

**Waikato Medical Research Foundation
(Inc)**

Financial Statements

For the year ended 31 May 2012

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2012

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Waikato Medical Research Foundation (Inc)

Statement of Financial Position

As at 31 May 2012

	2012	2011
	\$	\$
Accumulated Funds	\$1,322,504	\$1,329,432
<i>Represented by:</i>		
Current Assets		
Westpac	26,171	197,952
ASB	312,390	6,954
	<u>338,561</u>	<u>204,906</u>
Investments		
Cash and Equivalents	307,108	262,145
NZ Fixed Interest	6 590,456	803,996
NZ Listed Property	7 90,158	83,067
Australian Investments	8 133,712	148,913
American Investments	9 6,725	8,186
British Investments	10 644	1,348
	<u>1,128,803</u>	<u>1,307,655</u>
Total Assets	1,467,364	1,512,561
Current Liabilities		
Accounts Payable	144,860	183,129
Net assets	\$1,322,504	\$1,329,432

N. C. Karalus

N Karalus
Chairman
6 August 2012

R Baird

R Baird
Treasurer
6 August 2012



Waikato Medical Research Foundation (Inc)

Statement of Movements in Equity

For the year ended 31 May 2012

	Note	2012 \$	2011 \$
Accumulated Funds			
Opening balance as at 1 June 2011		1,329,432	1,261,614
Plus: Net Surplus/(Deficit)		(6,928)	67,818
Closing Balance as at 31 May 2012		\$1,322,504	\$1,329,432



Waikato Medical Research Foundation (Inc)

Statement of Financial Performance

For the year ended 31 May 2012

	Note	2012 \$	2011 \$
Income			
Dividends		9,732	10,506
Donations	3	40,145	13,700
Foreign exchange gain		167	-
Grants refunded		-	47,968
Grant - Trust Waikato		65,000	65,000
Interest		72,399	76,016
Unrealised gain on investments		-	30,891
		<hr/>	<hr/>
		187,443	244,081
Expenditure			
Administration expenses including website		13,864	11,838
Advertising and promotion expenses		3,010	4,555
Audit fee		3,651	2,449
Fees paid to auditor for other services		5,106	5,543
Foreign exchange loss		-	1,622
Fundraising expenses		11,593	-
Grants	2	136,963	139,962
Loss on realisation of investments		5,524	4,886
Portfolio management fees		5,681	5,408
Unrealised loss on investments		8,979	-
		<hr/>	<hr/>
		194,371	176,263
		<hr/>	<hr/>
Net surplus/(deficit)		\$(6,928)	\$67,818
		<hr/> <hr/>	<hr/> <hr/>



Waikato Medical Research Foundation (Inc)

Statement of Cash Flows

For the year ended 31 May 2012

	Note	2012 \$	2011 \$
Cash Flows from Fund Raising Activities			
Receipts from donations and grants		105,145	78,700
Less Fundraising expenses		(14,603)	(4,555)
Net cash flow from fund raising activities		90,542	74,145
Cash Flows from Investing Activities			
Receipts from dividends		9,732	10,506
Receipts from interest		72,399	76,016
Plus Sale of investments		210,000	102,650
Less Investments made		(45,484)	(284,349)
Less Portfolio Management fees		(5,681)	(5,408)
Net cash flow from investing activities		240,966	(100,585)
Cash Flows from Research Activities			
Grants made		(163,962)	(57,878)
Administration and audit fees		(33,891)	(7,600)
Net cash flow from research activities		(197,853)	(65,478)
Net increase/ (decrease) in cash held		133,655	(91,918)
Add Opening cash brought forward		204,906	296,824
Ending cash carried forward		338,561	204,906
Cash balances in statement of financial position		\$338,561	\$204,906



Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2012

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 it is not large or publicly accountable. The Society has taken advantage of all available differential reporting exemptions, except FRS 10 Statement of Cashflows.

Changes in Accounting Policies

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



Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued

For the year ended 31 May 2012

2. Grants Made	2012	2011
	\$	\$
N Anstice	-	13,379
V Arcus	18,000	-
R Bibiloni	-	21,535
N Chiang	-	5,548
H Conaglen	-	18,000
R Cursons	23,000	-
M Elston	-	6,500
A El Gamel	-	7,500
A Forrest	5,000	-
P Harris	-	15,000
M Holmes	-	15,000
S Joseph	13,670	-
W Meyer-Rochow	-	6,000
R Munday	-	22,500
R Paul	9,000	9,000
K Simcox	4,500	-
N Starkey	19,083	-
T Wheeler	20,000	-
D Worsley	24,710	-
	<hr/>	<hr/>
	\$136,963	\$139,962
	<hr/> <hr/>	<hr/> <hr/>
3. Donations		
Bill & Joan Flower Trust	5,000	2,000
Braemar Charitable Trust	7,500	7,500
F Clements	5,000	-
Donny Charitable Trust	20,000	-
RPG and MG Rothwell	-	1,000
General	2,645	3,200
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	\$40,145	\$13,700
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Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued

For the year ended 31 May 2012

4. Related Parties

During the year ended 31 May 2012, Waikato Medical Research Foundation paid for audit and treasury service fees to Staples Rodway Waikato LP of which R Baird is a Director.

	\$	\$
Audit fees	2,961	2,284
Treasury service fees	5,106	5,543

5. Commitments and Contingencies

At balance date there are no known contingent liabilities. (2011: Nil)

At balance date there are no known capital commitments. (2011: Nil)

6. New Zealand Fixed Interest

At balance date the following investments were publicly traded.

	No of Units	Market Value 2012 \$
ANZ Sub Bond 23/7/2012	90,000	90,936
Auckland Council 24/3/2014	100,000	107,000
Fonterra Perpetual Capital Notes	6,000	4,620
Fonterra Ltd 10/3/2015	40,000	44,000
Genesis Energy 15/3/2014	100,000	107,900
Prime Infrastructure 30/11/2012	25,000	25,850
Telecom NZ Finance Ltd 22/3/2013	105,000	108,150
Telstra 24/11/14	100,000	102,000
		<hr/> \$590,456 <hr/> <hr/>



Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued

For the year ended 31 May 2012

7. New Zealand Listed Property

	No of Units	Market Value 2012 \$
At balance date the following investments were publicly traded.		
AMP Office Trust	66,249	61,943
Kiwi Income Property Trust	27,000	28,215
		<hr/>
		\$90,158
		<hr/> <hr/>

8. Australian Investments

At balance date the following investments were publicly traded.

Australian Pipeline Trust	3,400	22,032
Platinum Asset Management	2,000	10,171
QBE Insurance	596	9,524
Transurban	2,300	16,804
Wesfarmers	405	15,265
National Australia Bank Preference	665	59,916
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		\$133,712
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9. American Investments

At balance date the following investment was publicly traded.

HSBC ADR	128	\$6,725
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10. Australian Investments

At balance date the following investment was publicly traded.

Royal Bank of Scotland	1,569	\$644
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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 8, which comprise the statement of financial position as at 31 May 2012, and the statement of financial performance, statement of movements in equity and cash flow statement 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, 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 8 give a true and fair view of the financial position of Waikato Medical Research Foundation (Inc) as at 31 May 2012, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.



Staples Rodway Waikato
6 August 2012
New Zealand