Accounting for Government grants. AASB 1004 Contributions requires contributions received or receivable to be recognised immediately as revenue when: the entity obtains control of the contribution or the right to receive the contribution; it is probable that the economic benefits comprising the contribution will flow to the entity; and the amount of the contribution can be measured reliably.
- Impairment of assets. Under AASB 136 Impairment of Assets, a NFP entity is entitled to recognise any impairment loss on a revalued asset directly against the available revaluation reserve in respect of the same class of asset.
- Assets received at nil or nominal value. Under AASB 102 Inventories, AASB 138 Intangible Assets, AASB 140 Investment Properties, and AASB 116 Property, Plant and Equipment, a NFP entity is entitled to recognise an asset, acquired at no cost or nominal cost, at its fair value as at the date of acquisition.

**Adoption of new Australian Accounting Standard requirements**

No accounting standard has been adopted earlier than the application date as stated in the standard. The following new standard is applicable to the current reporting period:

**Financial instrument disclosure**

AASB 7 Financial Instruments: Disclosures is effective for reporting periods beginning on or after 1 January 2007 and amends the disclosure requirements for financial instruments. In general AASB 7 requires greater disclosure than that previously required. Associated with the introduction of AASB 7 a number of accounting standards were amended to reference the new standard or remove the present disclosure requirements through 2005-10 Amendments to Australian Accounting Standards [AASB 132, AASB 101, AASB 114, AASB 117, AASB 133, AASB 139, AASB 1, AASB 4, AASB 1023 & AASB 1038]. These changes have no financial impact but will effect the disclosure presented in future financial reports.

NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.1 Basis of preparation of the Financial Statements continued

The following new standards, amendments to standards or interpretations for the current financial year have no material financial impact on the University

**Future Australian Accounting Standard requirements**

The following new standards, amendments to standards or interpretations have been issued by the Australian Accounting Standards Board but are effective for future reporting periods. It is estimated that the impact of adopting these pronouncements when effective will have no material financial impact on future reporting periods.

2007-4 Amendments to Australian Accounting Standards arising from ED 151 and Other Amendments and Erratum: Proportionate Consolidation  
2007-5 Amendments to Australian Accounting Standards - Inventories Held for Distribution by Not-for-Profit entities.  
2007-6 Amendments to Australian Accounting Standards arising from AASB 123  
2007-7 Amendments to Australian Accounting Standards  
UIG Interpretation 11 AASB 2 – Group and Treasury Share Transactions and 2007-1 Amendments to Australian Accounting Standards arising from AASB Interpretation 11  
AASB Interpretation 12 Service Concession Arrangements and 2007-2 Amendments to Australian Accounting Standards arising from AASB Interpretation 12  
AASB Interpretation 13 Customer Loyalty Programmes  
AASB Interpretation 14 AASB 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction  
AASB 8 Operating Segments and 2007-3 Amendments to Australian Accounting Standards arising from AASB 8  
AASB 101 Presentation of Financial Statements  
AASB 123 Borrowing Costs

**Other**

The following standards and interpretations have been issued but are not applicable to the operations of the University.

AASB 1049 Financial Reporting of General Government Sectors by Governments

AASB 1049 specifies the reporting requirements for the General Government Sector. The FMOs do not apply to this reporting or the consolidated financial statements of the Australian Government.

**Critical accounting estimates and judgements**

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the University's accounting policies. No accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to carrying amounts of assets and liabilities within the next accounting period.

**Functional and presentation currency**

The financial report is presented in Australian dollars.

**Foreign currency transactions**

Transactions denominated in a foreign currency are converted at the rate of exchange prevailing at the date of the transaction. At balance date, amounts receivable and payable in a foreign currency are translated at the exchange rate prevailing at that date and any exchange differences are brought to account in the Income Statement.



NOTES continued

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued**

**1.1 Basis of preparation of the Financial Statements continued**

**Rounding of amounts**

Amounts in the financial report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, the nearest dollar.

**Comparative figures**

Where necessary, comparative figures have been adjusted to conform with changes in presentation in these financial statements.

**Consolidation**

The consolidated financial report is prepared in accordance with AASB 127 Consolidated and Separate Financial Statements. The financial report includes the accounts of the parent entity, The Australian National University, and the accounts of the wholly and beneficially owned subsidiary companies ANU Enterprise Pty Ltd incorporated in the Australian Capital Territory, including its wholly owned subsidiary, Australian Scientific Instruments Pty Ltd and ANU (UK) Foundation incorporated in England and Wales.

The balances and effects of transactions between controlled entities included in the consolidated financial report have been eliminated.

Separate financial reports are also prepared by the University's controlled entities and are audited by the Australian National Audit Office.

**1.2 Change in Accounting Policy**

There have been no changes in Accounting Policy during 2007.

**1.3 Revenue Recognition**

The University's operating revenue consists of Australian Government Financial Assistance including Higher Education Funding Act (HEFA), Higher Education Support Act (HESA), Higher Education Contribution Scheme (HECS), Higher Education Loan Programmes (HELP), Australian Research Council grants, ACT Government Financial Assistance, fees and charges, consultancy and contract research, investment income, and sales of goods and services.

The University treats operating grants and research income received from Australian Government entities and other funding bodies as income in the year of receipt.

Fees and charges are recognised as income in the year of receipt, except to the extent that fees and charges relate to courses to be held in future periods. Such income is treated as income in advance. Conversely, fees and charges relating to debtors are recognised as revenue in the year to which the prescribed course relates.

Interest income is recognised on a time proportionate basis that takes into account the effective yield on the relevant asset.

Dividend income is recognised as it is received.

Other investment revenue is recognised as it is received, with the exception of unrealised gains and losses which arise from the year end valuation process as described in Note 1.12.

Revenue from sales of goods and services is recognised as it is received.

**1.4 Gains**

Gains from disposal of non-current assets are recognised when control of the asset has passed to the buyer.



NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.5 Goods and Services Tax

The Australian National University and its subsidiary are exempt from all forms of taxation except fringe benefits tax and the good and services tax (GST). Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the item of expense. Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Balance Sheet. Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

1.6 Income Tax

The University is exempt from income tax under Commonwealth legislation whilst the controlled entity, ANU Enterprise Pty Ltd is exempt under Section 50-5 of the Income Tax Assessment Act 1997.

Australian Scientific Instruments Pty Ltd is not exempt from income tax. The income tax expense for the period is the tax payable on the current period's taxable income based on the notional income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of the assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses. Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability.

1.7 Borrowing Expenses

All borrowing costs are expensed as incurred.

1.8 Research and Development Costs

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in the Income Statement when incurred.

Development activities involve a plan or design for the production of new or substantially improved products or processes. Development expenditure is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the University and/or its related entities intends to and has sufficient resources to complete development and to use or sell the asset. The expenditure capitalised includes the cost of materials, direct labour and overhead costs that are directly attributable to preparing the asset for its intended use. Other development expenditure is recognised in the Income Statement when incurred.

Capitalised development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses.

1.9 Leases

A distinction is made between finance leases and operating leases. Finance leases effectively transfer from the lessor to the lessee substantially all the risks and rewards incidental to ownership of leased non-current assets. An operating lease is a lease that is not a finance lease. In operating leases, the lessor effectively retains substantially all such risks and benefits.

Operating lease payments are expensed on a straight line basis which is representative of the pattern of benefits derived from the leased assets.

1.10 Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.



NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.11 Financial Assets

University Funds are invested in accordance with Section 6(2) of the Australian National University Act 1991 (as amended) using guidelines approved by the Council of the University.

The University classifies its financial assets in the following categories:

- Financial assets as 'at fair value through profit or loss';
- 'Available-for-sale' financial assets; and
- 'Loans and receivables'.

They are included in non-current assets unless management intends to dispose of the asset within twelve months of the balance sheet date.

The categorisation of financial assets depends on the nature and purpose of the financial asset and is determined at the time of initial recognition in accordance with AASB 139 Financial Instruments: Recognition and Measurement.

Financial assets are recognised and derecognised upon 'trade date'.

The following classes have been identified by the University in accordance with AASB 7 Financial Instrument Disclosure:

Available-for-sale financial assets

- Australian cash deposits and short term securities
- Overseas denominated cash deposits and short term securities
- Investments – Interest bearing securities
- Investments – Domestic shares and listed securities
- Investments – Domestic unlisted securities
- Investments – Overseas managed funds

Loans and receivables

Loans and receivables

Financial assets at fair value through profit or loss

Receivables – Derivative instruments

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period.

Income is recognised on an effective interest rate basis.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the asset within 12 months of the balance sheet date.

Available-for-sale financial assets are initially recognised at fair value plus transaction costs.

Available-for-sale financial assets are recorded at fair value. Gains and losses arising from changes in fair value are recognised directly in the reserves (equity) with the exception of impairment losses. Interest is calculated using the effective interest method and foreign exchange gains and losses on monetary assets are recognised directly in profit or loss. Where the asset is disposed of or is determined to be impaired, part or all of the cumulative gain or loss previously recognised in the reserve is included in profit for the period.

Investments in Available-for-sale financial assets which do not have a quoted market price in an active market and where fair value cannot be reliably measured are measured at cost.

NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.11 Financial Assets continued

Financial assets at fair value through profit or loss

Financial assets are classified as financial assets at fair value through profit or loss where the financial assets is a derivative that is not designated and effective as a hedging instrument.

Assets in this category are classified as current assets.

Financial assets at fair value through profit or loss are stated at fair value, with any resultant gain or loss recognised in the profit or loss. The net gain or loss recognised in profit or loss incorporates any interest earned on the financial asset.

Loans and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables' and are included in current assets. Loans and receivables with maturities greater than 12 months after the balance sheet date are classified as non-current assets.

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Trade receivables are due for settlement in no more than 30 days.

Collectibility of trade receivables is reviewed on an ongoing basis. The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the income statement within 'write down of assets' and 'other expenses'. A provision for impairment of receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the receivable is impaired. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. Cash flows relating to short-term receivable are not discounted if the effect of discounting is immaterial. When a receivable is uncollectible, it is written off against the allowance account for receivables. Subsequent recoveries of amounts previously written off are credited against other expense in the income statement.

Impairment of financial assets

Financial assets are assessed for impairment at each balance date. If there is objective evidence that an impairment loss on an available-for-sale investment has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the estimated recoverable amount of the asset. An asset's recoverable amount is the higher of its fair value less costs to sell and its value in use. When the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount with the impairment loss being recognised in the Income Statement.



## NOTES continued

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

## 1.12 Investments

## 1.12.1 Fair Value of Financial Assets

Investment assets of the University are stated at market value. Market value in relation to investments has been determined as:

Shares in public companies, stapled securities and convertible notes - the official market quotation bid price as listed by the Australian Stock Exchange at the close of business on 31 December 2007;

Fixed interest securities, such as semi government bonds - Calculated from yield provided by UBS Warburg Rate Sheet as at 31 December 2007;

Managed investment funds and overseas managed investment funds - unit valuation supplied by the fund management groups as at 31 December 2007; and

Derivative contracts are determined by reference to the spot rate of the relevant currency as at 31 December 2007.

## 1.13 Property, Plant and Equipment

## 1.13.1 Asset Recognition Threshold

Purchases of property, plant and equipment are recognised initially at cost in the Balance Sheet, except for purchases costing less than \$5,000, which are expensed in the year of acquisition (other than where they form part of similar items which are significant in total).

## 1.13.2 Depreciation

Depreciable property, plant and equipment assets are written off to their estimated residual value over their estimated remaining useful lives to the University using, in all cases, the straight line method of depreciation.

Depreciation rates applying to each class of depreciable are based on the following useful lives:

	<u>At Acquisition</u> Years	<u>At Revaluation</u> Years
Buildings, Dwellings & Infrastructure Plant and Equipment	40	1 to 79
Motor vehicles	7	2 to 30
Computing equipment	5	1 to 17
Research / teaching equipment	7	1 to 44
Other	10	1 to 50

Heritage, cultural assets, and works of art are assessed as having an indefinite useful life and are not depreciated. The aggregate amount of depreciation allocated for each class of assets during the reporting period is disclosed in Note 11.

NOTES continued

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued**

**1.13 Property, Plant and Equipment continued**

**1.13.3 Valuation**

Land as identified in Note 37, has been brought to account. Substantially all of the land in the Australian Capital Territory and the Northern Territory was revalued in 2007. The valuation was completed by independent valuers, the Australian Valuation Office. The valuation was on the basis of market value for existing use which is consistent with the establishment of the concept of deprival value for financial reporting purposes. These sites are provided free of charge by lease in perpetuity and the resultant valuation increment has been credited directly to the asset revaluation reserve.

Substantially all of the campus buildings and dwellings were revalued in 2006. The valuation was completed by an independent valuer, AON International Valuation Consultants. The Depreciated Replacement Cost approach was used to establish the Market Value for the Existing Use of the properties. The net revaluation increment was credited directly to the asset revaluation reserve. Campus buildings completed subsequent to the valuation are disclosed at cost. These assets are revalued every three years.

The initial costs of developing major administrative systems were initially captured and recognised within plant and equipment and are being amortised. Ongoing maintenance and development costs are expensed as incurred.

Rare library materials were revalued in 2007. The valuation was completed by independent qualified valuers, The Antique Bookshop and Curios.

Works of art were revalued in 2005. The valuation was completed by independent qualified valuers, AON International Valuation Consultants. Works of art purchased subsequent to the valuation are disclosed at cost.

**1.13.4 Impairment**

The carrying values of Land and Buildings, Infrastructure, Plant and Equipment are reviewed for impairment at each reporting date, with recoverable amount being estimated when events or changes in circumstances indicate that the carrying amount may be impaired.

An impairment exists when the carrying value of an asset or cash-generating unit exceeds its estimated recoverable amount. The asset or cash-generating unit is then written down to its recoverable amount.

Impairment losses are recognised in the income statement in the write-down of assets.

The University's Land and Buildings, Infrastructure, Plant and Equipment, were reviewed for indications of impairment by AON International Valuation Consultants in 2007 and no assets were identified as being impaired in any material nature.

**1.13.5 Derecognition and disposal**

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use.

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 asset) is included in the profit or loss in the year the asset is derecognised.



NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.14 Investment Property

Investment property, which is property held to earn rentals and/or for capital appreciation, is measured initially at cost, including transaction costs. Subsequent to initial recognition, investment property is measured at fair value. Gains or losses arising from changes in the fair value of investment property are included in the profit or loss in the period in which they arise.

