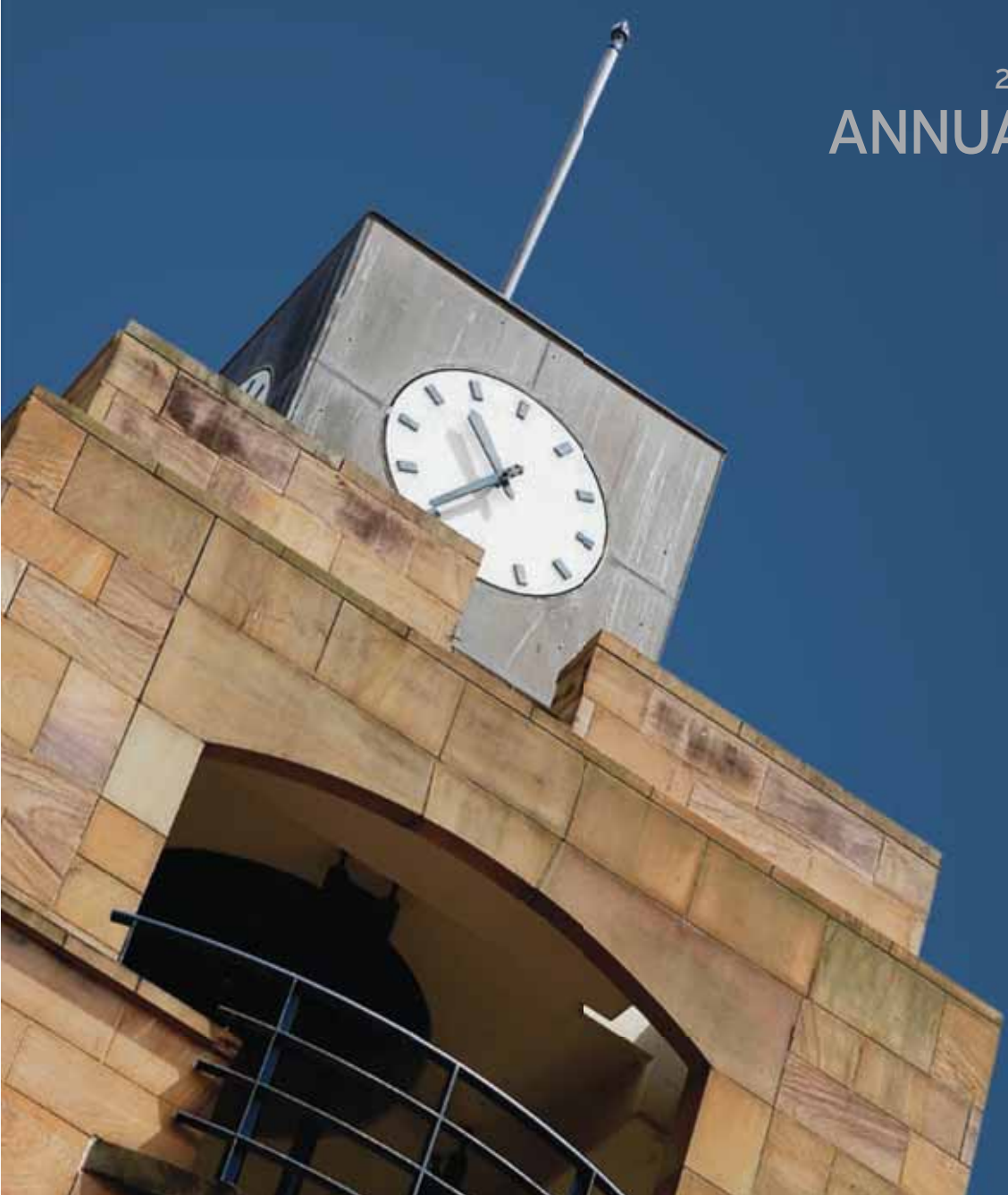




2006 BOND UNIVERSITY
ANNUAL REPORT



Everyone has expectations for their future...
And success means different things to different people.

Some are happy to live from day to day.
Others - like yourself - want much more.
You think bigger. You want to move faster.
You want to go further.
You're determined to achieve something extraordinary.

At Bond University, we recognise your passion and
fast-track your progress.

**BOND UNIVERSITY.
WE SHARE YOUR AMBITION.
WE BRING IT TO LIFE.**



CONTENTS

03	Vision and Mission
04	Bond at a Glance
06	Chancellor's Message
08	Vice-Chancellor's Report
13	Faculty of Business, Technology & Sustainable Development
17	Faculty of Health Sciences & Medicine
21	Faculty of Humanities & Social Sciences
25	Faculty of Law
28	Research
30	Student Achievements
31	Staff Achievements
32	Alumni Success Stories
34	Corporate Partnerships
35	International Partnerships
36	Facilities
38	Financial Analysis
40	Directors' Report
46	Auditors' Independence Declaration
50	Financial Report
76	Directors' Declaration
77	Independent Audit Report
78	Corporate Governance

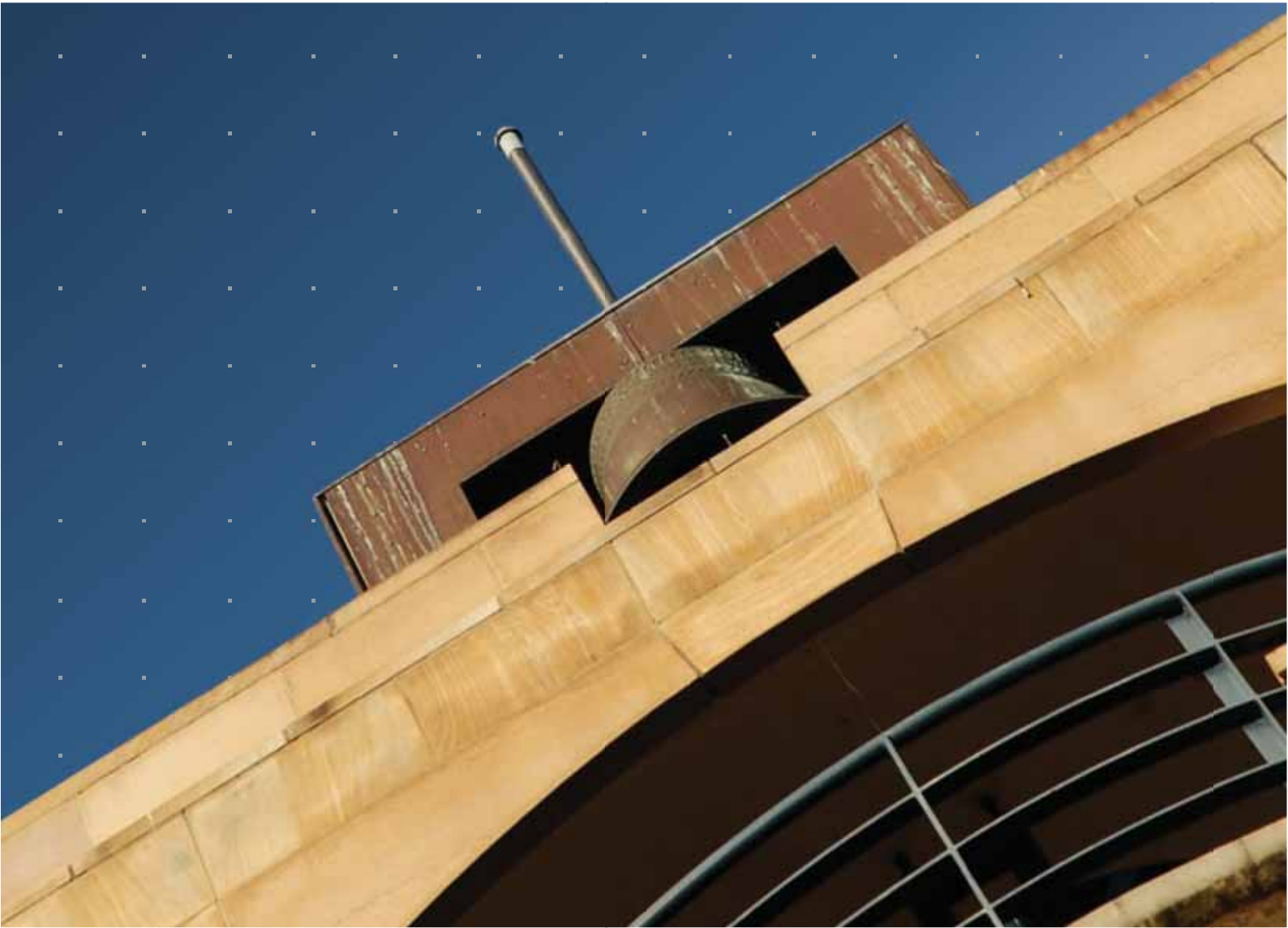
OUR VISION

Bond University seeks to be one of the world's leading independent universities, Australian in character yet international in perspective, producing uniquely identifiable graduates who are leaders and thinkers, imbued with initiative, enterprise and a continuing quest for life-long learning.

OUR MISSION

Bond University is committed to achieving excellence in tertiary education through:

- Teaching, learning and research of the highest quality
- Contributing to the diversity and quality of tertiary education
- Incorporating new technologies
- Cooperating with other institutions of learning throughout the world
- Producing uniquely identifiable graduates, committed to life-long learning
- Remaining independent, distinctive yet innovative



SEPTEMBER

The new-look Career Development Centre was officially launched, showcasing the CDC's new on-campus office, the very latest e2e.net careers software and a comprehensive new careers website designed to complement the full suite of professional services offered by the Centre's two full-time Employment Services Specialists.

OCTOBER

Bond University signed a memorandum of agreement with the United Nations University International Institute for Software Technology (UNU / IIST) in Macau to promote the sharing of curriculum and teaching methods with developing countries. The intellectual exchange scheme involves UNU sponsoring international academics to come to Australia and spend a semester studying the Bond University curriculum, with the aim of taking their newfound expertise back to their home country. Information Technology Professor Sarngadi Palgunadi from Universitas Sebelas Maret (UNS), in Java, Indonesia, was the first academic to visit Bond under the scheme.

Bond's old school tie loyalties and student networks were reaffirmed during the week-long Bondstock event, the Bond Renaissance Ball and the Law Faculty's Owen Dixon Society Dinner.

NOVEMBER

Some of Australia's leading experts in the fields of sports science, sports psychology and sports physiotherapy headlined a free seminar for coaches and PE teachers at Bond University. Sponsored by Elite Fitness Equipment, the 'Stronger, Faster, Safer' seminar addressed issues such as injury prevention and management, over-training in young athletes, recovery strategies, the psychology of training and performance and dietary supplements, along with some of the legal responsibilities of coaching young athletes.

DECEMBER

The Faculty of Health Sciences and Medicine announced the introduction of Australia's first Doctor of Physiotherapy degree, which is scheduled to commence in May 2007. The two-year program is distinguished by extensive clinical exposure, ensuring that Bond physiotherapy graduates will be completely au fait with workplace practices and patient consultations from day one on the job. The inaugural intake will be limited to just 20 students so as to guarantee high quality clinical placements for all.



CHANCELLOR'S MESSAGE



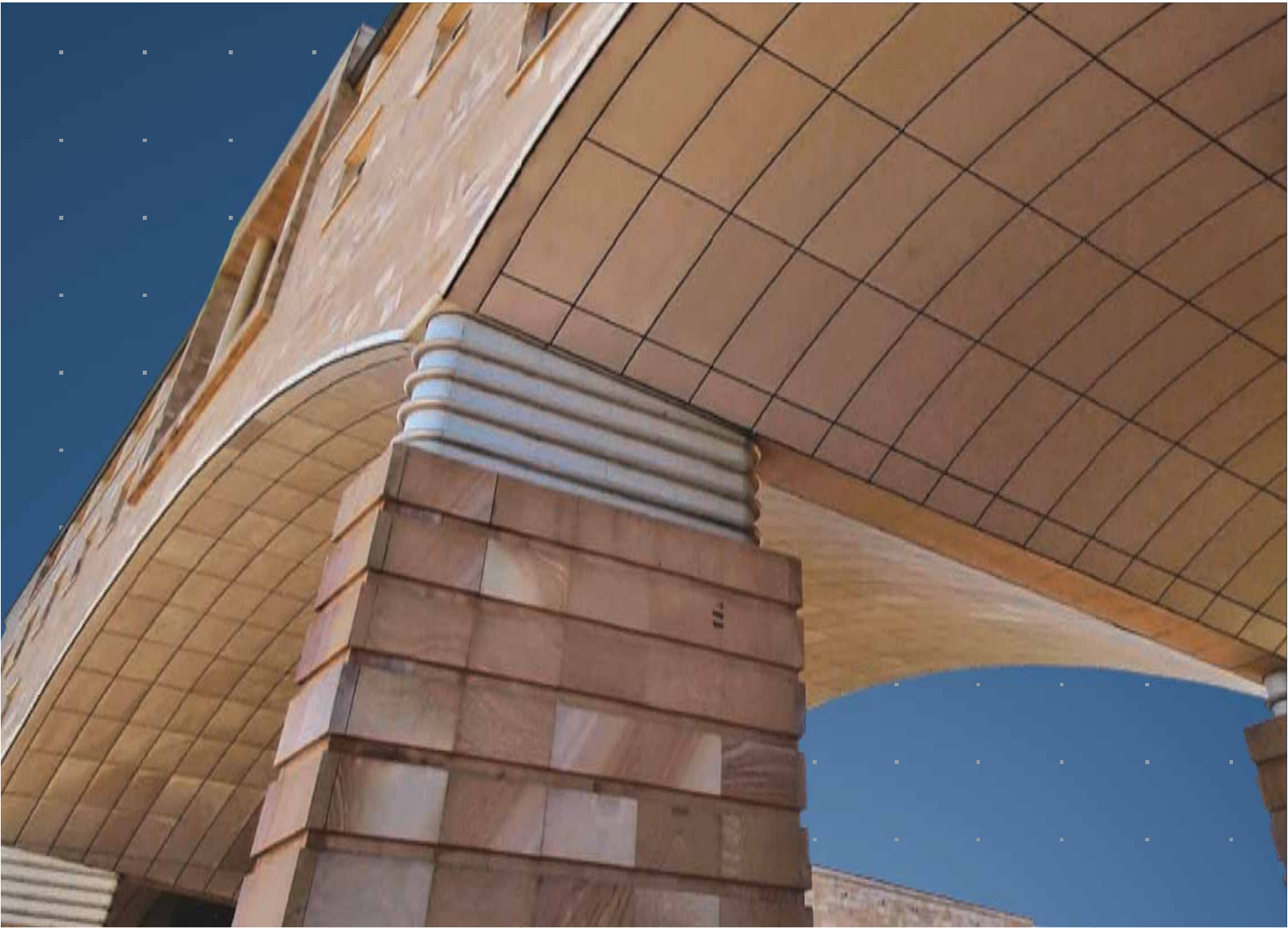
Trevor C Rowe AM
Chancellor
FCIS, FAICD, ACPA

Bond University is an Australian independent, not-for-profit, private University focussed on excellence.

The year 2006 built on the momentum that has been achieved over the last four years, vis:

- August 2006 Good Universities Guide Rankings recognised Bond University's top performing status across many key indicators, particularly in the areas of curriculum excellence, student satisfaction and outcomes for students. Bond University ranked equally with the Universities of Melbourne and New South Wales in terms of five star rankings.
- Continued to expand Bond's unique offering of fast-tracked, industry-focussed programs that offer an unrivalled level of personalised attention thanks to our small class sizes. Also, the focus is on students gaining the necessary leadership skills, focus and determination they need to excel in their chosen disciplines.
- Through engagement with business and professionals, we focus on producing students that are 'work ready' and 'Bring Ambition to Life'.
- Continued to provide students with options and differentiating the University's offerings, for example:
 - Creation of the Bond University Mirvac Centre for Sustainable Development and Research and have commenced the construction of that Centre, which will be a 'living laboratory'.
 - Additional innovative programs were offered to students, including the Business School's Masters program and undergraduate Bachelor of Property and Sustainable Development.
 - The construction of a Legal Skills Centre, as part of our successful Faculty of Law, which will provide cutting-edge technology and specially designed teaching spaces in skills such as dispute resolution, negotiation and mooting.
 - Development of a Bond University Macquarie Bank Simulated Trading Floor to provide students with the opportunity to run real-time trading scenarios in a modern, high technology trading room.
 - Establishment of Bond College as a uniquely tailored foundation program to allow students who do not have a University Entrance Score to gain entry to tertiary education and the University
 - The repositioning of Bond University's brand and the re-engineering of a centralised Marketing program, most ably led by Andrea Harcourt and her team has resulted in impressive increases in full degree student numbers over recent semesters. The re-invigorated centralised marketing augers well for the development of student intake at Bond.
 - The University's new state-of-the-art Learning Management System, Blackboard, was launched in May 2006. The highly versatile and innovative teaching and learning tool was Branded iLearn and the system has fast become an integral part of the teaching and learning environment at Bond with thousands of Bond students across 350 subjects now using iLearn.
 - Bond University seeks to benchmark itself against comparable international universities, particularly in the US. Bond is currently further developing more comprehensive benchmarking with a number of US 'Ivy League' universities.
- The Prime Minister of Australia, The Hon John Howard MP, when visiting Bond University to open the Faculty of Health Sciences and Medicine Building on 21 April 2006 stated that: "The contribution of a University such as Bond, a place of innovation and difference, brings a new dimension to tertiary education in this country."
- The Queensland Government supported Bond University's application for a one off grant of \$110,000 to support the University's Clinical Pathways and community-based Care project.

Governance continues to be a strong element of the University following the restructuring of our governance framework in early 2003, which has resulted in a diverse and committed Council of nine Members from various commercial, professional and educational fields. The Council is accountable to a membership represented by alumni, academics, general staff, students, and community members. Council is supported by sub-committees such as the Audit & Risk Management Committee, Nominations Advisory Committee, Alumni Committee and Bond University Trust, whose members are representatives of both Council and the membership of Bond University.



Bond's governance structure is aligned with recent policy announcements by the Australian Government in relation to governance targets at public universities.

Bond University continues to manage its resources in a disciplined manner, resulting in another year of profit for re-investment into the University of \$15.466M compared with \$3.594M in the prior year.

Bond University focuses on being connected with business and professionals, for example, partnerships with the Mirvac Group, Macquarie Bank (as mentioned above) and the Australian Stock Exchange, United Group, Minter Ellison, Clayton Utz, Goldman Sachs JB Were, KPMG, to name a few.

The Australian Government's expansion of the FEE-HELP arrangements in the 2006 Budget was an important funding boost for private higher education, which is now more accessible than ever. Students now have more choice in their university selection. The Australian Government's approach to FEE-HELP confirms the Government's commitment to a pluralistic approach to higher education in Australia.

Bond University is indeed fortunate to have a group of academics and general staff that are committed and passionate about the University and its students. I would also like to thank the Deans and Senior Management for their ongoing support of important initiatives and directions that the University is embarking on. Their leadership is central to achieving the University's goals.

The contribution and support of my fellow Councillors continues to be greatly appreciated. Council's independence and commercial approach to issues, as a result of their wide-ranging business, professional and academic expertise and experience, serves Council and the University well in realising our shared visions for Bond University.

Bond University is also fortunate to have a number of strong supporters, in particular our Federal Member, Mrs Margaret May MP, who provides untiring support and assistance to our endeavours.

We also are most appreciative of the Federal Government and State Government of Queensland for their ongoing commitment to and support of Bond University.

Finally, on my behalf and that of Council, I would like to express our appreciation to the Vice-Chancellor and President, Professor Robert Stable, for the passion, commitment, leadership and energy that he brings to Bond University.

Education is the most important investment in a country's human capital - Bond University strives to ensure that its graduates have the requisite skills to be productive members of their communities.



VICE-CHANCELLOR'S REPORT



Professor Robert L. Stable
Vice-Chancellor & President

MBBS Qld., MHP (NSW), DUniv QUT,
FRACGP, FRACMA, FCHSE, FAIM, FAICD

2006 was a year of very significant and exciting progress. The introduction of our innovative School of Sustainable Development and Bond College foundation program were just some of the many highlights.

ACADEMIC EXCELLENCE

Bond University has continued to cement its place as a leading Australian university, starring in the 2007 Good Universities Guide Rankings.

The independent consumer guide, which provides ratings, rankings, comment and information about all Australian higher education institutions, awarded Bond the maximum five-star rating in nine categories, including the all-important criterion of graduate satisfaction, teaching quality, graduate starting salaries and staff-to-student ratio.

The university's strong performance also saw it receive a five-star overall graduate rating, placing it among the top 20% of all Australian universities; along with top ranking honours for electronic support, graduate outcomes and full-time employment prospects.

This five-star assessment is testament to our unique personalised approach to education, our first-class academic staff and the outstanding success of our graduates.

TEACHING AND LEARNING

A Blackboard project team commenced in 2005, and has been working on implementing a web based learning platform - iLearn@Bond. This important enhancement of our state-of-the-art teaching facilities and equipment was launched for use by staff and students in mid 2006.

EXPANSION OF FACILITIES FOR STUDENTS

Our Law students can look forward to the expanded study facilities that will be available in the new Legal Skills Centre, due to be completed in May 2007. This building will adjoin the current Law Faculty and provide cutting edge technology and specially designed teaching spaces for skills such as dispute resolution, negotiation and mooting; all of which will ensure that Bond Law maintains its national and international recognition as one of the top three Law faculties in Australia.

Bond University is also constructing a building to accommodate the Bond University Mirvac School of Sustainable Development. The design, construction and operation of the new building will embrace world's best practice sustainable processes and objectives.

As a 'living laboratory,' the building will provide Bond University students, academic staff and visitors with the opportunity to develop a greater understanding of environmental, social and economic principles of sustainable development. The partnership between Bond University and Mirvac reflects a long-term investment in the next generation of students who will develop an invaluable understanding of the growing importance of sustainability.

NEW PROGRAMS

In May 2007, Bond University's Faculty of Health Sciences and Medicine will introduce Australia's first entry-level Doctor of Physiotherapy degree.

The two year program will be very clinically focused, adopting a holistic problem-based learning approach, adapted from the highly successful model developed by Canada's McMaster University.

The inaugural intake into the doctoral-level degree will be limited to 20 students, enabling the Faculty to guarantee high quality clinical places for all students and ensure a one-on-one personalised approach to the academic learning process.

Bond College opens in May 2007, a foundation program offering pathways to Bond University's Faculties of Law, Humanities and Social Sciences, and Business, Technology and Sustainable Development, with a Health Sciences and Medicine pathway set to be introduced in 2008.

Operating in a University environment and accepting both international and domestic students, the College's Foundation Program will provide students with an excellent foundation for further tertiary study. With all of the university's facilities at their fingertips, participants in the program will be given every opportunity to achieve.

Located on campus, Bond College will be housed on the ground level of the new Legal Skills Centre, with construction due to be completed in May 2007.

Bond University is situated in a rapidly developing region of Australia and the University has recognised the need for comprehensive education to encourage and enhance the development of sustainable communities. The new School of Sustainable Development is a multidisciplinary school bringing together business, technology, infrastructure and design, environmental studies and social science in the living laboratory of the Gold Coast and Northern Rivers of New South Wales areas. On early indications, demand for courses by students has been excellent.



INFORMATION SERVICES AMALGAMATION

I am pleased to announce the appointment of Professor Garry Marchant - Dean of Business, Technology and Sustainable Development, to the additional position of Pro Vice-Chancellor - Information.

Professor Marchant was the Chair of the taskforce which investigated, recommended and then implemented the amalgamation of the Library with Information Services. As a result, former Director of Library Services, Gulcin Cribb, accepted the extended role of Director of Information Services early in 2007.

RESEARCH

I am very pleased to report that the University has been growing its research profile. With a portfolio ranging from cutting edge to intensely practical applications, the research capability at Bond University is now being recognised on a world-stage.

Research is an integral part of Bond's success. The University prides itself on its innovative and entrepreneurial commitment to applied research by world class academic staff in collaboration with regional, national and global industry and government partners. Just some of the highlights included the tripling of research funding from 2005/06, more than 300 research active staff and a 65% increase in research student enrolments over the last two years.

