

**Waikato Medical Research Foundation
(Inc)**

Financial Statements

For the year ended 31 May 2013

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2013

Contents

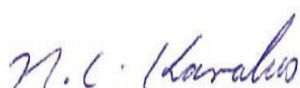
	<i>Page</i>
Statement of Financial Position	1
Statement of Movements in Equity	2
Statement of Financial Performance	3
Notes to the Financial Statements	4
Auditors Report	7

Waikato Medical Research Foundation (Inc)

Statement of Financial Position

As at 31 May 2013

	2013 \$	2012 \$
Accumulated Funds	1,846,941	1,322,504
<i>Represented by:</i>		
Current Assets		
Westpac Cheque Account	86,064	26,171
Westpac Appeal and Bonus Saver Accounts	594,033	-
ASB	121,240	312,390
GST Refund due	6,750	-
	808,087	338,561
Investments		
Cash and Equivalents	577,545	307,108
NZ Fixed Interest	4 363,422	590,456
NZ Listed Property	5 104,611	90,158
Australian Investments	6 145,921	133,712
American Investments	7 8,678	6,725
British Investments	8 994	644
	1,201,171	1,128,803
Total Assets	2,009,258	1,467,364
Current Liabilities		
Accounts Payable	159,567	141,755
Related Party Payable	2 2,750	3,105
	162,317	144,860
Net assets	\$1,846,941	\$1,322,504



N Karalus
Chairman



R Baird
Treasurer

The notes to these statements should be read in conjunction with the financial statements.



Waikato Medical Research Foundation (Inc)

Statement of Movements in Equity

For the year ended 31 May 2013

	2013 \$	2012 \$
Accumulated Funds		
Opening balance as at 1 June 2012	1,322,504	1,329,432
Plus: Net Surplus/(Deficit)	524,437	(6,928)
Closing Balance as at 31 May 2013	\$1,846,941	\$1,322,504

The notes to these statements should be read in conjunction with the financial statements.



Waikato Medical Research Foundation (Inc)

Statement of Financial Performance

For the year ended 31 May 2013

	2013 \$	2012 \$
Income		
Dividends	11,648	9,732
Donations – Appeal	574,000	-
Donations – General	26,260	40,145
Donations – Trust Waikato	65,000	65,000
Foreign exchange gain	-	167
Grants refunded	1,700	-
Interest – Appeal Funds	20,024	72,399
Interest – Investment Funds	55,669	-
Unrealised gain on investments	26,866	-
	<hr/> 781,167	<hr/> 187,443
Expenditure		
Administration expenses including website	11,596	13,864
Advertising and promotion expenses	2,954	3,010
Audit fee	2,779	3,651
Fees paid to auditor for other services	5,789	5,106
Foreign exchange loss	1,925	-
Fundraising expenses	95,670	11,593
Grants	123,190	136,963
GST adjustments	518	-
Loss on realisation of investments	4,936	5,524
Portfolio management fees	5,212	5,681
Printing, stationery and postage	2,161	-
Unrealised loss on investments	-	8,979
	<hr/> 256,730	<hr/> 194,371
Net surplus/(deficit)	<hr/> \$524,437	<hr/> \$(6,928)

The notes to these statements should be read in conjunction with the financial statements.



Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2013

1. Statement of Accounting Policies

Reporting Entity

Waikato Medical Research Foundation (Inc) is a non profit organisation incorporated under the Incorporated Societies Act 1908. 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)

The Society registered for Goods and Services tax (GST) on 1 December 2012. Therefore the 2012 figures in these financial statements are GST inclusive. The comparative 2013 figures in the financial statements are shown exclusive of GST.



Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued For the year ended 31 May 2013

2. Related Parties

During the year ended 31 May 2013, Waikato Medical Research Foundation paid for audit and treasury service fees to Staples Rodway Waikato LP of which Rosanna Baird is a Director.

	2013 \$	2012 \$
Related Party transactions		
Audit fees	2,779	2,961
Treasury service fees	5,789	5,106
Related Party balance owing at year end		
Audit Accrual	2,750	3,105

3. Commitments and Contingencies

At balance date there are no known contingent liabilities. (2012: Nil)

At balance date there are no known capital commitments. (2012: Nil)

4. New Zealand Fixed Interest

At balance date the following investments were publicly traded.

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

Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued For the year ended 31 May 2013

5. New Zealand Listed Property

	No of Units	Market Value 2013 \$
At balance date the following investments were publicly traded.		
Precinct Property (was AMP Office Trust)	66,249	72,211
Kiwi Income Property Trust	27,000	32,400
		<hr/>
		\$104,611
		<hr/>

6. Australian Investments

At balance date the following investments were publicly traded.

Australian Pipeline Trust	3,400	26,210
Platinum Asset Management	2,000	12,191
QBE Insurance	596	11,404
Transurban	2,300	19,022
Wesfarmers	405	18,994
National Australia Bank Preference	665	58,100
		<hr/>
		\$145,921
		<hr/>

7. American Investments

At balance date the following investment was publicly traded.

HSBC ADR	128	\$8,678
----------	-----	---------

8. British Investments

At balance date the following investments were publicly traded.

Royal Bank of Scotland	157	\$994
------------------------	-----	-------



INDEPENDENT AUDITOR'S REPORT

To the Beneficiaries of Waikato Medical Research Foundation (Inc)

Report on the Financial Statements

We have audited the financial statements of Waikato Medical Research Foundation (Inc) on pages 1 to 6, which comprise the statement of financial position as at 31 May 2013, and the statement of financial performance and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of 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 presentation of the financial statements.

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

Other than in our capacity as auditor we provide accounting assistance to Waikato Medical Research Foundation (Inc) we have no other relationship with, or interests in, Waikato Medical Research Foundation (Inc).

Opinion

In our opinion, the financial statements on pages 1 to 6 give a true and fair view of the financial position of Waikato Medical Research Foundation (Inc) as at 31 May 2013, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

A handwritten signature in black ink that reads 'Staples Rodway' in a cursive script.

STAPLES RODWAY
HAMILTON
23 August 2013