

**THE RANFURLY TRUST**  
Financial Report for the year ended 30 September 2012

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## **INDEPENDENT AUDITOR'S REPORT**

To the Trustees of The Ranfurly Trust

We have audited the financial report, on pages 3 to 7, of The Ranfurly Trust, which comprise the balance sheet as at 30 September 2012, and the income statement and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial report has been prepared by the Trustees based on the financial reporting provisions of the Deed of Trust dated 16 July 1999.

### **Trustees' Responsibility for the Financial Report**

The Trustees are responsible for the preparation of the financial report in accordance with the financial reporting provisions of the Deed of Trust dated 16 July 1999 and that gives 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 the financial report that is free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on this financial report based on our audit. We conducted the 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 report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, 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 report that gives 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 made, as well as evaluating the overall presentation of the financial report.

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 have no relationship with, or interests in, The Ranfurly Trust.

### **Opinion**

In our opinion, the financial report gives a true and fair view of the financial position of The Ranfurly Trust as at 30 September 2012 and of its financial performance for the year then ended and have been prepared in accordance with the financial reporting provisions of the Deed of Trust dated 16 July 1999.

### **Emphasis of Matter**

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the Trustees meet the requirements of the Deed of Trust dated 16 July 1999. As a result, the financial report may not be suitable for another purpose.



**DFK Carlton**  
6 December 2012  
Auckland

## **The Ranfurly Trust**

**Directory as at 30 September 2012**

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**Purpose of the Trust:** To ensure the continued existence of Ranfurly Veterans Home and Hospital to serve the needs of at risk veterans.

**Nature of activities:** To develop strategy and to raise funds to support the purposes of the Trust and to ensure that the special needs of veterans can be met in the future.

**Members of the Trust:** D McGregor  
G McKay  
G Moyle  
D Turner  
J McGuire

**Chief Executive:** M Martin

**Address:** 539 Mount Albert Road  
Mount Roskill  
Auckland 1042

**Auditors:** DFK Carlton  
Chartered Accountants  
Level 3, 135 Broadway  
Newmarket  
Auckland 1023

**Bankers:** BNZ  
Mount Roskill

**The Ranfurly Trust****Income Statement****For The Year Ended 30 September 2012**

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|                             | Note | This Year<br>\$  | Last Year<br>\$ |
|-----------------------------|------|------------------|-----------------|
| <b>Income</b>               |      |                  |                 |
| Donations & grants          | 3    | 6,778            | 219,496         |
| Ground rental               | 4    | 101,562          | -               |
| Interest                    |      | 52,640           | 53,792          |
| Other                       |      | 31,721           | 51,255          |
|                             |      | <u>192,701</u>   | <u>324,543</u>  |
| <b>Expenses:</b>            |      |                  |                 |
| <b>Premises Costs</b>       |      |                  |                 |
| Depreciation                |      | 54,534           | 60,764          |
| Insurance                   |      | 59,071           | 37,863          |
| Other property costs        |      | 3,661            | 3,724           |
|                             |      | <u>117,266</u>   | <u>102,351</u>  |
| <b>Administration Costs</b> |      |                  |                 |
| Salaries & wages            |      | 162,000          | 165,000         |
| Audit fees                  |      | 4,200            | 3,800           |
| Legal costs                 |      | 53,835           | 56,927          |
| Professional fees - other   |      | 26,563           | -               |
| Other administration costs  |      | 10,166           | 5,944           |
|                             |      | <u>256,764</u>   | <u>231,671</u>  |
| <b>Total expenses</b>       |      | <u>374,030</u>   | <u>334,022</u>  |
| <b>Net Deficit</b>          |      | <u>(181,329)</u> | <u>(9,479)</u>  |

**The Ranfurly Trust**

**Statement of Movements in Equity  
For The Year Ended 30 September 2012**

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|   | <b>This Year</b><br><b>\$</b> | <b>Last Year</b><br><b>\$</b> |
|---|-------------------------------|-------------------------------|
| <b>Trust equity at the beginning of the year</b>    | 5,398,294                     | 5,407,773                     |
| Net deficit for the year                            | (181,329)                     | (9,479)                       |
| Total recognised revenues and expenses for the year | (181,329)                     | (9,479)                       |
| <b>Trust equity at the end of the year</b>          | <b>5,216,965</b>              | <b>5,398,294</b>              |