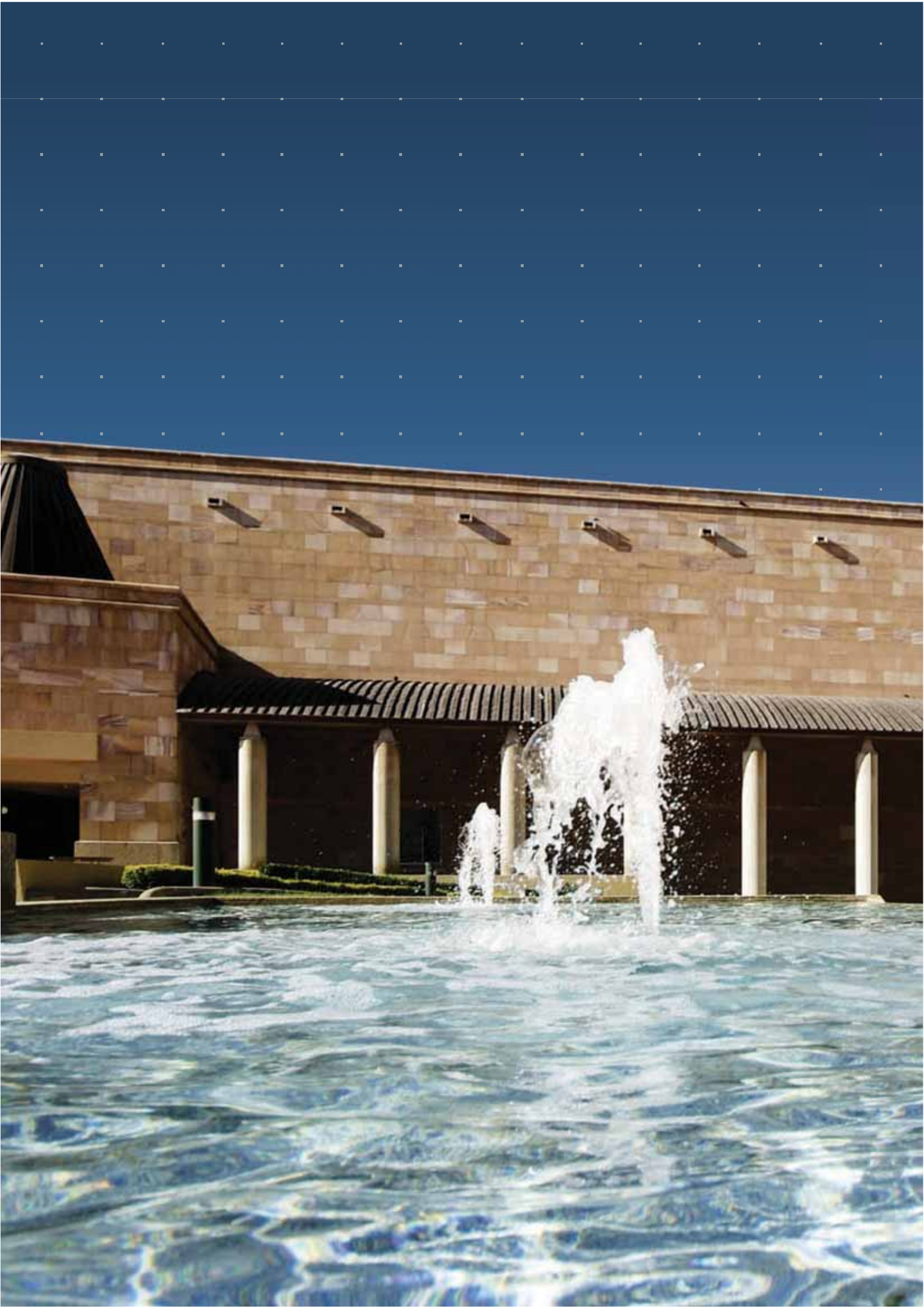
THE BOND COMMUNITY

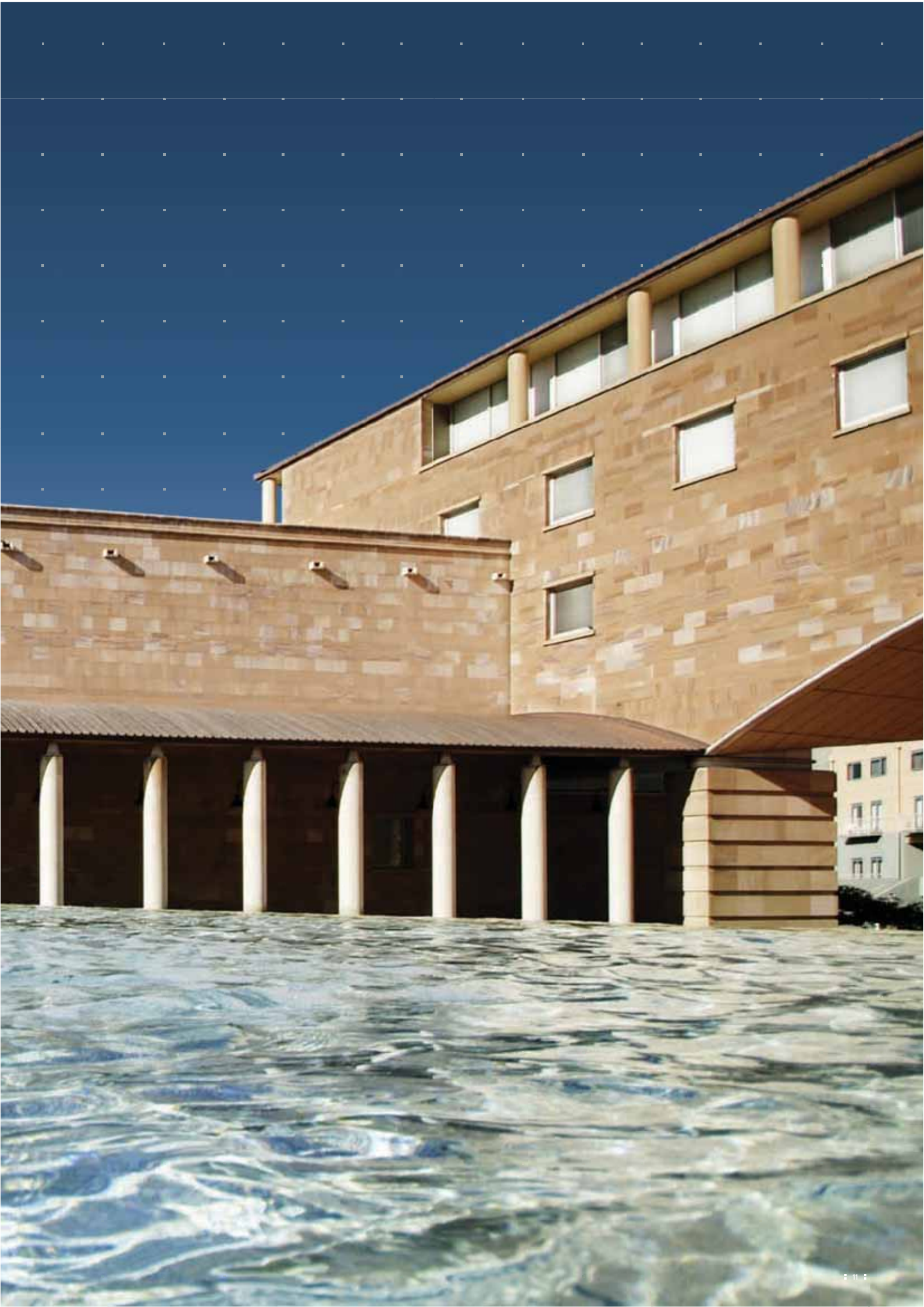
I would like to place on record, both personally and on behalf of the whole University community, very sincere appreciation to our Chancellor, Mr Trevor C Rowe AM, for his enormous contribution to the success of the University. Despite his extensive business and personal commitments, he always has time for the University and both he and his wife Julie are great friends and supporters of Bond.

I also express my appreciation to my colleagues on the University Council for their wise counsel and their solid support and passion for the University. It is not widely recognised that all of my colleagues on the University Council, including the Chancellor, serve the University in a voluntary, unpaid capacity in order to ensure the success of our not-for-profit institution. We are very fortunate indeed to have such highly recognised and successful leaders in the Australian community prepared to contribute to the University as members of the Council.

Finally, I thank my colleagues in the Senior Management Group: The Deans and Directors, the Chair of the Academic Senate, Professor Laurence Boulle, all the other teaching, research and general staff and contractors, the members of the Student Council and all the students, the volunteers and the other members of the Bond community for their support for both the University and for me personally, and for their boundless enthusiasm and commitment to quality higher education.

It is a real pleasure sharing the vision and the dream that is Bond University with such a great team as the Bond community.







The Faculty of Business, Technology and Sustainable Development continues to differentiate itself from key competitors through program innovation, teaching excellence and state of the art student facilities.

The new Mirvac School of Sustainable Development, only in its infancy, has already proved itself to be a popular choice amongst students. With the first courses open to both undergraduate and postgraduate students in late 2006, the School has received unprecedented interest with strong enrolments for 2007 and beyond.

Construction is underway on the new Mirvac School of Sustainable Development building which is due for completion in late 2007. The building is planned to be a pilot for the Green Star Education tool developed by the Green Building Council Australia. It is expected that the cutting edge design and technologies integrated into the building will achieve a six star performance rating. This is the highest accolade awarded by the Green Building Council Australia and represents Worlds' Best Practice.

Another exciting Faculty initiative is the introduction of The Macquarie Bank Trading Room, which will be officially opened in early 2007. The new cutting-edge facility will enable students to experience the latest trading room technology, with access to real-time market information and software for simulated trading.

Funded by the Macquarie Bank Foundation and Macquarie's Investment Banking Group, it follows a Business Council of Australia report which argued graduates emerged from universities and TAFE colleges lacking the practical skills needed in the workplace.

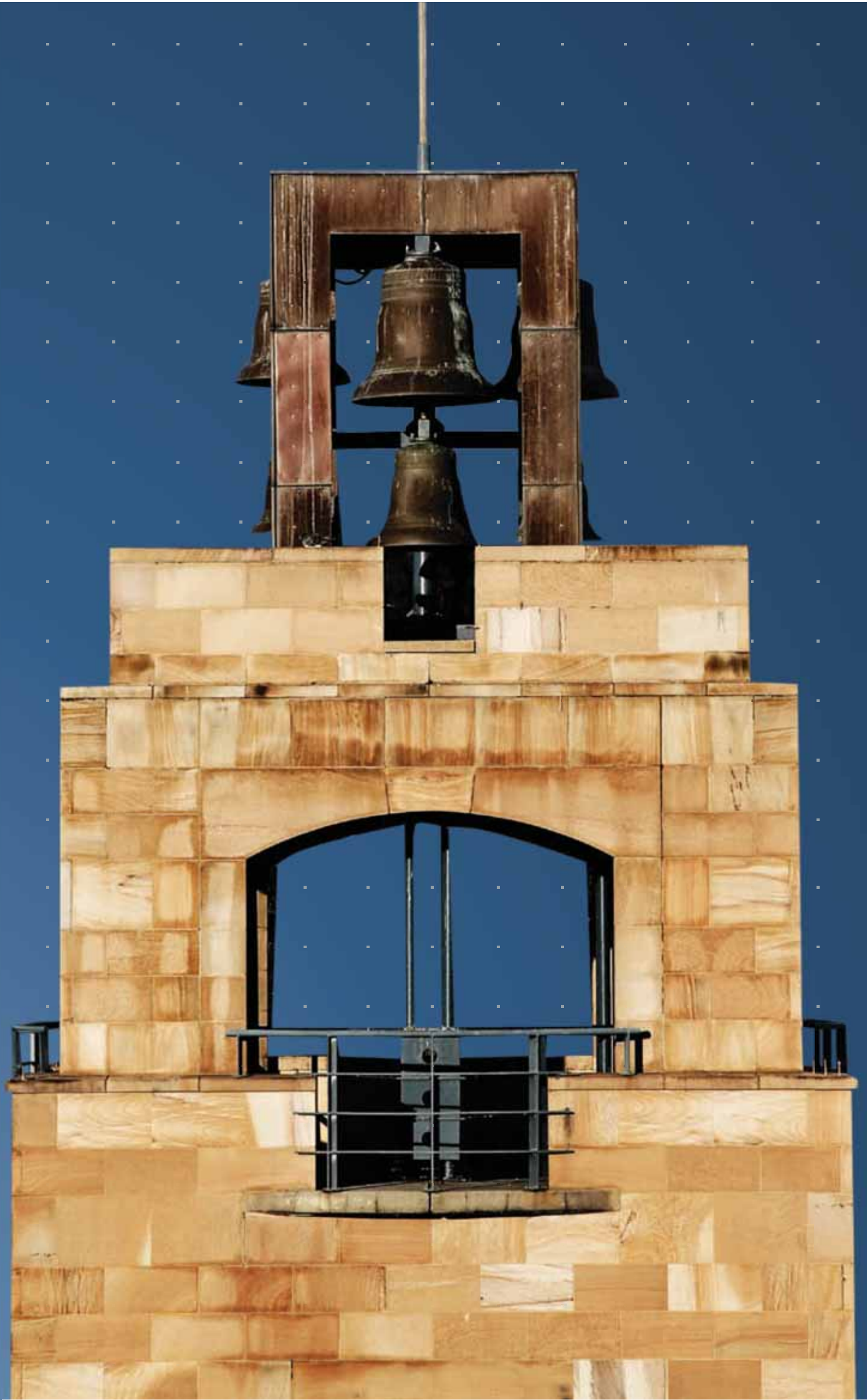


Professor Garry Marchant
Dean of Business, Technology
& Sustainable Development
BCom, AM, PhD

This is a tremendous resource for the Faculty as it offers unlimited benefit for the greater community. There are already plans underway to utilise the trading room to provide specialised learning facilities for high school students through the Faculty's sponsorship of an ASX trading game. The Trading Room also enhances the possibility of teaching fund management skills to retirees.

In 2006, the Bond University School of Information Technology underwent a transformation to strengthen the business appeal and career choices of its graduates. The Faculty appointed well known information technology expert Professor Iain Morrison to lead the way. Previously Professor of Information Systems and Assistant Vice-Chancellor (Information Technology) at the University of Melbourne, Professor Morrison has designed new Bond IT programs that meet the increasing demand for IT professionals. Evolving information, knowledge and management practices are contributing to further advances in the generation of business value and creating roles that span traditional IT positions through to business process optimisation and relationship management roles.

Professor Garry Marchant
Dean of Business, Technology
& Sustainable Development



2006 ACHIEVEMENTS

BOND EXECUTIVE LAUNCH

Bond Executive (BE) operates from the Centre for Executive Education (CEE). It is the latest innovation of Bond University, building on its well deserved reputation as an innovative and relevant provider of quality higher education that produces work ready graduates for today's global economy.

Bond Executive offers a variety of management and business programs, which are fuelled by leading edge research in topical areas. The format for BE ranges from half day seminars, full week residential programs, postgraduate coursework degrees (Executive MBA) and single unit enrolments in postgraduate programs in intensive executive mode.

Bond Executive will also be home to the new Master of Business & Engineering (MBE) double degree offered through Bond University's partnership with Germany's Steinbeis University. Launching in 2008 this new program combines Masters-level academic studies along with an attractive proportion of practical work experience over a twelve month period. The work experience component of the MBE is particularly beneficial to students as it combines results-driven project work in association with a real-life sponsor organisation.

BOND MOOT TEAM SUCCESS

Held annually at the University of Texas in the United States, the Global Moot Corp Competition attracts entries from 40 of the world's best business schools. It is touted as the 'Super Bowl of World Business-Planning Competitions' and offers the largest guaranteed prize of any student contest in the world, equivalent to around 180,000 USD.

Bond University MBA students Drew Blaxland, Veronica Boulton, Laurie Martyn and Daniel Noordzy impressed judges with their presentation of the simple, yet practical Nudleman™ concept – a mobile, cart-based, fast food noodle business.

The talented team out-performed other teams from the London Business School, Oxford University and the University of Georgia to earn fourth place in the international final. In addition to earning them 3,000 USD in prize money, this placing attests to Bond University's reputation as the most consistent performer in the Global Moot Corp Challenge, with three first position placings at the world championships.

PROFESSOR KENWORTHY-U'REN HONOURED FOR TEACHING EXCELLENCE

Associate Professor of Management, Dr Amy Kenworthy-U'Ren, was awarded the 2006 Teacher of the Year award for the Faculty of Business, Technology and Sustainable Development.

Professor Kenworthy-U'Ren has received numerous awards and citations for her work supporting teaching excellence throughout her seven years at Bond University. Other achievements during 2006 include receiving the Organizational Behavior Teaching Society's New Educator Award. This is an annual award given to an outstanding early career Faculty member who has demonstrated excellence in the scholarship, service and practice of teaching and learning processes. Professor Kenworthy-U'Ren is the first non-United States award recipient.

Professor Kenworthy-U'Ren also received a 2006 citation for Outstanding Contribution to Student Learning, worth \$10,000, from the renowned Carrick Institute. This award recognises her significant contribution towards management education through scholarly activities that have a focus on increasing theoretical and practical integration of service-learning pedagogy.

She also received the Vice-Chancellor's Award for Outstanding Teaching for her work, alongside Professors Anthony Erikson and Cynthia Fisher, as well as two of the three Dean's Excellence in Teaching Awards given during 2006.

TOWARDS 2007

Looking ahead, the Faculty will strive to achieve and secure a global presence in the higher education marketplace. Joint partnership programs and articulations will become a particular focus in 2007, with new relationships being fostered to enhance the reputation and success of the Faculty of Business, Technology and Sustainable Development.





2006 was a milestone for our Faculty, with the official opening of our new building by the Honourable John Howard, Prime Minister, and announcement of a \$4.5 million grant. In opening our Faculty, the Prime Minister acknowledged the significant contribution it will make to meeting the medical workforce needs of the fastest growing area in Australia.

Record enrolments across the campus were mirrored within the Faculty of Health Science and Medicine, enhanced by the introduction of innovative new programs and the addition of renowned experts to our academic team.

With our Bachelor of Medicine Bachelor of Surgery (MBBS) program now well underway, the Faculty spearheaded innovation into related disciplines by developing Australia's first graduate entry-level Doctor of Physiotherapy (May 2007), and introducing a new Bachelor of Exercise Science (January 2007) and Bachelor of Forensic Science (January 2006).

This academic expansion has been matched by a significant investment in student resources, with a total of \$600,000 injected into new facilities, including the implementation of wireless technologies and acquisition of specialised exercise and clinical equipment. Our Faculty prides itself in developing graduates who are sought after by industry, which means that we continually review our programs to



Professor Chris Del Mar
Dean of Health Sciences & Medicine
BSc, MA, MB BChir, MD, FRACGP, DRCOG, FAFPHM

ensure their responsiveness. Further enhancement to our programs in 2006 included the strengthening of the professional experience components and the appointment of a dedicated Internship Coordinator, supported by Smart State funding, whose role is to source and manage high quality internships for students.

Another initiative for the Faculty was the 2006 launch of Science Week, to coincide with National Science Week which is held in August. Local high school students with an interest in science, exercise or medicine were invited to attend on-campus lectures and participate in various practical activities. Close to 100 students attended the program and their enthusiastic response has encouraged us to maintain it as an annual event.

Finally, we would again like to acknowledge and thank our benefactors and industry partners. We are overwhelmed by the generosity and support of people including Patrick Corrigan AM who recently bequested additional artworks to the university, adding to the collection already on loan; Professor David Weedon, Drs Darryl Gregor and Peter Heiner and the many clinicians and professionals who support our educational programs and students by providing valuable professional experience.

Professor Chris Del Mar
Dean of Health Sciences & Medicine





Faculty of Health Sciences and Medicine

2006 ACHIEVEMENTS

MEDICINE

We welcomed another intake of 84 enthusiastic medical students in 2006 and our first group of medical students are well and truly immersed in the reality of clinical practice, supported by intensive clinical skills development on campus. Our clinical skills laboratory, commissioned with robotic mannequins and models to simulate a variety of patient situations, has become an educational showcase.

We are also proud of our students who have recognised the critical shortage of doctors in remote areas and expressed strong interest in rural medicine. Students have established linkages with eminent rural health clinicians such as Dr Col Owen whose mentorship has been instrumental in fostering their rural health vocation, and by developing the Bond University Rural Health Club (BURHC). In 2006, BURHC members visited Cherbourg and Kingaroy to gain a first-hand understanding of the health challenges faced by regional communities. Four of our MBBS students were also awarded Queensland Health Rural Scholarships.

A successful funding application to the Commonwealth Government and the Sustainable Regions Program allowed construction of the new Tweed Clinical Education and Research Institute to commence. This is a joint enterprise between Bond University, the North Coast Area Health Service and Griffith University which will provide valuable teaching and research amenities at the Tweed Hospital. A partnership of this kind is yet another Australian first for the Faculty. The Institute is on target to welcome our students in September 2007.

The Faculty is also working closely with the Gold Coast Health Service District to masterplan the new Gold Coast University Hospital, due to open in 2012. It will be distinguished as a major teaching facility for Bond University and other education providers, as well as providing future opportunities for innovative health workforce design, education and research.

And we were delighted to appoint Professor Wayne Gibbon to our new role of Deputy Dean (Medicine). Professor Gibbon has a distinguished career as a radiology specialist, academic and health administrator and will further strengthen our links with clinical partners as well as our teaching and research within the medicine program.

PHYSIOTHERAPY AND EXERCISE SCIENCE

We have been busy during the past 12 months designing Australia's first graduate entry-level Doctor of Physiotherapy program, to be launched in May 2007. Leading physiotherapist, Professor Elizabeth Gass, and sports physiotherapist, Assistant Professor Michael Pahoff, have developed the innovative two-year postgraduate course in response to the recognised critical shortage of qualified practitioners and the international trend for postgraduate physiotherapy qualifications. An alliance has also been formed with McMaster University, Canada, a recognised world leader in the area of student-centred, problem-based, interdisciplinary approaches to learning. The program's accreditation process with the Australian Physiotherapy Council is well underway.

Under the leadership of Professor Greg Gass, the Faculty also proudly launched its new Bachelor of Exercise Science degree, and revised the structure of the Bachelor of Sports Science; both of which are undergraduate pathways into the Doctor of Physiotherapy.

Future plans to further develop this area of specialty include a Master of Clinical Science (Exercise Physiologist), a Master of High Performance Sport and a Master of Coaching Science, all of which are expected to be introduced in 2008.

FORENSIC SCIENCE

In January 2006, we welcomed our first intake of students into the Bachelor of Forensic Science, who have the privilege of studying under eminent academic-practitioners such as international DNA expert, Professor Angela van Daal and forensic anthropologist, Dr Walter Wood.

Bond's Forensic Science program represents a unique, fully integrated approach, combining the legal expertise of the Law Faculty and the criminology and psychology expertise of the Humanities Faculty. Record enrolments for the 2007 intake indicate strong interest in this rapidly evolving discipline.

VISITING ACADEMICS AND GUEST SPEAKERS

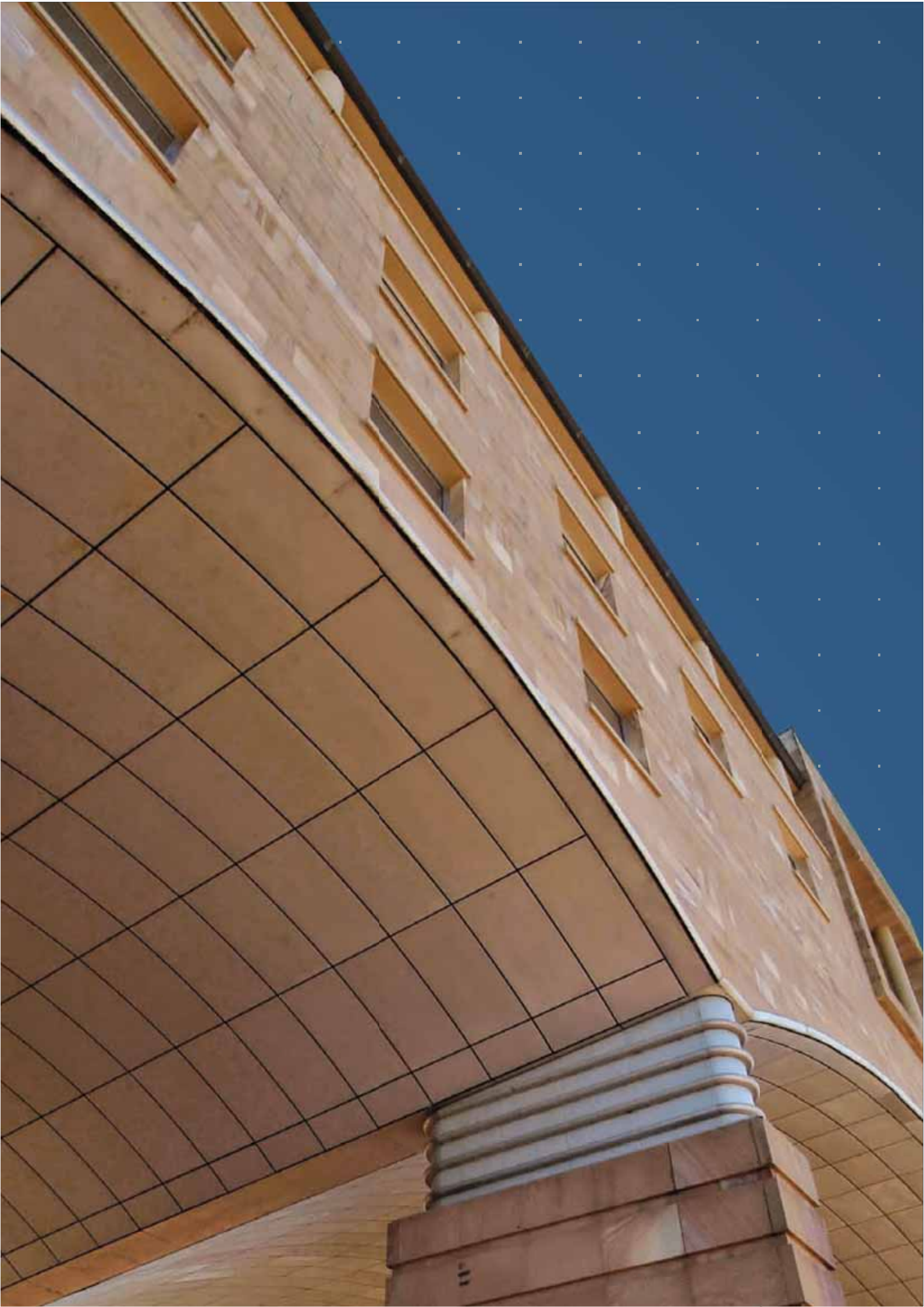
The Faculty was also pleased to welcome a number of eminent seminar guest speakers and visiting academics to Bond University during the year. These included:

- Professor Ian Frazer, 2006 Australian and Queenslander of the Year who presented at the Health Sciences and Medicine Research Showcase
- Professor Jerome Fleg, an eminent cardiologist from the US, and the inaugural participant of the Visiting Fellowship Scheme funded by the Faculty of Health Sciences and Medicine, a planned annual program.
- Professor Graham Worrall, Director of the Centre for Rural Health Studies and a Professor of Family Medicine at Memorial University of Newfoundland in Whitbourne.
- Alan Abbott an Australian Physiotherapist living in Sweden and completing his PhD at the Karolinska Institute in Stockholm, who presented a seminar on early rehabilitation.
- Professor Patty Soloman from the School of Rehabilitation Science, Institute for Applied Health Sciences, McMaster University, Canada, who presented a workshop on Problem Based Learning to our Clinical Faculty.

