

MRAA Inc.
380 Elizabeth Street
Melbourne Vic 3000

22 Ross Street
South Melbourne 3205

BALANCE SHEET

JUNE 2000

Assets

Current Assets

Cash on hand

Cheque Account-ANZ

2,034.53

Total Cash On Hand

2,034.53

Inventory

1,238.90

Total Curren Assets

3,273.43

Property & Equipment

Equipment

Equipment at cost

5,140.26

Equipment Accum Dep'nc

-514.03

Total Equipment

4,626.23

Total Property & Equipment

4,626.23

Total Assets

7,899.66

Liabilities

Current Liabilities

Creditors & Accruals

4,556.90

Total Current Liabilities

4,556.90

Loan-DKC &/or NMC

12,262.00

Total Long-Term Liabilities

12,262.00

Total Liabilities

16,818.90

Net Assets

-8,919.24

Equity

Retained Earnings

0.00

Current Year Earnings

2,660.00

Total Equity

-6,259.24

(-8919.24)

MRAA Treasurers Report
February 2002

			DR	CR	Balance
<u>Opening Balance</u>					14,549.80
<u>Plus Deposits</u>					
21/02/2002		Annual return	1,880.00	0.00	16,429.80
1/02/2002			0.00	0.00	16,429.80
<u>Less Cheques Drawn</u>					
1817	Office of Fair Trading	Annual return	0.00	60.00	16,369.80
1840	Citiwide	Toy Run 2001	0.00	4,672.80	11,697.00
1844	Office of Fair Trading	Annual return	0.00	3.00	11,694.00
1849	Damien Codognotto	Loan Repayment	0.00	200.00	11,494.00
1850	Telstra	Phones	0.00	128.60	11,365.40
1851	Dixon Kestles	Rent	0.00	1,576.55	9,788.85
1852	John Pigot	Keys cut	0.00	21.00	9,767.85
1853	Dixon Kestles	Rates & Insurance	0.00	1,553.19	8,214.66
1856	Citipower	Electricity	0.00	135.05	8,079.61
1857	John Pigot	Reimburse costs	0.00	230.22	7,849.39
<u>Less Bank/Govt Fees</u>					
15/02/2002	GDT		0.00	7.70	7,841.69
15/02/2002	Cheque collection Fee		0.00	0.30	7,841.39
15/02/2002	Bank Fee		0.00	10.00	7,831.39
15/02/2002	Dishonoured Cheque/CC & Fee		0.00	0.00	7,831.39
15/02/2002	Merchant Fee		0.00	56.10	7,775.29
<u>Closeing Balance</u>					7,775.29
<u>Balance as per Statement (phone banking 22/2/02)</u>					7,775.29
Balance check					0.00
<u>Less Unpresented Cheques</u>					
1847	Garry Yip	Reimburse costs	0.00	17.00	7,758.29
1848	Ken Humpries	Refund stock	0.00	23.00	7,735.29
1954	LS Gill & Son	Newsletter	0.00	411.40	7,323.89
1955	Telstra	Phones	0.00	114.05	7,209.84
<u>Less Unpaid Invoices/Accounts</u>					
	Damien Codognotto	Loan - February 02	0.00	200.00	7,009.84
	Dixon Kestles	Rent - March	0.00	1,576.58	5,433.26
<u>Plus Unbanked Deposits</u>					
			0.00	0.00	5,433.26
			0.00	0.00	5,433.26
<u>Available Balance</u>					5,433.26