Properties - all valuations are based on the capitalisation approach and a discounted cash flow analysis and were carried out by CB Richard Ellis (V) Pty Ltd and Colliers International Consultancy and Valuation Pty Ltd. The University revalued investment land and buildings as at 31 December 2007.

1.15 Intangible Assets

Goodwill in relation to ANU Enterprise Pty Limited, relates to goodwill arising on the acquisition of a subsidiary and represents the excess of the cost of the investment over the fair value of the net assets acquired at the date of the exchange. Goodwill is measured at cost less accumulated impairment losses. Goodwill is tested for impairment on an annual basis.

Intellectual property developed internally has not been brought to account as it cannot be reasonably measured.

1.16 Inventories

Inventories held for resale are valued at the lower of cost or net realisable value. Inventories held for distribution are valued at cost, adjusted for any loss of service potential. Costs are assigned to inventories using last purchase cost including costs incurred in bringing each product to its present location and condition. Equipment being constructed for onsale to third parties is held as work in progress at the cost of construction as at balance date.

1.17 Impairment of Assets

The University assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the University makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets and the asset's value in use cannot be estimated to be close to its fair value. In such cases the asset is tested for impairment as part of the cash-generating unit to which it belongs. When the carrying amount of an asset or cash-generating unit exceeds the recoverable amount, the asset or cash-generating unit is considered impaired and is written down to its recoverable amount.

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 and the risks specific to the asset. Impairment losses relating to continuing operations are recognised in the Income Statement in Impairment Loss expense unless the asset is carried at revalued amount (in which case the impairment loss is treated as a revaluation decrease).

An assessment is also made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case the carrying amount of the asset is increased to its recoverable amount.

The increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the Income Statement unless the asset is carried at revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over the remaining useful life.

An impairment loss recognised for Goodwill cannot be reversed in a subsequent period.

1.18 Reversals of Impairment

An impairment loss is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment had been recognised.

NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.19 Trade Creditors

Trade creditors and accruals are recognised at their nominal amounts, being amounts at which the liabilities will be settled. Liabilities are recognised to the extent that the goods or services have been received.

1.20 Employee Entitlements

The liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at 31 December 2007. In determining the present value of the liability, probabilities of taking long service leave, and attrition rates and pay increases through promotion and inflation have been taken into account. Accrued long service leave is treated as both a current and a non-current liability.

Liabilities for annual leave are recognised and measured based on staff leave entitlements at reporting date at current pay rates. Accrued annual leave is treated as a current liability.

The provision for annual leave reflects the value of total annual leave entitlements of all employees at 31 December 2007 and is recognised in accordance with AASB 119 Employee Benefits.

No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken by employees is less than the annual entitlement for sick leave.

Provision is also made for separation and redundancy payments in circumstances where the University has formally identified positions as excess to requirements and a reliable estimate of the amount of the payments can be determined.

1.21 Pensions and Other Post-Employment Benefits

The University participates in a defined benefit plan (Commonwealth Superannuation Scheme) which requires contributions to be made to the separately administered fund. The cost of providing benefits under the defined benefit plan is determined separately using the projected unit credit actuarial valuation method. Actuarial gains and losses are recognised in retained earnings, in accordance with AASB119 Employee Benefits and FMOs, Section 44.3.

In addition the University contributes to the Superannuation Scheme for Australian Universities which is a defined benefit plan under Superannuation Law but, as a result of amendments to Clause 34 of UniSuper, a defined contribution plan under Accounting Standards AASB 119.

Details of the Scheme are outlined in Note 38.

1.22 Provisions

Provisions are recognised when the University has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

When the University expects some or all of the provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the Income Statement net of any reimbursement.

NOTES continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued

1.23 Reserves

The University has the following reserves:

*Asset revaluation reserves*

These reserves are used to account for the increases or decreases in the value of assets as a result of valuations.

Increases in the value of reserves are in accordance with valuation of assets policies stated in note 1.13. Decrements in reserves are either on disposal of assets where the disposed asset had previously been revalued and a reserve existed or on impairment of assets in accordance with AASB 136 Impairment of Assets where a revaluation reserve had existed for that asset class.

*Special Reserves*

These reserves are maintained to cover a range of special purposes:

Building – is maintained by the University, from amounts set aside out of profits primarily from the operation of University Halls of Residences and other trading activities to fund significant and unplanned maintenance requirements.

Equipment and Equipment replacement – is maintained by the University to meet unforeseen purchases of significant specialist research equipment.

Self insurance – is maintained by the University to meet the deductible component that may arise in regard to possible future claims under the University's insurance policies.

1.24 Unrecognised Financial Liabilities

Guarantees, not recognised in the Balance Sheet are disclosed in the Schedule of Contingencies. At the time of completion of the financial statements, there was no reason to believe that these guarantees would be called upon, and recognition of a liability was therefore not required.

1.25 Joint Ventures

**Interest in a Jointly Controlled Operation**

The University has an interest in a joint venture that is a jointly controlled operation. A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control. A jointly controlled operation involves use of assets and other resources of the venturers rather than establishment of a separate entity. The proportionate interests in the assets, liabilities, income, and expenses of the joint venture operations have been incorporated in the financial report under the appropriate headings. Details of the interest in the joint venture are set out in note 46.

**Interest in Jointly Controlled Entity**

The University's investments in jointly controlled entities are accounted for using the equity method of accounting.

Under the equity method, the investment in the entity is carried in the Balance Sheet at cost plus post-acquisition changes in the University's share of net assets of the entity. After the application of the equity method, the University determines whether it is necessary to recognise any additional impairment loss with respect to the University's net investment in the entity. The Income Statement reflects the University's share of the results of operations of the entity. Details of the interest in the joint venture are set out in note 46.

**Interest in Co-operative Research Centres (CRC's)**

The University also has interests in a number of CRC joint venture operations, contributions to which are expensed. Details of the CRC joint ventures are provided in note 39.

1.26 Private Sector Participation in the provision of Student Accommodation

The University entered into an agreement where, under a long term lease of its land in Childers Street, Canberra City, a student accommodation facility (SAF) has been constructed and is being operated in partnership with the private sector. This 500 bed SAF was opened in January 2007. Under the terms of the project deed, ownership in the accommodation complex reverts to the University 40 years after opening of the SAF. At this stage the emerging share of the asset is not material.



NOTES continued

2. AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE INCLUDING HIGHER EDUCATION FUNDING ACT (HEFA), HIGHER EDUCATION CONTRIBUTION SCHEME (HECS) - HELP AND OTHER AUSTRALIAN GOVERNMENT LOAN PROGRAMMES

The information provided in this note is only relevant to the University - consolidated figures are not provided.

	Notes	University	
		2007 \$'000	2006 \$'000
<b>(a) Australian Government Grants Scheme and Other Grants</b>	47.1		
Commonwealth Grants Scheme #		49,992	46,893
Indigenous Support Fund		357	332
Equity Support Programme		62	47
Disability Support Programme		132	96
Workplace Reform Programme		729	698
Workplace Productivity Programme		419	588
Learning & Teaching Fund		3,967	2,060
National Institutes Funding		169,654	163,603
Capital Development Pool		2,122	2,129
Collaboration & Structural Reform Programme		135	1,322
<b>Australian Government Grants Scheme - General</b>		<b>227,569</b>	<b>217,768</b>
<b>Australian Government Grants Scheme - Significant Item</b>			
Higher Education Special Projects Program	47.2	-	125,000
<b>Total Australian Government Grants Scheme and Other Grants</b>		<b>227,569</b>	<b>342,768</b>
<b>(b) Higher Education Loan Programmes</b>	47.3		
HECS - HELP		24,718	24,396
FEE - HELP		6,383	6,025
<b>Total Higher Education Loan Programmes</b>		<b>31,101</b>	<b>30,421</b>
<b>(c) Scholarships</b>	47.4		
Australian Postgraduate Awards		5,073	4,902
International Postgraduate Research Scholarships		981	1,112
Commonwealth Education Costs Scholarships		331	227
Commonwealth Accommodation Scholarships		644	445
Commonwealth Indigenous Scholarships		-	-
<b>Total Scholarships</b>		<b>7,029</b>	<b>6,686</b>
<b>(d) DEEWR - Research</b>	47.5		
Institutional Grants Scheme		18,059	17,664
Research Training Scheme		29,275	27,394
Systemic Infrastructure Initiative		-	14,554
Research Infrastructure Block Grants		18,074	17,249
Implementation Assistance Programme		127	-
Australian Scheme for Higher Education Repositories		157	-
Commercialisation Training Scheme		285	-
<b>Total DEEWR - Research Grants</b>		<b>65,977</b>	<b>76,861</b>
<b>Total DEST</b>		<b>331,676</b>	<b>456,736</b>



## NOTES continued

**2. AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE INCLUDING HIGHER EDUCATION FUNDING ACT (HEFA), HIGHER EDUCATION CONTRIBUTION SCHEME (HECS) - HELP AND OTHER AUSTRALIAN GOVERNMENT LOAN PROGRAMMES** continued

The information provided in this note is only relevant to the University - consolidated figures are not provided.

	Notes	University	
		2007 \$'000	2006 \$'000
<b>(e) Australian Research Council</b>	47.6		
<b>(e)(f) Discovery</b>	47.6(a)		
Project (Large Grants)		34,225	35,083
Fellowships		3,976	5,080
Indigenous Researchers Initiatives		13	-
Total Discovery		38,214	40,163
<b>(e)(ii) Linkages</b>	47.6(b)		
Special Research Initiatives		-	259
Infrastructure		1,890	3,322
International Researcher Exchange Projects		472	197
Total Linkages		6,649	7,002
<b>(e)(iii) Networks and Centres</b>	47.6(c)		
Research Networks		930	1,332
Centres		7,304	8,997
Total Networks and Centres		8,234	10,329
<b>(f) Other Australian Government financial assistance:</b>			
Health and Aged Care		23,165	25,793
Industry, Science and Resources		4,135	2,355
Foreign Affairs and Trade		8,814	6,838
Agriculture, Fisheries and Forestry		1,986	1,768
Environment and Heritage		2,473	1,898
Communications, Information Technology & the Arts		2,705	2,815
Defence		635	605
Education, Employment and Workplace Relations		18,736	6,477
Prime Minister and Cabinet		11	52
Family and Community Services		1,596	1,387
Other		8,317	8,687
Total Other Australian Government financial assistance		72,573	58,675
<b>Total Australian Government financial assistance</b>		459,708	576,683
<b>Reconciliation</b>			
Australian Government grants [a+c+d+e+f]		428,607	421,262
Australian Government grants - Significant Item		-	125,000
HECS-HELP - Australian Government payments		24,718	24,396
Other Australian Government loan programmes [FEE-HELP]		6,383	6,025
<b>Total Australian Government financial assistance</b>		459,708	576,683
<b>(g) Australian Government Grants received - cash basis:</b>			
CGS and Other DEEWR Grants		227,569	217,768
Higher Education Special Projects Program		-	125,000
Higher Education Loan Programmes		31,101	30,421
Scholarships		7,029	6,686
DEEWR Research		65,977	76,861
ARC Grants		55,459	61,272
Other Australian Government Grants		75,465	53,220
<b>Total Australian Government Grants received - cash basis</b>		462,600	571,228
OS-Help (Net) *		(62)	(104)
<b>Total Australian Government funding received - cash basis</b>		462,538	571,124

\* OS-Help receipts from the Australian Government are not included in the Income Statement.

NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>3. STATE GOVERNMENT FINANCIAL ASSISTANCE</b>				
ACT Government grants were received by the University during the reporting period:				
Contributions	1,514	2,583	1,514	2,583
Total state government financial assistance	1,514	2,583	1,514	2,583
<b>4. FEES AND CHARGES</b>				
Fees and charges collected during the reporting period were:				
<b>Course fees and charges</b>				
Continuing education & conferences	7,254	9,131	4,302	5,351
Full fee paying international students	46,086	41,782	46,086	41,782
Full fee paying domestic students	6,159	5,082	6,159	5,082
Total course fees and charges	59,499	55,995	56,547	52,215
<b>Other fees and charges</b>				
Parking fees	1,849	1,668	1,849	1,668
Rentals and hire facilities	5,013	4,960	5,077	5,018
Student accommodation	15,835	14,693	15,835	14,693
Other student charges and fines	891	1,306	891	1,306
Total other fees and charges	23,588	22,627	23,652	22,685
Total fees and charges	83,087	78,622	80,199	74,900
<b>5. INVESTMENT INCOME</b>				
Interest	28,627	26,447	28,268	26,102
Dividends	77,280	72,134	77,280	72,134
<b>Other investment revenue</b>				
Rentals from investment properties	1,495	1,096	1,495	1,096
<i>Unrealised investment income</i>				
Overseas managed investment funds	(5,458)	(2,864)	(5,458)	(2,864)
Forward foreign exchange contracts	1,054	-	1,054	-
<i>Realised investment income</i>				
Corporate bonds	(55)	(502)	(55)	(502)
Floating rate notes	4	-	4	-
Collateralized debt obligations	(24)	25	(24)	25
Government and semi-government securities	(609)	-	(609)	-
Listed hybrid securities	8	(231)	8	(231)
Property & listed property trusts	3,675	3,845	3,675	3,845
Overseas managed investment funds	(1,011)	-	(1,011)	-
Unlisted shares and share options	86	1,111	86	1,111
Listed shares and share options	37,484	5,965	37,484	5,672
Direct investment expenditure	(597)	(814)	(597)	(814)
Total other investment income less direct investment expenditure	36,052	7,631	36,052	7,338
Total investment income	141,959	106,212	141,600	105,574



## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>6. CONSULTANCY AND CONTRACTS</b>				
Consultancy research	688	1,387	730	1,387
Contract research	32,685	41,507	31,455	38,741
Consultancy non-research	7,333	4,856	3,370	3,201
Contract non-research	6,796	2,628	6,878	2,628
Total consultancy and contracts	47,502	50,378	42,433	45,957
<b>7. OTHER REVENUE</b>				
Sundry income	27,359	32,396	28,087	28,494
Sales of goods and services	18,679	13,344	13,355	13,648
Workers compensation reimbursements	538	452	538	452
Scholarships and prizes	381	792	381	792
Donations and bequests	5,217	8,033	5,817	8,363
Total other revenue	52,174	55,017	48,178	51,749
<b>8. OTHER INCOME</b>				
Gains on revaluation of investment property	1,015	2,919	1,015	2,919
Asset impairment reversal	1,248	-	1,248	-
Total other income	2,263	2,919	2,263	2,919
<b>9. EMPLOYEES</b>				
<b>Academic</b>				
Salaries	140,864	133,799	140,863	133,799
Superannuation Contributions	22,040	19,791	22,040	19,791
Long Service Leave Expense	3,937	3,934	3,937	3,934
Annual Leave	8,318	3,703	8,318	3,703
Total academic	175,159	161,227	175,158	161,227
<b>Non-Academic</b>				
Salaries <sup>1</sup>	138,117	127,641	136,011	125,948
Superannuation Contributions	21,817	19,374	21,534	19,145
Long Service Leave Expense	2,518	4,348	2,466	4,328
Annual Leave Expense	13,229	10,545	13,189	10,538
Total non-academic	175,681	161,908	173,200	159,959
<b>Commonwealth Superannuation Account</b>				
Pension payments	31,617	18,351	31,617	18,351
Employee superannuation entitlements expense	(1,451)	11,441	(1,451)	11,441
Total commonwealth superannuation account	30,166	29,792	30,166	29,792
Total employee expenses	381,006	352,927	378,524	350,978
1. Non academic staff salaries comprise:				
Administrative staff	92,829	84,309	90,723	82,616
Technical staff	25,239	23,672	25,239	23,672
Research officers	10,949	10,287	10,949	10,287
Service staff including security	5,301	5,811	5,301	5,811
Librarians	1,337	1,391	1,337	1,391
Trade staff	2,462	2,171	2,462	2,171
Total non academic staff salaries	138,117	127,641	136,011	125,948

NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>10. SERVICES</b>				
Site maintenance and servicing <sup>1</sup>	44,776	37,926	44,404	37,607
Consumables, research and training materials	96,705	86,604	90,141	79,550
Employee related expenses	26,062	24,378	25,822	24,168
Travel, conferences and fieldwork	25,372	24,157	25,247	23,979
Project Contributions	18,940	29,209	18,940	29,209
Scholarships	38,716	35,297	38,777	35,324
Miscellaneous operating expenses <sup>2</sup>	12,963	10,099	11,787	8,735
<b>Total cost of services</b>	<b>263,534</b>	<b>247,670</b>	<b>255,118</b>	<b>238,572</b>
1. Site maintenance and servicing includes:				
Building repairs and maintenance	20,804	16,130	20,755	16,087
Electricity and gas	8,579	8,093	8,440	7,988
Cleaning expenses	7,078	6,257	6,977	6,163
Municipality charges	2,584	2,104	2,550	2,076
Grounds maintenance	1,730	1,263	1,730	1,263
Other Site Maintenance and servicing expenses	4,001	4,079	3,952	4,030
<b>Total Site Maintenance and servicing</b>	<b>44,776</b>	<b>37,926</b>	<b>44,404</b>	<b>37,607</b>
2. Miscellaneous operating expenses includes:				
Advertising	2,031	1,977	2,031	1,977
Management fees	1,240	796	1,240	796
Membership - professional bodies	1,139	698	1,112	685
Staff development	826	797	816	755
Audit expenses, internal and external	636	432	566	358
Patent, copyright and royalties	787	862	820	894
Legal expenses, settlements	774	1,396	764	1,388
Other Miscellaneous operating expenses	5,530	3,141	4,438	1,882
<b>Total Miscellaneous operating expenses</b>	<b>12,963</b>	<b>10,099</b>	<b>11,787</b>	<b>8,735</b>
<b>11. DEPRECIATION AND AMORTISATION</b>				
Property at cost	946	2,038	946	2,038
Property at valuation	22,477	17,461	22,224	17,234
Plant, equipment and motor vehicles at cost	16,392	13,914	16,347	13,874
Plant, equipment and motor vehicles at deemed cost	7,613	9,212	7,613	9,212
License Agreement	19	18	19	18
<b>Total depreciation and amortisation</b>	<b>47,447</b>	<b>42,643</b>	<b>47,149</b>	<b>42,376</b>



## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>12. WRITE-DOWN AND IMPAIRMENT OF ASSETS</b>				
Impairment losses - listed and unlisted shares and share options	2,250	2,119	2,250	2,119
Impairment losses - goodwill	9	9	-	-
Allowance for doubtful debts	(195)	(180)	(195)	(180)
Bad debts expense	161	105	161	105
Total impairment losses	<u>2,225</u>	<u>2,053</u>	<u>2,216</u>	<u>2,044</u>
<b>13. BORROWING COST EXPENSE</b>				
Borrowing cost expense - interest	5,872	8,246	5,872	8,246
Borrowing cost expense - other expenses	5	3	5	3
Total borrowing cost expense	<u>5,877</u>	<u>8,249</u>	<u>5,877</u>	<u>8,249</u>
<b>14. LOSSES ON DISPOSAL OF ASSETS</b>				
Loss on disposal of property, plant, equipment and motor vehicles	1,490	1,191	1,490	1,191
Gain on disposal of property, plant, equipment and motor vehicles	(863)	(314)	(858)	(309)
Net losses on disposal of assets	<u>627</u>	<u>877</u>	<u>632</u>	<u>882</u>
<b>15. INCOME TAX INCOME/(EXPENSE)</b>				
<i>Recognised in the Income Statement</i>				
<i>Current tax income/(expense)</i>				
Current year	(4)	149	-	-
<i>Deferred tax income/(expense)</i>				
Origination and reversal of temporary differences	-	(58)	-	-
Total income tax income/(expense)	<u>(4)</u>	<u>91</u>	<u>-</u>	<u>-</u>

## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>16. CASH AND CASH EQUIVALENTS</b>				
Cash on hand	37	38	37	38
Bank	24,330	14,747	23,017	13,265
Deposits at call	96,902	123,702	90,923	119,123
	<u>121,269</u>	<u>138,487</u>	<u>113,977</u>	<u>132,426</u>
<b>17. LOANS AND RECEIVABLES</b>				
<i>Current receivables:</i>				
Goods and services	38,268	31,493	23,608	22,199
Less: Allowance for doubtful debts	(1,295)	(1,490)	(1,295)	(1,490)
	<u>36,973</u>	<u>30,003</u>	<u>22,313</u>	<u>20,709</u>
Income due	4,446	3,547	4,446	3,547
Interest receivable	3,588	3,905	3,588	3,905
GST receivable	2,894	584	2,894	584
	<u>47,901</u>	<u>38,039</u>	<u>33,241</u>	<u>28,745</u>
<i>Non-current receivables:</i>				
Loans	1,000	1,000	1,000	1,000
Loans to related party <sup>1</sup>	500	500	500	500
	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>
Total non-current receivables	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>
Total receivables	<u>49,401</u>	<u>39,539</u>	<u>34,741</u>	<u>30,245</u>
1. Refer to Note 33 - Related Parties				
<i>Ageing of receivables (gross):</i>				
Not overdue	25,003	23,644	25,702	24,253
Less than 30 days overdue	6,551	3,266	5,187	2,603
30 to 60 days overdue	2,109	1,064	1,927	914
61 to 90 days overdue	840	1,369	560	1,288
More than 90 days	16,193	11,686	2,660	2,677
	<u>50,696</u>	<u>41,029</u>	<u>36,036</u>	<u>31,735</u>
<i>Ageing of allowance for doubtful debts</i>				
Not overdue	15	9	15	9
Less than 30 days overdue	5	2	5	2
30 to 60 days overdue	68	58	68	58
61 to 90 days overdue	16	119	16	119
More than 90 days	1,191	1,302	1,191	1,302
	<u>1,295</u>	<u>1,490</u>	<u>1,295</u>	<u>1,490</u>
<i>Reconciliation of Allowance for Doubtful Debts:</i>				
Opening Balance 1 January	1,490	1,670	1,490	1,670
Increase/(decrease) recognised in net surplus	(195)	(180)	(195)	(180)
Closing Balance 31 December	<u>1,295</u>	<u>1,490</u>	<u>1,295</u>	<u>1,490</u>

## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>18. INVESTMENTS</b>				
<i>Current investments:</i>				
<i>Listed Securities:</i>				
Listed hybrid securities	7,428	7,287	7,428	7,287
<b>Total listed securities</b>	<b>7,428</b>	<b>7,287</b>	<b>7,428</b>	<b>7,287</b>
<i>Unlisted Securities:</i>				
Corporate bonds	5,952	13,487	5,952	13,487
Debentures	-	2,000	-	2,000
Government and semi-government securities	-	5,055	-	5,055
Transferable certificate of deposits	3,205	20,579	3,205	20,579
Floating rate notes	16,942	12,996	16,942	12,996
Collateralized debt obligations	8,510	-	8,510	-
<b>Total unlisted securities</b>	<b>34,609</b>	<b>54,117</b>	<b>34,609</b>	<b>54,117</b>
<b>Total current investments</b>	<b>42,037</b>	<b>61,404</b>	<b>42,037</b>	<b>61,404</b>
<i>Non-current investments:</i>				
<i>Listed Securities:</i>				
Shares and share options	470,860	435,344	470,829	435,253
Provision for impairment - listed shares and share options	-	(746)	-	(746)
Listed shares and share options - after impairment	470,860	434,598	470,829	434,507
Convertible notes	10,972	8,336	10,972	8,336
Listed hybrid securities	69,517	62,555	69,517	62,555
Property trusts	60,865	61,916	60,865	61,916
<b>Total listed securities</b>	<b>612,214</b>	<b>567,405</b>	<b>612,183</b>	<b>567,314</b>
<i>Unlisted Securities:</i>				
Corporate bonds	29,077	35,646	29,077	35,646
Floating rate notes	147,348	166,542	147,348	166,542
Collateralized debt obligations	31,835	23,257	31,835	23,257
Government and semi-government securities	1,010	1,034	1,010	1,034
Overseas managed funds	220,300	212,191	220,300	212,191
Principal protected notes	9,424	-	9,424	-
Unlisted property trusts	43,298	-	43,298	-
	482,292	438,670	482,292	438,670
Unlisted shares and share options	69,742	37,920	69,742	37,920
Provision for impairment - unlisted shares and share options	(2,221)	(2,873)	(2,221)	(2,873)
Unlisted shares and share options - after impairment	67,521	35,047	67,521	35,047
Interests in related parties	5,085	515	12,285	7,715
Provision for impairment - interests in related parties	(2,213)	-	(2,213)	-
Interests in related parties - after impairment	2,872	515	10,072	7,715
<b>Total unlisted securities</b>	<b>552,685</b>	<b>474,232</b>	<b>559,885</b>	<b>481,432</b>
<b>Total non-current investments</b>	<b>1,164,899</b>	<b>1,041,637</b>	<b>1,172,068</b>	<b>1,048,746</b>
<b>Total investments</b>	<b>1,206,936</b>	<b>1,103,041</b>	<b>1,214,105</b>	<b>1,110,150</b>



## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>19. LAND, BUILDINGS AND INFRASTRUCTURE, PLANT AND EQUIPMENT</b>				
<b>Land, Buildings and Infrastructure</b>				
Buildings under construction	32,088	7,439	32,088	7,439
Site infrastructure at cost	1,149	-	1,149	-
Accumulated depreciation	(27)	-	(27)	-
Land at Cost	-	1,550	-	1,550
Campus buildings at cost	62,007	47,943	62,007	47,943
Accumulated depreciation	(1,042)	(124)	(1,042)	(124)
Land, buildings and infrastructure at cost	62,087	49,369	62,087	49,369
Site infrastructure at valuation	25,328	25,328	25,328	25,328
Accumulated depreciation	(893)	-	(893)	-
Land at valuation	58,543	43,528	58,543	43,528
Dwellings at valuation	14,710	15,320	14,710	15,320
Accumulated depreciation	(315)	-	(315)	-
Campus buildings at valuation	900,782	911,092	890,582	902,742
Accumulated depreciation	(20,086)	(19)	(20,086)	(19)
Land, buildings and infrastructure at valuation	978,069	995,249	967,869	986,899
Crown Lease at valuation	8,250	6,200	8,250	6,200
Accumulated amortisation	-	(1,127)	-	(1,127)
Amortised crown lease	8,250	5,073	8,250	5,073
<b>Total land, buildings and infrastructure</b>	<b>1,080,494</b>	<b>1,057,130</b>	<b>1,070,294</b>	<b>1,048,780</b>
<b>Plant and Equipment</b>				
Plant and equipment under construction	15,502	11,255	15,502	11,255
Plant, equipment and motor vehicles at cost	116,059	97,368	114,203	95,601
Accumulated depreciation	(50,051)	(34,383)	(48,444)	(32,795)
Plant, equipment and motor vehicles at deemed cost	62,326	65,660	62,326	65,660
Accumulated depreciation	(25,539)	(18,937)	(25,539)	(18,937)
	102,795	109,708	102,546	109,529
Works of art at cost	205	60	205	60
Works of art at valuation	29,143	29,143	29,143	29,143
	29,348	29,203	29,348	29,203
Rare library materials at valuation	9,071	8,177	9,071	8,177
	9,071	8,177	9,071	8,177
<b>Total plant and equipment</b>	<b>156,716</b>	<b>158,343</b>	<b>156,467</b>	<b>158,164</b>
<b>Total land, buildings and infrastructure, plant and equipment</b>	<b>1,237,210</b>	<b>1,215,473</b>	<b>1,226,761</b>	<b>1,206,944</b>

## NOTES continued

## 19. LAND, BUILDINGS AND INFRASTRUCTURE, PLANT AND EQUIPMENT continued

Table A: Reconciliation of the opening and closing balances of land, buildings and infrastructure, plant and equipment (Consolidated only)

	Land \$'000	Buildings \$'000	Infrastructure & Crown Lease \$'000	Total land, buildings and infrastructure \$'000	Plant and equipment \$'000	Total \$'000
<b>Gross value</b>						
As at 1 January 2007	45,078	974,355	38,967	1,058,400	211,663	1,270,063
Additions	1,390	14,094	40,297	55,781	25,146	80,927
Revaluations	13,194	1,821	2,050	17,065	828	17,893
Disposals	(1,119)	(12,771)	(14,499)	(28,389)	(5,331)	(33,720)
As at 31 December 2007	58,543	977,499	66,815	1,102,857	232,306	1,335,163
<b>Accumulated depreciation / amortisation</b>						
As at 1 January 2007	-	143	1,127	1,270	53,320	54,590
Charge for the reporting period	-	21,939	1,483	23,422	24,006	47,428
Disposals	-	(386)	-	(386)	(1,736)	(2,122)
Revaluations	-	(253)	(1,690)	(1,943)	-	(1,943)
As at 31 December 2007	-	21,443	920	22,363	75,590	97,953
Net book value as at 31 December 2007	58,543	956,056	65,895	1,080,494	156,716	1,237,210
Net book value as at 1 January 2007	45,078	974,212	37,840	1,057,130	158,343	1,215,473