RESEARCH

The Faculty is developing a vibrant research culture, and distinguished itself in 2006 by successfully attracting over a million dollars in external grant funding. Our staff believe that research informs their teaching and, as such, is being pursued in every program providing excellent opportunities for students and higher degree enrolments. The Faculty continues to host the prestigious Cochrane Acute Respiratory Group, part of an international collaboration in the area of Evidence Based Medicine.





The Faculty of Humanities and Social Sciences strives to develop programs and initiatives to ensure our graduates are able to respond to an ever-evolving and dynamic workplace.

Many programs offer an intense practical professional development approach including the new programs in Multimedia which aim to prepare graduates for a variety of careers in the communications and interactive media industries.

With the growth and interest today in the interactive entertainment industry the Faculty has developed a Bachelor of Computer Games. The program was developed in consultation with an industry advisory board from the Interactive Entertainment Association of Australia, the Games Developers Association of Australia, the Office of Film and Literature Classification, media distributors, games journalists and industry experts in games public relations and advertising. The program is to be launched in January 2007.

Another program aimed at preparing graduates to take their place in the dynamic world of global business and government is the Bachelor of International Relations (Business) degree. This degree was developed in consultation with other Faculties in the University and is flexible so students can tailor their degree to suit their career aspirations.

The Faculty also restructured the Master of Educational Practice and Postgraduate Diploma in Education programs in response to the ongoing interest in teaching careers. Students are now able to obtain the required credentials to be a teacher in Queensland in just two semesters.

Fostering the international links and enhancing our global perspective, the Faculty signed an agreement with Koc University in Istanbul, Turkey to introduce an educational and cultural exchange program aimed at facilitating the exchange of postgraduate students and scholars.



Professor Raoul Mortley
Dean of Humanities & Social Sciences
BA, MA, D.3e cycle, D.Litt, Hon.D.Univ, FAHA

The Faculty also introduced a short study tour of Australia - 'The Australian Experience' - which incorporates studies of Australian History, Australian Culture, Australian Environmental Studies and Australian Geography and Ecology for visiting overseas students.

As always, the Humanities Faculty continues to place a strong emphasis on internships and work placement opportunities to complement our degree programs. Internships are available in local, national and international organisations, providing invaluable practical experience and opening doors for our students on graduation.

In 2006, we said thank you to Professor Bruce Molloy who vacated his position as Director of the Centre for Film, Television and Screen Based Media. Professor Molloy built the Centre which has achieved great things over the last ten years. He has now returned to the position of Professor in the Faculty and Simon Hunter has taken over the role as Director of the Centre.

Another Faculty stalwart and one of the first appointees at Bond University, Professor Peter Harrison has been appointed Andreas Idreos Professor of Science and Religion at Oxford University, and will sadly leave Bond University to take up the position commencing in 2007.

Professor Raoul Mortley
Dean of Humanities & Social Sciences



BOND UNIVERSITY ENGLISH LANGUAGE INSTITUTE (BUELI)

2006 was a strong year for BUELI with healthy growth in student numbers and the benefits of the new centralized location at the heart of the Bond campus enjoyed by students and staff alike. Specialising in English language courses for overseas students from over 35 countries, BUELI offers courses in General English (beginners to advanced), English for Academic Purposes (EAP), and Cambridge First Certificate (FCE). Accreditation was also received for a new Business English course to commence in 2007.

BUELI offers courses to overseas students who choose to study either to improve their English skills or with the specific objective of furthering their studies at tertiary level, mostly at Bond University. What sets BUELI apart from other English language schools is the emphasis on diversity of nationality, access to superb university facilities and the ability of its students to fully integrate with the University community through the sports clubs, social clubs and events. BUELI is known for its quality teaching with highly qualified and internationally experienced staff.

BUELI is a member of English Australia group of colleges and is fully accredited by the Australian National ELT Accreditation Scheme (NEAS).

2006 ACHIEVEMENTS

FILM AND TELEVISION ACCOLADES

Film and Television students continued to make the news not only locally but internationally with a Bond produced short film, Kite Circuit, having its world premiere at the fifth Tribeca Film Festival in New York. Kite Circuit was among a select group of 85 shorts invited to participate from more than 3700 films entered.

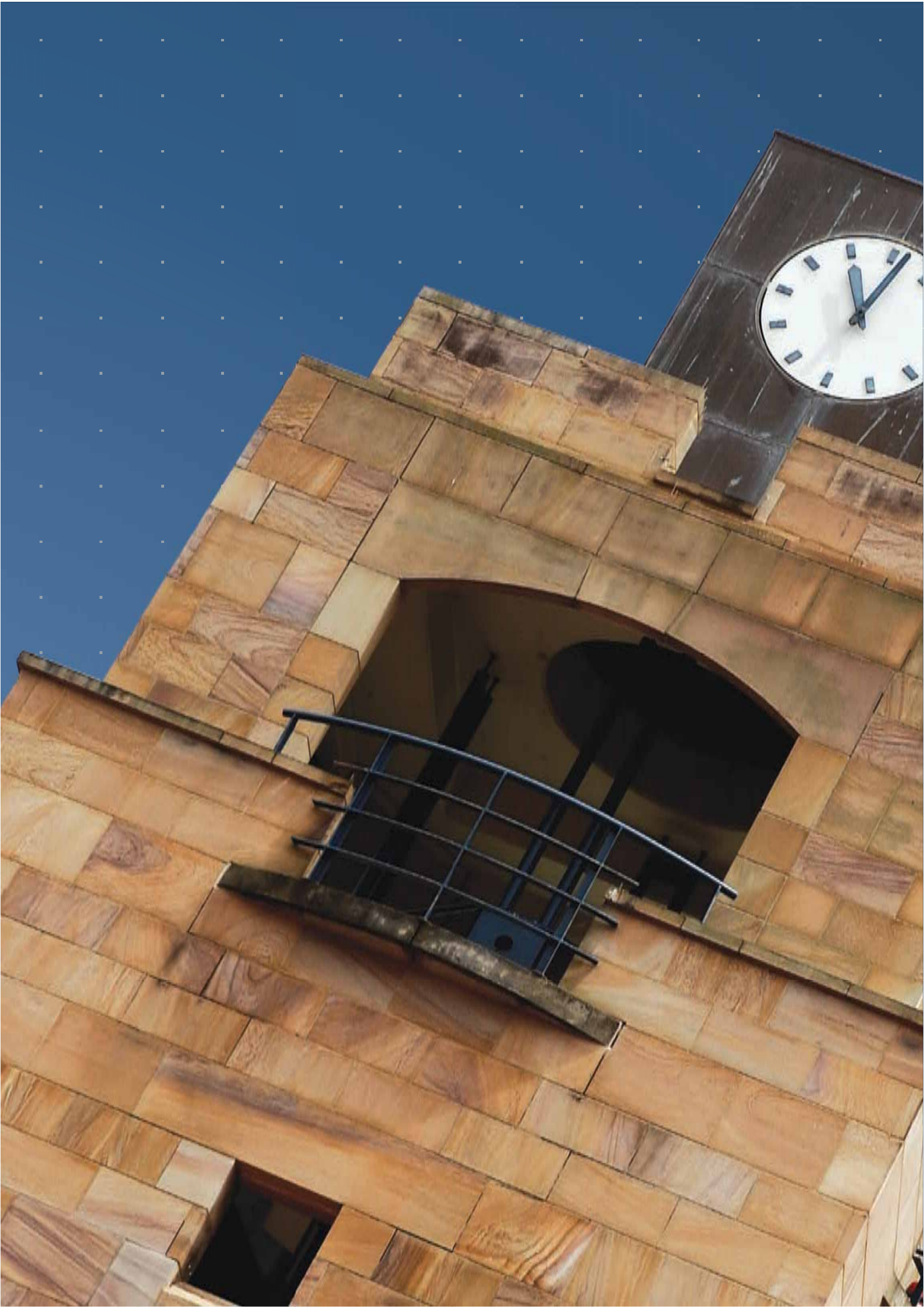
The Bond University Film and Television Awards (BUFTA) night is always a highlight of the Faculty year. Open to secondary school students Australia-wide, this short film competition attracted over 100 entries from 70 schools, representing every state in Australia. In 2006 we launched the BUFTA road show where we visited over 50 public and private schools across six states and one territory, presenting lectures on film making.

Humanities and Social Sciences is a major sponsor of the awards, offering the grand prize of a full tuition scholarship to study a Bachelor of Film and Television degree at Bond to the Best Overall Filmmaker. This year, the scholarship was won by Sydney's Cherrybrook Technical High School student Eric So for his film titled Insight.

TEACHING HONOURS

In December 2006, the very high honour of Doctor of Science was conferred upon Professor Boyle by the Chancellor of the University of Queensland, Sir Lew Edwards, in the presence of the Vice-Chancellor, Professor John Hay. It appears from a search of the records held at UQ that Professor Boyle's earned Doctor of Science degree may be the very first DSc ever awarded by the University of Queensland in the field of psychology. Only a handful of Australian academic psychologists have ever been awarded this prestigious higher doctorate.





2006 was another very successful year for the Faculty of Law.

The Bond educational experience has ensured that it was yet again voted No 1 for good teaching and student satisfaction by graduates in independent surveys. Bond Law Faculty strives to provide the best possible education for its students so that they are well prepared for employment in a range of jobs all over the world.

To this end, we are continuing to build on the existing strength of our international exchange partnerships, adding two new prestigious institutions to our list this year - Cergy Pontoise University in France and Gujarat National Law University in India.

Stronger links with our international partners also enabled the Faculty to develop a new initiative with the exclusive French Bar School in Paris, offering their students the opportunity to study an international LLM at Bond and gain experience through work placements in Australian law firms.

Another key benefit of our international network is the development of innovative teaching programs in conjunction with our partner universities. This is an ongoing process and, during the September semester, four Gothenburg University professors were on campus for the Australian trial of a new approach to teaching developed by Gothenburg's International Capital Management Program.

After a substantial rise in numbers, the development of the new Legal Skills Centre building could not have come at a better time. The Skills Centre will give our students better access to a broad scope of flexible learning spaces to develop a wide range of practical legal skills using modern wireless technology, video conferencing and information management systems.



Professor Duncan Bentley

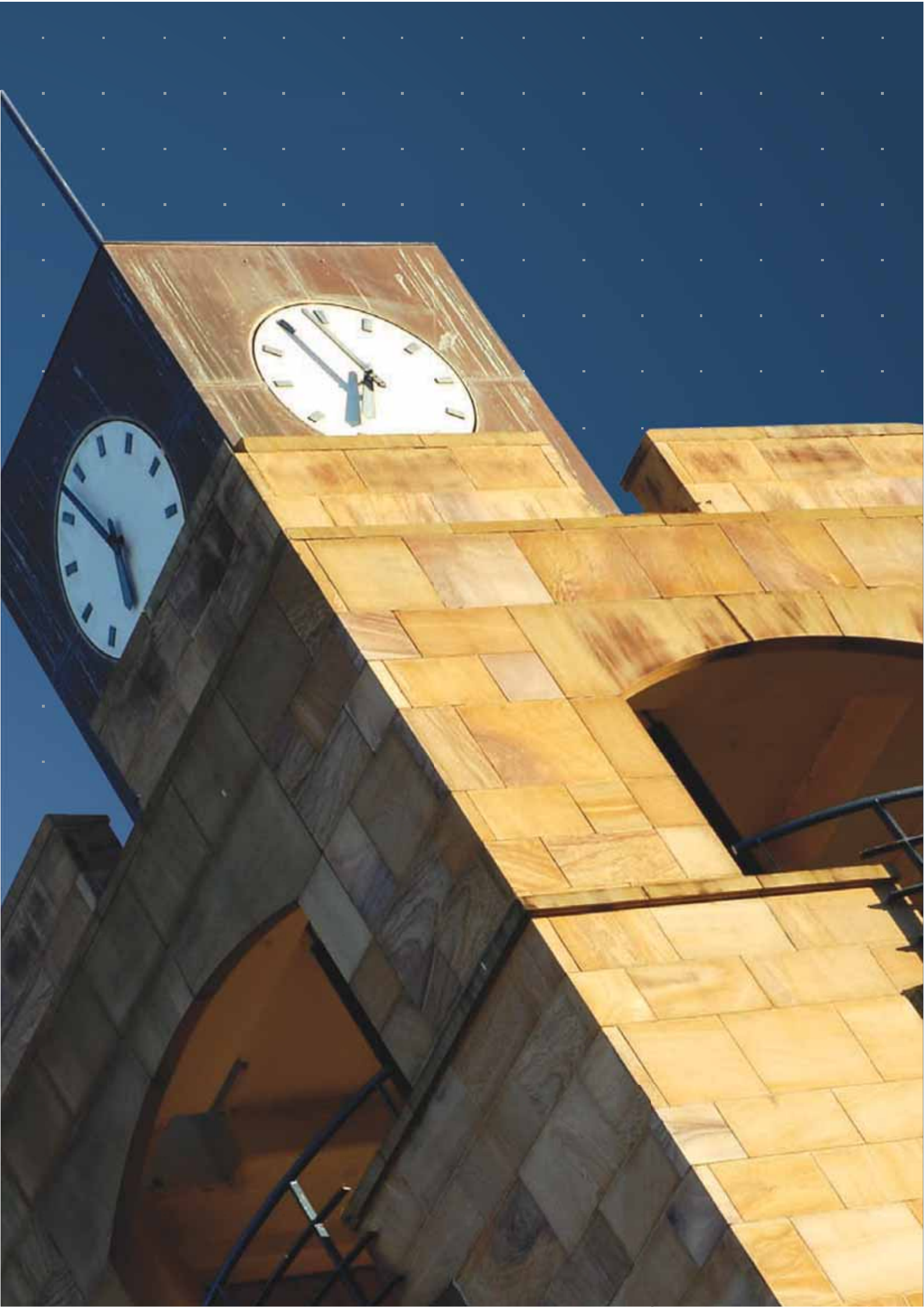
Dean of Law

BA, LLB, LLM, LLM (Corp & Comm) FCA, FTIA

Looking to 2007, Bond Law will continue to provide innovative teaching and outstanding resources to ensure that we maintain our excellent reputation and produce exceptional graduates with a strong practical and professional focus.

Professor Duncan Bentley

Dean of Law



2006 ACHIEVEMENTS

BOND MOOT TEAM

In February 2006, Bond University's Faculty of Law Jessup Mooting team was selected to represent Australia after winning the National Championships and went on to the National Finals in Washington D.C. at the Philip C Jessup International Law Moot Court competition.

INTERNATIONAL PARTNERS STRENGTHEN BOND LAW'S WORLD WIDE LINKS

The expansion of our list of international partners has been a testament to the quality and reputation of Bond Law programs throughout the world.

NEW LEGAL SKILLS CENTRE

Construction of the new Legal Skills building commenced in August 2006. The new building will feature a range of high technology moot courts, mediation and dispute resolution rooms and flexible teaching spaces.

RESEARCH

The Faculty of Law held a Research and Doctoral Studies day where special guests Professor Terry Carney (University of Sydney), Dr Rick Mohr (University of Wollongong) and Professor Les McCrimmon (ALRC Commissioner) were invited to address topics related to doctoral supervision and legal research in general. A number of Bond Doctoral candidates presented progress papers, with assembled staff advancing questions, feedback and suggestions. This type of activity further enhances our commitment to research excellence.

CHINA STUDY TOUR

Thirty staff and students participated in the China study tour organised by the Law Faculty for the second time as a drive to internationalise our curriculum. This tour was so successful that the Faculty is looking at holding another tour in India. This experience broadens students experience through exposure to a wide range of different legal systems.

SCHOLARSHIPS FOR LAW STUDENTS

Bond Law students were the proud recipients of a number of different scholarships from sponsoring organisations including Minter Ellison, Clayton Utz, Price & Roobottom and Sparta Matrix.

COMPETITIONS FOR HIGH SCHOOL STUDENTS

While our famous High Schools' Mooting competition was bigger than ever this year with 135 participants, the Malaysian Moot is proving popular in its third year of competition.

2006 was also the year of the inaugural Bond University/Minter Ellison Legal Studies Competition which attracted entries from more than 700 students representing 28 Queensland schools.



RESEARCH



Professor Chris Del Mar
Dean of Health Sciences & Medicine
BSc, MA, MB BChir, MD, FRACGP,
DRCOG, FAFPHM

A little over two years ago, research was specifically identified as an integral part of Bond's future, with a stated commitment to increase our research profile through:

- The encouragement of individual and group research
- The expansion and nurturing of the PhD program
- The application of research within the community, and
- The desire for knowledge at all levels of education.

I am very pleased to report that, since that time, our research funding has tripled and more than 300 academic staff are currently engaged in active research in the full spectrum of disciplines.

Their projects range from cutting edge medical research and forensic technologies through to global political trends and societal attitudes. In many cases, these projects are being carried out at the behest of leading industry bodies, government departments and private enterprise. This clearly indicates the national and international standing our academics hold in the wider community. Many of these projects also allow our researchers to work in partnership with their colleagues from Australian and overseas universities and research institutions, enabling Bond to make a significant contribution to the global knowledge base.

It is also particularly gratifying to see that the number of Higher Degree by Research students has increased by 65% in the past two years. Mentored by our research-experienced academics, these students have recognised the unique opportunity Bond gives them to push the boundaries of their personal capabilities and develop new understandings in their particular fields of endeavour.

Over the past 12 months, particularly, we have seen the emergence of several areas of specialist expertise at Bond, including:

- Evidence-based Medicine
- Forensic Science
- Criminology
- Service-based Learning
- Internet Law
- Business Skills
- Communications and Media Studies
- Family Business
- Sustainable Development
- Technology Innovation
- Dispute Resolution

In all of these disciplines, our research is internationally renowned and is attracting externally funded projects from the public and private sector.

Professor Chris Del Mar
Pro Vice Chancellor - Research

FAST FACTS

- External funding received almost tripled from 2005 to 2006
- Funding from public sources reached over \$1M in 2006
- Funding from private sector doubled over the last 3 years
- Consultancy income now up to half of our total external funding
- Research and consultancy productivity doubled over the last 2 years
- Success rate with external funding applications at a constant 33% per year
- Huge increases in the number of research active staff at Bond University
- Bond University performs above national average for acquiring external funding
- 65% increase in Higher Degree Research student enrolments over the last 2 years

CURRENT RESEARCH PROJECTS

MEDICINE

- The Primary Healthcare Research Evaluation and Development (PHCRED) group at Bond is currently completing several Cochrane systematic reviews, including an examination of the effectiveness of Hyaluronic Acid or Hyaluronase in skin wound healing. Assistant Professor Howard Talbot is working in collaboration with the University of Queensland to complete this important review.
- In a study funded by Bond University's Vice-Chancellor and the Novo Nordisk Regional Diabetes Support Scheme, 40 patients will participate in a three-year pilot study, headed by Assistant Professor Neil Smart from the PHCRED group, to establish whether regular requests for patients to supply information will improve their long-term commitment to physical activity.
- Professor Kuldip Bedi is currently researching why diet restriction leads to a longer life span and whether drugs can be developed that mimic the cellular effects of dieting.
- Associate Professor Bulent Turman, in collaboration with national and international groups at the University of Sydney, University of Western Sydney and Ege University, is conducting studies which have the potential to develop new therapeutic and rehabilitation strategies for such conditions as stroke, diabetic amputation and sexual dysfunction.

HEALTH AND BIOMEDICAL SCIENCES

- Drugs currently available to treat bladder problems are not effective and carry many side-effects. Professor Russ Chess-Williams is conducting a study to identify new targets such as receptors and ion channels in the bladder and prostate.
- Dr Sonya Marshall-Gradisink is working in collaboration with colleagues from the University of Melbourne to establish the interaction of an oral contraceptive pill reducing the incidence of knee injury as part of a grant supplied by ASICS footwear company.

FORENSIC SCIENCE

Professor Angela van Daal is internationally recognised for her cutting edge research in DNA profiling. She is currently involved in a number of projects including:

- The establishment of a database of DNA samples as a prelude to studies investigating the genetic basis of human performance and sporting talent. Dr van Daal and Dr Bon Gray received seed funding from the Bond University Vice-Chancellor's research fund for this project.

- The development of an improved method for DNA typing hair using a new emerging technique which assists with the analysis of extremely small samples and old, degraded samples. Dr van Daal and Masters student, Chiron Weber, are looking into improving the methods for these evidence sample types in collaboration with a German company and a US university.

CHILDREN'S SERVICES

- Assistant Professor Caroline Fewster, in collaboration with recognised behaviour change specialist Dr Margie Carter, won a Commonwealth Government grant of \$180,000 over two years to provide professional specialist advice and support to the Queensland childcare sector.
- Assistant Professor Fewster was also involved in the development of two important community education kits: The 'Germ Busters' kit, developed in collaboration with South Coast Public Health and now used throughout primary schools and children's services facilities; is a hand-washing program designed to reduce infection; and The 'I Can Do It' kit, developed in collaboration with Family Planning Queensland, encourages children to be more aware of protecting themselves and recognising situations where they need to say "no".

SPORTS SCIENCE

- Professor Greg Gass will work in collaboration with colleagues from Griffith University in a three-year study to establish the interaction of exercise frequency, duration and intensity upon selected health outcomes. The team will work with 240 women between the ages of 65-74 years as part of a \$660,000 grant provided by the National Health & Medical Research Council (NHMRC).
- Assistant Professor Chris McLellan, in conjunction with the Jetstar Gold Coast Titans, is conducting a study into the relationship between hormonal changes and athletic performance. This innovative research project could bring an end to overtraining in sports such as rugby league.
- In collaboration with Dr Bon Gray, the Ford Performance Racing Team recently completed their pre-season training camp at Bond University, undertaking rigorous fitness testing and training in preparation for the 2007 V8 Supercar Series.

CRIMINOLOGY

- Building on the Faculty of Humanities and Social Sciences' reputation as Australia's pre-eminent institute of criminology education, Criminology Chair Professor Paul Wilson and Senior Research Officer Helene Wells released the results of a two-year study into the effectiveness of closed circuit television (CCTV) surveillance. The project was funded by an Australian Research Council Linkage Grant, and carried out in partnership with the Queensland Police Service, Queensland Rail, Department of Communities and the Gold Coast City Council.

LAW

- IT law researcher Dr Dan Svantesson, from Bond's Faculty of Law is examining how legal actions have motivated the use of Internet technologies that restrict access to websites based on the web-surfer's geographical location.
- Professor Patrick Keyzer and Associate Professor Bee Chen Goh in the Faculty of Law successfully attained over \$180,000 in LPITAF grant funds for research in legal practice.

MEDIA STUDIES

- The Centre for New Media Research and Education had a particularly successful year, with seven academic publications and \$178,300 in research funding being attracted. Major projects included Dr Jeff Brand's national online study of attitudes to and behaviours relating to computer games.

Dr Brand also won an Australian Communications and Media Authority grant on the effects of television advertising on children.

INTERNATIONAL RELATIONS

- Dr Rosita Dellios was invited to provide a submission for the Inquiry on Australia's Relations with China. Dr Dellios undertook this with her paper titled 'The Rise of China as a Global Power': Submission to Senate Inquiry on Australia's Relations with China, Part 2, March 2006.