CONSULTANT
MOTOR CYCLE PROMOTERS

20 OLIVER ROAD
TEMPLESTOWE 3106

BALANCE SHEET
AS AT 30th. JUNE, 2002

	<u>2002</u>	<u>2001</u>
<u>CURRENT ASSETS</u>		
RECEIVABLES (DEBTORS) MRA AUST. INC, 7912-00		10312
INVENTORIES (STOCK ON HAND) 1014	1014	--
	-----	-----
TOTAL CURRENT ASSETS	8023	10312
 <u>NON-CURRENT ASSETS</u>		
<u>FIXED ASSETS</u>		
PLANT AND EQUIPMENT	23585	23584
DEDUCT PROVISION FOR DEPRECIATION	22178	21746
	-----	-----
TOTAL NON-CURRENT ASSETS	1407	1838
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<u>TOTAL ASSETS</u>	\$9430	12150
 <u>CURRENT LIABILITIES</u>		
BANK OVERDRAFT ACCOUNT 1	759	965
NET G.S.T	364	523
	-----	-----
TOTAL CURRENT LIABILITIES	1123	1488
 <u>SHAREHOLDERS LOANS</u>		
BORROWINGS - CODOGNOTTO D (UNSECURED)	85726	86652
	-----	-----
<u>NET ASSETS</u>	\$(77419)	(75990)
	-----	-----
 <u>SHAREHOLDERS' EQUITY</u>		
<u>AUTHORIZED CAPITAL</u>		
AUTHORISED CAPITAL	\$100000	100000
	-----	-----
 <u>ISSUED AND PAID UP CAPITAL</u>		
SHARE CAPITAL	2	2
 <u>RESERVES</u>		
ACCUMULATED LOSS B/FWD.	(77421)	(75992)
	-----	-----
<u>TOTAL SHAREHOLDERS' EQUITY</u>	\$(77419)	(75990)

REFER TO ACCOUNTANTS DISCLAIMER AND COMPILATION REPORT..

TREASURERS REPORT SUMMARY

Firstly, my apologies for my inability to attend today

The balance sheet as at 30th June 2000 shows the current equity for the MRA as a negative value. This is due to 2 outstanding debts:

- **NMC/DKC**

The debt owed to Damien Codognotto was reduced by \$700 during the financial year. As the MRA becomes financially secure the aim is to significantly reduce this debt within the new financial year.

Motorcycle Victoria

This debt will be carried forward to the next financial year. Of the four issues of The Motorcyclist financed by the MRA Issue 4 is as yet unpaid. This debt will be finalised by the end of this year.

Income was down for 1999/2000, however as no government grants were available to us this time around we have performed well. Total income for the year was \$45,487.55. Charts comparing the 1998/1999 FY & the 1999/2000 are available in this report.

Expenses for the year have been reduced where possible. To date, with the exception of the 2 debts mentioned previously, the MRA has no outstanding debts to creditors. We have been able to maintain a short turnaround on payment of invoices and accounts as well as building good relations with new creditors, especially those involved in the production of the Newsletter.

Equity will gradually increase as more equipment is acquired and improvements are made to our new Head Office.

Income was low at the end of the financial year. The balance of our account as at 31st August 2000 was just on \$5,000.00 with no outstanding cheques or debts.

DR: HKA
ATTA WAYNE BASTOW
LIEUT No. NCO

From: Michael Czajka <MC1@pobox.com>
To: Alex Money <amoney@ozemail.com.au>
Date: Thursday, March 27, 2003 12:19:34 PM
Subject: Board minutes 18 March
Folder: Sent Mail/Rabbit

Hello MRA

Here are suggestions for corrections

Both Grace and Michael pointed out the legal position re the debt

- 1) It is recognised in the MRA accounts (currently)
- 2) It has been on the accounts for a long time (10yrs+)
- 3) Regular payments have been made.

In any court action these 3 points alone are usually considered proof of a debt. Thus the MRA is unlikely to successfully challenge this debt.

The MRA is likely to incur additional costs by refusing to pay the debt (legal costs & costs of discovery).

Michael stated that Graces kind offer to help us with the debt was the perfect no risk way of dealing with this debt.

Faye's comments re debt

Faye said that the MRA debt to Damien is currently recognised at "just under \$6500". Use the quoted remarks to replace what is in the minutes. These are Faye's exact words. Michael should not be attributed to this comment as Michael only asked what the exact debt was.

Michael was responding Alex's comments on insolvency not to Marcell's. Alex said that "if we (the MRA) recognise Damiens debt we risk becoming insolvent". Michael pointed out that we had already recognised the debt in the accounts.

What we were discussing was not paying the debt.

Nb. The issue of insolvency should be cleared up. The MRA are in no danger of having "liabilities in excess of assets" or "being unable to pay outgoing as they become due (technical insolvency)" due to Damiens debt (for some of the reasons pointed out at the last meeting).

A request for the MRA financial position/accounts (at the meeting) by Damien was ruled unnecessary by the President.

It was not a board decision to let Damien only look at the accounts not get a copy.

I think it was Faye who said made this statement.

PS. Every copy of meeting procedure I can find suggests using taping as an aid to the secretary... especially in fast paced and contentious meetings. I enclose a copy of just one document that refers to the taping of meetings.

Thursday March 27, 2003 6:56:24 AM you wrote

AM> Good Morning,

INSPECTION OF MRAA FINANCIAL RECORDS - Saturday, July 19, 2003.