Table B: Reconciliation of the opening and closing balances of land, buildings and infrastructure, plant and equipment (University only)

Item	Land \$'000	Buildings \$'000	Infrastructure & Crown Lease \$'000	Total land, buildings and infrastructure \$'000	Plant and equipment \$'000	Total \$'000
<b>Gross value</b>						
As at 1 January 2007	45,078	966,005	38,967	1,050,050	209,896	1,259,946
Additions	1,390	14,065	40,297	55,752	25,059	80,811
Revaluations	13,194	-	2,050	15,244	828	16,072
Disposals	(1,119)	(12,771)	(14,499)	(28,389)	(5,333)	(33,722)
As at 31 December 2007	58,543	967,299	66,815	1,092,657	230,450	1,323,107
<b>Accumulated depreciation / amortisation</b>						
As at 1 January 2007	-	143	1,127	1,270	51,732	53,002
Charge for the reporting period	-	21,686	1,483	23,169	23,961	47,130
Disposals	-	(386)	-	(386)	(1,710)	(2,096)
Revaluations	-	-	(1,690)	(1,690)	-	(1,690)
As at 31 December 2007	-	21,443	920	22,363	73,983	96,346
Net book value as at 31 December 2007	58,543	945,856	65,895	1,070,294	156,467	1,226,761
Net book value as at 1 January 2007	45,078	965,862	37,840	1,048,780	158,164	1,206,944

## NOTES continued

## 19. LAND, BUILDINGS AND INFRASTRUCTURE, PLANT AND EQUIPMENT continued

Table C: Reconciliation of the opening and closing balances of land, buildings and infrastructure, plant and equipment at valuation (Consolidated only)

Item	Land \$'000	Buildings \$'000	Infrastructure \$'000	Total land, buildings and infrastructure \$'000	Plant and equipment \$'000	Total \$'000
<b>Gross value</b>						
As at 1 January 2007	43,528	926,412	31,528	1,001,468	37,320	1,038,788
Additions	2,940	30	-	2,970	66	3,036
Revaluations	13,194	1,821	2,050	17,065	828	17,893
Disposals	(1,119)	(12,771)	-	(13,890)	-	(13,890)
As at 31 December 2007	58,543	915,492	33,578	1,007,613	38,214	1,045,827
<b>Accumulated depreciation / amortisation</b>						
As at 1 January 2007	-	19	1,127	1,146	-	1,146
Charge for the reporting period	-	21,020	1,457	22,477	-	22,477
Disposals	-	(385)	-	(385)	-	(385)
Revaluations	-	(253)	(1,691)	(1,944)	-	(1,944)
As at 31 December 2007	-	20,401	893	21,294	-	21,294
Net book value as at 31 December 2007	58,543	895,091	32,685	986,319	38,214	1,024,533
Net book value as at 1 January 2007	43,528	926,393	30,401	1,000,322	37,320	1,037,642

Table D: Assets under construction (Consolidated only)

Item	Land \$'000	Buildings \$'000	Infrastructure \$'000	Total land, buildings and infrastructure \$'000	Plant and equipment \$'000	Total \$'000
As at 31 December 2007						
Gross value	-	32,088	-	32,088	15,502	47,590
Accumulated depreciation/amortisation	-	-	-	-	-	-
Net book value	-	32,088	-	32,088	15,502	47,590
As at 31 December 2006						
Gross value	-	7,439	-	7,439	11,255	18,694
Accumulated depreciation/amortisation	-	-	-	-	-	-
Net book value	-	7,439	-	7,439	11,255	18,694

## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>20. INVESTMENT PROPERTY</b>				
Properties	18,855	15,600	18,855	15,600
	<u>18,855</u>	<u>15,600</u>	<u>18,855</u>	<u>15,600</u>

Table A: Reconciliation of the opening and closing balances of investment property

Balance as at 1 January	15,600	11,800	15,600	11,800
Additions	2,240	881	2,240	881
Net gain(loss) from fair value adjustment	1,015	2,919	1,015	2,919
Balance as at 31 December	<u>18,855</u>	<u>15,600</u>	<u>18,855</u>	<u>15,600</u>

Rental income from investment properties was \$1,495,050 in 2007 (2006 \$1,095,848).  
Operating expenses in relation to these properties were \$596,686 in 2007 (2006 \$813,843).

No indicators of impairment were found for investment properties.

## 21. INTANGIBLES

*Non-current assets:*

Goodwill on acquisition	180	180	-	-
Impairment of goodwill	(103)	(94)	-	-
Total non-current assets	<u>77</u>	<u>86</u>	<u>-</u>	<u>-</u>

Table A: Reconciliation of the opening and closing balances of intangibles

Balance as at 1 January	86	96	-	-
Impairment recognised in the operating result	(9)	(10)	-	-
Balance as at 31 December	<u>77</u>	<u>86</u>	<u>-</u>	<u>-</u>

## 22. INVENTORIES

Inventory held for sale	141	180	141	180
Consumables in store	922	892	922	892
WIP equipment for sale	11,672	8,066	-	-
	<u>12,735</u>	<u>9,138</u>	<u>1,063</u>	<u>1,072</u>

## 23. OTHER NON-FINANCIAL ASSETS

*Current assets:*

Advance payments and prepaid expenditure	14,060	14,786	14,056	14,768
Licence Agreement	125	106	125	106
Amortisation of License Agreement	(106)	(87)	(106)	(87)
Total current assets	<u>14,079</u>	<u>14,805</u>	<u>14,075</u>	<u>14,787</u>

*Non-current assets:*

Licence Agreement	314	334	314	334
Total non-current assets	<u>314</u>	<u>334</u>	<u>314</u>	<u>334</u>
Total other non-financial assets	<u>14,393</u>	<u>15,139</u>	<u>14,389</u>	<u>15,121</u>

No indicators of impairment were found for other non-financial assets.

## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>24. SUPPLIERS</b>				
Suppliers	35,389	21,420	34,244	21,101
Total payables to suppliers	35,389	21,420	34,244	21,101

Supplier payables are current. Settlement is usually made net 30 days.

**25. OTHER PAYABLES***Other current payables:*

Income in advance	18,399	14,048	5,705	5,564
Other creditors	5,929	6,224	5,929	6,224
Income tax expense	(225)	(149)	-	-
Deferred tax liability	206	126	-	-
Construction project liability	13,596	9,002	-	-
Incomplete project revenue	1,097	1,798	-	-
Total other current payables	39,002	31,049	11,634	11,788

*Other non-current payables:*

Income in advance	167	250	-	-
Total other non-current payables	167	250	-	-
Total other payables	39,169	31,299	11,634	11,788

**26. LOANS***Current liability:*

Indexed Annuity Bonds	369	420	369	420
Total current liabilities	369	420	369	420

*Non-current liability:*

Indexed Annuity Bonds	114,357	115,726	114,357	115,726
Total non-current liabilities	114,357	115,726	114,357	115,726
Total loans	114,726	116,146	114,726	116,146

The University has issued unsecured Indexed Annuity Bonds in October 2004 with a maturity of 25 years. The loan is repayable by quarterly instalments of principal and interest that are indexed in alignment with the Australian Consumer Price Index (CPI). The real yield payable on the Bonds is 3.235% with an effective CPI base of 30 June 2004.

The carrying amount of the borrowings are denominated in Australian dollars.

**27. EMPLOYEE BENEFITS***Current liability:*

Accrued salary and related expenses	5,259	4,536	5,259	4,536
Superannuation levy	531	337	531	337
Employee redundancy and early retirement scheme	-	1,282	-	1,282
Employee superannuation entitlements	24,908	18,351	24,908	18,351
Annual Leave entitlements	25,851	20,562	25,536	20,283
Long Service Leave entitlements	40,979	41,262	40,803	41,149
Total current liability	97,528	86,330	97,037	85,938

*Non-current liability:*

Employee superannuation entitlements	456,740	456,466	456,740	456,466
Long Service Leave entitlements	14,777	14,338	14,747	14,277
Total non-current liability	471,517	470,804	471,487	470,743
Total provisions and payables to employees	569,045	557,134	568,524	556,681

NOTES continued

## 28. RESERVES

## 28. (a) - Analysis of Equity

Consolidated	Accumulated Results		Total Asset Revaluation Reserves		Total Special Reserves		Total Equity	
	2007	2006	2007	2006	2007	2006	2007	2006
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Total equity at the beginning of the financial year</b>	778,746	459,016	1,007,559	878,059	24,199	32,745	1,810,504	1,369,820
Operating surplus/(deficit) from ordinary activities	96,561	225,739	-	-	-	-	96,561	225,739
Net revaluation increase	-	-	37,144	214,336	-	-	37,144	214,336
Transfers to/(from) reserves - equity	615	61,790	(615)	(61,790)	-	-	-	-
Transfers to/(from) reserves	(6,265)	8,546	(33,381)	(23,046)	6,265	(8,546)	(33,381)	(23,046)
Adjustment direct to equity - income tax	-	(52)	-	-	-	-	-	(52)
Adjustment direct to equity - actuarial gains/(losses) on employee superannuation liability	(8,281)	23,707	-	-	-	-	(8,281)	23,707
<b>Total equity at the end of the financial year</b>	<b>861,376</b>	<b>778,746</b>	<b>1,010,707</b>	<b>1,007,559</b>	<b>30,464</b>	<b>24,199</b>	<b>1,902,547</b>	<b>1,810,504</b>

University	Accumulated Results		Total Asset Revaluation Reserves		Total Special Reserves		Total Equity	
	2007	2006	2007	2006	2007	2006	2007	2006
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Total equity at the beginning of the financial year</b>	778,934	459,974	1,002,709	874,339	24,199	32,745	1,805,842	1,367,058
Operating surplus/(deficit) from ordinary activities	95,453	224,917	-	-	-	-	95,453	224,917
Net revaluation increase	-	-	35,130	213,206	-	-	35,130	213,206
Transfers to/(from) reserves - equity	615	61,790	(615)	(61,790)	-	-	-	-
Transfers to/(from) reserves	(6,265)	8,546	(33,381)	(23,046)	6,265	(8,546)	(33,381)	(23,046)
Adjustment direct to equity - actuarial gains/(losses) on employee superannuation liability	(8,281)	23,707	-	-	-	-	(8,281)	23,707
<b>Total equity at the end of the financial year</b>	<b>860,456</b>	<b>778,934</b>	<b>1,003,843</b>	<b>1,002,709</b>	<b>30,464</b>	<b>24,199</b>	<b>1,894,763</b>	<b>1,805,842</b>

## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>28. RESERVES continued</b>				
<b>28. (b) - Reserves</b>				
<i>Asset Revaluation Reserves:</i>				
Asset revaluation - Property	798,866	795,945	792,017	791,170
Asset revaluation - Plant & Equipment	25,878	25,878	25,878	25,878
Asset revaluation - Investments	170,742	175,084	170,727	175,009
Asset revaluation - Crown Lease	8,501	4,760	8,501	4,760
Asset revaluation - Rare Library Materials	6,720	5,892	6,720	5,892
Total asset revaluation reserves	1,010,707	1,007,559	1,003,843	1,002,709
<i>Special Reserves:</i>				
Building	12,448	9,794	12,448	9,794
Equipment	11,102	8,386	11,102	8,386
Self insurance	6,914	5,980	6,914	5,980
Equipment replacement	-	39	-	39
Total special reserves	30,464	24,199	30,464	24,199
Total reserves	1,041,171	1,031,758	1,034,307	1,026,908

## Summary of movements in reserves during the year ended 31 December 2007

Balance at beginning of year	1,031,758	910,804	1,026,908	907,084
Transfer (to)/from income	(33,381)	(23,046)	(33,381)	(23,046)
Increments/(decrements) on revaluation	37,144	214,336	35,130	213,206
Transfer (to)/from retained surpluses	5,650	(70,336)	5,650	(70,336)
Balance at end of year	1,041,171	1,031,758	1,034,307	1,026,908

## Movements in reserves

<i>Asset revaluation - Property</i>				
Balance at beginning of year	795,945	647,235	791,170	643,568
Transfers to retained surpluses	(615)	-	(615)	-
Increments/(decrements) on revaluation of				
Land	13,194	-	13,194	-
Buildings	(9,658)	148,710	(11,732)	147,602
Balance at end of year	798,866	795,945	792,017	791,170
<i>Asset revaluation - Plant and Equipment</i>				
Balance at beginning of year	25,878	84,864	25,878	84,864
Transfers to retained surpluses	-	(59,190)	-	(59,190)
Increments/(decrements) on revaluation	-	204	-	204
Balance at end of year	25,878	25,878	25,878	25,878
<i>Asset revaluation - Investments</i>				
Balance at beginning of year	175,084	135,316	175,009	135,263
Transfers to/(from) retained surpluses - equity	-	(2,600)	-	(2,600)
Transfer (to)/from income	(33,381)	(23,046)	(33,381)	(23,046)
Increments/(decrements) on revaluation	29,039	65,414	29,099	65,392
Balance at end of year	170,742	175,084	170,727	175,009

NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>28. RESERVES continued</b>				
<b>28. (b) - Reserves continued</b>				
<i>Asset revaluation - Crown Lease</i>				
Balance at beginning of year	4,760	4,760	4,760	4,760
Increments on revaluation	3,741	-	3,741	-
Balance at end of year	8,501	4,760	8,501	4,760
<i>Asset revaluation - Rare Library Materials</i>				
Balance at beginning of year	5,892	5,884	5,892	5,884
Increments on revaluation	828	8	828	8
Balance at end of year	6,720	5,892	6,720	5,892
<i>Building</i>				
Balance at beginning of year	9,794	16,512	9,794	16,512
Transfer from retained surpluses	3,108	3,430	3,108	3,430
Transfer to retained surpluses	(454)	(10,148)	(454)	(10,148)
Balance at end of year	12,448	9,794	12,448	9,794
<i>Equipment</i>				
Balance at beginning of year	8,386	10,645	8,386	10,645
Transfer from retained surpluses	2,795	2,199	2,795	2,199
Transfer to retained surpluses	(79)	(4,458)	(79)	(4,458)
Balance at end of year	11,102	8,386	11,102	8,386
<i>Self insurance of dwellings and buildings</i>				
Balance at beginning of year	5,980	5,538	5,980	5,538
Transfer from retained surpluses	947	1,939	947	1,939
Transfer to retained surpluses	(13)	(1,497)	(13)	(1,497)
Balance at end of year	6,914	5,980	6,914	5,980
<i>Equipment Replacement</i>				
Balance at beginning of year	39	50	39	50
Transfer from retained surpluses	(39)	(11)	(39)	(11)
Balance at end of year	-	39	-	39