SUSTAINABLE DEVELOPMENT

- Professor George Earl and his team's research includes a project with the Queensland Government to review the impact of the Independent Planning Act on the planning process plus looking into the provision of rental housing for the aged in conjunction with University of Queensland.

INDIVIDUAL RESEARCH EXCELLENCE

- Dr Jonathon Sargeant from the Faculty of Humanities and Social Sciences accompanied Rotary and Channel 10 on the 2006 "Bush to Beach" trip sponsored by McDonald's to research participating children's perspectives of their world and on the difference between the country and the city.
- Professor Peter Harrison was awarded a three-year Australian Research Council (ARC) Discovery Grant of over \$130,000 for his research on early modern thought, and in particular, the interplay between scientific, philosophical and religious ideas in the 16th to 19th centuries.

HIGHER DEGREE BY RESEARCH STUDENTS

Several HDR Students are assisting Research@Bond to prosper at home and abroad:

- Ping Zhang was one of the top three finalists for the 2006 Smart Women - Smart State Awards for her research into the early detection of breast cancer. Ms Zhang's research led her to develop an innovative hybrid computer-aided diagnosis system that incorporates neural network and statistical techniques to overcome some concerns about the existing mammographic screening process. She is currently working with a European consortium working on a Virtual Human Immune System to be used for the development of immunotherapies for cancer and chronic infections.
- Muhammad Tan Alam is researching ways of improving the performance of the mobile network by improving the queuing of messages from the phone to an IMS presence server. His research involves a new framework IP Multimedia Systems, an Internet Protocol telecommunication service that Tan believes will become the industry standard. Muhammad Alam was also invited to participate in Australian Academy of Technological Sciences and Engineering (ATSE) Early Career Symposium Fellowship (ECSF) award 2006.
- Jenny Ng, from the Faculty of Law, won the Best Paper Prize at the 2006 PhD colloquium held at the University of Queensland's TC Beirne School of Law.



STUDENT ACHIEVEMENTS



Once again this year, our students have proudly waved the Bond banner in a wide range of national and international forums.

Their achievements help to confirm the University's reputation for instilling leadership and entrepreneurial skills from the very first day on campus and we extend our congratulations to the following achievers:

- A team of undergraduate Business and MBA students joined forces with Gold Coast Health to launch the Health Workforce Project. Under the guidance of Professor Ben Shaw, the students will profile the existing health workforce and develop a snapshot of future requirements over a five-year period.
- Bond University's Faculty of Law moot team confirmed their position as National Champions, triumphing over the University of Queensland in a rematch of the national final at the Philip C. Jessup International Law Moot Court Competition in Washington D.C. Rachel Mansted, Matthew Hooper, Edward Brockhoff, Mathew Cantatore, and Julien du Vergier went on to progress to the final stages of what is the world's largest moot court competition, earning Bond University Law a place in the top 16 international law schools and leaving over 100 competitors from around the world in their wake.
- Four Bond University students were chosen to represent Australia in the 2006 Harvard World Model United National Conference at Peking University in Beijing. Luke Hamlin, Brett Nordstrom, Avnita Lakhani and Nick Want joined 14 students from nine other Australian universities to discuss issues facing the international community with 1000 delegates representing 50 countries. Avnita and Nick were also selected to be part of the International Criminal Court Application Committee.
- Bond students and graduates dominated the 20th Annual Queensland New Filmmakers Awards, scooping up seven of the 17 awards on offer. The Best Overall Film Award went to 'How My Next Door Neighbour Discovered Life on Mars', a collaboration of producers Alex Fewster, Daniel Lake and Trevor Smith, writer Matthew Clayfield, director Austin Andrews and sound technician Steven Guttormsen. Life on Mars also won Best Tertiary Drama Over Ten Minutes, Best Sound and Best Producer. Other Bond successes included Best Male Actor (Tom Tate - 'The Vanished'), Excellence in Editing (Nadine Naesar - 'It's a Wonderful Life') and Encouragement Award for Cinematography (Matt Weston - 'It's a Wonderful Life').
- A ten-minute short film produced by two Bond film and television students as part of their graduation project made its world premiere at New York's prestigious Tribeca Film Festival. Produced by Matthew Clayfield and written and directed by Austin Andrews, 'Kite Circuit' was one of only 85 shorts selected from over 3,700 festival entries.
- A team of Bond University Executive MBA students presented the world's fourth-best business plan at the internationally renowned Global Moot Corp Competition. Held annually at the University of Texas in the United States, the Global Moot Corp Competition attracts entries from 40 of the world's best business schools. It is touted as the 'Super Bowl of World Business-Planning Competitions' and offers the largest guaranteed prize of any student contest in the world, equivalent to around 180,000 USD. After winning the honour to represent Australia when they were named Australian Champions at the John Heine Entrepreneurial Challenge in December last year, the Bond team of Drew Blaxland, Veronica Boulton, Laurie Martyn and Daniel Noordzy wowed the international judges with the presentation of their simple yet practical Nudleman™ concept - a mobile, cart-based, fast food noodle business.

- Bond Law student Amy Rowland received the Queensland Law Society (QLS) award as the winner of their Short Essay Competition. Her submission, 'A Duty to Not Let Live', involved a wrongful life case where a blind and deaf Australian woman sued her mother's doctor because she "never should have been born". Each of the five judges on the QLS award panel ranked Amy's essay number one.
- Bond University took out the Patrons Population Cup at the Northern University Games for a record fourth time in the award's 13-year history. Also proving that size doesn't matter, Bond's team of 240 competitors placed fifth overall out of the 13 universities represented at the games.
- Film and television student, Cameron Edser was named one of the 14 national finalists in the Nescafe Big Break competition. Cameron and fellow animator, Michael Richards, entered the competition with their proposal to open an animation studio in their home town of Adelaide.
- Bond's Students in Free Enterprise (SIFE) team achieved second runners-up position in the SIFE Australia National Competition. SIFE is a global, non-profit organisation that offers university students the opportunity to develop leadership, teamwork and communication skills through learning, practicing and teaching the principles of free enterprise, thereby hoping to improve the standard of living for millions in the process. Team members Meeghan Braithwaite, Timothy Cook, Daniel McNaught, George Raptis, Morgan Tanswell, Joe Corrigan, Brendan Donoghue and Geoffrey Kwitko presented their 'annual report' of what they had achieved over the past year, including the 'Wahine project', which focused on equipping Maori women with the necessary business knowledge to help them integrate into Australia, and a business plan for the Kokoda Challenge, which provides charitable support to troubled youth. Dean Garry Marchant's enthusiasm and support for Bond SIFE was recognised through the presentation of a trophy for the Most Supportive Administrator Award.
- Associate Professor of Public Health Professor Harry McConnell in collaboration with the International Health and Disability Network organized a public debate involving key candidates for the World Health Organisation's Director General position. Director General candidates from Iceland, Mozambique, Japan and Finland participated in the live web-streamed videoconference which was moderated by students from Bond's International Relations and Medical programs, while Kuwait, Mexico and Myanmar representatives submitted their submissions under special arrangements. Topics covered included child and maternal mortality, HIV/Aids and equitable access to health systems and essential drugs.
- Dr Amy Kenworthy-U'Ren, Associate Professor Caroline Fewster and a team of Bond academics comprising Associate Professor Keith Duncan, Dr Ray McNamara, Tanya Merrotsy, Michael Fraser and Hana Kosic were awarded citations by the prestigious Carrick Institute for Outstanding Contributions to Student Learning.
- Professor Peter Harrison from the Faculty of Humanities and Social Sciences was appointed Chair of Science and Religion at the prestigious Oxford University in the United Kingdom. Professor Harrison is only the second 'Andreas Idreos Professor of Science and Religion' since the chair was endowed in 1999 by the late Dr. Andreas Idreos himself.
- Professor Greg Boyle from the Faculty of Humanities and Social Sciences received a Doctor of Science (higher doctorate) from the University of Queensland based on his research publications over the past 30 years.
- Associate Professor Michael Rees from the Faculty of Business, Technology and Sustainable Development was awarded the Paul Thistlewaite Award for the Best Paper at the 12th Australasian World Wide Web Conference held in 2006. Dr Rees presented a novel approach to ultra lightweight web-based applications to produce a Wiki as a single web page.
- Associate Professor Kuldeep Kumar from the Faculty of Business, Technology and Sustainable Development received funding for a scientific visit to the National Chengchi University and the Feng Chia University in Taiwan.
- Dr. Ahmed M. Khalid from the Faculty of Business, Technology and Sustainable Development was one of the ten invited speakers for the 2nd SBP International Conference organised by the State Bank of Pakistan, Karachi. The theme of the annual conference was Fixed Income Market Development in Emerging Economies.
- Professor Cynthia Fisher was appointed to the ARC Board of Examiners.
- Professor Chris Del Mar was awarded Honorary Visiting Professor in General Practice at Oxford University
- Professor Russ Chess-Williams was nominated by the European Urological Association for the best scientific paper published in their journal, European Urology, during 2006.
- Executive Officer Naomi Dwyer was presented with the 2006 Vice-Chancellor's Quality Award for Most Outstanding General Staff member
- Assistant Professor Anne Cullen was awarded \$30,000 to write a book on innovative teaching research at Bond University.

STAFF ACHIEVEMENTS

- Bond's Associate Professor of Management Amy Kenworthy-U'Ren achieved international recognition by winning the 2006 New Educator award, one of the most prestigious teaching awards in her field. The honour was bestowed by the Organisational Behaviour Teaching Society (OBTS), the oldest and most well-respected organisation in management education. It is designed to recognize a person who has shown early promise to make a difference by introducing new ways of thinking about and practicing management education. It was the first time that the award has been given to an academic outside the United States.



ALUMNI SUCCESS STORIES

The Bond alumni network now extends to almost every state in Australia and 21 countries worldwide in destinations ranging from Paris to Pakistan and New York to New Zealand.

The on-campus Alumni Relations Office is dedicated to keeping the old school ties intact by supporting the various chapters in every corner of the globe. They also keep everyone up to date with how our alumni are bringing their ambitions to life.

Some of the milestone achievements for our past graduates during 2006 include:

- One of the very first students to graduate from Bond University, Brian Jean (902) has been named Parliamentary Secretary to the Minister of Transport, Infrastructure and Communities in Canada. Brian completed his MBA and Bachelor of Laws at Bond, returning to his home town of Fort McMurray in Alberta where he eventually became partner in a local law firm. He went on to establish a number of successful businesses, including Quizno's Sub shop which continues to post Canada's top ten sales figures. Brian ran for parliament in 2004 as a member of Canada's Conservative party, winning his seat with a 60% majority.
- Bachelor of Communication and Business alumnus, Bex Gold (951) was named Pantene Young Business Woman of the Year. After establishing her reputation as an award-winning marketing and communications consultant for corporations such as Lush and The BodyShop, Bex created her own range of designer cleaning products under the 'Cinderella' label. The Pantene award acknowledges the initiative and entrepreneurship that has seen Bex secure lucrative purchasing arrangements with selected Coles Supermarkets Australia-wide.
- Bianca Wise (041) and Kristen Griffin (991) are making their mark in the high octane world of V8 Supercar racing. Bianca's Bachelor of Communication degree has seen her score her dream job working with Craig Denyer and Bill West of Spherix, doing public relations and media coordination for the Yokohama V8 Ute Racing Series. And, as a solicitor specializing in tourism, leisure and sports law with international legal eagles, Minter Ellison, Kristen numbers the Australian V8 Supercars as one of her major clients.
- Law alumnus Kiniviliame Keteca (892) was sworn in as a magistrate in Fiji after 14 years in the State's legal department where his various appointments over the years included Acting Director of the Fiji Law Reform Commission.
- Deborah Read (922) outperformed 450 applicants to secure one of only eight available places in the world renowned American Film Institute's (AFI) Directing Workshop for Women. Since studying journalism and public relations at Bond, Deborah's career has taken her around the world, from investigative reporting in Florida to starring in an Asian soap opera and working as a stand-in for Kim Cattrall on Sex and the City. Moving behind the camera, she secured a job as Assistant to Los Angeles-based director Louis J. Horvitz, working on live event television productions such as the Academy Awards, the Emmys and Europe Live Aid. Deborah also received a grant to direct her own film which she co-wrote with fellow Bond graduate, Mark Kassab (901).
- Law graduates, Bernie Gaynor (933) and Tracey Garrett (nee Boyle - 933) reminisced about their Bond uni days while on deployment for the defence forces in southern Afghanistan. Both of them were posted to Oruzgan province - Major Gaynor as a Reservist working with CIMIC (Civil Military Cooperation) and Tracey as Legal Officer with the Taskforce where she advises her Commander on issues relating to international law.
- Journalism graduate, Karin Greve Isdahl (052) is traveling the world as the US East Coast and Latin America correspondent for CNBC's World Business program. Filing stories from Costa Rica, Brazil, Argentina, Singapore, Norway, Panama and the United States, Karin's reports are broadcast through the CNBC Network to 250 million homes in just about every country of the world ... except Australia!
- Less than one year after graduating with his Bachelor of Commerce degree, Patrick Mauder (042) was appointed Chief Financial Officer of the ONE (Organic and Natural Enterprise) Group Pty Ltd. This Gold Coast-based corporation developed the world's first internationally certified organic skincare range and has an annual turnover of \$15 million-plus with exports to the USA, UK, Japan and New Zealand.
- After a stellar career which has seen him working on landmark productions such as the Lord of the Rings trilogy, King Kong and Disney's Dinosaur, alumnus David Gould (903) returned to Australia to establish his own live action and animation film studio. David used his IT qualifications from Bond to build an impressive career in computer graphics and animation which has seen him win accolades and awards for the development of new technical production systems and commercial software packages. The first project for David Gould Studios is the 3D computer-animated short film, Awaken, which was scripted by David with the support of the Australian Film Commission.
- Bondies were in the spotlight at Melbourne's Commonwealth Games. Sporting Scholar Giaan Rooney (001) starred in the pool, cheered on by Grant Hackett (982) in the Channel Seven Sunrise commentary box. Fellow alumnus, Annabel Luxford (001) put in a mighty effort in the Women's triathlon and Adam Khamis (972) worked behind the scenes as a Broadcast Editor.
- Following on from his recognition as Queensland Young Achiever of the Year for Community Service in 2005, Bond IT alumnus Scott Andrews (991) was named Gold Coast Young Citizen of the Year 2006. Scott's recognition is based on his contribution to the surf lifesaving movement which he fits in between his commitments as a software engineer for IBM.
- Bond University alumnus featured strongly in the list of the 100 most powerful Gold Coasters, with Liberal Party politician and Moncreiff MP Steve Ciobo, Sunland Managing Director Sahba Abedian, Gold Coast Tourism CEO Pavan Bhatia and Gold Coast City Councillor Jan Grew accounting for one quarter of the top 16 names. Vice-Chancellor Professor Robert Stable also featured in the who's who listing.



CORPORATE PARTNERSHIPS

FACULTY OF BUSINESS, TECHNOLOGY & SUSTAINABLE DEVELOPMENT

ABN AMRO Morgans
Accor Premier Vacation Club
AusIndustry Grant with Caradata
Australian Human Resource Institute
Australian Institute of Banking & Finance
Australian Stock Exchange
Australian Trade Commission - Paris
BMW
Boeing
Booz Allen
Burleigh Chamber of Commerce
Celesio AG, Germany
Centrelink
Cerum
Cisco
Citigroup
CPA Australia
Danske Bank, Denmark
Delfin
Deloitte Touché Tohmatsu
Deutsche Bank
Deutsche Securities Asia Ltd
EDUSS
Eracom
Ernst and Young
First Data Corporation, USA
Founders Forum
Fraport AG (Frankfurt Airport)
Gnetech
Gold Coast City Council
Gold Coast Tourism
Goldman Sachs
HLB Mann-Judd
Home Interactive
Hyatt Hotels
IBM
KJ Ross & Associates
KPMG
Lend Lease
LexisNexis
Macquarie Bank
Macquarie Cook Energy - USA
Marina Mirage Shopping Complex
Masterfoods Australia/New Zealand
McGraw-Hill Australia
MFS
Microsoft
Mirvac
Olympus Corporation, Japan
Ord Minnett
Pearson Education Australia
PricewaterhouseCoopers
Professional Investment Services
QIC
Queensland Audit Office
Queensland Government
Department of State
Reuters

Reuters (USA)
Rothschilds
Royal Children's Hospital
Siemens Research
Laboratory, Germany
Softgineering Specialists
Telstra
The Mindshifts Group Pty Ltd
Thiess-John Holland
Timsco Pty Ltd
Timsco's InQBator
Virgin Blue
Williams Partners Independent Audit

FACULTY OF HEALTH SCIENCES & MEDICINE

Allamanda Private Hospital
Gold Coast Health Service District
Health and Community Services
Workforce Council
Lady Gowrie Child Care
Centres (National)
McMaster University
North Coast Area Health Service
Oxford University
Pindara Private Hospital
Queensland Health
Sullivans and Nicolaidis
Sunkids
The John Flynn Hospital
The John Tonge Centre
The Tweed Hospital
University of Sydney

FACULTY OF HUMANITIES & SOCIAL SCIENCES

Advertising
Advertising Depot
Beyond Edge Interactive Media
Euro RSCG
George Patterson Y & R
Logan Meo Walters
O2 Integration

Communication & Marketing

Brisbane City Council
Coca Cola Amatil
Conrad Jupiters
MTV
Ray Group
Stellar Communications

Public Relations

BCM
Burson-Marsteller
Directions Media
Hill & Knowlton
Life Gold Coast Magazine
Media Merchants
Promedia
Shac Partners

Three Plus Public Relations
Warner Village Theme Parks
Winning Directions

Journalism

AAP
ABC Stateline
Courier Mail
Gold Coast Bulletin
Network Ten News
Nine Gold Coast News
NBN
Radio Metro
SBS
Tweed Daily News

Film & Television

Able Video Productions
Blizzard Media
Channel V
Granada Productions - Big Brother
Jonathon Shiff Productions
Resort Television
Warner Roadshow Movieworld Studios

Criminology

Bravehearts
Brisbane Youth Detention
Queensland Fire Investigation Unit
Queensland Police

International Relations

Amnesty International
Australian National
Internship Program, Canberra
Austrade, Paris
Foundation for Economic Development
Gold Coast City Council
Ministry for Foreign Affairs
Steven Ciobo MP

FACULTY OF LAW

Allens Arthur Robinson
Bar Association of Queensland
Bell Legal Group
Blake Dawson Waldron
Clayton Utz
Deacons
Dr John Kearney QC
Freehills
Jones Mitchell
LBC Information Services
LexisNexis
Mallesons Stephen Jaques
McCullough Robertson
Minter Ellison Lawyers
Mortimore & Associates
Queensland Law Society
Taxation Institute of Australia
Thomson Lawbook Co

EXCHANGE PROGRAMS

Bond University's worldwide network of exchange links extends the educational experience by giving students the opportunity to live and study overseas.

Through our exchange programs, students enrol in our partner universities for a semester, studying courses relevant to their degree. The results are credited towards their studies at Bond so that they still complete their degree in the minimum time.

In addition to enhancing their global outlook, these exchanges build self-confidence, foster independent thinking and serve as the foundation of a global contact network that will be of immeasurable benefit in their future careers.

Bond currently has 46 exchange partnerships with leading universities in 20 countries:

EUROPE

University of Sunderland,
United Kingdom

Kingston University,
United Kingdom

Ghent University,
Belgium

Leiden University,
The Netherlands

European Business School,
Germany

Bonn University,
Germany

State of Hessen Universities,
Germany

Koc University,
Turkey

Sabanci University,
Turkey

IECS - Robert Schuman University,
France

**ESCP-EAP European School
of Management,**
France

Universite Catholique de Lyon,
France

University of Alcala,
Spain

SCANDINAVIA

Copenhagen Business School,
Denmark

Aalborg University,
Denmark

Abo Akademi University,
Finland

Tampere University of Technology,
Finland

University of Turku,
Finland

University of Oslo,
Norway

University of Bergen,
Norway

Norwegian School of Management - BI,
Norway

**Norwegian University
of Science & Technology,**
Norway

Stockholm University,
Sweden

Goteborg University,
Sweden

Lund University,
Sweden

Malmö University,
Sweden

Uppsala University,
Sweden

ASIA

Obirin University,
Japan

Aichi Gakuin University,
Japan

Yonsei University,
South Korea

Daegu University,
Korea

**Southwest University of Political
Sciences and Law,**
China

Tsinghua University,
China

Soochow University,
China and Taiwan

Kainan University,
Taiwan

Nanyang Technological University,
Singapore

**University Thai Chamber
of Commerce,**
Thailand

AMERICAS

Lally School of Management,
United States of America

Duke University,
United States of America

Northwestern University,
United States of America

Washington College,
United States of America

Clemson University,
United States of America

University of Delaware
United States of America

University of British Columbia,
Canada

Universidad Panamericana,
Mexico





LIBRARY

The Library contributed to the success of the University by supporting the teaching, learning and research needs in a number of ways throughout the year.

RODSKI CUSTOMER SURVEY RESULTS

In June 2006, the Library conducted its biannual Rodski Customer Survey which measures student and staff satisfaction, and benchmarks our performance with other Australian and New Zealand university libraries.

Following on from our excellent results in 2004, Bond University's Library services once again ranked highly in this respected survey, scoring in the top 25% for three of the six categories and on the border of the top 25% for a further two categories. The two key overall assessments of quality and satisfaction also both scored in the first quartile.

Communication and library staff were our highest performing categories, with library staff maintaining the 87% ranking achieved in 2004. In the new category of virtual library, Bond scored 74% while the ranking for facilities and equipment showed a marked improvement due to the replacement of Wyse terminals with PCs, the installation of wireless throughout both libraries and the replacement of copying and printing equipment during 2005.

NEW RESOURCES, FACILITIES AND SERVICES

The Library continued to extend its collections by acquiring 5,356 books and audiovisual materials during the year, as well as providing access to 128 electronic information databases containing over 50,000 electronic books and journals.

Other new facilities and services introduced during 2006 include:

- Implementation of the University's institutional repository, e-publications@bond and development of the repository to include over 320 research papers by Bond academics;
- Improved layout on all levels of the Main Library and Level 2 of the Law Library in order to accommodate additional computers;
- Opening hours extended from 83.5 to 86 hours per week and to 89 hours per week from week 7 onwards. Both Main and Law libraries are now open from 8am instead of 8.30am during the week;
- Implementation of the E-journal Portal, Article Linker and Central Search products to ensure much improved access to electronic resources;
- Establishment of two new special collections - The Family Business History Collection and The Film Adaptation Collection - to support academic research and teaching needs;
- Launch of L files, a library blog to enhance communication channels with students and to encourage informal interaction between students and the Library;
- Development of new interactive services using RSS feed technologies and openSearch plug-ins for the Library website and e-publications@bond;
- Upgrade of the Library system to Aleph v18;
- Implementation of a development server and new production server.

SPECIAL INITIATIVES

During the second semester, the Library's orientation program was revamped to include more promotion of Library orientation activities, including a give away Bond University bag for all Library tour attendees and the inclusion of 'Tours on Tap' (ad hoc orientation tours for small groups of students).

This contributed to an increase in the number of students attending scheduled orientation tours than in previous years.

The Library contributed to the University's Open Day by organising self-guided tours in both libraries throughout the day and by offering three seminars on finding information on the internet including financial resources, legal resources and health resources.

Under the umbrella of The Bond Business Information Service, consultancy services to businesses were provided to assist with information needs and to provide training in research skills.

The Associate Director was invited to review Bilkent University Library in Ankara, Turkey. The Library's Associate Director, Customer Access Services assisted the Faculty of Business, Technology & Sustainable Development in a quality assurance review of Sur University College in Oman by reviewing its library. A collection of donated books were sent to Sur College Library to assist them with their library collection development.

LIBRARY FAST FACTS

During 2006

- 131,500 books were borrowed – an increase of 8.3%
- 625,026 visits to the Library were recorded – an overall increase of 26% in visits to both Main and Law libraries
- 280,000 virtual visits to the Library website were recorded
- 133,500 books were shelved
- 1.42 million pages were printed/copied – an increase of 10%
- 8,000 course readings were accessed via the electronic reserve
- 3,800 students were taught by librarians in library research skills
- 2,500 items were borrowed from other libraries for our students and staff.
- 8,475 out of date and little used books were withdrawn to create space for new books and audio-visual materials.

MAJOR PROJECTS

Construction commenced on the new Legal Skills Centre adjoining the Law Faculty. Scheduled for completion in May 2007, this state-of-the-art facility will incorporate e-courtrooms, practice courtrooms, case study rooms, meeting rooms, PLT training facilities and mediation/dispute resolution spaces, all equipped with the very latest teaching technologies.

University Council approved commencement of the new School of Sustainable Development building. This \$10 million facility will represent world's best practice standards in terms of sustainable construction methods aimed to achieve a six-star educational building performance rating with the Green Building Council Australia when it is completed at the end of 2007.

