

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2014

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2014

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Waikato Medical Research Foundation (Inc)

Statement of Financial Position

As at 31 May 2014

		2014 \$	2013 \$
Accumulated Funds		2,092,238	1,846,941
<i>Represented by:</i>			
Current Assets			
Cash at Bank	4	1,184,174	829,295
GST Refund Due		2,996	6,750
		1,187,170	836,045
Investments			
Term Deposits		652,870	549,587
NZ Fixed Interest	5	149,480	363,422
NZ Listed Property	6	105,274	104,611
NZ Equities	7	9,367	-
Australian Investments	8	171,045	145,921
American Investments	9	7,943	8,678
British Investments	10	1,071	994
		1,097,050	1,173,213
Total Assets		2,284,220	2,009,258
Current Liabilities			
Accounts Payable		15,916	11,667
Grants Payable		174,117	147,900
Related Party Payable	2	1,949	2,750
		191,982	162,317
Net Assets		\$2,092,238	\$1,846,941

N Karalus
Chairman



Waikato Medical Research Foundation (Inc)

Statement of Movements in Equity

For the year ended 31 May 2014

	2014 \$	2013 \$
Accumulated Funds		
Opening balance as at 1 June 2013	1,846,941	1,322,504
Plus: Net Surplus/(Deficit)	245,297	524,437
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Closing Balance as at 31 May 2014	\$2,092,238	\$1,846,941
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Waikato Medical Research Foundation (Inc)

Statement of Financial Performance

For the year ended 31 May 2014

	2014 \$	2013 \$
Income		
Dividends	12,298	11,648
Donations – Appeal	283,256	574,000
Donations – Trust Waikato	65,000	65,000
Donations and Grants	144,209	26,260
Grants refunded	-	1,700
Interest – Appeal Funds	30,513	20,024
Interest – Investment Funds	48,821	55,669
Unrealised gain on investments	-	26,866
	<hr/>	<hr/>
	584,097	781,167
Expenditure		
Accounting fees	8,107	6,037
Administration expenses	20,539	11,687
Advertising and promotion expenses	3,925	2,954
Audit fee	2,993	2,779
Foreign exchange loss	1,228	1,925
Fundraising expenses	90,300	95,670
Grants	188,117	123,190
Loss on realisation of investments	9,350	4,936
Portfolio management fees	5,338	5,391
Printing, stationery and postage	1,597	2,161
Unrealised loss on investments	7,306	-
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	338,800	256,730
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Net surplus/(deficit)	\$245,297	\$524,437
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Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2014

1. Statement of Accounting Policies

Reporting Entity

Waikato Medical Research Foundation (Inc) is a non profit organisation incorporated under the Incorporated Societies Act 1908. Waikato Medical Research Foundation (Inc) was registered with the Charities Commission on 10th January 2008 and has donee status. The financial statements are general purpose and have been prepared in accordance with generally accepted accounting practice.

Measurement Base

The general accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on an historical cost basis, except for the valuation of investments, have been consistently followed by the Foundation. Accrual accounting has been used to match revenue and expenses.

Particular Accounting Policies

The following particular accounting policies which materially affect the measurement of income and the financial position have been applied.

Investments

Investments are valued at market value in NZ dollars.

Income Tax

The Waikato Medical Research Foundation (Inc) has been approved for legal charitable status and has obtained from the Inland Revenue Department an exemption for income tax.

Differential Reporting

The Society qualifies for differential reporting because as is not large or publicly accountable. The Society has taken advantage of all available differential reporting exemptions.

Changes in Accounting Policies

There have been no changes in accounting policies since the previous annual financial statements.

Goods and Services Tax (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST.

2. Related Parties

During the year ended 31 May 2014, Waikato Medical Research Foundation paid for treasury service fees to Staples Rodway Waikato LP of which Rosanna Baird (a Trustee of the Foundation) is a Director.

	2014	2013
	\$	\$
Related Party transactions		
Audit fees	-	2,779
Accounting fees	7,050	5,789
Related Party balance owing at year end		
Audit Accrual	-	2,750
Accounting fees	1,949	-

Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2014

3. Commitments and Contingencies

At balance date there are no known contingent liabilities. (2013: Nil)

At balance date there are no known capital commitments. (2013: Nil)

4. Cash at Bank

	2014 \$	2013 \$
ASB Cash Management	8,246	121,240
ASB On Call	200,000	-
BNZ Online	3,384	-
Westpac Cheque	12,512	86,064
Westpac Appeal	1	501
Westpac Bonus Saver	955,423	593,532
British Pounds Account	111	106
Australian Dollar Account	1,977	25,594
US Dollar Account	2,520	2,258
	<u>\$1,184,174</u>	<u>\$829,295</u>

5. New Zealand Fixed Interest

At balance date the following investments were publicly traded.

	No of Units	Market Value 2014 \$	Market Value 2013 \$
Auckland Council	100,000	-	104,810
Fonterra Perpetual Capital Notes	6,000	5,880	5,670
Fonterra Ltd	40,000	41,600	42,852
Genesis Energy	100,000	-	104,540
Telstra	100,000	102,000	105,550
		<u>\$149,480</u>	<u>\$363,422</u>

Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2014

	No of Units	Market Value 2014 \$	Market Value 2013 \$
6. New Zealand Listed Property			
At balance date the following investments were publicly traded.			
Precinct Property	66,249	72,874	72,211
Kiwi Income Property Trust	27,000	32,400	32,400
		<u>\$105,274</u>	<u>\$104,611</u>
7. New Zealand Equities			
At balance date the following investments were publicly traded.			
Genesis Energy	5,161	\$9,367	-
8. Australian Investments			
At balance date the following investments were publicly traded.			
Australian Pipeline Trust	3,400	26,033	26,210
Platinum Asset Management	2,000	13,956	12,191
QBE Insurance	596	7,429	11,404
Transurban	2,835	23,074	19,022
Wesfarmers	400	18,999	18,994
National Australia Bank Preference	665	57,694	58,100
Nufarm Step Up Securities	290	23,860	-
		<u>\$171,045</u>	<u>\$145,921</u>
9. American Investments			
At balance date the following investment was publicly traded.			
HSBC ADR	128	\$7,943	\$8,678
10. British Investments			
At balance date the following investments were publicly traded.			
Royal Bank of Scotland	157	\$1,071	\$994

Independent Audit Report

For the year ending 31 May 2014

To the Board of Waikato Medical Research Foundation (Inc)

I have audited the financial statements. The financial statements provide information about the past financial performance of Waikato Medical Research Foundation (Inc) and its financial position as at 31 May 2014

This information is stated in accordance with the accounting policies set out in the notes to the financial statements.

Responsibilities of the Board

The Board is responsible for the preparation of these financial statements that give a true and fair view of the matters to which they relate and in accordance with generally accepted accounting practice in New Zealand and for such internal control as it determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors responsibilities

It is my responsibility to express an opinion on these financial statements based on my audit.
I conducted my audit in accordance with International Standards on Auditing (New Zealand).

Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view of the matters to which they relate in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

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

Other than my capacity as auditor I have no relationship with, and am independent of Waikato Medical Research Foundation (Inc)

Opinion

In my opinion, the financial statements

* comply with generally accepted accounting practice in New Zealand;

* give a true and fair view of the financial position of Waikato Medical Research Foundation (Inc) as at 31 May 2014 and its financial performance for the year ended on that date.



Mark Campbell CA, B Com
Campbell and Campbell Accounting Consultants
Hamilton

18 September 2014