## NOTES continued

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>29. RECONCILIATION OF OPERATING RESULT TO NET CASH FLOWS FROM OPERATIONS</b>				
Reported net operating surplus/(deficit) from ordinary activities	96,561	225,739	95,453	224,917
Depreciation and amortisation of property, plant and equipment	47,447	42,643	47,149	42,376
Impairment losses	2,260	2,128	2,251	2,119
Net loss on disposal of assets	627	584	632	882
Net (gain) on revaluation of investment property	(1,015)	(2,919)	(1,015)	(2,919)
Net (gain) on asset impairment reversal	(1,248)	-	(1,248)	-
Provision for doubtful debts	(195)	(180)	(195)	(180)
Provision for income tax	4	(143)	-	-
Unrealised (gain)/loss on investments	(814)	2,864	(814)	2,864
Realised (gain)/loss on investment sales	(34,640)	(20,540)	(34,640)	(20,540)
(Increase)/decrease in operating assets				
Receivables	(9,757)	(3,810)	(4,301)	(985)
Advance payments and prepaid expenditure	728	(2,231)	714	(2,232)
Inventories	(3,597)	(1,919)	9	903
Other				
Increase/(decrease) in operating liabilities				
Provision for employee entitlements	986	5,658	918	5,633
Employee related liabilities	6,444	(2,661)	6,444	(2,661)
Trade creditors	9,415	3,140	8,498	2,802
Other provisions and payables	7,867	6,987	(152)	1,587
Net cash flows from operating activities	<u>121,073</u>	<u>255,340</u>	<u>119,703</u>	<u>254,566</u>

**30. CONTINGENT ASSETS**

The University lost significant assets at the Research School of Astronomy and Astrophysics, Mt Stromlo Observatory as a result of the Canberra firestorms on 18 January 2003. The University initiated legal proceedings against the insurance companies and later joined the broker involved. The University settled the court proceedings against the insurance companies in December 2006, however legal action against the broker is continuing. The final outcome of this action cannot be reliably measured at this time.

The University suffered significant damage to buildings and equipment during a severe storm cell that impacted the Acton campus in February 2007. Considerable remedial works have been undertaken during 2007 and these costs are reflected in the financial statements. The University is continuing to work with our insurers and settlement of claims is not envisaged until 2008 or beyond.

NOTES continued

31. CONTINGENT LIABILITIES

The following guarantees have been provided:

Guarantee	Purpose	Consolidated		University	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
ANZ Bank	To support financing arrangements entered into by Burgmann College for building development	8,915	8,915	8,915	8,915
Credit Union of Canberra	To support financing arrangements entered into by needy students	14	9	14	9
Other	To support tenancy arrangements with various property lessors	-	46	-	46
National Bank	To support export projects	2,681	334	-	-
		<u>11,610</u>	<u>9,304</u>	<u>8,929</u>	<u>8,970</u>

The University is the beneficial owner of two parcels of shares of which a proportion of income on disposal is payable to ANU Enterprise Pty Limited. The amounts estimated to be payable to ANU Enterprise Pty Limited as at 31 December 2007 is \$598,938.72 (2006 - \$327,867.86).

The University is currently involved in a number of legal matters. The liability of the University in respect of these matters cannot be reliably estimated at this time.

32. DIRECTORS' REMUNERATION

	Consolidated		University	
	2007 Number	2006 Number	2007 Number	2006 Number
\$0 - \$14,999	-	3	-	-
\$15,000 - \$29,999	4	1	-	-
\$30,000 - \$44,999	-	1	-	-
\$105,000-\$119,999	1	-	-	-
	<u>5</u>	<u>5</u>	<u>-</u>	<u>-</u>

	Consolidated		University	
	2007 \$	2006 \$	2007 \$	2006 \$
Total remuneration received or due and receivable by Directors of the Consolidated Entity	<u>182,000</u>	<u>105,900</u>	<u>-</u>	<u>-</u>

Employees of the University who are members of Council do not receive remuneration for Council service.

33. RELATED PARTY DISCLOSURES

	Consolidated		University	
	2007 \$	2006 \$	2007 \$	2006 \$
A loan was made to the following Senior Executive. It was approved by the University Council.				
<i>Loan - Professor Ian Chubb AC</i>				
Loan outstanding at year-end	500,000	500,000	500,000	500,000
Loan repayments during the year	-	-	-	-
Interest revenue included in operating result from loans to senior executive	-	-	-	-

The value of interest and fringe benefits applicable on this loan have been included in the values disclosed in Note 34.

The University enters into a number of transactions for the provision of goods and services under normal commercial terms and conditions with student organisations based on campus.

NOTES continued

34. REMUNERATION OF SENIOR EXECUTIVES

	Consolidated		University	
	2007	2006	2007	2006
	\$	\$	\$	\$
Income received or due and receivable by senior executives <sup>1</sup>	4,482,520	3,811,232	3,947,393	3,422,775

1. Aggregate remuneration disclosed relates only to those senior executives captured within the \$15,000 bands above \$130,000. A 'senior executive' is defined as a person who is concerned in, or takes part in, the management of the university. The directors of entities consolidated are considered officers of the consolidated entity.

The number of senior executives included in these figures are shown below in the relevant income bands

	Consolidated		University	
	2007	2006	2007	2006
	Number	Number	Number	Number
\$130,000 - \$144,999	1	-	-	-
\$160,000 - \$174,999	1	1	-	-
\$175,000 - \$189,999	-	1	-	1
\$190,000 - \$204,999	-	2	-	2
\$205,000 - \$219,999	2	3	2	2
\$220,000 - \$234,999	2	2	1	2
\$235,000 - \$249,999	-	1	-	1
\$250,000 - \$264,999	4	-	4	-
\$280,000 - \$294,999	-	1	-	1
\$295,000 - \$309,999	1	-	1	-
\$340,000 - \$354,999	-	1	-	1
\$385,000 - \$399,999	-	1	-	1
\$415,000 - \$429,999	1	-	1	-
\$700,000 - \$714,999	-	1	-	1
\$1,555,000 - \$1,569,999 <sup>1</sup>	1	-	1	-
	13	14	10	12

1. The Vice-Chancellor's package was back-loaded to encourage him to serve in full his seven year contract. This retention bonus was in the form of a one-off payment. It is included in the figures in the table above.

The aggregate amount of separation and redundancy payments during the year to senior executives was nil.

35. REMUNERATION OF AUDITORS

	Consolidated		University	
	2007	2006	2007	2006
	\$	\$	\$	\$
Remuneration to the Auditor-General for auditing the financial statements for the reporting period <sup>1</sup>	283,000	283,000	225,000	225,000
Total remuneration paid to the Auditor-General	283,000	283,000	225,000	225,000

1. Amounts shown exclude GST paid on these services.

No other services were provided by the Auditor-General during the reporting period.

## NOTES continued

## 36. FINANCIAL INSTRUMENTS

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>36(a) Categories of Financial Instruments</b>				
<b>Financial Assets</b>				
<i>Available-for-sale financial assets</i>				
Australian cash deposits and short-term securities	114,149	133,206	107,175	127,463
Overseas denominated cash deposits and short-term securities	7,120	5,281	6,802	4,963
Interest bearing securities	320,824	350,439	320,824	350,439
Domestic shares and listed securities	542,528	504,680	542,498	504,590
Domestic unlisted investments	123,284	35,730	130,483	42,929
Overseas managed funds	220,300	212,192	220,300	212,192
<i>Loans and receivables</i>				
Loans and receivables	48,347	39,539	33,687	30,245
<i>Fair value through profit or loss</i>				
Receivables derivative instruments	1,054	-	1,054	-
<b>Carrying amount of financial assets</b>	<b>1,377,606</b>	<b>1,281,067</b>	<b>1,362,823</b>	<b>1,272,821</b>
<b>Financial liabilities</b>				
<i>At amortised cost</i>				
Payables	74,558	52,719	45,878	32,889
Loans payable	114,726	116,146	114,726	116,146
<b>Carrying amount of financial liabilities</b>	<b>189,284</b>	<b>168,865</b>	<b>160,604</b>	<b>149,035</b>
<b>36(b) Net income and expense from financial assets</b>				
<b>Loans and Receivables</b>				
Interest revenue	-	-	-	-
Exchange gains/(loss)	-	-	-	-
Impairment	-	-	-	-
Gain/(loss) on disposal	-	-	-	-
<b>Net gain/(loss) receivables</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fair value through profit or loss</b>				
Interest revenue	-	-	-	-
Exchange gains/(loss)	1,054	-	1,054	-
Impairment	-	-	-	-
Gain/(loss) on disposal	-	-	-	-
<b>Net gain/(loss) fair value through profit or loss</b>	<b>1,054</b>	<b>-</b>	<b>1,054</b>	<b>-</b>
<b>Available-for-sale</b>				
Interest revenue	28,627	26,447	28,268	26,102
Dividend revenue	77,280	72,134	77,280	72,134
Exchange gains/(loss)	(5,458)	(2,864)	(5,458)	(2,864)
Gain/(loss) recognised in equity	4,917	(10,327)	4,917	(10,620)
<i>Amounts reversed from equity:</i>				
Impairment	-	-	-	-
Fair value changes reversed on disposal	34,641	20,540	34,641	20,540
Gain/(loss) on disposal	-	-	-	-
<b>Net gain/(loss) available-for-sale</b>	<b>140,007</b>	<b>105,930</b>	<b>139,648</b>	<b>105,292</b>
<b>Net gain/(loss) from financial assets</b>	<b>141,061</b>	<b>105,930</b>	<b>140,702</b>	<b>105,292</b>
<b>36(c) Net Income and expense from financial liabilities</b>				
<b>Financial liabilities at amortised cost</b>				
Borrowing expense	5,877	8,249	5,877	8,249
Exchange gains/(loss)	-	-	-	-
Gain/(loss) on disposal	-	-	-	-
<b>Net gain/(loss) financial liabilities at amortised cost</b>	<b>5,877</b>	<b>8,249</b>	<b>5,877</b>	<b>8,249</b>
<b>Net gain/(loss) from financial liabilities</b>	<b>5,877</b>	<b>8,249</b>	<b>5,877</b>	<b>8,249</b>

## NOTES continued

## 36. FINANCIAL INSTRUMENTS continued

## 36(d) Fair Value

<u>University</u>	Carrying Amount	Fair Value	Carrying Amount	Fair Value
	2007	2007	2006	2006
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>				
<i>Available-for-sale financial assets</i>				
Australian cash deposits and short-term securities	107,175	107,175	127,463	127,463
Overseas denominated cash deposits and short-term securities	6,802	6,802	4,963	4,963
Interest bearing securities	320,824	320,824	350,439	350,439
Domestic shares and listed securities	542,498	542,498	504,590	504,590
Domestic unlisted investments	130,483	130,483	42,929	42,929
Overseas managed funds	220,300	220,300	212,192	212,192
<i>Loans and receivables</i>				
Loans and receivables	33,687	33,687	30,245	30,245
<i>Fair value through profit or loss</i>				
Receivables derivative instruments	1,054	1,054	-	-
<b>Total</b>	<b>1,362,823</b>	<b>1,362,823</b>	<b>1,272,821</b>	<b>1,272,821</b>
<b>Financial liabilities</b>				
<i>At amortised cost</i>				
Payables	45,878	45,878	32,889	32,889
Loans payable	114,726	114,726	116,146	116,146
<b>Total</b>	<b>160,604</b>	<b>160,604</b>	<b>149,035</b>	<b>149,035</b>
<b>Consolidated</b>				
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
	2007	2007	2006	2006
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>				
<i>Available-for-sale financial assets</i>				
Australian cash deposits and short-term securities	114,149	114,149	133,206	133,206
Overseas denominated cash deposits and short-term securities	7,120	7,120	5,281	5,281
Interest bearing securities	320,824	320,824	350,439	350,439
Domestic shares and listed securities	542,528	542,528	504,680	504,680
Domestic unlisted investments	123,284	123,284	35,730	35,730
Overseas managed funds	220,300	220,300	212,192	212,192
<i>Loans and receivables</i>				
Loans and receivables	48,347	48,347	39,539	39,539
<i>Fair value through profit or loss</i>				
Receivables derivative instruments	1,054	1,054	-	-
<b>Total</b>	<b>1,377,606</b>	<b>1,377,606</b>	<b>1,281,067</b>	<b>1,281,067</b>
<b>Financial liabilities</b>				
<i>At amortised cost</i>				
Payables	74,558	74,558	52,719	52,719
Loans payable	114,726	114,726	116,146	116,146
<b>Total</b>	<b>189,284</b>	<b>189,284</b>	<b>168,865</b>	<b>168,865</b>

## NOTES continued

## 36. FINANCIAL INSTRUMENTS continued

## 36(d) Fair Value continued

## Valuation method used for determining the fair value of financial instruments

The following table identifies for those assets and liabilities carried at fair value (above) whether fair value was obtained by reference to market prices or by valuation technique that employs observable market transactions, or one that uses non-observable market inputs to determine fair value.