REFURBISHMENTS

As part of forward planning for the progressive refurbishment of the university's existing buildings and grounds, a comprehensive Condition Report of all campus buildings, plant and equipment, and infrastructure was completed.

Extensive refurbishments were undertaken of major plant and equipment, as well as teaching and learning areas, including the lecture theatres.

Planning for the refurbishment of and additions to student accommodation was undertaken, starting with a comprehensive survey of current and future student accommodation needs. Some accommodation refurbishment and a partial refurbishment of the student tavern to create more functional space were undertaken.

The University is progressively implementing water saving systems and water harvesting devices throughout the campus.

TECHNOLOGY SERVICES

The University has continued the roll-out of wireless technology on campus with particular emphasis on the library precincts, common areas and teaching spaces.

Wireless tablets were introduced as a teaching and support tool, and the main server room was upgraded to improve the technology infrastructure and capacity.

A review of options for implementation of VoIP technology was undertaken. A computerised asset management system was implemented across campus.

SPORTS AND RECREATION FACILITIES

The University's award-winning sports facilities received a mini-facelift during the year, with upgrades of the exercise rooms, circuit training rooms and ancillary facilities.

A high quality beach volleyball area was constructed and planning and design for a new Sports Club was undertaken.

The University's highly regarded training facilities continued to attract world class support from organisations such as Swimming Australia. In the lead-up to the World Swimming Championships in Melbourne, the French swim team completed their pre-preparation at Bond ... and then went on to achieve the best performance in the history of the French national team! The Chinese Swimming Federation also made good use of the pool and training equipment during the year.



FINANCIAL ANALYSIS

2006 AT A GLANCE

The University achieved a surplus from operations of \$15.466M compared with \$3.594M in the prior year. This result benefited from State and Federal matching grants totalling \$9M. Adjusted for this the surplus for 2006 increased by \$2.872M over the prior year.

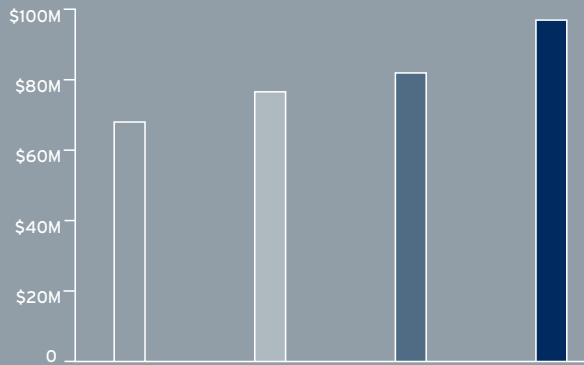
Tuition income was up by 13.4% on prior year at \$69.234M

Net Assets at \$46.593M increased by 51.1% over the prior year, principally due to the improved financial performance and the State and Federal Government matching grants.



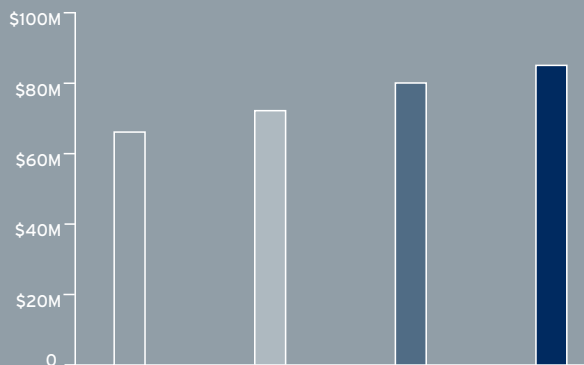
Tuition income up by 13.4% on prior year at \$69.234M

1.1 REVENUE



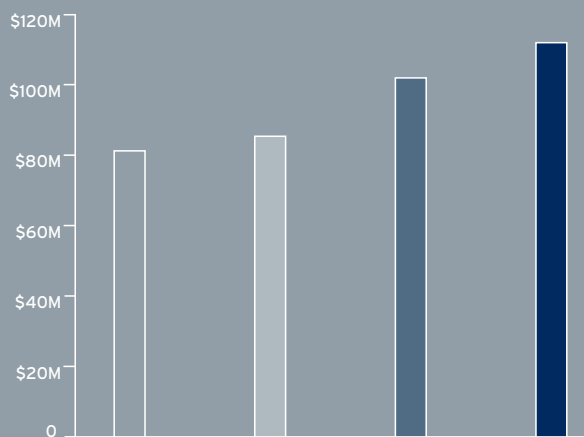
Total revenue is \$98.244M representing growth of 20.6% over the prior year

1.2 EXPENDITURE



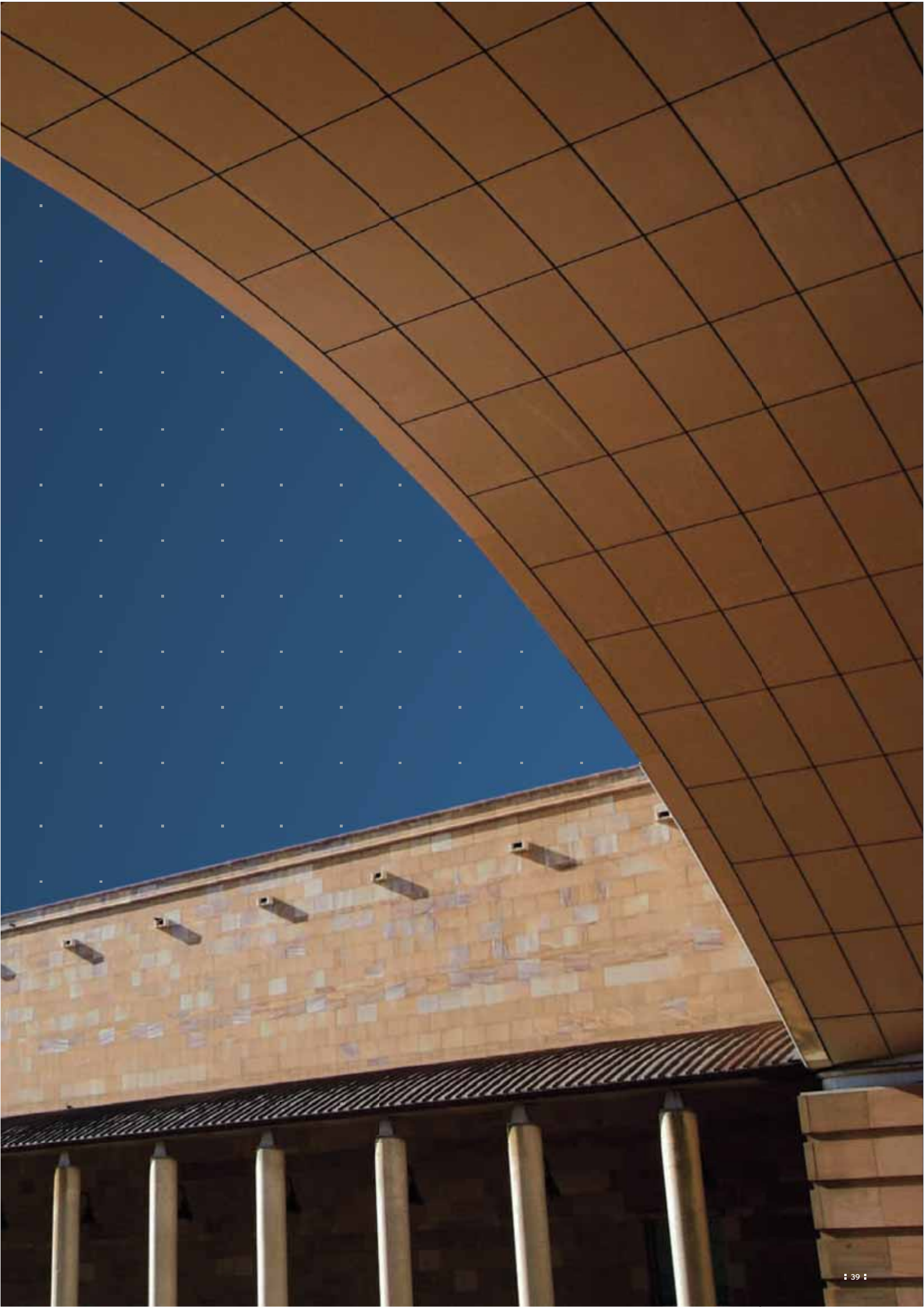
Total expenditure at \$82.780 grew by 6.3% over the prior year

1.3 ASSETS



Total Assets at \$110.625M increased by \$8.76M principally through growth in cash reserves and property, plant and equipment

Legend: 2003 (lightest grey), 2004 (medium grey), 2005 (dark grey), 2006 (darkest grey)



DIRECTORS' REPORT

BOND UNIVERSITY LIMITED A.C.N. 010 694 121 AND CONTROLLED ENTITIES

COMPANY PARTICULARS

Directors

Trevor Rowe AM - Chancellor
Robert Stable - Vice Chancellor
Gary Bugden OAM - Deputy Chancellor
Neil Balnaves
Benjamin Chow AO
Dennis Gibson AO
Kathryn Greiner AO
Ian Kortlang
Bronwyn Morris

Secretary

Alan Finch

Registered Office

Bond University Limited
Level 6, The Arch
Bond University Qld 4229

Auditors

PricewaterhouseCoopers
Riverside Centre
123 Eagle Street
Brisbane Qld 4000

Solicitors

Minter Ellison
Waterfront Place
1 Eagle Street
Brisbane Qld 4000

Corrs Chambers Westgarth

Waterfront Place
1 Eagle Street
Brisbane Qld 4000

Bankers

ANZ Banking Group Limited
324 Queen Street
Brisbane Qld 4000

DIRECTORS' REPORT

The directors present their report on the consolidated entity consisting of Bond University Limited and the entities it controlled at the end of, or during, the year ended 31 December 2006.

DIRECTORS

The following persons were directors of Bond University Limited during the whole of the financial year and up to the date of this report:

- Trevor Rowe AM - Chancellor
- Robert Stable - Vice Chancellor
- Gary Bugden OAM - Deputy Chancellor
- Neil Balnaves
- Benjamin Chow AO
- Dennis Gibson AO
- Kathryn Greiner AO
- Ian Kortlang
- Bronwyn Morris

PRINCIPAL ACTIVITIES

The principal activity of the consolidated entity is the promotion and operation of Bond University in Queensland. The University also has an agreement with Business Breakthrough Inc. (BBT) Japan for the delivery of a Masters of Business Administration program in Japan.

Bond University provides English language courses through a subsidiary, Lashkar Pty Ltd (trading as Bond University English Language Institute).

In addition to this, through a subsidiary, Campus Operations Pty Limited, Bond University Limited operates a student accommodation facility.

In September 2006, the University commenced the Mirvac School of Sustainable Development.

DIVIDENDS

Bond University Limited is a not for profit company limited by guarantee. Accordingly, no dividend was declared.

REVIEW OF OPERATIONS

The University achieved a surplus of \$15.466M for the year compared with \$3.594M in the prior year. This result benefited from State and Federal Government matching grants, totalling \$9 million. Adjusted for this, the surplus for 2006 increased by \$2.872M over the prior year.

The parent company reported a surplus for the year of \$15.789M that includes an internal management charge by the parent company to subsidiaries. The internal management charge had no impact upon the consolidated surplus achieved by the University.

A SUMMARY OF THE CONSOLIDATED REVENUES AND EXPENSES ARE AS FOLLOWS:

REVENUES		\$		EXPENSES		\$	
		2006	2005			2006	2005
Tuition revenue - University	(a)	69,234,208	61,062,613	Salaries and related expenses	(a)	46,018,038	40,939,732
Tuition revenue - External Programs	(b)	2,239,519	3,641,030	Facilities management and maintenance	(b)	6,181,705	7,282,585
Tuition revenue - Language Centre	(c)	2,771,847	2,321,624	Utilities and outgoings	(c)	2,702,488	2,878,287
Sale of goods - food and beverages	(d)	4,306,083	4,476,400	Marketing and promotional expenses	(d)	6,705,273	4,971,204
Student accommodation rent	(d)	3,573,686	3,491,159	Depreciation and amortisation expenses	(e)	6,705,253	5,985,175
Non-refundable student income		613,440	894,538	Finance costs	(f)	3,164,775	3,408,150
Other student fees and charges		1,062,538	852,950	Food and beverage cost	(g)	1,583,248	1,775,520
Fitness centre income		516,983	621,227	Service fee - BBT	(h)	1,216,718	2,148,982
Student activities fee income		535,477	526,969	Consumables		1,498,027	1,406,766
Sundry income	(e)	1,678,271	1,821,388	Minor equipment	(i)	760,091	1,286,022
Interest	(f)	1,125,724	1,041,081	Other expenses from ordinary activities	(j)	6,245,031	5,803,644
Grants and donations	(g)	10,587,044	729,246				
		98,244,820	81,480,225			82,780,647	77,886,067

COMMENTS ON THE OPERATIONS:

Revenues

(a) Tuition revenue - University

The increase was substantially attributable to strong growth in domestic degree enrolments and yield per student.

(b) Tuition revenue - External programs

Tuition revenue is derived from the Masters of Business Administration program in Japan delivered through Business Breakthrough Inc (BBT). The revenue is brought to account on a cohort basis with 2006 cohort enrolments being less than the prior year.

(c) Tuition revenue - language centre

The University operates an English Language training centre. Enrolments improved significantly, particularly in the general English programs.

(d) Sale of goods - food and beverage and student accommodation rent

The decline in food and beverage revenue over the year was due to a change in the meal plan mix with some reduction in third semester on campus accommodation for study abroad. Student accommodation rental growth was substantially price driven.

(e) Sundry income

Sundry income includes consulting income, language training tours, study tours, photocopying charges and rents.

(f) Interest

As a treasury function the University invests funds received in short-term deposit cycles

that support drawdowns required to meet University commitments. The increase in interest income is linked to the increase in revenue and cash reserves during the year.

(g) Grants and donations

The University discloses as part of revenue any grants and donations received. Included in 2006 were matching State and Federal Government Capital Grants, totalling \$9 million in support of the Faculty of Medicine building. The remaining are general and specific purpose grants and donations that experienced growth over the prior year.

Expenses

(a) Salaries and related expenses

Growth over the prior year, apart from merit and cost of living adjustments, were associated with the Faculty of Medicine, build-up of recruitment costs, staff training and amenities.

(b) Facilities management and maintenance

This incorporates contract services for maintaining building infrastructure and grounds, and other repairs and maintenance. The decline in expenditure was in part due to the insourcing of facilities management and some reclassification of expenditures.

(c) Utilities and outgoings

These cover electrical, telecommunications, rates and insurance costs.

(d) Marketing and promotional expenses

These cover travel, commissions for recruitment of students, promotional materials and advertising. The increase over the prior year is associated with growth in

domestic recruitment and the continuing investment in revitalising the marketing and recruitment strategy.

(e) Depreciation and amortisation

The increase is attributable to a new building, fitout and technology infrastructure under finance lease.

(f) Finance costs

These are associated with debt and include lease financing interest for technology infrastructure.

(g) Food and beverage cost of sale

The on-campus student accommodation facility operated at similar capacity levels to the prior year, with a reduction in food cost associated with changes to the meal plan.

(h) Service fee - BBT

This is the contractual delivery cost associated with the Masters of Business Administration program in Japan. The decline in cost is due to the drop in cohort enrolments.

(i) Minor equipment

This represents purchases of minor equipment, furniture and fittings. The prior year figure included specific purchases relating to the School of Medicine.

(j) Other expenses

Other expenses include consultants, student events, database costs, course materials, subscriptions, professional services, rent and hire costs, bad debts expense and credit card fees and charges. The increase over the prior year was generally across these areas.



DIRECTORS' REPORT

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Significant changes in the state of affairs of the consolidated entity during the financial year were as follows:

- The Bond University Mirvac School of Sustainable Development was launched in September 2006.
- Construction of the Legal Skills Centre as an extension of the Faculty of Law building commenced in July 2006.
- Construction of the Bond University Macquarie Bank Trading Room within the Faculty of Business was commenced in November 2006.
- The University Council approved the establishment of Bond College, in order to facilitate pathway programs into the University.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

No matter or circumstance has arisen since 31 December 2006 that has significantly affected or may significantly affect:

- (a) the consolidated entity's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the consolidated entity's state of affairs in future financial years.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

The University Council agreed to commence construction of a School of Sustainable Development building and is seeking to achieve a 6 Green Star Educational rating for the building. The School will contribute to the growth within the Faculty of Business.

ENVIRONMENTAL REGULATION

The company is subject to environmental regulation only in respect to any tree clearing that may be associated with a new building site or in the case of a specialised building, the management of medical or trade waste.

INFORMATION ON DIRECTORS

Director	Experience	Special Responsibilities
<p>Chairman - Non-executive T C Rowe AM CA, CPA, FCIS, FAICD</p>	<p>Independent non-executive director and Chairman for four years Extensive global investment and banking experience Chairman of Rothschild Australia Limited Chairman of Queensland Investment Corporation Chairman of Queensland BioCapital Fund Limited Director of the Australian Stock Exchange Chairman of United Group Limited Chairman of GoTalk Limited Chairman of Enhance Management Pty Ltd Chairman of RSPCA Building Fund Director of CRI Asset Management Member of the Royal Flying Doctors Friends Committee Member of the Commonwealth of Australia's Foreign Affairs Council Member of the Board of Guardians of the Australian Government Future Fund</p>	<p>Chancellor and Chairman Chairman of Finance & Commercial Committee Chairman of Alumni Committee Member of Nominations Advisory Committee</p>
<p>Executive director R L Stable MBBS (Qld), MHP (NSW), DUni (QUT), FRACGP, FRACMA, FCHSE, FAIM, FAICD</p>	<p>Executive director and Vice-Chancellor for three years Director of Australian Rural and Remote Workforce Agencies Group</p>	<p>Vice-Chancellor and President Member of Finance & Commercial Committee Member of Alumni Committee</p>
<p>Non-executive directors G Bugden OAM DipL, MAICD</p>	<p>Non-executive director for four years. Currently a consultant lawyer and former partner of Mallesons Stephen Jaques, specialising in property law Chairman of Purchasers Strata Inspections Pty Ltd Chairman of Domain Resorts Pty Ltd Chairman of MyStrata Pty Ltd Chairman of Integrated Strata Solutions Pty Ltd President, Australian College of Community Association Lawyers Inc Director of SPB Investments (Australia) Pty Ltd Director of SPB Developments Pty Ltd Director of SPB (Australia) Pty Ltd Director of Bugden R&D Pty Ltd Director of Nitarae Nominees Pty Ltd</p>	<p>Deputy Chancellor Chairman of Nominations Advisory Committee Member of Audit & Risk Management Committee Member of Finance & Commercial Committee</p>
<p>N Balnaves</p>	<p>Non-executive director for four years Extensive experience in the entertainment and media industry Director of Southern Star Endemol Pty Ltd Director of Sevanlab Investments Pty Ltd Director of Rigby Hall Pty Ltd Director of Technicolor Pty Ltd Director of Macquarie Leisure Management Limited Director of Macquarie Leisure Operations Limited Director of Southern Cross Broadcasting (Australia) Ltd Director of Balnaves Foundation Pty Ltd Board member of Surf Life Saving Australia Ltd National Advisory Board Foundation Fellow of the Australian Institute of Company Directors</p>	<p>Member of Audit & Risk Management Committee</p>

MEETINGS OF DIRECTORS

The numbers of meetings of the company's board of directors and of each board committee held during the year ended 31 December 2006, and the numbers of meetings attended by each director were:

	Full Meetings of Directors				Meetings of Committee			
	No. of Mtgs Held*	No. of Mtgs Attended	Alumni Committee		Nominations Advisory Committee		Audit and Risk Management Committee	
			No. of Mtgs Held*	No. of Mtgs Attended	No. of Mtgs Held*	No. of Mtgs Attended	No. of Mtgs Held*	No. of Mtgs Attended
T Rowe	7	7	3	3	1	1	**	**
R Stable	7	7	3	3	**	**	**	**
G Bugden	7	7	**	**	1	1	5	3
N Balnaves	7	6	**	**	**	**	5	1
B Chow	7	6	**	**	**	**	**	**
D Gibson	7	6	**	**	**	**	2	1
K Greiner	7	6	3	3	1	-	**	**
I Kortlang	7	6	**	**	**	**	**	**
B Morris	7	7	**	**	**	**	5	5

*Number of meetings held during the time the director held office or was a member of the committee during the year

**Not a member of the relevant committee

The Finance & Commercial Committee did not hold any meetings during the year. All financial and commercial issues were discussed and resolved at a board level.

The Alumni & Corporate Communications Committee was dissolved on 4 November 2005.

A new Alumni Committee was formed on 3 February 2006.

INSURANCE OF OFFICERS

The company has entered into an agreement with its insurer to indemnify all directors of the company including executive officers of the company and its controlled entities and independent members of committees against all liabilities to persons which arise out of the performance of their normal duties as director or executive officer unless the liability relates to conduct involving a lack of good faith.

The liabilities insured are costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as directors or executive officers of entities in the consolidated entity unless the conduct involves a wilful breach of duty or an improper use of inside information or position to gain advantage.

Disclosure of the amount of premium paid is prohibited under the terms of the insurance contract.

AUDITOR

PricewaterhouseCoopers continues in office in accordance with section 327 of the Corporations Act 2001.

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on the next page.

This report is made in accordance with a resolution of the directors.