Personal Notes:

Section 16 of the Motorcycle Riders' Association of Australia inc. (MRAA) Constitution gives MRAA Members the right to inspect the financial records of the Association. After many months of trying to gain access the MRAA Board finally approved an inspection of the MRAA books. MRAA Board approval only came after a controversy over MRAA funds being used for security guards and legal fees. The inspection requested was to be on Saturday, July 19, 2003 at the MRAA HQ at 22 Ross Street, South Melbourne, from 10 am for 4 hours. The Board approved 2 hours from 9 am. On the day the MRAA Treasurer, John Karmouche, reduced the time to 1 hour. The MRAA Treasurer said that we could look at the books and take notes but *strictly no copies* were to be made of anything.

Present for the MRAA Board (HQ keyholders) were the Treasurer, John Karmouche and the Membership Secretary, Anton Lange. I had invited MRAA Life Member, Detlef Lamp, as an observer. Inspecting the books were myself, MRAA Board Member Michael Czajka and ex MRAA Board Member Heather Ellis. My notes from the MRAA cheque stubs and Treasurer's Reports are as follows:

MRAA Cheque Account at the ANZ Bank corner Elizabeth and Latrobe Streets, Melbourne. Account number 013040 4506 15029.

August 28, 2001 - 001804 - "Garry Yip. Reimburse costs." \$1175.
September 21, 2001 - 001806 - "Damien Codognotto. Loan repayment. Sept.2001." \$200.
September 21, 2001 - 001807 - "Dixon Kestles (?). Rent Oct. 2001. Rates Sept. Qtr. Rates Dec. Qtr. \$1960.69.
October 29, 2001 - 001816 - "Dixon Kestles. Rent & water rates \$1707.14.
November 13, 2001 - 001821 - "Damien Codognotto. Loan Repayment Oct. & Nov. 2001. \$400.
December 14, 2001 - 001837 - "Toy Run 2001. Gary Yip. Reimburse Toy Run Costs." \$797.55.
December 14, 2001 - 001838 - "John Pigot. Reimburse Toy Run costs." \$756.
December 15, 2001 - 001841 - "Damien Codognotto. Loan Repayment. \$200.
January 29, 2002 - 001849 - "Damien Codognotto. Loan Repayment. Jan. 2002. \$200.
February 23, 2002 - 001859 - "Damien Codognotto. Loan Repayment. Feb. 2002. \$200.
April 20, 2002 - 00 - "Damien Codognotto. Loan Repayment. March & April 2002. \$400.
May 25, 2002 - 00 - "Damien Codognotto. Loan Repayment. May & June 2002. \$400.
July 13, 2002 - 00 - "Damien Codognotto. Loan Repayment. \$200.
August 13, 2002 - 00 - "Damien Codognotto. Loan Repayment. \$200. CANCELLED.
August 13, 2002 - 001901 - "Damien Codognotto. Loan Repayment. \$200.
September 5, 2002 - 001911 - "Damien Codognotto. Loan Repayment. \$200.
November 4, 2002 - 001932 - "Damien Codognotto. Loan Repayment. \$200.
November 23, 2002 - 001948 - "Alex Money. Reimburse costs for Security Guard. (Nov.) QGM \$140.
February 25, 2003 - 001979 - "FPL Security." \$200. CANCELLED.

These notes indicate the MRAA debt to me is legitimate and has been recognised as such by MRAA Boards through a long period of repayments. Also, the policy of repaying debts to MRAA members is established through repayments to Gary Yip, \$1972.55, and John Pigot, \$756. Anton Lange, present during the inspection, had a mobile phone bill of \$120 paid. I did not see any receipts or breakdowns of costs reimbursed to members. That isn't to say receipts don't exist. The files were messy and we certainly were not shown such documentation. Among the Treasurer's (then Faye Kerridge) reports and papers was a letter to FPL Security on MRAA letterhead, dated February 25, 2003. It was a request from MRAA President Alex Money to FPL to (again) supply security guards for the coming (March 1) MRAA Quarterly General Meeting (QGM) at Bells Hotel, South Melbourne.

MRAA Balance Sheet. June 2000. "Loan - DKC &/or NMC (\$)12,262.00." Treasurers Report Summary. "*NMC/DKC. The debt owed to Damien Codognotto was reduced by \$700 during the financial year. As the MRA becomes financially secure the aim is to significantly reduce this debt within the new financial year."

Dated 2nd / May 2023

S u r u Declaration

M CHAEL EZAJKA