University	Valuation technique utilising			
	Market Values \$'000	Market Inputs \$'000	Non-Market Inputs \$'000	Total \$'000
<b>Financial assets</b>				
<i>Available-for-sale financial assets</i>				
Australian cash deposits and short-term securities	-	107,175	-	107,175
Overseas denominated cash deposits and short-term securities	-	6,802	-	6,802
Interest bearing securities	-	320,824	-	320,824
Domestic shares and listed securities	542,498	-	-	542,498
Domestic unlisted investments	-	130,483	-	130,483
Overseas managed funds	220,300	-	-	220,300
<i>Loans and receivables</i>				
Loans and receivables	-	-	33,687	33,687
<i>Fair value through profit or loss</i>				
Receivables derivative instruments	1,054	-	-	1,054
<b>Total</b>	<b>763,852</b>	<b>565,284</b>	<b>33,687</b>	<b>1,362,823</b>
<b>Financial liabilities</b>				
<i>At amortised cost</i>				
Payables	-	-	45,878	45,878
Loans payable	-	-	114,726	114,726
<b>Total</b>	<b>-</b>	<b>-</b>	<b>160,604</b>	<b>160,604</b>

## Consolidated

	Valuation technique utilising			
	Market Values \$'000	Market Inputs \$'000	Non-Market Inputs \$'000	Total \$'000
<b>Financial assets</b>				
<i>Available-for-sale financial assets</i>				
Australian cash deposits and short-term securities	-	114,149	-	114,149
Overseas denominated cash deposits and short-term securities	-	7,120	-	7,120
Interest bearing securities	-	320,824	-	320,824
Domestic shares and listed securities	542,528	-	-	542,528
Domestic unlisted investments	-	123,284	-	123,284
Overseas managed funds	220,300	-	-	220,300
<i>Loans and receivables</i>				
Loans and receivables	-	-	48,347	48,347
<i>Fair value through profit or loss</i>				
Receivables derivative instruments	1,054	-	-	1,054
<b>Total</b>	<b>763,882</b>	<b>565,377</b>	<b>48,347</b>	<b>1,377,606</b>
<b>Financial liabilities</b>				
<i>At amortised cost</i>				
Payables	-	-	74,558	74,558
Loans payable	-	-	114,726	114,726
<b>Total</b>	<b>-</b>	<b>-</b>	<b>189,284</b>	<b>189,284</b>

## NOTES continued

## 36. FINANCIAL INSTRUMENTS continued

**36(e) Credit Risk**

Credit risk is defined as "the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation."

Loans and Receivables balances are monitored on an ongoing basis with the result that the Entity's exposure to bad debts is not significant.

With respect to credit risk arising from the other financial assets of the Entity, which comprise cash and cash equivalents and available-for-sale financial investments, the Entity's maximum exposure to credit risk is equal to the carrying amount of these instruments.

The University is party to guarantees as identified in Note 31 'Contingent Liabilities'. The maximum exposure to credit risk, if the University was called upon to meet the obligations, is the amount disclosed in Note 31.

The Entity does not hold any collateral or other credit enhancement facilities against these assets or contingent liabilities.

**Ageing of financial assets that are past due but not impaired:**

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
<b>Loans and receivables</b>				
<i>Carrying amount as at 31 December</i>	49,401	39,539	34,741	30,245
<i>of which:</i>				
Neither impaired nor past due on the reporting date	24,988	23,635	25,687	24,244
Less than 30 days	6,546	3,264	5,182	2,601
Between 30 and 60 days	2,041	1,006	1,859	856
Between 61 and 90 days	824	1,250	544	1,169
More than 90 days	15,002	10,384	1,469	1,375
	49,401	39,539	34,741	30,245

There are no significant financial assets that have had renegotiated terms that would otherwise, without that renegotiation, have been past due or impaired.

**36(f) Liquidity Risk**

The following tables illustrate the maturities for financial liabilities

**Consolidated**

2007	On Demand	Within 1 Year	1-5 Years	Greater than 5	Total
	\$'000	\$'000	\$'000	Years \$'000	\$'000
Suppliers and payables	-	74,391	167	-	74,558
Loans payable - principal	-	369	4,255	110,102	114,726
Loans payable - interest	-	7,135	28,082	75,687	110,904
<b>Total</b>	-	81,895	32,504	185,789	300,188
<b>2006</b>					
Suppliers and payables	-	52,469	250	-	52,719
Loans payable - principal	-	420	4,211	111,515	116,146
Loans payable - interest	-	6,936	27,292	77,978	112,206
<b>Total</b>	-	59,825	31,753	189,493	281,071

Liquidity risk is defined as the risk that the Consolidated Entity could not be able to settle or meet its obligations on time or at a reasonable price. The University adopts an active cash management strategy.

The University's investment portfolio allocation profile is determined by the Investment Advisory Committee and is structured to ensure sufficient funds are held in investments that can be converted to cash to meet its obligations as they fall due. Equities, other Listed Securities, Cash and Short-term debt securities constitute the significant component of the Entity's financial instruments. The liquidity risk of Unlisted Securities is managed through holding a diversified portfolio of assets with known investment horizons, different expected exit dates, and ensuring the total exposure of this class is maintained at a level whereby forced sales will not be required.

The University Investment Office is responsible for liquidity, funding as well as settlement management.

## NOTES continued

## 36. FINANCIAL INSTRUMENTS continued

36(g) Market Risk

Market risk is defined as "the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices" and includes interest rate risk, foreign currency risk and "other price risks." Other price risks are further defined as "the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market."

36(g)(i) Currency Risk

The Economic Entity derives its revenue streams principally in Australian dollars. Payments to overseas denominated currency sources for the supply of goods and services provided to the Entity is considered immaterial and as such foreign exchange risk in these transactions is considered insignificant.

The Economic Entity holds an overseas based portfolio that is invested in most major markets and as such has exposure to the major currencies. The mix and weighting of currency holdings approximates those utilized in the Trade Weighted Index/AUD calculation and as such the Trade Weighted Index is considered an appropriate measurement for Currency Risk. The University monitors the value of the Australian dollar relative to other major currencies and when the value is considered to be out of alignment with fundamental value common risk management approaches, including forward currency contracts are adopted.

The impact of a weakening/(strengthening) of the AUD by 10% with all other variables held constant, profit for the year would have been \$22,742,000 higher/(lower) (2006: \$21,747,000), as a result of foreign gains/(losses) on translation of foreign currency bank account balances. Equity would have been \$22,742,000 higher/(lower) (2006: \$21,747,000), had the AUD weakened/(strengthened) by 10% against the Trade Weighted Index, arising from the Available-for-sale investments.

The following table, 36(g)(iv), demonstrates the sensitivity to a reasonably possible change in the AUD/Trade Weighted Index with all other variables held constant, on the Entity's Profit and Loss and the Entity's Equity.

36(g)(ii) Interest Rate Risk

Interest rate risk is the risk that the realisable value of a financial instrument will fluctuate due to the changes in market interest rates. The entity's exposure to the risk of changes in market interest relates primarily to long-term investments with floating interest rates. The University's outstanding Loans Payable is linked to Consumer Price Index movements.

The Economic Entity's interest rate risk arises from the investment in cash, fixed and floating interest and short term money market securities. The portfolio consists of a combination of fixed coupon interest payments with repayment of principal on maturity, discounted securities with principal repaid upon maturity and floating rate notes. The portfolio is fully invested in AUD denominated securities. All counterparties are rated as investment grade.

At 31 December 2007, if interest rates decreased/(increased) by 1.0%, with all other variables held constant, operating result and equity would have been \$4,421,000 higher/(lower) (2006: \$4,889,000).

The following table, 36(g)(iv), demonstrates the sensitivity to a reasonably possible change in interest rates, with all other variables held constant.

36(g)(iii) Other Price Risk

The University Loans payable 'Indexed Annuity Bond' is repayable by quarterly instalments that are indexed in alignment with the Australian Consumer Price Index (CPI). The real yield payable on the Bonds is 3.235% with an effective CPI base of 30 September 2004. The calculation of the outstanding liability is based on the historic movement in CPI from the base period to 30 September of the reporting year (3.35% per annum).

The following table, 36(g)(iv), demonstrates the sensitivity to a reasonably possible change in CPI annual rates, with all other variables held constant.

A majority of the Economic Entity's equity investments are denominated in AUD, are publicly traded and are included in the ASX300 index.

The impact of an increase/(decrease) of the ASX300 Index on the Economic Entity's equity would be increase/(decrease) of \$54,253,000 (2006: \$50,468,000). The analysis is based on the assumption that the ASX300 Index increased/(decreased) by 10%, with all other variables held constant, and the Economic Entity's equity portfolio moves according to the historical correlation with the index.

The Economic Entity also has a number of equity investments denominated in foreign currencies in overseas markets. If these markets were to increase/(decrease) by 10% the impact on the Economic Entity's equity would be increase/(decrease) of \$22,030,000 (2006: \$21,219,000).

The following table, 36(g)(iv), demonstrates the sensitivity to a reasonably possible change in S&P/ASX300 Accumulated Index, with all other variables held constant.



## NOTES continued

## 36. FINANCIAL INSTRUMENTS continued

## 36.6(x) Summarised Sensitivity Analysis - University

The following table summarises the sensitivity of the Entity's financial assets and financial liabilities to interest rate risk, foreign exchange risk, and other price risk.

31 December 2007	Carrying amount \$'000	Interest rate risk		Foreign exchange risk		Market risk		Australian CPI risk											
		-1.0%	+1%	-10.0%	+1%	-10.0%	+10%	-10.0%	+10%										
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000										
<b>Financial assets</b>																			
Australian cash deposits and short-term securities	107,175	(1,072)	1,072		1,072														
Overseas denominated cash deposits and short-term securities	6,802	(68)	68	680	680	(680)													
Interest bearing securities	320,824	(3,208)	3,208																
Domestic shares and listed securities	542,498																		
Domestic unlisted investments	130,483																		
Overseas managed funds	220,300			22,030	22,030	(22,030)													
<b>Financial liabilities</b>																			
Loans payable	114,726																		
<b>Total increase/(decrease)</b>		(4,348)	4,348	4,348	4,348	(4,348)	4,348	22,710	22,710	(22,710)	(22,710)	(89,328)	-	89,328	213	213	213	(213)	(213)
31 December 2006	Carrying amount \$'000	Interest rate risk		Foreign exchange risk		Market risk		Australian CPI risk											
		-1.0%	+1%	-10.0%	+10%	-10.0%	+10%	-10.0%	+10%										
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000										
<b>Financial assets</b>																			
Australian cash deposits and short-term securities	127,463	(1,275)	1,275		1,275														
Overseas denominated cash deposits and short-term securities	4,963	(50)	50	496	496	(496)													
Interest bearing securities	350,439	(3,504)	3,504																
Domestic shares and listed securities	504,590																		
Domestic unlisted investments	42,929																		
Overseas managed funds	212,192			21,219	21,219	(21,219)													
<b>Financial liabilities</b>																			
Loans payable	116,146																		
<b>Total increase/(decrease)</b>		(4,829)	4,829	4,829	4,829	(4,829)	4,829	21,716	21,716	(21,716)	(21,716)	(75,971)	-	75,971	447	447	447	(447)	(447)

NOTES continued

36. FINANCIAL INSTRUMENTS continued

36(a) Summarised Sensitivity Analysis - Consolidated

The following table summarises the sensitivity of the Entity's financial assets and financial liabilities to interest risk, foreign exchange risk, and other price risk.

31 December 2007	Carrying amount \$'000	Interest rate risk		Foreign exchange risk		Market risk		Australian CPI risk						
		+1%		-10.0%		-10.0%		-10.0%		+10%				
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000			
<b>Financial assets</b>														
Australian cash deposits and short-term securities	114,149	(1,141)	(1,141)											
Overseas denominated cash deposits and short-term securities	7,120	(71)	(71)	712	712	(712)	(712)							
Interest bearing securities	320,824	(3,208)	(3,208)					(54,253)	54,253					
Domestic shares and listed securities	542,528							(12,328)	12,328					
Domestic unlisted investments	123,284							(22,030)	22,030					
Overseas managed funds	220,300			22,030	22,030	(22,030)	(22,030)							
<b>Financial liabilities</b>														
Loans payable	114,726									213	213	213	213	(213)
<b>Total increase/(decrease)</b>		(4,421)	(4,421)	22,742	22,742	(22,742)	(22,742)	(88,611)	88,611	213	213	213	213	(213)

31 December 2006	Carrying amount \$'000	Interest rate risk		Foreign exchange risk		Market risk		Australian CPI risk						
		+1%		-10.0%		-10.0%		-10.0%		+10%				
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000			
<b>Financial assets</b>														
Australian cash deposits and short-term securities	133,206	(1,332)	(1,332)											
Overseas denominated cash deposits and short-term securities	5,281	(53)	(53)	528	528	(528)	(528)							
Interest bearing securities	350,439	(3,504)	(3,504)					(50,468)	50,468					
Domestic shares and listed securities	504,680							(3,573)	3,573					
Domestic unlisted investments	35,730							(21,219)	21,219					
Overseas managed funds	212,192			21,219	21,219	(21,219)	(21,219)							
<b>Financial liabilities</b>														
Loans payable	116,146									447	447	447	447	(447)
<b>Total increase/(decrease)</b>		(4,889)	(4,889)	21,747	21,747	(21,747)	(21,747)	(75,260)	75,260	447	447	447	447	(447)

NOTES continued

**37. LAND**

**Australian Capital Territory**

The major teaching and research facilities of the University are located on the Acton Campus site of 148 hectares and the Mt Stromlo site of 81 hectares. These sites are provided free of charge and held on lease in perpetuity. The use of this land is restricted to Australian National University activities. The University occupies other sites of 224 hectares within the Australian Capital Territory on varying leasehold terms and conditions. The value of land in the Australian Capital Territory has been assessed and brought to account.

**New South Wales**

The University owns 148 hectares of freehold land at Coonabarabran on which is located the Siding Spring Observatory and a further 3 hectares is held by the University at Coonabarabran under permissive occupancy. The University owns 349 hectares of freehold land at Kioloa. The value of land in New South Wales has been assessed and brought to account.

**Northern Territory**

The University occupies 26,500 hectares near Tennant Creek held on lease in perpetuity on which is located the Warramunga Seismic Station. The University owns 4 hectares of freehold land at Darwin on which is located field research headquarters. The value of land in the Northern Territory has been assessed and brought to account.



## NOTES continued

## 38. SUPERANNUATION COMMITMENTS

## 38.1 Commonwealth Superannuation Account

Since 1949, the University has maintained an account, on conditions approved by the Treasurer of the Commonwealth, to meet the emerging costs of the employer's liability under the Commonwealth Superannuation Scheme - a Defined Benefit Scheme. The Commonwealth Government has now closed this Scheme.

The Commonwealth Superannuation Account maintained by the University is not a superannuation fund as defined in AASB 119, the assets supporting the liability are maintained as a component of the overall University investment portfolio. As far as practical the University has adopted the accounting treatment and disclosure requirements of AASB 119. The University is recognising actuarial gains and losses in the period in which they occur outside the profit and loss as permitted under the Standard and the FMOs, Section 44.3, and as such are disclosed in the Statement of Changes in Equity 2007 \$(8,281,320) (2006 \$23,706,488) resulting in a cumulative amount of actuarial gains recognised in equity of \$45,978,136.