T C Rowe
Director and Chancellor
Brisbane
20 April 2007

Pricewaterhousecoopers
ABN 52 780 433 757

Riverside Centre
123 Eagle Street
BRISBANE QLD 4000
GPO Box 150
BRISBANE QLD 4001
DX 77 Brisbane
Australia
www.pwc.com/au
Telephone +61 7 3257 5000
Facsimile +61 7 3257 5999

Auditors' Independence Declaration

As lead auditor for the audit of Bond University Limited for the year ended 31 December 2006, I declare that to the best of my knowledge and belief, there have been:

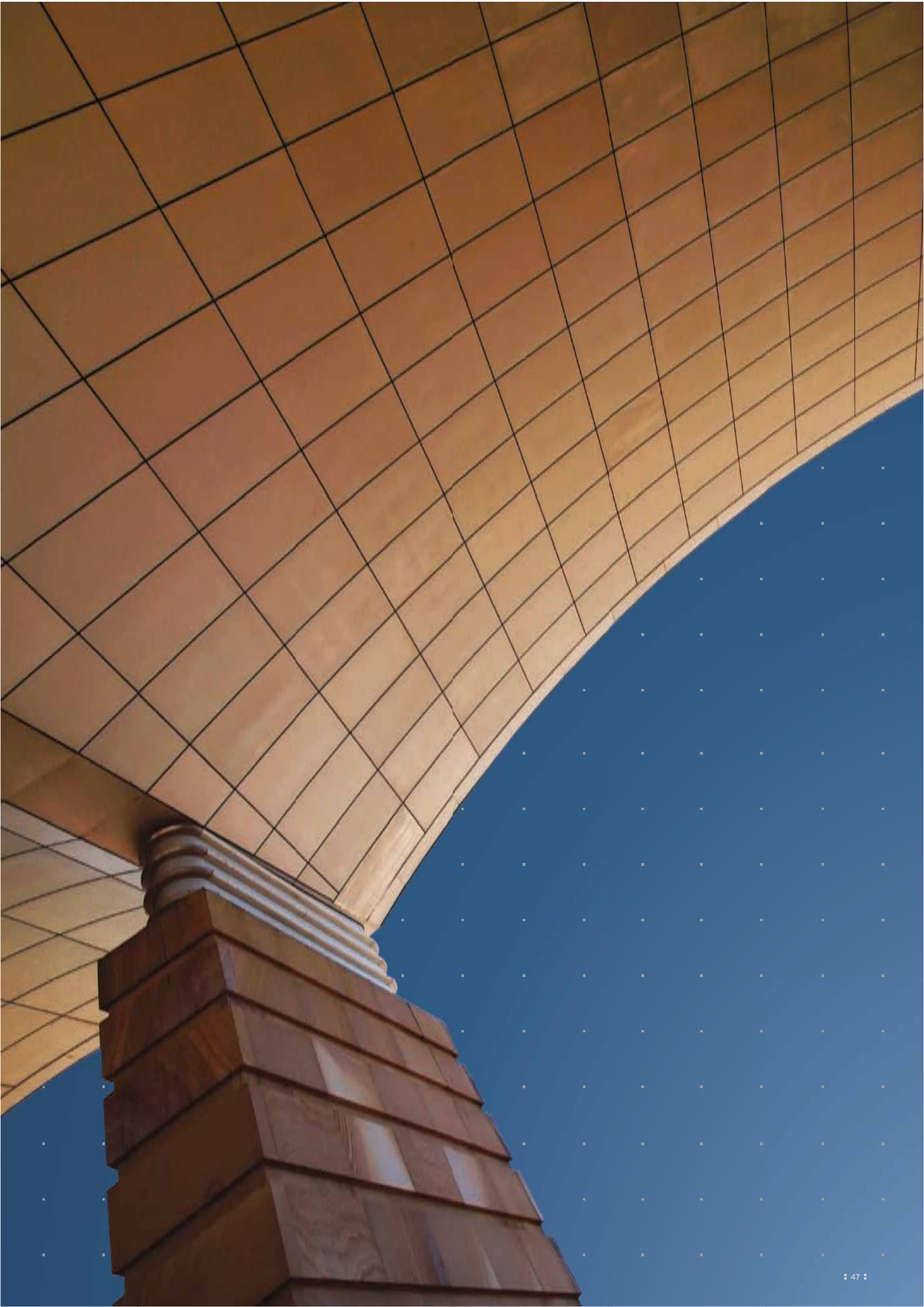
- a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

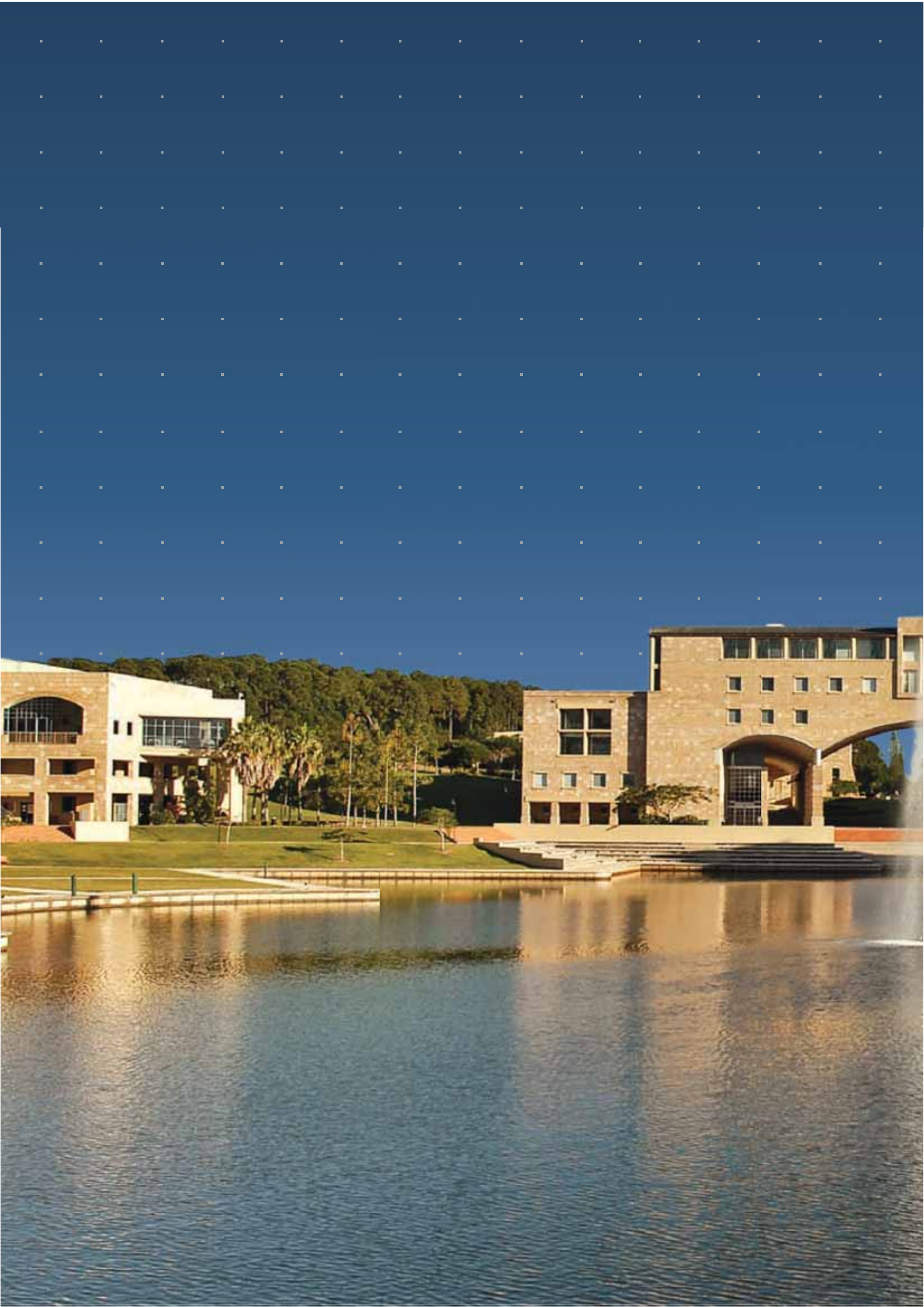
This declaration is in respect of Bond University Limited and the entities it controlled during the period.

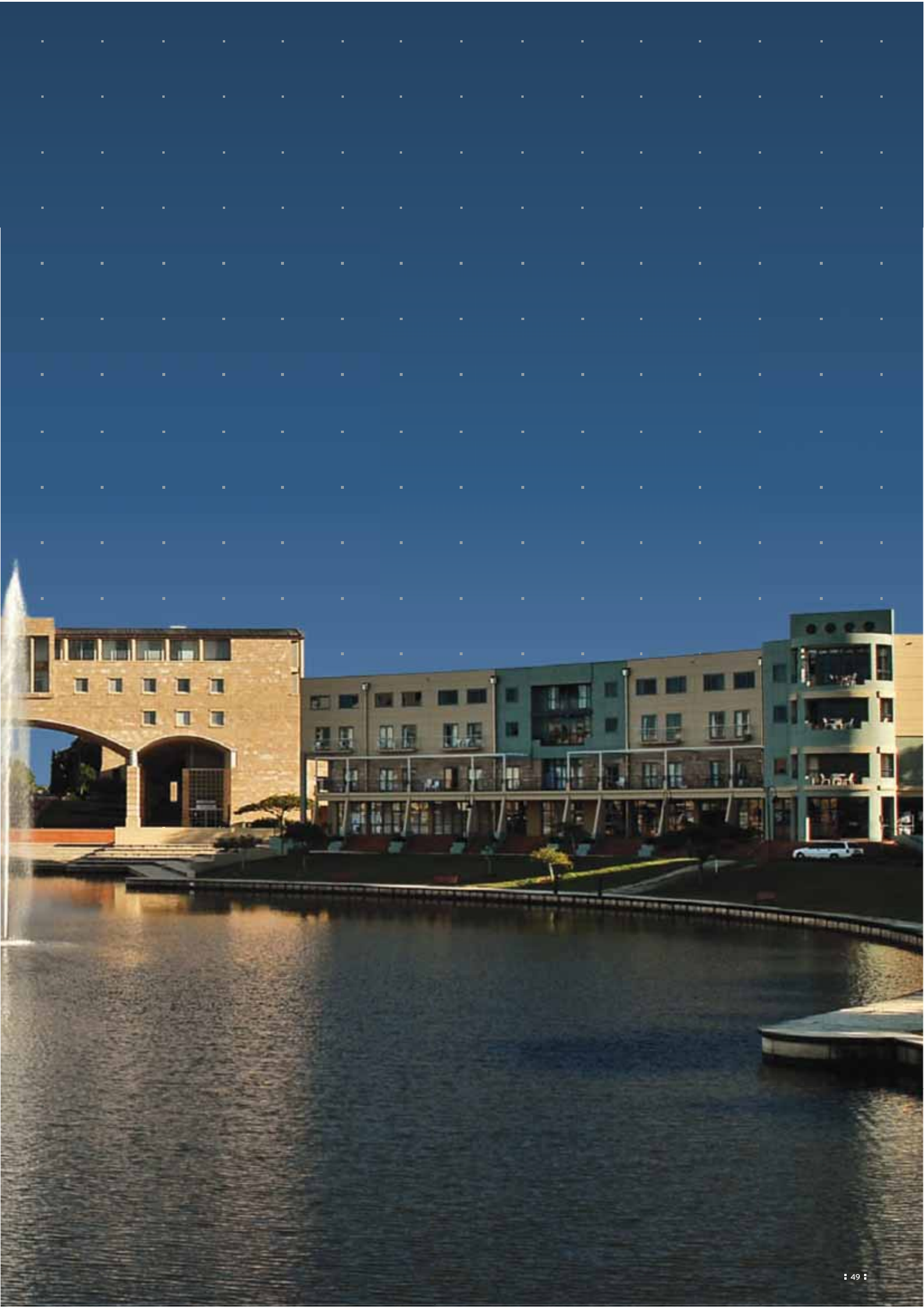


M Linz
Partner
PricewaterhouseCoopers

Brisbane
20 April 2007









CONTENTS

Financial Report	
Income Statements	51
Balance Sheets	52
Statements of Recognised Income and Expense	53
Cash Flow Statements	54
Notes to the Financial Statements	55
Directors' Declaration	76
Independent Audit Report to the Members	77

This financial report covers both Bond University Limited as an individual entity and the consolidated entity consisting of Bond University Limited and its controlled entities. The financial report is presented in Australian currency.

Bond University Limited is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Bond University Limited
Level 6, The Arch
Bond University Qld 4229

A description of the nature of the consolidated entity's operations and its principal activities is included in the directors' report on pages 40 - 41, which is not part of this financial report.

The financial report was authorised for issue by the directors on 20 April 2007. The company has the power to amend and reissue the financial report.

FINANCIAL REPORT 31 DECEMBER 2006

BALANCE SHEETS AS AT 31 DECEMBER 2006

	Notes	Consolidated		Parent Entity	
		2006 \$	2005 \$	2006 \$	2005 \$
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	6	20,394,038	15,056,414	17,036,300	13,495,325
Receivables	7	2,403,015	2,894,125	2,332,146	2,712,165
Inventories	8	83,309	72,449	–	–
Other financial assets at fair value through profit or loss	9	8,070	–	8,070	–
Total current assets		22,888,432	18,022,988	19,376,516	16,207,490
NON-CURRENT ASSETS					
Available-for-sale financial assets	10	11,000	11,000	11,000	11,000
Other financial assets	11	–	–	9	9
Property, plant and equipment	12	87,142,279	82,805,703	87,141,816	82,803,193
Intangible assets	13	583,356	1,018,644	583,356	1,018,644
Total non-current assets		87,736,635	83,835,347	87,736,181	83,832,846
Total assets		110,625,067	101,858,335	107,112,697	100,040,336
LIABILITIES					
CURRENT LIABILITIES					
Payables	14	12,331,021	11,041,150	18,496,825	20,163,723
Borrowings	15	1,877,311	1,621,970	1,877,311	1,621,970
Provisions	16	2,185,955	2,281,225	657,476	131,936
Other	17	10,195,810	8,769,495	8,813,521	7,704,276
Total current liabilities		26,590,097	23,713,840	29,845,133	29,621,905
NON-CURRENT LIABILITIES					
Borrowings	18	35,941,068	45,159,245	35,941,068	45,159,245
Derivative financial instruments	19	392,185	683,475	392,185	683,475
Provisions	20	1,108,398	1,465,989	364,805	86,170
Total non-current liabilities		37,441,651	47,308,709	36,698,058	45,928,890
Total liabilities		64,031,748	71,022,549	66,543,191	75,550,795
Net assets		46,593,319	30,835,786	40,569,506	24,489,541
EQUITY					
Contributed equity	21	–	–	–	–
Reserves	22	(392,185)	(683,475)	(392,185)	(683,475)
Retained profits	22	46,985,504	31,519,261	40,961,691	25,173,016
Total equity		46,593,319	30,835,786	40,569,506	24,489,541

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



STATEMENTS OF RECOGNISED INCOME AND EXPENSE FOR THE YEAR ENDED 31 DECEMBER 2006

Total equity at the beginning of the financial year

Adjustment on adoption of AASB 132 and AASB 139, net of tax, to:

Reserves

Restated total equity at the beginning of the financial year

Changes in the value of cash flow hedges, net of tax

Net expense recognised directly in equity

Profit for the year

Total recognised income and expense for the year

Total equity at the end of the financial year

Notes	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
	30,835,786	27,925,103	24,489,541	3,100,188
22	–	(912,056)	–	(912,056)
	30,835,786	27,013,047	24,489,541	2,188,132
22	291,290	228,581	291,290	228,581
	291,290	228,581	291,290	228,581
	15,466,243	3,594,158	15,788,675	22,072,828
	15,757,533	3,822,739	16,079,965	22,301,409
	46,593,319	30,835,786	40,569,506	24,489,541

The above statements of recognised income and expense should be read in conjunction with the accompanying notes.

FINANCIAL REPORT 31 DECEMBER 2006

**CASH FLOW STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Notes	Consolidated		Parent Entity	
		2006 \$	2005 \$	2006 \$	2005 \$
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers (inclusive of goods and services tax)		96,760,803	91,574,876	84,720,897	79,473,699
Receipts from Federal and State governments - capital grants (inclusive of goods and services tax)		9,900,000	-	9,900,000	-
Receipts on behalf of controlled entities (inclusive of goods and services tax)		-	-	7,016,463	7,297,480
Payments to suppliers and employees (inclusive of goods and services tax)		(80,332,713)	(74,607,850)	(41,581,758)	(33,065,767)
Payments on behalf of controlled entities (inclusive of goods and services tax)		-	-	(31,921,549)	(33,609,661)
Interest received		1,125,724	1,041,081	993,237	966,400
Interest paid		(3,169,746)	(3,506,439)	(3,169,746)	(3,506,439)
Net cash inflow from operating activities	28	24,284,068	14,501,668	25,957,544	17,555,712
CASH FLOWS FROM INVESTING ACTIVITIES					
Payments for property, plant and equipment		(8,805,994)	(15,681,428)	(8,805,994)	(15,681,428)
Payments for intangible assets		(109,120)	(462,586)	(109,120)	(462,584)
Payments for other financial assets at fair value through profit or loss		(6,000)	-	(6,000)	-
Loan repaid by (advanced to) Bond University Foundation		3,844	64,616	3,844	64,616
Proceeds from sale of property, plant and equipment		207,696	179,834	207,696	179,378
Net cash outflow from investing activities		(8,709,574)	(15,899,564)	(8,709,574)	(15,900,018)
CASH FLOWS FROM FINANCING ACTIVITIES					
Advances to controlled entities		-	-	(3,144,731)	(3,661,544)
Proceeds from borrowings		-	10,000,000	-	10,000,000
Repayment of borrowings		(9,000,000)	(2,187,500)	(9,000,000)	(2,187,500)
Repayment of lease liabilities		(1,877,559)	(1,946,009)	(1,877,558)	(1,946,009)
Net cash inflow/(outflow) from financing activities		(10,877,559)	5,866,491	(14,022,289)	2,204,947
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS					
		4,696,935	4,468,595	3,225,681	3,860,641
Cash at the beginning of the financial year		11,594,493	7,125,898	10,840,615	6,979,974
Cash and cash equivalents at the end of the financial year	6	16,291,428	11,594,493	14,066,296	10,840,615
Financing arrangements	18				
Non-cash investing and financing activities	29				

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



CONTENTS OF THE NOTES TO THE FINANCIAL STATEMENTS

	Page
1 Summary of Significant Accounting Policies	56
2 Financial Risk Management	59
3 Revenue	60
4 Other Income	60
5 Expenses	61
6 Current Assets - Cash and cash equivalents	61
7 Current Assets - Receivables	62
8 Current Assets - Inventories	62
9 Current Assets - Other financial assets at fair value through profit or loss	62
10 Non-current Assets - Available-for-sale financial assets	62
11 Non-current Assets - Other financial assets	63
12 Non-current Assets - Property, plant and equipment	63
13 Non-current Assets - Intangible assets	65
14 Current Liabilities - Payables	65
15 Current Liabilities - Borrowings	66
16 Current Liabilities - Provisions	66
17 Current Liabilities - Other	66
18 Non-current Liabilities - Borrowings	66
19 Non-current Liabilities - Derivative financial instruments	69
20 Non-current Liabilities - Provisions	69
21 Contributed Equity	69
22 Reserves and retained profits	70
23 Remuneration of Auditors	70
24 Contingencies	71
25 Commitments	71
26 Related Party Transactions	72
27 Subsidiaries	73
28 Reconciliation of Profit after Income Tax to Net Cash Inflow from Operating Activities	74
29 Non-cash Investing and Financing Activities	74

NOTE 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 the years presented, unless otherwise stated. The financial report includes separate financial statements for Bond University Limited as an individual entity and the consolidated entity consisting of Bond University Limited and its subsidiaries.

(A) BASIS OF PREPARATION

This general purpose financial report has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Corporations Act 2001. Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (AIFRS).

Historical Cost Convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities (including derivative instruments) at fair value.

(B) PRINCIPLES OF CONSOLIDATION

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Bond University Limited ('company' or 'parent entity') as at 31 December 2006 and the results of all subsidiaries for the year then ended. Bond University Limited and its subsidiaries together are referred to in this financial report as the Group or the consolidated entity.

Subsidiaries are all those entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies, generally accompanying a shareholding of more than one-half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the assets transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(C) FOREIGN CURRENCY TRANSLATION

(i) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Australian dollars, which is Bond University Limited's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in the income statement.

(D) REVENUE RECOGNITION

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances and duties and taxes paid. Revenue is recognised for the major business activities as follows:

- Tuition and student food and accommodation revenue are recognised monthly as the services are provided to students. Tuition revenue is net of financial aid provided to students by the University.
- Other food and beverage income is recognised upon provision to customers.
- Interest revenue is recognised using the effective interest method.
- Donations and government grants are recognised as income when received.
- Other income is recognised when the service is provided. It is the University's policy to recognise as revenue non-refundable student tuition income.

(E) INCOME TAX

The Company, Bond University Limited, and its controlled entities, Bond University Staff Services Pty Ltd, Bond University Services Pty Ltd, Campus Operations Pty Limited, Lashkar Pty Limited and Themis Pty Ltd are exempt from income tax under section 50-5 of the Income Tax Assessment Act 1997.

(F) LEASES

Leases of property, plant and equipment where the Group has substantially all the risks and rewards of ownership are classified as finance leases (note 12). Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other short-term and long-term payables. Each lease payment is allocated between the liability and the finance cost. The finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for the period. The property, plant and equipment acquired under finance lease is depreciated over the shorter of the asset's useful life and the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases (note 25). Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

(G) ACQUISITION OF ASSETS

The purchase method of accounting is used for all acquisitions of assets regardless of whether equity instruments or other assets are acquired. Cost is measured as the fair value of the assets given or liabilities incurred or assumed at the date of exchange plus costs directly attributable to the acquisition.

(H) IMPAIRMENT OF ASSETS

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount

is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

(I) CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions and 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. For the purposes of the cash flows statement, cash excludes monies held in trust.

(J) TRADE RECEIVABLES

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts. Trade receivables are due for settlement no more than 30 days from the date of recognition.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful 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. The amount of the provision is recognised in the income statement.

(K) INVENTORIES

Food, beverages and general stores stock are stated at the lower of cost and net realisable value. Costs are assigned to inventory quantities on hand at balance date on the basis of weighted average costs.

(L) INVESTMENTS AND OTHER FINANCIAL ASSETS

Classification

The Group classifies its investments in the following categories: financial assets at fair value through profit or loss and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

(i) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets.

(ii) Available-for-sale financial assets

Available-for-sale financial assets, comprising principally marketable equity securities, 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 investment within 12 months of the balance sheet date.

Recognition and Derecognition

Regular purchases and sales of financial assets are recognised on trade-date - the date on which the Group commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in

the income statement. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

Subsequent Measurement

Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the income statement within other income or other expenses in the period in which they arise. Dividend income from financial assets at fair value through profit or loss is recognised in the income statement as part of revenue from continuing operations when the Group's right to receive payments is established.

Changes in the fair value of other monetary and non-monetary securities classified as available-for-sale are recognised in equity.

Fair Value

The fair value of quoted investments are based on current bid prices.

Impairment

The Group assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of a security below its cost is considered as an indicator that the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss - measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss - is removed from equity and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments classified as available-for-sale are not reversed through the income statement.

(M) DERIVATIVES

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The accounting for subsequent changes in fair value depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Group designated its derivative as a hedge of highly probable forecast transactions (cash flow hedge).

The Group documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objective and strategy for undertaking various hedge transactions. The Group also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in offsetting changes in fair values or cash flows of hedged items.

The fair values of various derivative financial instruments used for hedging purposes are disclosed in note 19. Movements in the hedging reserve in equity are shown in note 22. The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining maturity of the hedged item is more than 12 months; it is classified as a current asset or liability when the remaining maturity of the hedged item is less than 12 months.

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2006

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash flow hedge

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in equity in the hedging reserve. The gain or loss relating to the ineffective portion is recognised immediately in the income statement.

Amounts accumulated in equity are recycled in the income statement in the periods when the hedged item will affect profit or loss. The gain or loss relating to the effective portion of interest rate swaps hedging variable rate borrowings is recognised in the income statement within 'finance costs'.

When a hedging instrument expires or is sold or terminated, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the income statement. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the income statement.

(N) FAIR VALUE ESTIMATION

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. The fair value of interest-rate swaps is calculated as the present value of the estimated future cash flows.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature.

(O) PROPERTY, PLANT AND EQUIPMENT

All property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Land and artworks are not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost, net of their residual values, over their estimated useful lives, as follows:

Buildings	10-50 years
Computer Equipment	3 years
Other Plant and Equipment	5 years
Furniture and Fitout	5 years
Library Books and Journals	5 years
Motor vehicles	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (note 1(h)).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

(P) INTANGIBLE ASSETS

Computer software has a finite useful life and are carried at cost less accumulated amortisation. Amortisation is calculated using the straight line method to allocate the cost of computer software over their estimated useful life of 3 years.

(Q) TRADE AND OTHER PAYABLES

These amounts represent liabilities for goods and services provided to the consolidated entity prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

(R) BORROWINGS

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or other expenses.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

(S) BORROWING COSTS

Borrowing costs are expensed in the period to which they relate. Any prepayment of interest is recorded as part of current receivables.

Borrowing costs for the consolidated entity include interest on long-term borrowings and finance lease charges.

(T) EMPLOYEE BENEFITS

(i) Wages and Salaries, Annual Leave and Sick Leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for sick leave are recognised when the leave is taken and measured at the rates paid or payable.

(ii) Long Service Leave

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.



(iii) Retirement benefit obligations

All employees of the Group are entitled to benefits on retirement, disability or death from the Group's superannuation plan. The Group has a defined contribution plan that receives fixed contributions from Group companies and the Group's legal or constructive obligation is limited to these contributions. Contributions to the defined contribution fund are recognised as an expense as they become payable.

(U) NEW ACCOUNTING STANDARDS AND INTERPRETATIONS

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2006 reporting periods. The Group's and the parent entity's assessment of the impact of these new standards and interpretations is set out below.

AASB 7 Financial Instruments: Disclosures and AASB 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]

AASB 7 and AASB 2005-10 are applicable to annual reporting periods beginning on or after 1 January 2007. The Group has not adopted the standards early. Application of the standards will not affect any of the amounts recognised in the financial statements, but will impact the type of information disclosed in relation to the Group's and the parent entity's financial instruments.

UIG 9 - Reassessment of Embedded Derivatives - effective for annual periods beginning on or after 1 June 2006. The Group has not adopted the UIG early. Application of the UIG will not affect any of the amounts recognised in the financial statements.

NOTE 2. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks; credit risk, liquidity risk and cash flow interest rate risk. The Group's overall risk management program focuses on the predictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. The Group uses derivative financial instruments such as interest rate swaps to hedge certain risk exposures.

Risk management is carried out under principles approved by the Board of Directors. Management identifies, evaluates and hedges financial risks.

(A) CREDIT RISK

The Group has no significant concentrations of credit risk. Tuition and accommodation fees are payable in advance for each semester.

(B) LIQUIDITY RISK

Prudent liquidity management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities.

(C) CASH FLOW RISK

The Group's interest-rate risk arises from long-term borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk. The Group manages its cash flow interest-rate risk by using floating-to-fixed interest rate swaps. Such interest rate swaps have the economic effect of converting borrowings from floating rates to fixed rates. Generally, the Group raises long term borrowings at floating rates and swaps them into fixed rates that are lower than those available to the Group borrowed at fixed rates directly. Under the interest-rate swap, the Group agrees to exchange, quarterly, the difference between fixed contract rates and floating-rate interest amounts calculated by reference to the agreed notional principal amounts.