Transfers are made to the account each fortnight in accordance with a predetermined formula approved by Council and based on advice from the Commonwealth Actuary. The University's contribution rate in 2007 was 14 per cent of eligible employee superannuable salaries (equivalent to the contribution rate the University is required to make for all employees who are members of UniSuper, formerly known as the Superannuation Scheme for Australian Universities). Pensions are met on an emerging cost basis and paid to the Commonwealth Superannuation Administration.

The following have been recognised in the Income Statement in Employee expenses; Current Service Cost \$2,772,498 (2006 \$3,747,005) and Interest Cost \$27,393,536 (2006 \$26,044,985).

The following principal actuarial assumptions have been adopted as at reporting date (values are expressed as weighted averages):

	2007	2006
Discount rate as at 31 December	6.30%	5.95%
Expected return on plan assets at 31 December	8.60%	8.60%
Future salary increases	4.00%	4.00%
Future pension increases	2.50%	2.50%

The University's Investment Office completed a review of the historical performance of its investment portfolio and the current, and likely future investment environment taking into account economic growth and inflation profiles in each of the investment sectors. The projections were prepared for a twenty year time horizon and a nominal annualised return rate of 8.6% was determined.

## Reconciliation of the Present Value of the Obligation

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Previous year closing balance	474,817	487,083	474,817	487,083
Current Service cost	2,773	3,747	2,773	3,747
Interest cost	27,394	26,045	27,394	26,045
Actuarial (gains)/losses	8,281	(23,707)	8,281	(23,707)
Benefit payments	(31,617)	(18,351)	(31,617)	(18,351)
Current year closing balance	<u>481,648</u>	<u>474,817</u>	<u>481,648</u>	<u>474,817</u>

## NOTES continued

## 38. SUPERANNUATION COMMITMENTS continued

## 38.1 Commonwealth Superannuation Account continued

## Reconciliation of the Fair Value of Plan Assets

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Opening fair value of plan assets	573,582	517,050	573,582	517,050
Expected return on plan assets	48,039	43,762	48,039	43,762
Contributions	1,650	1,978	1,650	1,978
Transfers	(108,000)	-	(108,000)	-
Benefits paid	(31,617)	(18,351)	(31,617)	(18,351)
Actuarial gain/(loss)	15,873	29,143	15,873	29,143
Current year closing balance	499,527	573,582	499,527	573,582

## Reconciliation of the present value of the obligation and the fair value of the plan assets to the assets and liabilities recognised in the Balance Sheet

	Consolidated		University	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Present value of funded obligation	481,648	474,818	481,648	474,818
Fair value of plan assets	499,527	573,582	499,527	573,582
Present value of unfunded obligations	-	-	-	-
Unrecognised past service cost	-	-	-	-
Net liability in Balance Sheet	(17,879)	(98,764)	(17,879)	(98,764)
Amounts in Balance Sheet				
Liabilities	481,648	474,818	481,648	474,818
Assets	499,527	573,582	499,527	573,582
Net liability in Balance Sheet	(17,879)	(98,764)	(17,879)	(98,764)

## 38.2 Superannuation Scheme for Australian Universities

New continuing staff members employed by the University since 1 April 1983 have been required to join the Superannuation Scheme for Australian Universities (SSAU) until 30 September 2000. From 1 October 2000, SSAU and the Tertiary Education Superannuation Scheme merged to become a single scheme, UniSuper. This merged scheme continues to have a defined benefits component which is managed independently of the University. The University contributes to the Scheme at the rate equivalent to 14 per cent of members' salaries. The University's contributions in 2007 were \$55,060,337 (2006 \$51,257,473).

Subsequent to changes enacted to the UniSuper Trust Deed by the Trustees during 2007 the previously described UniSuper Defined Benefit Plan (DBP) is now compliant with the requirements of AASB 119 applicable to a Defined Contribution Fund (DCF). Although the DCF is a defined contribution fund under AASB 119, it does remain a defined benefit fund for other purposes and continues to require actuarial oversight.

NOTES continued

38. SUPERANNUATION COMMITMENTS continued

38.3 Public Sector Superannuation Scheme

The University has a small number of employees who are members of the Public Sector Superannuation Scheme to which the University contributes at the rate of 9.7 per cent of members salaries. During 2007, the University's contributions amounted to \$136,482 (2006 \$129,574). This scheme is closed to new members of the University's staff.

38.4 Employee Non Contributory Productivity Superannuation Schemes

The University's contributions for employees who are contributors to the Commonwealth Superannuation and Public Sector Superannuation Schemes are paid to the Commonwealth Superannuation Administration. The University contributes to the Schemes between 2 to 3 per cent of members' salaries. During 2007, the University's contributions were \$324,153 (2006 \$355,748) and \$27,836 (2006 \$31,594) respectively.

The University paid contributions for eligible employees, other than employees who are contributors to the Commonwealth Superannuation and Public Sector Superannuation Schemes, to the Tertiary Education Superannuation Scheme until 30 September 2000, and since then to the newly established UniSuper. The new scheme continues to offer a cash accumulation component. The University contributes to the Scheme at a rate of 3 per cent of members' salaries for full-time University employees. The University's contributions in 2007 were \$23,487,644 (2006 \$17,277,142).

39. COOPERATIVE RESEARCH CENTRES

The University received Commonwealth Funding under the Cooperative Research Centres Program for the establishment of the following Cooperative Research Centres:

Landscape Environments and Mineral Exploration - a cooperative research centre established in 1995 with the core participants being the CSIRO, the University, the Australian Geological Survey Organisation, and the University of Canberra. The Centre is developing a framework to increase the understanding of the evolution of the Australian landscape to improve the ability to recognise major new mineral deposits. The Centre's agreement was renewed for seven years from 1 July 2001. The University's in-kind contribution (representing 8.2 per cent of the total of the partners' contributions) will be \$11,416,000 over seven years from 2001. The Centre is administered by the CSIRO.

Innovative Dairy Products - a cooperative research centre with the core partners being Monash University, CSIRO, Genetics Australia Co-operative Limited, the University of Sydney, Dairy Research and Development Corporation, Australian Dairy Farmers Federation and Bonlac Foods Limited. The mission of the centre is to develop and commercialise new genomic technologies and products to underpin a highly innovative, progressive and internationally competitive Australian Dairy industry. As an associate partner, the University's in kind contribution (representing 2.0 per cent of the total of core and supporting participants' contributions) will be \$1,112,000 over seven years from July 2001. The agreement provides for the establishment of a propriety limited company for management purposes.

Functional Communication Surfaces - a cooperative research centre with the core partners being the University, Monash University, CSIRO, Amcor Packaging (Australia) Pty Ltd, Carter Holt Harvey Tissues Pty Ltd, Norske Skog Paper Mills (Australia) Ltd, Note Printing Australia Ltd and PaperlinX Ltd. The mission of the centre is to establish a self-funding R&D capability able to fully leverage the market opportunities offered by the rapidly expanding requirements for "smart" print surfaces. The University's annual financial contribution is \$63,000 and its in-kind contribution (representing 17.1 per cent of the total of core partners' contributions) will be \$5,999,000 over seven years from July 2001. Monash University acts as the Centre Agent.

Advanced Automotive Technology - a cooperative research centre with participants including eight vehicle and component manufacturers, two state governments and ten research institutions including the Australian National University with a total investment of approximately \$100 million over seven years. The CRC was established in December 2005 with funding for seven years. The mission of the Centre is to deliver smarter, safer, cleaner manufacturing and vehicle technology for Australia's benefit. The University's financial contribution is \$50K per annum.

NOTES continued

**39. COOPERATIVE RESEARCH CENTRES continued**

Forestry - a cooperative research centre with core participants including Tasmanian, Victorian and Queensland state government departments, industry representatives and research institutions. The Australian National University is a supporting partner, our financial contribution being \$50K per annum. The CRC for Forestry was established in 2005 and is funded for seven years. The CRC's research is focused upon supporting environmentally sustainable, cost competitive, eucalypt plantation forestry. Total investment from federal government and partner resources is expected to be approximately \$85 million over seven years.

Bushfire CRC - a cooperative research centre with the core participants including CSIRO, University of Melbourne, University of Tasmania, University of Western Australia, Bureau of Meteorology, 5 State Government departments and 7 State fire & emergency authorities. The University is an associate participant, our financial contribution being \$10K per annum. The Centre is to undertake research which enhances the management of the bushfire risk to the community in an economically and ecologically sustainable way. The University's in kind contribution will be \$221,000 over seven years from July 2003. The centre operates as an incorporated management company (Bushfire Cooperative Research Centre Limited).

Desert Knowledge - a cooperative research centre with the core participants including CSIRO, Charles Darwin University, Curtin University, Office of Indigenous Policy Coordination, Northern Territory Government, Government of Western Australia, Central Land Council and Desert people's Centre. The Australian National University is an associate partner, with a financial contribution of \$12K per annum. The Centre was established in 2002 for a period of seven years. The Centre focuses on research efforts creating useful outcomes with commercial application for desert people, communities and its partners.

Cotton Catchment Communities - a cooperative research centre with the core participants including CSIRO, four cotton industry representatives, NSW and Queensland state government departments and four research institutions. The CRC was established in 2006 for a period of seven years. The Australian National University is an affiliate with a financial contribution of \$50K per annum. The Centre is to undertake collaborative research, education and commercialisation activities to provide innovative knowledge that is adopted for the benefit of the Australian cotton industry, regional communities and the nation.

Costs for all Cooperative Research Centres are expensed as incurred except where future benefits are expected beyond reasonable doubt to exceed these costs. In 2007 all costs were expensed.



NOTES continued

40. SEGMENT INFORMATION

The Economic Entity operates predominantly in the Australian Capital Territory for the purpose of teaching and research.

41. ECONOMIC DEPENDENCY

The University is to a significant extent dependant on monies received pursuant to the Higher Education Funding Act 1988, the Higher Education Support Act 2003 and the Australian Research Council Act 2001 to fund its operations. In 2007, funding from these Acts (\$361,847,000) represented 46.1 per cent (2006 \$362,587,000 48.8 per cent) of the total operating revenues.

42. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

Since balance date the world's investment markets have experienced significant declines. As at 29 February 2008, the University's balanced investment portfolio has experienced a reduction in value of approximately 9% or \$100m. If this reduction was sustained to 31 December 2008, the loss in value would principally be reflected in a reduction in the investment asset revaluation reserve.

43. SPECIAL ACCOUNTS

a) The University has established 'The Australian National University ADS Students Third Party Payments ADS Special Account'. The Account holds funds used to meet costs for students sponsored by Ausaid. The monies are placed in a special bank account and expended on Student stipends in accordance with the terms of the Ausaid agreement. The monies are not available for other purposes of the University and are not recognised in the financial statements.

	University 2007 \$'000	2006 \$'000
Balance carried forward from previous year	6	2
Receipts during the year	5,794	5,606
Interest received	26	23
Available for payments	<u>5,826</u>	<u>5,631</u>
Less payments made	<u>5,619</u>	<u>5,625</u>
Balance carried forward to next year	<u>207</u>	<u>6</u>

b) The University processes Comcare receipts and payments through a distinct location and account code combination in the ledger. The monies are not available for other purposes of the University and are not recognised in the financial statements.

	University 2007 \$'000	2006 \$'000
Balance carried forward from previous year	-	-
Receipts during the year	535	432
Available for payments	<u>535</u>	<u>432</u>
Less payments made	<u>535</u>	<u>432</u>
Balance carried forward to next year	<u>-</u>	<u>-</u>



NOTES continued

44. SUBSIDIARIES

	Country of Incorporation	Ownership interest	
		2007	2006
<b>Parent entity</b> - The Australian National University	Australia	100%	100%
<b>Subsidiaries</b>			
ANU Enterprise Pty Limited was incorporated in 1979 as a company limited by shares. The objects include the undertaking of research and experimental work and the promotion and exploitation of techniques and processes derived or developed from research and experimental work.	Australia	100%	100%
Garden Flats Pty Limited was incorporated in 1959 as a company limited by shares with the object of providing affordable student accommodation.	Australia	100%	100%
ANU (UK) Foundation was incorporated in 2007 as a private limited company limited by guarantee with the object to facilitate the advancement of education through the establishment of a registered charity.	England and Wales	100%	-

2007  
\$'000

2006  
\$'000

**ANU Enterprise Pty Limited**

Gross Income	15,248	16,201
Surplus/(Deficit)	1,567	1,037
Net Assets	14,988	11,862

**Garden Flats Pty Limited**

Gross Income	14	52
Surplus/(Deficit)	7	34
Net Assets	2,155	1,730

**ANU (UK) Foundation**

Gross Income	-	-
Surplus/(Deficit)	-	-
Net Assets	-	-

45. INVESTMENTS IN ASSOCIATES

Investments in associates are accounted for in the financial statements using the equity method of accounting. Information relating to the associates is set out below:-

Name of entity	Principal activity	Ownership interest		Carrying amount	
		2007	2006	2007 \$'000	2006 \$'000
Australian Technology Park Innovations Pty Limited	Facilitate the commercialisation of start-up companies.	25%	25%	4,402	3,750
SA2 Holdings Pty Limited	To establish student accommodation	33%	0%	2,508	-
				6,910	3,750

Australian Technology Park Innovations Pty Limited is based on the audited financial statements as at 30 June 2007. SA2 Holdings Pty Limited is based on unaudited financial statements as at 31 December 2007.

## NOTES continued

## 46. INTERESTS IN JOINT VENTURE PARTNERSHIPS

Investments in joint ventures are accounted for in the financial statements using the equity method of accounting. Information relating to the joint ventures is set out below:-

Name of entity	Principal activity	Ownership interest		Carrying amount	
		2007	2006	2007 \$'000	2006 \$'000
Arafura Timor Research Facility	Support the conduct of world-class research into marine and coastal ecosystems of the Arafura Timor region.	50%	50%	1,602	1,620
ANU MTAA Super Venture Capital Pty Limited	Provide governance and administration services to ANU MTAA Super Venture Capital Partnership, LP.	50%	50%	47	25
ANU MTAA Super Venture Capital Partnership, LP	Provide investment in commercialisation, pre-seed and early stage private equity investment.	50%	50%	2,530	490
				4,179	2,135

For the purposes of the University's final accounts and due to the lack of audited or published accounts.