NOTE 5. EXPENSES

PROFIT FOR THE YEAR INCLUDES THE FOLLOWING SPECIFIC EXPENSES:

Depreciation

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Buildings	1,587,190	1,363,894	1,587,190	1,363,894
Plant and equipment	477,902	344,324	477,902	343,423
Furniture and fitout	1,521,222	1,169,404	1,520,094	1,168,279
Motor vehicles	919	1,230	–	–
Library	864,224	807,083	864,224	807,083
Total depreciation	4,451,457	3,685,935	4,449,410	3,682,679

Amortisation

Plant and equipment under finance leases	1,337,455	1,564,451	1,337,455	1,564,451
Motor vehicles under finance leases	371,933	227,442	371,933	227,442
Computer software	544,408	507,347	544,408	501,238
Total amortisation	2,253,796	2,299,240	2,253,796	2,293,131

Finance costs - net Interest and finance charges paid/payable	3,164,775	3,408,150	3,164,775	3,408,150
Net loss on disposal of property, plant and equipment	15,600	182,634	15,600	183,088
Rental expense relating to operating leases Minimum lease payments	196,559	347,757	196,559	347,757
Defined contribution superannuation expense	5,061,244	4,411,163	1,105,135	406,555

NOTE 6. CURRENT ASSETS - CASH AND CASH EQUIVALENTS

Cash at bank and on hand	20,394,038	15,056,414	17,036,300	13,495,325
--------------------------	------------	------------	------------	------------

(A) RECONCILIATION TO CASH AT THE END OF THE YEAR

The above figures are reconciled to cash at the end of the financial year as shown in the statement of cash flows as follows:

Balances as above	20,394,038	15,056,414	17,036,300	13,495,325
Less:				
Monies held in trust	4,102,610	3,461,921	2,970,004	2,654,710
Balances per statement of cash flows	16,291,428	11,594,493	14,066,296	10,840,615

Monies held in trust relate to students fees that are held in trust as required by the Education Services for Overseas Students (ESOS) Act.

(B) CASH AT BANK AND ON HAND

Cash at bank bears a floating interest rate of 6.20% (2005: 5.45%) and cash on hand is non-interest bearing.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

NOTE 7. CURRENT ASSETS - RECEIVABLES

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Trade receivables	417,010	1,095,810	416,410	1,045,717
Less: Provision for doubtful receivables	(105,000)	(155,000)	(100,000)	(150,000)
	312,010	940,810	316,410	895,717
Other receivables	611,351	591,146	547,997	531,354
Prepayments	1,478,356	1,297,551	1,466,616	1,284,894
Security deposits	1,298	64,618	1,123	200
	2,403,015	2,894,125	2,332,146	2,712,165

(a) Bad and doubtful trade receivables

The Group has recognised a loss of \$60,736 (2005: \$112,097) in respect of bad and doubtful trade receivables during the year ended 31 December 2006. The loss has been included in 'other expenses' in the income statement.

(b) Other Receivables

These are debtors other than students and Campus Operations debtors. There is no interest charged on overdue amounts. Collateral is not normally obtained.

NOTE 8. CURRENT ASSETS - INVENTORIES

AT COST

Food	26,989	19,398	-	-
Beverages	36,658	38,603	-	-
General stores	19,662	14,448	-	-
	83,309	72,449	-	-

NOTE 9. CURRENT ASSETS - OTHER FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Australian listed equity securities

8,070	-	8,070	-
-------	---	-------	---

Changes in fair values of other financial assets at fair value through profit or loss are recorded in other income in the income statement (note 4).

NOTE 10. NON-CURRENT ASSETS - AVAILABLE-FOR-SALE FINANCIAL ASSETS

Australian unlisted equity securities

11,000	11,000	11,000	11,000
--------	--------	--------	--------

NOTE 11. NON-CURRENT ASSETS - OTHER FINANCIAL ASSETS

Shares in subsidiaries (note 27)

These financial assets are carried at cost.

NOTE 12. NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT

Land and Buildings

Freehold land - at cost

Buildings - at cost

Less: Accumulated depreciation

Total land and buildings

Plant and equipment and other assets

Plant and equipment - at cost

Less: Accumulated depreciation

Plant and equipment under finance lease

Less: Accumulated amortisation

Furniture, fitout and other assets - at cost

Less: Accumulated depreciation

Motor vehicles - at cost

Less: Accumulated depreciation

Motor vehicles under finance lease

Less: Accumulated amortisation

Library - at cost

Less: Accumulated depreciation

Total plant and equipment and other assets

Total property, plant and equipment

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Shares in subsidiaries (note 27)	-	-	9	9
Freehold land - at cost	10,717,000	10,717,000	10,717,000	10,717,000
Buildings - at cost	68,641,269	65,734,449	68,641,269	65,734,449
Less: Accumulated depreciation	8,323,015	6,735,824	8,323,015	6,735,824
	60,318,254	58,998,625	60,318,254	58,998,625
Total land and buildings	71,035,254	69,715,625	71,035,254	69,715,625
Plant and equipment - at cost	7,845,380	5,829,914	7,532,033	5,498,567
Less: Accumulated depreciation	5,019,498	4,643,319	4,706,151	4,311,972
	2,825,882	1,186,595	2,825,882	1,186,595
Plant and equipment under finance lease	4,895,008	5,172,195	4,895,008	5,172,195
Less: Accumulated amortisation	2,122,696	2,014,169	2,122,696	2,014,169
	2,772,312	3,158,026	2,772,312	3,158,026
Furniture, fitout and other assets - at cost	17,934,040	15,284,915	16,208,279	13,553,222
Less: Accumulated depreciation	11,313,045	9,938,917	9,587,747	8,208,815
	6,620,995	5,345,998	6,620,532	5,344,407
Motor vehicles - at cost	35,789	35,789	14,020	14,020
Less: Accumulated depreciation	35,789	34,870	14,020	14,020
	-	919	-	-
Motor vehicles under finance lease	2,213,805	1,573,841	2,213,805	1,573,841
Less: Accumulated amortisation	536,724	280,112	536,724	280,112
	1,677,081	1,293,729	1,677,081	1,293,729
Library - at cost	18,214,843	17,736,731	18,152,276	17,674,160
Less: Accumulated depreciation	16,004,088	15,631,920	15,941,520	15,569,349
	2,210,755	2,104,811	2,210,755	2,104,811
Total plant and equipment and other assets	16,107,025	13,090,078	16,106,562	13,087,568
Total property, plant and equipment	87,142,279	82,805,703	87,141,816	82,803,193

(a) Valuations of land and buildings

Land and buildings are measured on the cost basis. An independent valuation of land and buildings was carried out during the financial year ended 31 December 2006 in accordance with bank covenants on the basis of the highest and best use of land other than for University purposes. The market value was calculated at \$110,000,000 on the basis of alternate use.

(b) Non-current assets pledged as security

Refer to note 18 for information on non-current assets pledged as security by the parent entity or its controlled entities.

(c) Reconciliations

Reconciliations of the carrying amounts of each class of property, plant and equipment at the beginning and end of the current financial year are set out on the next page.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

**NOTE 12. NON-CURRENT ASSETS -
PROPERTY, PLANT AND EQUIPMENT
(CONTINUED)**

	Opening net book amount at 1 January 2005 \$	Additions \$	Disposals \$	Depreciation/ amortisation charge \$	Closing net book amount at 31 December 2005 \$
Consolidated					
Land	10,717,000	–	–	–	10,717,000
Buildings	48,916,903	11,445,616	–	1,363,894	58,998,625
Plant and equipment	613,029	925,917	8,027	344,324	1,186,595
Leased plant and equipment	2,827,667	1,894,810	–	1,564,451	3,158,026
Furniture, fitout and other assets	4,282,282	2,410,984	177,864	1,169,404	5,345,998
Motor vehicles	2,149	–	–	1,230	919
Leased motor vehicles	636,481	1,056,293	171,603	227,442	1,293,729
Library	2,017,955	898,911	4,972	807,083	2,104,811
Total	70,013,466	18,632,531	362,466	5,477,828	82,805,703
Parent entity					
Land	10,717,000	–	–	–	10,717,000
Buildings	48,916,903	11,445,616	–	1,363,894	58,998,625
Plant and equipment	612,128	925,917	8,027	343,423	1,186,595
Leased plant and equipment	2,827,667	1,894,810	–	1,564,451	3,158,026
Furniture, fitout and other assets	4,279,566	2,410,984	177,864	1,168,279	5,344,407
Leased motor vehicles	636,481	1,056,293	171,603	227,442	1,293,729
Library	2,017,955	898,911	4,972	807,083	2,104,811
Total	70,007,700	18,632,531	362,466	5,474,572	82,803,193

	Opening net book amount at 1 January 2006 \$	Additions \$	Disposals \$	Depreciation/ amortisation charge \$	Closing net book amount at 31 December 2006 \$
Consolidated					
Land	10,717,000	–	–	–	10,717,000
Buildings	58,998,625	2,906,819	–	1,587,190	60,318,254
Plant and equipment	1,186,595	2,117,189	–	477,902	2,825,882
Leased plant and equipment	3,158,026	951,741	–	1,337,455	2,772,312
Furniture, fitout and other assets	5,345,998	2,797,449	1,230	1,521,222	6,620,995
Motor vehicles	919	–	–	919	–
Leased motor vehicles	1,293,729	962,981	207,696	371,933	1,677,081
Library	2,104,811	984,537	14,369	864,224	2,210,755
Total	82,805,703	10,720,716	223,295	6,160,845	87,142,279
Parent entity					
Land	10,717,000	–	–	–	10,717,000
Buildings	58,998,625	2,906,819	–	1,587,190	60,318,254
Plant and equipment	1,186,595	2,117,189	–	477,902	2,825,882
Leased plant and equipment	3,158,026	951,741	–	1,337,455	2,772,312
Furniture, fitout and other assets	5,344,407	2,797,449	1,230	1,520,094	6,620,532
Leased motor vehicles	1,293,729	962,981	207,696	371,933	1,677,081
Library	2,104,811	984,537	14,369	864,224	2,210,755
Total	82,803,193	10,720,716	223,295	6,158,798	87,141,816

NOTE 13. NON-CURRENT ASSETS - INTANGIBLE ASSETS

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Computer software	2,892,977	2,765,856	2,872,482	2,763,362
Less: Accumulated amortisation	2,309,621	1,747,212	2,289,126	1,744,718
	583,356	1,018,644	583,356	1,018,644

	\$ Opening net book amount at 1 January 2005	\$ Additions	\$ Disposals	\$ Amortisation charge*	\$ Closing net book amount at 31 December 2005
Consolidated					
Computer software	1,063,405	462,586	—	507,347	1,018,644
Parent entity					
Computer software	1,057,298	462,584	—	501,238	1,018,644

	\$ Opening net book amount at 1 January 2006	\$ Additions	\$ Disposals	\$ Amortisation charge*	\$ Closing net book amount at 31 December 2006
Consolidated					
Computer software	1,018,644	109,120	—	544,408	583,356
Parent entity					
Computer software	1,018,644	109,120	—	544,408	583,356

*Amortisation of \$544,408 (2005: \$507,347) is included in depreciation and amortisation expense in the income statement. Computer software has a finite useful life of 3 years.

NOTE 14. CURRENT LIABILITIES - PAYABLES

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Trade payables	7,840,261	4,756,522	6,765,392	3,720,265
Other payables	4,490,760	6,284,628	2,466,377	4,363,686
Amounts payable to subsidiaries	—	—	9,265,056	12,079,772
	12,331,021	11,041,150	18,496,825	20,163,723

Other payables include a Fee-Help overpayment by the Department of Education, Science and Training (DEST) of \$1,376,752 (2005: \$4,210,672) that was repaid subsequent to year-end.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

**NOTE 15. CURRENT LIABILITIES -
BORROWINGS**

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2005 \$	2005 \$
Secured				
Bank loan	–	–	–	–
Lease liabilities (note 25)	1,877,311	1,621,970	1,877,311	1,621,970
Total secured current interest bearing liabilities	1,877,311	1,621,970	1,877,311	1,621,970

Details of the security relating to each of the secured liabilities and further information on the bank loan are set out in note 18.

NOTE 16. CURRENT LIABILITIES - PROVISIONS

Employee benefits - long service leave	2,185,955	2,281,225	657,476	131,936
--	-----------	-----------	---------	---------

NOTE 17. CURRENT LIABILITIES - OTHER

Deferred income				
student fees	9,674,428	8,243,429	8,380,660	7,276,266
scholarships	432,861	428,010	432,861	428,010
fitness centre	88,521	98,056	–	–
	10,195,810	8,769,495	8,813,521	7,704,276

**NOTE 18. NON-CURRENT LIABILITIES -
BORROWINGS**

Secured				
Bank loan	33,187,500	42,187,500	33,187,500	42,187,500
Lease liabilities (note 25)	2,753,568	2,971,745	2,753,568	2,971,745
Total non-current borrowings	35,941,068	45,159,245	35,941,068	45,159,245

(a) Total Secured Liabilities

The total secured liabilities
(current and non-current) are as follows:

Bank loan	33,187,500	42,187,500	33,187,500	42,187,500
Lease liabilities	4,630,879	4,593,715	4,630,879	4,593,715
Total secured liabilities	37,818,379	46,781,215	37,818,379	46,781,215

(b) Assets Pledged as Security

The bank loan is secured by:

- first registered mortgages over the freehold land and buildings;
- first registered company charge over all assets and undertakings of all entities in the consolidated entity;
- cross guarantee between Bond University Limited and all entities in the consolidated entity.

Lease liabilities are effectively secured as the rights to the leased asset recognised in the financial statements revert to the lessor in the event of default.

**NOTE 18. NON-CURRENT LIABILITIES -
BORROWINGS (CONTINUED)**

The following financial covenants apply to the bank loan:

- total debt to EBITDA to be less than 4.1 times;
- alternate use land valuation not less than \$80,000,000;
- EBITDA to be within 85% of budget forecasts;
- debt service cover ratio to be more than 1.3 times; and
- the company is not to incur other debt or operating leasing greater than \$5,000,000 in aggregate without the prior written consent of the bank.

The carrying amounts of assets pledged as security for current and non-current interest bearing liabilities are:

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
CURRENT				
Floating charge				
Cash and cash equivalents	20,394,038	15,056,414	17,036,300	13,495,325
Receivables	2,403,015	2,894,125	2,332,146	2,712,165
Inventories	83,309	72,449	–	–
Other financial assets at fair value through profit or loss	8,070	–	8,070	–
Total current assets pledged as security	22,888,432	18,022,988	19,376,516	16,207,490
NON-CURRENT				
First mortgage				
Freehold land and buildings	71,035,254	69,715,625	71,035,254	69,715,625
Finance lease				
Plant and equipment under finance lease	2,772,312	3,158,026	2,772,312	3,158,026
Motor vehicles under finance lease	1,677,081	1,293,729	1,677,081	1,293,729
	4,449,393	4,451,755	4,449,393	4,451,755
Floating charge				
Available-for-sale financial assets	11,000	11,000	11,000	11,000
Other financial assets	–	–	9	9
Plant and equipment	11,657,632	8,638,323	11,657,169	8,635,813
Intangible assets	583,356	1,018,644	583,356	1,018,644
	12,251,988	9,667,967	12,251,534	9,665,466
Total non-current assets pledged as security	87,736,635	83,835,347	87,736,181	83,832,846
Total assets pledged as security	110,625,067	101,858,335	107,112,697	100,040,336
(c) Financing Arrangements				
Unrestricted access was available at balance date to the following lines of credit:				
Credit standby arrangements				
Total facilities				
Lease finance facility	343,000	343,000	343,000	343,000
Asset finance facility	4,000,000	3,000,000	4,000,000	3,000,000
Financial guarantee	12,000,000	12,000,000	12,000,000	12,000,000
	16,343,000	15,343,000	16,343,000	15,343,000

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

**NOTE 18. NON-CURRENT LIABILITIES -
BORROWINGS (CONTINUED)**

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
(c) Financing Arrangements (continued)				
Used at balance date				
Lease finance facility	–	–	–	–
Asset finance facility	2,442,095	–	2,442,095	–
Financial guarantee	12,000,000	12,000,000	12,000,000	12,000,000
	14,442,095	12,000,000	14,442,095	12,000,000
Unused at balance date				
Lease finance facility	343,000	343,000	343,000	343,000
Asset finance facility	1,557,905	3,000,000	1,557,905	3,000,000
Financial guarantee	–	–	–	–
	1,900,905	3,343,000	1,900,905	3,343,000
Bank loan facilities				
Total facilities	54,300,000	42,500,000	54,300,000	42,500,000
Used at balance date	33,187,500	42,187,500	33,187,500	42,187,500
Unused at balance date	21,112,500	312,500	21,112,500	312,500

The financial guarantee is in favour of the Department of Education, Science and Training for the purpose of Fee Help. The current interest rate on the bank loans drawn is 7.86% (2005: between 7.48% and 7.98%).

(d) Interest Rate Risk Exposures

The following table sets out the consolidated entity's exposure to interest rate risk, including the contractual repricing dates and the effective weighted average interest rate by maturity periods.

Exposures arise predominantly from liabilities bearing variable interest rates as the consolidated entity intends to hold fixed rate liabilities to maturity.

	Fixed interest rate							Total \$
	Floating interest rate \$	1 year or less \$	Over 1 to 2 years \$	Over 2 to 3 years \$	Over 3 to 4 years \$	Over 4 to 5 years \$	Over 5 years \$	
2006								
Bank loan (note 18)	33,187,500	–	–	–	–	–	–	33,187,500
Lease liabilities (note 15)	–	1,877,311	1,713,194	958,639	81,735	–	–	4,630,879
Interest rate swap (note 19)	(33,187,500)	–	–	2,500,000	2,500,000	2,500,000	25,687,500	–
	–	1,877,311	1,713,194	3,458,639	2,581,735	2,500,000	25,687,500	37,818,379
Weighted average interest rate		8.00%	8.44%	7.98%	7.87%	7.86%	7.86%	
2005								
Bank loan (note 18)	42,187,500	–	–	–	–	–	–	42,187,500
Lease liabilities (note 15)	–	1,621,970	1,414,165	1,096,496	444,264	16,820	–	4,593,715
Interest rate swap (note 19)	(42,187,500)	2,500,000	2,500,000	2,500,000	34,687,500	–	–	–
	–	4,121,970	3,914,165	3,596,496	35,131,764	16,820	–	46,781,215
Weighted average interest rate		7.84%	7.71%	7.83%	7.61%	6.21%	–	

(e) Fair Value

The fair value of all interest bearing liabilities (including those arising from interest rate swap agreements) of the consolidated entity approximates their carrying amounts.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

NOTE 22. RESERVES AND RETAINED PROFITS

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
(a) Reserves				
Hedging reserve - cash flow hedges	(392,185)	(683,475)	(392,185)	(683,475)
Movements:				
Balance 1 January	(683,475)	–	(683,475)	–
Adjustment on adoption of AASB 132 and AASB 139	–	(912,056)	–	(912,056)
	(683,475)	(912,056)	(683,475)	(912,056)
Transfer to income statement	143,868	241,754	143,868	241,754
Revaluation	147,422	(13,173)	147,422	(13,173)
	291,290	228,581	291,290	228,581
Balance 31 December	(392,185)	(683,475)	(392,185)	(683,475)
(b) Retained profits				
Movements in retained profits were as follows:				
Balance 1 January	31,519,261	27,925,103	25,173,016	3,100,188
Net profit for the year	15,466,243	3,594,158	15,788,675	22,072,828
Balance 31 December	46,985,504	31,519,261	40,961,691	25,173,016

(c) Nature and purpose of reserves

The hedging reserve is used to record gains or losses on a hedging instrument in a cash flow hedge that are recognised directly in equity, as described in note 1(m). Amounts are recognised in profit and loss when the associated hedge transaction affects profit and loss.

NOTE 23. REMUNERATION OF AUDITORS

During the year the following fees were paid or payable for services provided by the auditor of the parent entity, its related practices and non-related audit firms:

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
ASSURANCE SERVICES				
Audit services				
PricewaterhouseCoopers Australian firm: Audit and review of financial reports and other audit work under the <i>Corporations Act 2001</i>	138,000	131,500	91,000	86,000
Total remuneration for audit services	138,000	131,500	91,000	86,000
Other assurance services				
PricewaterhouseCoopers Australian firm: Audit of regulatory returns	3,000	3,000	3,000	3,000
Total remuneration for other assurance services	3,000	3,000	3,000	3,000
Total remuneration for assurance services	141,000	134,500	94,000	89,000

The 2005 remuneration for audit services included \$16,000 in relation to audit work performed on the transition to Australian equivalents to International Financial Reporting Standards (AIFRS).

NOTE 24. CONTINGENCIES

The parent entity and consolidated entity had contingent liabilities at 31 December 2006 in respect of:

Claims

There is a claim against the University in respect to entry requirements and admission into a medical program at Bond University. The University is vigorously defending this claim and based on the information that is available it is not practical to estimate the financial effect of this claim, if any, at this time.

Guarantees

A financial guarantee amounting to \$12,000,000 is given in favour of the Department of Education, Science and Training in respect of Fee-Help.

NOTE 25. COMMITMENTS

(a) Capital Commitments

Commitment in relation to a fixed price building contract not recognised as a liability, payable:

Within one year

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Within one year	4,611,861	–	4,611,861	–
(b) Lease Commitments				
Commitments in relation to leases contracted for at the reporting date but not recognised as liabilities, payable:				
Within one year	402,725	459,190	402,725	459,190
Later than one year but not later than 5 years	246,867	326,539	246,867	326,539
Later than 5 years	–	–	–	–
	649,592	785,729	649,592	785,729
Representing:				
Non-cancellable operating leases	147,080	210,219	147,080	210,219
Future finance charges on finance leases	502,512	575,510	502,512	575,510
	649,592	785,729	649,592	785,729

Representing:

Non-cancellable operating leases

Future finance charges on finance leases

(I) OPERATING LEASES

The Group leases various motor vehicles under non-cancellable operating leases expiring within one to four years.

Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:

Within one year

Later than one year but not later than 5 years

Later than 5 years

Within one year	99,102	158,995	99,102	158,995
Later than one year but not later than 5 years	47,978	51,224	47,978	51,224
Later than 5 years	–	–	–	–
	147,080	210,219	147,080	210,219

(II) FINANCE LEASES

The Group leases various plant and equipment with a carrying amount of \$4,449,393 (2005: \$4,451,755) under finance leases expiring within two to five years.

Commitments in relation to finance leases are payable as follows:

Within one year

Later than one year but not later than 5 years

Minimum lease payments

Less: Future finance charges

Total lease liabilities

Representing lease liabilities:

Current (note 15)

Non-current (note 18)

Within one year	2,180,934	1,922,165	2,180,934	1,922,165
Later than one year but not later than 5 years	2,952,457	3,247,060	2,952,457	3,247,060
Minimum lease payments	5,133,391	5,169,225	5,133,391	5,169,225
Less: Future finance charges	502,512	575,510	502,512	575,510
Total lease liabilities	4,630,879	4,593,715	4,630,879	4,593,715
Representing lease liabilities:				
Current (note 15)	1,877,311	1,621,970	1,877,311	1,621,970
Non-current (note 18)	2,753,568	2,971,745	2,753,568	2,971,745
	4,630,879	4,593,715	4,630,879	4,593,715

The weighted average interest rate implicit in the leases is 8.01% (2005: 8.21%).

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2006

NOTE 26. RELATED PARTY TRANSACTIONS

(a) Parent entity

The ultimate parent entity within the Group is Bond University Limited.

(b) Subsidiaries

Interests in subsidiaries are set out in note 27.