The University's equity interest at 31 December 2007 is based on management accounts as at 31 December 2007 for:

- Arafura Timor Research Facility
- ANU MTAA Super Venture Capital Pty Limited
- ANU MTAA Super Venture Capital Partnership, LP

**Alba Capital Partners Limited (ACPL) - Umbrella Development Agreement (UDA)**

The Australian National University entered into an unincorporated joint venture with Baulderstone Hornibrook Pty Ltd (BH) in 2005 to facilitate the development of an area of land known as the City West Precinct that adjoins the University and the city area of Canberra, in the ACT, through the execution of a UDA. This agreement with BH was novated to ACPL in 2007, but with BH continuing as the builder of the Precinct. The University has previously entered into a Precinct Development Agreement with the ACT Government to allow development of the City West Precinct for University related purposes. The first project on the Precinct is a 500-bed student accommodation Build Own Operation Transfer (BOOT) scheme facility operated by Unilodge, which was completed in 2007 and a second facility is now under construction.

NOTES continued

47. ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE

47.1 DEEWR - CGS and Other DEEWR Grants

Notes	Commonwealth Grants Scheme #		Indigenous Support Scheme		Equity Support Programme		Disability Support Programme		Workplace Reform Programme		Workplace Productivity Programme	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	49,992	46,883	357	332	62	47	132	96	729	688	419	588
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	49,992	46,883	357	332	62	47	132	96	729	688	419	588
Surplus / (deficit) from the previous year	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue including accrued revenue	49,992	46,883	357	332	62	47	132	96	729	688	419	588
Less expenses including accrued expenses	49,992	46,883	357	332	62	47	132	96	729	688	174	-
Surplus / (deficit) for reporting period	-	-	-	-	-	-	-	-	-	-	833	588

\* # includes the basic CGS grant amount, CGS-Regional Loading and CGS-Enabling Loading. Comparatives are pro-rata split for CGS/NIF.  
\* # includes Higher Education Equity Programme and Students with Disabilities Programme.

47.1 DEEWR - CGS and Other DEST Grants continued

Notes	Learning & Teaching Performance Fund		National Institutes Funding		Capital Development Pool		Superannuation Programme		Collaboration & Structural Reform Programme		Total	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	3,967	2,060	169,654	163,603	2,122	2,129	-	-	135	1,322	227,569	217,768
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	3,967	2,060	169,654	163,603	2,122	2,129	-	-	135	1,322	227,569	217,768
Surplus / (deficit) from the previous year	-	-	-	-	-	-	-	-	1,322	-	1,910	-
Total revenue including accrued revenue	3,967	2,060	169,654	163,603	2,122	2,129	-	-	1,457	1,322	229,479	217,768
Less expenses including accrued expenses	3,967	2,060	169,654	163,603	750	2,129	-	-	592	-	228,409	215,858
Surplus / (deficit) for reporting period	-	-	-	-	1,372	-	-	-	865	1,322	3,070	1,910





NOTES continued

47. ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.2 DEEWR - Higher Education Special Program Grants

	Commonwealth Capital Grant 2007		University Matching Funds		Commonwealth Capital Grant 2006		University Matching Funds	
	\$'000 Note 1	\$'000 Note 2	\$'000 Note 2	\$'000 Note 3	\$'000 Note 1	\$'000 Note 2	\$'000 Note 3	\$'000 Note 3
Financial Assistance	-	-	-	-	50,000	75,000	-	-
University Matching Funds	-	-	-	22,606	-	-	-	-
Interest	3,288	4,948	4,948	-	1,441	2,161	-	965
Total Revenue	3,288	4,948	4,948	22,606	51,441	77,161	-	965
Surplus/(deficit) from the previous year	49,751	77,161	77,161	-	-	-	-	-
Total Funds Available	53,049	82,109	82,109	22,606	51,441	77,161	-	965
Less Expenditure	18,951	18	18	22,606	1,690	-	-	965
Surplus / (deficit) for reporting period	34,098	82,091	82,091	-	49,751	77,161	-	-

- 1 DEEWR Funding to assist ANU to meet the costs of the redevelopment of the John Curtin School of Medical Research Stage 2.
- 2 DEEWR Funding to assist ANU to meet costs of new capital works (including major refurbishment, but excluding routine maintenance) to build/replace science laboratories and associated services as a first priority.
- 3 ANU is to spend \$50 million of its own resources on capital works (excluding routine maintenance), including for building/replacing science laboratories and associated services.

NOTES continued

47. ACQUISITION OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.3 Higher Education Loan Programmes

Notes	HECS - HELP (Australian Government payments only)			FEE-HELP			Total			OS-Help*	
	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	24,718	24,396	24,396	6,383	6,025	31,101	31,101	30,421	373	164	164
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	24,718	24,396	24,396	6,383	6,025	31,101	31,101	30,421	373	164	164
Surplus / (deficit) from the previous year	-	-	-	-	-	-	-	-	17	121	121
Total revenue including accrued revenue	24,718	24,396	24,396	6,383	6,025	31,101	31,101	30,421	390	285	285
Less expense including accrued expenses	24,718	24,396	24,396	6,383	6,025	31,101	31,101	30,421	435	268	268
Surplus / (deficit) for reporting period	-	-	-	-	-	-	-	-	(45)	17	17

\* OS-Help receipts from the Australian Government are not included in the Income Statement.

47.4 Scholarships

Notes	Australian Postgraduate Awards			International Postgraduate Research Scholarships			Commonwealth Education Costs Scholarships			Commonwealth Accommodation Scholarships			Indigenous Staff Scholarships			Total		
	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	5,073	4,902	4,902	981	1,112	331	331	227	644	644	445	445	11	11	11	7,029	6,686	6,686
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	5,073	4,902	4,902	981	1,112	331	331	227	644	644	445	445	11	11	11	7,029	6,686	6,686
Surplus / (deficit) from the previous year	(44)	130	130	(123)	46	45	45	-	124	124	18	18	11	11	11	13	205	205
Total revenue including accrued revenue	5,029	5,032	5,032	858	1,158	376	376	227	768	768	463	463	11	11	11	7,042	6,891	6,891
Less expense including accrued expenses	5,111	5,076	5,076	1,238	1,281	242	242	182	417	417	339	339	-	-	-	7,008	6,878	6,878
Surplus / (deficit) for reporting period	(82)	(44)	(44)	(380)	(123)	134	134	45	351	351	124	124	11	11	11	34	34	13



NOTES continued

47. ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.5 DEEWR Research

Notes	Institutional Grants Scheme		Research Training Scheme		Systemic Infrastructure Initiative		Research Infrastructure Block Grants		Regional Protection Scheme	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	18,059	17,664	29,275	27,394	-	14,554	18,074	17,249	-	-
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	18,059	17,664	29,275	27,394	-	14,554	18,074	17,249	-	-
Surplus / (deficit) from the previous year	-	-	-	-	1,903	3,083	-	-	-	-
Total revenue including accrued revenue	18,059	17,664	29,275	27,394	1,903	17,637	18,074	17,249	-	-
Less expenses including accrued expenses	18,059	17,664	29,275	27,394	1,286	15,734	18,074	17,249	-	-
Surplus / (deficit) for reporting period	-	-	-	-	617	1,903	-	-	-	-

47.5 DEEWR Research (Continued)

Notes	Implementation Assistance Scheme		Australian Scheme for Higher Education Repositories		Commercialisation Training Scheme		Other		Total	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	127	-	157	-	285	-	-	-	65,977	76,861
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	127	-	157	-	285	-	-	-	65,977	76,861
Surplus / (deficit) from the previous year	-	-	-	-	-	-	-	-	1,903	3,083
Total revenue including accrued revenue	127	-	157	-	285	-	-	-	67,880	79,944
Less expenses including accrued expenses	182	-	20	-	135	-	-	-	67,031	78,041
Surplus / (deficit) for reporting period	(55)	-	137	-	150	-	-	-	849	1,903

NOTES continued

47. ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.6 Australian Research Council

(a) Discovery

Notes	Projects		Fellowships		Indigenous Research Development		Total	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	34,225	35,083	3,976	5,080	13	-	38,214	40,163
Net accrual adjustments	-	-	-	-	-	-	-	-
Revenue for the Period	34,225	35,083	3,976	5,080	13	-	38,214	40,163
Surplus / (deficit) from the previous year	19,071	17,572	2,368	2,861	-	-	21,439	20,133
Total revenue including accrued revenue	53,296	52,655	6,344	7,941	13	-	59,653	60,296
Less expenses including accrued expenses	34,429	33,584	4,630	5,273	-	-	39,059	38,857
Surplus / (deficit) for reporting period	18,867	19,071	1,714	2,668	13	-	20,594	21,439

NOTES continued

47. ACQUITTAL OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.6 Australian Research Council

(b) Linkages

Notes	Special Research Initiatives		Infrastructure		International Researcher Exchange		Projects		Total	
	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)	-	259	1,890	3,322	472	197	6,649	7,002	10,780	-
Net accrual adjustments	-	-	-	-	-	-	-	-	-	-
Revenue for the Period	-	259	1,890	3,322	472	197	6,649	7,002	10,780	-
Surplus / (deficit) from the previous year	154	247	2,472	1,844	144	220	4,081	2,729	6,851	5,040
Total revenue including accrued revenue	154	506	4,362	5,166	616	417	10,730	9,731	15,862	15,820
Less expenses including accrued expenses	103	352	3,217	2,894	296	273	7,794	5,650	11,410	8,969
Surplus / (deficit) for reporting period	51	154	1,145	2,472	320	144	2,936	4,081	4,452	6,851





NOTES continued

47. ACQUISITION OF AUSTRALIAN GOVERNMENT FINANCIAL ASSISTANCE continued

47.6 Australian Research Council

(c) Networks and Centres

	Notes	Research Networks		Centres		Total	
		2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000	2007 \$'000	2006 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Commonwealth for the Programmes)		930	1,332	7,304	8,997	8,234	10,329
Net accrual adjustments		-	-	-	-	-	-
Revenue for the Period	2(e)(iii)	930	1,332	7,304	8,997	8,234	10,329
Surplus / (deficit) from the previous year		723	1,112	2,641	1,049	3,364	2,161
Total revenue including accrued revenue		1,653	2,444	9,945	10,046	11,598	12,490
Less expenses including accrued expenses		1,452	1,721	8,480	7,405	9,932	9,126
Surplus / (deficit) for reporting period		201	723	1,465	2,641	1,666	3,364



THE AUSTRALIAN NATIONAL UNIVERSITY

NOTES continued

48. PROGRAMS FUNDED BY GRANTS RECEIVED FROM UNITED STATES OF AMERICA FEDERAL GOVERNMENT AGENCIES

Program	Agency	1-Jan \$'000	2007 Income \$'000	Expenditure \$'000	31-Dec \$'000	1-Jan \$'000	2006 Income \$'000	Expenditure \$'000	31-Dec \$'000
Catalina NEO Sky Survey	NASA	284	-	-	284	222	62	-	284
University of Arizona Collaborative Agreement to Search for Near Earth Objects	NASA	167	134	198	103	120	346	299	167
Water Transport in the Lacrimal Gland	NIH	(1)	9	8	-	33	(27)	7	(1)
Honeybees Odometry, the Perception of Time, and the Effects of Caffeine	NIH	-	-	-	-	45	(91)	(46)	-
Visually Guided Terrain Following and Landing in UAV's	Office of Naval Research	49	2	-	51	64	2	17	49
Neuromodulation of Excessive Reward-Directed Behaviour	NIH	(35)	88	57	(4)	-	92	127	(35)
Temporal Resolution of Flight Control in Dragonflies and Locusts: Lessons for the Design of Flapping	Air Force	44	8	23	29	-	54	10	44
Plant Response to Bacterial Quorum Sensing	Dept of Agriculture	(11)	(86)	5	(102)	10	86	107	(11)
Signals	NIH	-	-	-	-	(118)	77	(41)	-
Metabolism and Toxicity of Halogenated	NIH	31	55	127	(41)	68	70	107	31
Mechanisms of Mammalian Neuronal Integration	NIH	(537)	787	250	-	(263)	1,613	1,887	(537)
Genes for Immunity and Tolerance									
Two Photon Absorption Measurements: Establishing Reference Standards	Air Force	26	-	-	26	-	26	-	26
New Materials Techniques & Device Concepts for Organic NLO Chromophore Based Electronic Devices	Air Force	4	3	7	-	6	13	15	4
Investigation of Decoherence Control on a Solid State Qubit	Air Force	47	-	47	-	-	52	5	47
Detection of Nuclear Explosions Using Infrared Techniques	Air Force	117	115	93	139	85	192	160	117
Antibiotic Resistance and Genetic Relationships of E. Coli from Australia	NIH	3	11	10	4	-	68	65	3
Social Network Characterisation of a Highly Active Core Group	NIH	-	152	136	16	-	-	-	-
CD8+ T Cell Specificity in Mouse Models of Small Pox Vaccination and Challenge	NIH	-	386	253	133	-	-	-	-
Control Optics for LICO	NSF	-	-	37	(37)	-	-	-	-
<b>TOTALS *</b>		188	1,664	1,251	601	272	2,655	2,719	188

\* The Chief Investigators for the above programs have certified that the grant funds have been expended in accordance with the provisions of the grant contracts.



# GLOSSARY

ANIP	Australian National Internships Program
ANU	The Australian National University
APAC	Australian Partnership for Advanced Computing
APHCRI	Australian Primary Health Care Research Institute
APSEG	Asia Pacific School of Economics and Government
ARC	Australian Research Council
BEPCON	Building, Electrical and Plumbing Control
CEDAM	Centre for Educational Development and Academic Methods
CRC	Cooperative Research Centre
DEST	Department of Education, Science and Training
EFTSL	Equivalent Full-time Student Load – same concept as EFTSU, which it replaced, introduced from 2005 with the Higher Education Support Act 2003
ESD	Ecologically Sustainable Development
FTE	Full-time equivalent
IARU	International Alliance of Research Universities
IFRS	International Financial Reporting Standards
JCSMR	The John Curtin School of Medical Research
LIEF	Linkage Infrastructure, Equipment and Facilities (ARC Funding)
MNRF	Major National Research Facilities
MSI	Mathematical Sciences Institute
NCIS	National Centre for Indigenous Studies
NHMRC	National Health and Medical Research Council
SRCC	Safety, Rehabilitation and Compensation Commission
UAC	Universities Admissions Centre
UAI	Universities Admissions Index