(c) Key management personnel compensation

	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Short-term employee benefits	1,869,320	1,897,573	1,869,320	1,505,994
Post-employment benefits	368,682	374,073	368,682	296,892
Termination benefits	–	85,791	–	–
	2,238,002	2,357,437	2,238,002	1,802,886

(d) Transactions with related parties

The following transactions occurred with related parties:

	Subsidiary	Parent Entity	
		2006 \$	2005 \$
Management fee revenue	Lashkar Pty Ltd	1,248,154	1,642,595
	Campus Operations Pty Ltd	4,386,048	22,086,168
Management fee expense	Bond University Services Pty Ltd	15,326,289	18,541,366
	Bond University Staff Services Pty Ltd	15,142,292	14,475,079
Accommodation and catering expense	Campus Operations Pty Ltd	400,722	314,571
Audio visual revenue	Campus Operations Pty Ltd	–	1,000

(e) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

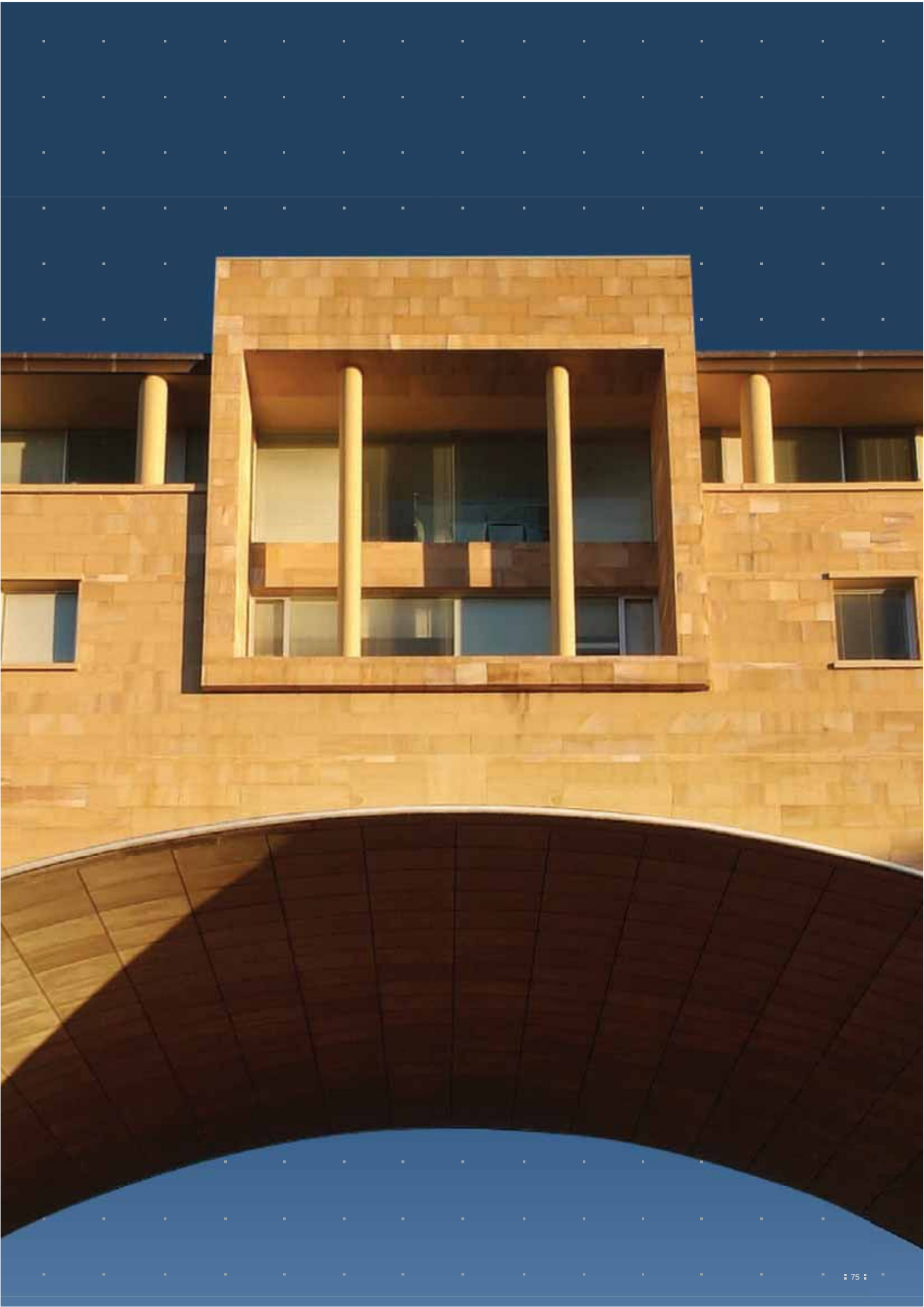
	Consolidated		Parent Entity	
	2006 \$	2005 \$	2006 \$	2005 \$
Current payables				
Subsidiaries	–	–	9,265,056	12,079,772
Current receivables				
Bond University Foundation	5,019	8,863	5,019	8,863

(f) Terms and conditions

The above transactions were made on commercial terms and conditions and at market rates except where indicated.

There are no fixed terms for the repayment of amounts advanced to Bond University Limited and the amount advanced to Bond University Foundation. All amounts payable are free of interest and unsecured.

During the year Bond University Limited provided accounting and administration assistance to other entities in the wholly owned group and Bond University Foundation. With the exception of Campus Operations Pty Ltd and Lashkar Pty Ltd, all accounting and administration assistance was provided free of charge.



DIRECTORS' DECLARATION

In the directors' opinion:

- (a) the financial statements and notes set out on pages 50 to 74 are in accordance with the Corporations Act 2001, including:
- (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the company's and consolidated entity's financial position as at 31 December 2006 and of their performance, as represented by the results of their operations, changes in equity and their cash flows, for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



T C Rowe
Director and Chancellor

Brisbane
20 April 2007

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF BOND UNIVERSITY LIMITED

AUDIT OPINION

In our opinion, the financial report of Bond University Limited:

- gives a true and fair view, as required by the Corporations Act 2001 in Australia, of the financial position of Bond University Limited and the Bond University Limited Group (defined below) as at 31 December 2006, and of their performance for the year ended on that date, and
- is presented in accordance with the Corporations Act 2001, Accounting Standards and other mandatory financial reporting requirements in Australia, and the Corporations Regulations 2001.

This opinion must be read in conjunction with the rest of our audit report.

SCOPE

The financial report and directors' responsibility

The financial report comprises the balance sheet, income statement, cash flows statement, statement of recognised income and expense, accompanying notes to the financial statements, and the directors' declaration for both Bond University Limited (the company) and the Bond University Limited Group (the consolidated entity), for the year ended 31 December 2006. The consolidated entity comprises both the company and the entities it controlled during that year.

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

Audit approach

We conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected. For further explanation of an audit, visit our website www.pwc.com/au/financialstatementaudit.

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

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

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

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

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

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

INDEPENDENCE

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

PricewaterhouseCoopers

PricewaterhouseCoopers

Martin T. Linz

M Linz
Partner

Brisbane
20 April 2007

CORPORATE GOVERNANCE

1. STRUCTURE

Bond University Limited is a company limited by guarantee and does not have shareholders. The governance arrangements provide for the Company, with a membership of 30 members, to appoint the Council, which is the board of directors of Bond University Limited. The Chair of the Council is the Chancellor of the University.

The Chief Executive Officer of the University, the Vice-Chancellor, is in turn responsible to the Council. The peak academic body of the University, the Academic Senate, which is provided for in the Constitution of the Company, is an advisory body to the Vice-Chancellor on matters relating to the academic activity of the University.

The University's status as a not-for-profit organisation is confirmed in the Constitution of Bond University Limited.

2. THE COUNCIL

The University Company, of which the Council is the Board of Directors, is empowered under the Bond University Act (Qld 1987 - 1989) to oversee the operational performance and to set the strategic direction of the University. The Constitution of Bond University Limited provides that the number of Councillors shall not be more than ten. There are currently nine Councillors, only one of whom - the Vice-Chancellor & President - is an executive of the University. The remaining Councillors are all externally appointed on the basis of the skills and experience which they bring to the Council.

The term of office is set out in the Constitution. All Non-Executive Councillors are elected for a three year term of office and may serve for a maximum of two consecutive terms. A Director may stand for re-election for one additional term. The number of meetings and attendance at meetings by Councillors is set out in the Directors' Report.

Councillors:

- Chancellor - Trevor C Rowe AM
- Deputy Chancellor - Gary Bugden OAM
- Vice-Chancellor & President - Professor Robert Stable
- Neil Balnaves
- Benjamin Chow AO
- Professor Dennis Gibson AO
- Kathryn Greiner AO
- Ian Kortlang
- Bronwyn Morris

The Registrar and Company Secretary is secretary to Council and to its standing committees unless otherwise indicated.

COUNSELLORS' INDEPENDENCE

Councillors are considered independent of management if they are free of any business or management relationship that could be perceived to materially interfere with their exercise of judgment. Only one of Bond University Limited's nine Councillors is an executive of the University. The remaining Councillors are all independent of any business or management relationship with the Company and, moreover, Councillors do not receive any directors' fees and are only reimbursed for approved travel and out of pocket expenses.

CONFLICTS OF INTEREST

Councillors are required to disclose, in accordance with the provisions of the Corporations Act, any conflicts of interest and to abstain from participating in any discussion or voting on any matter in which they have a material personal interest, unless the Councillors who do not have any material personal interest in the matter resolve that they are satisfied that the interest should not disqualify the Councillor from being present or voting.

CORPORATE REPORTING

The Vice-Chancellor & President and Director of Finance have made certifications to the Board in respect to the financial accounts presenting a true and fair view of the operational results of the University; in accordance with relevant accounting standards, and on the basis of sound systems of internal control and risk management.

BOARD STRUCTURE AND EFFECTIVENESS

In accordance with the provisions of the Constitution of the Company, Council has adopted a set of policies and procedures which provide guidance on the attributes which should be sought when nominating Councillors. The collective skill sets which are considered desirable for the Council are:

- (a) Accounting
- (b) Corporate
- (c) Finance
- (d) Legal
- (e) Communications
- (f) Technology
- (g) Private tertiary education
- (h) General business or commercial

The intent is that the Council will be constituted so as to deliver a sound balance of those skills; that Councillors will be prominent in their respective fields of endeavour; and that, by their appointment, they will enhance the reputation of the University in the wider community.

The Nominations Advisory Committee has followed these principles in nominating Councillors for appointment.

In 2005 Council conducted a self-evaluation of its performance with individual Councillors providing their assessment both of the way in which Council and its standing committees function, and their own involvement. These evaluations were supplemented by the Chancellor meeting with individual Councillors. These evaluations will continue to be conducted on a regular basis.

STANDING COMMITTEES OF THE COUNCIL

2.1 Audit & Risk Management Committee

The objective of the Committee is to assist the Council to:

- Oversee the integrity of external financial reporting, including compliance with statutory responsibilities relating to financial reporting disclosures, principles and policies, controls and procedures;
- Recommend the appointment or removal of the external auditor;
- Monitor Senior Management's performance in establishing and maintaining an effective risk management system;
- Monitor compliance with State and Commonwealth legislation relating to the operations of the University and with the regulations, policies and procedures of the University;
- Oversee the significant operational risks faced by the University;
- Monitor the processes of internal audit and internal controls within the context of the University's risks and circumstances;
- Recommend the appointment or removal of the internal auditors;
- Review reports on internal audit findings, recommendations and Senior Management responses thereto;

- Monitor the provision of relevant and appropriate reports to the Committee by Senior Management;
- Monitor compliance with the University's fraud control plan, including prompt and appropriate rectification of any deficiencies or breakdowns identified;
- Advise the Council on these and any other matters referred to it by the Council. Such advice may take the form of the minutes of the meetings.

During the course of 2006 the Committee has, in addition to its oversight responsibilities, continued to develop an internal audit program which is focussed on internal risk management and the adequacy of internal controls, systems and procedures. The internal auditor reports to the Audit & Risk Management Committee.

Committee Members:

- Bronwyn Morris - Chair
- Neil Balnaves - Councillor
- Gary Bugden OAM - Deputy Chancellor
- Brian Finn AO - Community Ordinary Member of BUL
- Professor Dennis Gibson AO - Councillor
- Professor Debra Henly - Staff Ordinary Member of BUL

In addition, representatives of the external auditors (PricewaterhouseCoopers) and the internal auditors (Ernst & Young) attend meetings, as do the Vice-Chancellor & President, the Director of Finance and Projects, the General Manager, Operations and Commercial Services and the Company Secretary.

2.2 Nominations Advisory Committee

The function of the Committee, as defined in its Charter, is to:

- Identify potential candidates for appointment to the University Council;
- Identify potential candidates for admission to membership of the Company;
- Consult with the University Council and the university community about the skills of the potential candidates (without disclosing the identity of persons being considered, or the specific interests of the consideration);
- Report its recommendations to the University Council about the suitability of the potential candidates;
- Comply with the policies and procedures established by the University Council and notified to the Committee from time to time.

Committee Members

- Gary Bugden OAM - Chair (Deputy Chancellor)
- Trevor C Rowe AM - Chancellor
- Kathryn Greiner AO - Councillor
- Associate Professor Jay Forder - Staff Ordinary Member of BUL
- Imelda Roche AO - Community Ordinary Member of BUL
- Tom Ray - Alumni Ordinary Member of BUL

2.3 Alumni Committee

The Alumni Committee's objective, as articulated in its Charter, is to oversee the University's relationship with its alumni to ensure the following is achieved:

- Life-long learning and development of alumni that occurs after graduation;
- Regular two-way communication and on-going relations with alumni and Bond;

- Maintenance and enhancements to the alumni database;
- Significant uptake and use of the alumni email addresses offered at no cost to alumni;
- Regular alumni events to be encouraged, both domestically and internationally;
- Negotiation of benefits or special offers for alumni; and
- Maintenance and enhancements to the alumni website and merchandise offerings.

Committee Members

- Trevor C Rowe AM - Chair (Chancellor)
- Professor Robert Stable - Vice-Chancellor & President
- Kathryn Greiner AO - Councillor
- Andrea Harcourt - Director, Marketing & Student Recruitment
- Eleanor Donovan, Derek Cronin - Alumni Ordinary Members of BUL
- Peta Fielding - Alumnus
- Justin Lethlean - Alumnus
- Richard Richards - Alumnus

The Committee is supported by the Alumni Coordinator.

2.4 Finance and Commercial Committee

The Finance Committee comprises the Chancellor, the Vice Chancellor, two Councillors, and one Alumni ordinary member. As the Council deals with financial matters at full council meetings, this Committee has not been convened.

3. THE MEMBERSHIP OF THE COMPANY

The membership of Bond University Limited has been constituted so as to be representative of the various stakeholders who have an interest in the viability of the University. The membership comprises 30 members, most of whom are elected by their constituencies. The members of the Company serve for three-year terms, after which they are eligible for re-election or reappointment for a further term. No member may serve more than two consecutive terms.

The Constitution of Bond University Limited provides that the membership of the Company appoints, at general meetings, the Councillors of the Company. While the membership does not meet as a group annually beyond the Annual General Meeting of the Company, there is provision under the Constitution and in accordance with the Corporations Act for members to convene a general meeting should they consider such action warranted.

The Chancellor and the Council have also followed a policy of involving the membership of the Company in the work of Council's standing committees by appointing a number of them as members of those committees.

Bond University Limited

12 Alumni Ordinary Members

- Jonathon Ellis
- Truls Fauske
- Benn Watson
- Patrick Wille
- Derek Cronin
- Todd Hiscock
- Robert Ross
- Oliver Wright
- Sarah Chan
- Eleanor Donovan
- Charles Hellawell
- Tom Ray

CORPORATE GOVERNANCE

6 Staff Ordinary Members

- Veronica Boulton
- Jay Forder
- Ben Shaw
- Stephen Sugden
- Debra Henly
- Neva Maxim

2 Student Ordinary Members

- Cedric Spencer - Postgraduate
- Theresa Muzinda - Undergraduate

2 Ordinary Members who are Councillors of the Company

- Trevor C Rowe AM (Chancellor)
- Gary Bugden OAM (Deputy Chancellor)

8 Community Ordinary Members

- Brian Finn AO
- Carolyn Hauff AM
- Josie James
- John F Kearney AM QC
- Gary Pemberton AC
- Imelda Roche AO
- Basil Sellers
- Barry Thornton

TRUSTEE MEMBERS

In accordance with the provisions of the Constitution of the Company, Bond University Limited is empowered to appoint Trustee Members who, while not part of the voting membership of the Company, meet with the Chancellor at least annually to discuss the direction of the University and related issues.

- Dr Darryl Gregor
- Dr Peter Heiner
- Dr Kenichi Ohmae
- Dr John F Kearney AM QC
- Mrs Margaret May MP

4. SENIOR MANAGEMENT GROUP

The Role and Purpose of the Senior Management Group is to advise the Vice-Chancellor on the management of the University by:

- Acting as an information exchange between members of Senior Management;
- Acting as an information exchange between Senior Management and the Vice-Chancellor;
- Discussing and monitoring the strategic direction of the University;
- Developing and evaluating policy documents to enhance governance of the University;
- Promoting a culture of Continuous Quality Improvement.

Committee Members

- Professor Robert Stable - Chair (Vice-Chancellor and President)
- Professor Chris Del Mar - Dean, Faculty of Health Sciences & Medicine
- Professor Duncan Bentley - Dean, Faculty of Law
- Professor Garry Marchant - Dean, Faculty of Business, Technology and Sustainable Development
- Professor Raoul Mortley - Dean, Faculty of Humanities & Social Sciences
- Alan Finch - Registrar
- Andrea Harcourt - Director of Marketing and Student Recruitment
- John LeLievre - Director of Finance

5. THE ACADEMIC SENATE

The Academic Senate is the peak academic body of the University and in accordance with the Constitution of Bond University Limited, is advisory to the Vice-Chancellor & President.

TERM OF OFFICE

One year for the elected representatives with no restrictions on standing for election for subsequent terms.

STANDING COMMITTEES OF ACADEMIC SENATE

A review of the role and function of Academic Senate was commenced in 2006. The review, which is still under way may result in some changes to the current committee structure and to the terms of reference and composition of some committees. In 2006, the Academic Senate was supported by the following standing committees:

5.1 Quality Task Force

A Quality Task Force, chaired by the Pro-Vice-Chancellor (Quality), Professor Mortley, was appointed to review quality assurance processes within the University, and to prepare for the AUQA audit. The Task Force reports directly to the Council, but typically via the Vice-Chancellor & President and Academic Senate. The terms of reference of the Committee are:

- Raise the awareness of Bond quality processes amongst stakeholders and staff at all levels of the university;
- Assist in the facilitation of change processes associated with quality outcomes;
- Facilitation of the quality improvement framework and quality cycle that supports the functions and activities of the university;
- Provide advice and assistance to determine best practice and benchmarking;
- Monitor the integration of quality practices that feed into the Strategic Plan;
- Support and monitor the implementation of quality improvement practices;
- Determine the appropriateness and suitability of quality procedures through critical reflection.

Members

- Pro-Vice-Chancellor (Quality) - Chair
- Pro-Vice-Chancellor (Research)
- Pro-Vice-Chancellor (Teaching & Learning)
- Chair of Academic Senate
- Registrar
- Director of Information Services
- Director, Human Resources
- General Manager, Operations & Commercial Services.

5.2 Research Committee

The Research Committee is chaired by the Pro-Vice-Chancellor (Research), Professor Del Mar. The terms of reference of the Committee are:

- To advise the Academic Senate and the Pro Vice-Chancellor (Research) on the promotion of research, scholarship and other creative work both within the University and externally;
- To promote research and research opportunities to members of the academic staff and to Faculty research committees;

- To develop, recommend to the Academic Senate, and regularly review policy and procedures supporting the University's strategic objectives in relation to research and identify resource needs arising from those policies;
- To consult with Faculty research committees and with staff undertaking research on relevant aspects of their work when developing or revising policy or procedures;
- To develop, oversee and monitor processes for the effective implementation of research policy, procedures and good practice, and identify resource needs arising from such policies;
- To monitor issues relating to quality in research and research activities, and to make recommendations to the Academic Senate as appropriate;
- To obtain information or reports from any Faculty Research Committee or other academic unit on academic matters relating to research;
- To receive regular reports from, and provide advice to, the Pro Vice-Chancellor (Research), on the development of policy and procedures relating to research;
- To receive regular reports from the Research Office and advise the Academic Senate on the activities of bodies established to support research;
- To provide an annual report on its activities under its terms of reference to the Academic Senate and the Senior Management Group;
- To consider and report on any matter referred to it by the Academic Senate, the Vice-Chancellor, Senior Management Group or the Pro Vice Chancellor (Research);
- Rank potential candidates for specified research prizes and awards.

Terms of Reference – Higher Degree Research

- To advise Academic Senate on the development and administration of higher degrees by research policy and practice within the University on all matters of policy relating to postgraduate courses in which the research component is at least 66%, including the degrees of Doctor of Philosophy and Masters by Research, and to other doctorates comprising research and coursework;
- To provide policy advice to the Academic Senate in regard to the research components of Doctor of Legal Science (SJD- postgraduate course in which the research component is less than 66%) on matters such as requirements of research supervision and guidelines on the appointment of examiners;
- To monitor and review the implementation of higher degrees by research policy and practice within the University and report on its effectiveness;
- To develop guidelines for the management of higher degrees by research within the University;
- To develop guidelines for the assessment and examination of higher degree theses consistent with University regulations and Academic Senate policy and guidelines and oversee their implementation and management;
- To collaborate with Academic Senate and the Pro

Vice-Chancellor (Research) in the development and implementation of the University's Research and Research Training Management Plan, monitor its implementation and regularly review it and our reporting for the Commonwealth Department of Education, Science & Technology (DEST);

- To assist Academic Senate to meet its responsibilities to inform the Divisions regarding the implementation of approved policy and procedures for Higher Degree Research;
- To advise the University Teaching and Learning Committee on educational policy as it pertains to higher degrees by research;
- To advise Academic Senate on any other matters referred to the Committee by Academic Senate;
- To review and make recommendations on all proposed new research higher degrees and major course changes. (Faculties have delegated responsibility for all minor course changes);
- To ensure consistency in adherence with regulations governing research higher degree courses administered by the University. For this purpose, admissions of candidature and appointment of examiners approved by the Pro Vice-Chancellor (Research) or his delegate shall be reported to both the Research Committee and the Academic Senate;
- To advise the Academic Senate through the Research Committee on non confirmation or non-acceptance of conversions and terminations of candidature for all Higher Degree Research programs;
- Rank potential candidates for specified postgraduate prizes and awards.

5.3 Teaching and Learning Committee

The Teaching and Learning Committee, which has, among other things, been responsible for the ongoing implementation of Blackboard to support the teaching and learning environment at Bond, is chaired by the Pro-Vice-Chancellor (Teaching & Learning) Professor Duncan Bentley. The terms of reference of the Committee are:

- To formulate and implement the University Teaching and Learning Plan, oversee Faculty Teaching & Learning Plans and ensure alignment with the University vision, mission and values;
- To provide a peak forum for communication, coordination and information sharing on teaching and learning at Bond University;
- To consult and provide University-level advice, through its Chair, to both the Senior Management Group and to the Academic Senate in relation to opportunities and priorities for initiatives and improvement in teaching and learning and related support mechanisms;
- To encourage commitment, understanding and support for initiatives intended to improve teaching and learning at Bond University;
- To provide advice on matters relating to quality assurance of teaching and learning activities, other than those concerned with postgraduate research;
- To work in cooperation with the Quality Task Force with the ongoing objective of improving the quality of teaching and learning in the University.

CORPORATE GOVERNANCE

5.4 Coursework Committee

The Coursework Committee, which is chaired by the Deputy Chair of Academic Senate, Professor Gavin Finnie, is constituted to keep under review and to advise the Academic Senate from time to time on:

- Regulations, policies and procedures governing undergraduate and postgraduate coursework programs and their administration;
- Assessment, academic progress, and disciplinary regulations and procedures;
- Examination and grading processes and conventions;
- Such other matters as are referred by Academic Senate.

5.5 ICT Governance Committee

Purpose

The Committee has been recently established to ensure the integration of ICT planning with the overall strategic planning, governance and budget processes of the University by providing strategic direction to the University in relation to ICT.

Terms of reference

- Ensure the Governance framework meets the needs of the University community (corporate, staff and students) and interacts efficiently with other University bodies;
- Ensure ICT initiatives are aligned with the strategic, tactical and operational needs of the University;
- Enable prioritisation of ICT projects in line with the University's goals;
- Monitor and review implementation of the ICT project portfolio, funding allocation and performance reporting;
- Advise the Vice-Chancellor on strategic issues relating to ICT;
- Advise the Vice-Chancellor on policy relating to information infrastructure;
- Ensure that ICT related risks are managed appropriately

Membership

- Vice-Chancellor (Chair) or one of the Deans as Chair
- PVC for Teaching and Learning
- Director, Information Services
- Director, Finance
- Head, School of Information Technology

5.6 Regulations Review Committee

The Committee provides a mechanism for Academic Senate to refer proposed amendments to the regulations for review and for issues to be referred to Senate by the Committee.

Membership

- Professor Gavin Finnie - Chair
- Professor Laurence Boulle
- Professor Michael Weir
- Mr Alan Finch
- Matthew Cam (student member)

Secretary

- Karl Ashton

6. THE ACADEMIC SENATE

Ex Officio

- Vice-Chancellor
- Registrar
- Director, Information Services

Appointed:

One member of the staff of each School, nominated by the Dean (usually the Associate Dean (Academic) or equivalent)

Elected:

One member of academic staff from each School, elected by the academic staff of the School. Any staff member holding at least a two year term appointment or a continuing appointment to be eligible for election.

Students

Two students to be appointed by Student Council, with a preference for an international/domestic and undergraduate/postgraduate mix.

2006 Members

Office Bearers

- Professor Laurence Boulle - Chair
- Professor Gavin Finnie - Deputy Chair

Ex Officio

- Gulcin Cribb
- Alan Finch
- Professor Robert Stable

Faculty of Business, Technology & Sustainable Development

- Professor Garry Marchant - Dean
- Professor George Earl
- Professor Iain Morrison

Faculty of Health Sciences & Medicine

- Professor Chris Del Mar - Dean
- Professor Debra Henly
- Professor Kuldip Bedi

Faculty of Humanities & Social Sciences

- Professor Raoul Mortley - Dean
- Associate Professor Ann Cullen
- Associate Professor Phillip Fourie

Faculty of Law

- Professor Duncan Bentley - Dean
- Associate Professor Michael Weir
- Associate Professor John Lessing

Student Members

- Matthew Hooper

Secretary

- Karl Ashton



BOND UNIVERSITY COUNCIL

Trevor C Rowe AM
Chancellor

Gary Bugden OAM
Deputy Chancellor

Professor Robert Stable
Vice-Chancellor & President

Neil Balnaves

Benjamin Chow AO

Bronwyn Morris

Professor Dennis Gibson AO

Ian Kortlang

Kathryn Greiner AO

Alan Finch
Company Secretary