*The accompanying notes form an integral part of these financial statements.*

# The Ranfurly Trust


## Balance Sheet

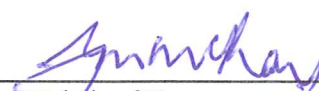
As At 30 September 2012

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|   | Note | This Year<br>\$  | Last Year<br>\$  |
|---|------|------------------|------------------|
| <b>Trust Equity</b>                           |      | <b>5,216,965</b> | <b>5,398,294</b> |
| <b>Current assets</b>                         |      |                  |                  |
| Accrued Income                                |      | 4,899            | 6,708            |
| BNZ   |      | 346,183          | 345,740          |
| Westpac Deposits                              |      | 1,081,559        | 1,035,170        |
| GST receivable                                |      | 4,520            | 356              |
| Prepayments                                   |      | 10,573           | 6,211            |
| Ranfurly Veteran Care Limited Current Account |      | -                | 49,194           |
| Total current assets                          |      | 1,447,734        | 1,443,379        |
| <b>Non-current assets</b>                     |      |                  |                  |
| Shares in Ranfurly Veteran Care Limited       |      | 10,000           | 10,000           |
| Fixed Assets                                  | 2    | 3,894,273        | 3,948,808        |
| Total non-current assets                      |      | 3,904,273        | 3,958,808        |
| <b>Total assets</b>                           |      | <b>5,352,007</b> | <b>5,402,187</b> |
| <b>Current liabilities</b>                    |      |                  |                  |
| Creditors & accruals                          |      | 22,236           | 3,893            |
| Ranfurly Veteran Care Limited Current Account |      | 112,806          | -                |
|   |      | 135,042          | 3,893            |
| <b>Net Assets</b>                             |      | <b>5,216,965</b> | <b>5,398,294</b> |

For and on behalf of the Trust

  
Chair of Trust: D McGregor

  
Deputy chair of Trust: G. McKay

6 December 2012  
Date

The accompanying notes form an integral part of these financial statements.

## **The Ranfurly Trust**

### **Notes to the Financial Statements For The Year Ended 30 September 2012**

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#### **1. Statement of accounting policies**

##### **Reporting entity**

The financial statements presented here are for the reporting entity The Ranfurly Trust. The Ranfurly Trust is incorporated as a trust under the Charitable Trust Act 1957. The Trust is not a reporting entity in terms of the Financial Reporting Act 1993. These financial statements have been prepared in accordance with the trust deed dated 16 July 1999.

##### **Measurement base**

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical basis are followed by the Trust, with the exception that certain fixed assets have been revalued.

These financial statements are a special purpose report prepared for members of the Trust Board. They may not be fully in accordance with all applicable financial reporting standards.

The information is presented in New Zealand dollars.

##### **Specific accounting policies**

The following specific accounting policies which materially affect the measurement of financial performance and the financial position have been applied:

**a) Revenue**

Revenue is measured at the fair value of the consideration received or receivable.

Fair value is the actual amount received or receivable.

**b) Investments**

The shares in Ranfurly Veteran Care Limited are stated at cost.

**c) Land and Buildings**

Land and Buildings are valued at cost or valuation less accumulated depreciation. Land and buildings were last revalued on 30/09/2000.

**d) Depreciation**

Depreciation has been calculated to allocate the cost or valuation of assets over their estimated useful life as follows:

|           |          |
|-----------|----------|
| Buildings | 80 years |
|-----------|----------|

**e) Receivables**

Receivables are stated at their estimated realisable value.

**f) Income tax**

The Trust has charitable status and is exempt from income tax.

## **The Ranfurly Trust**

### **Notes to the Financial Statements For The Year Ended 30 September 2012**

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#### **Specific accounting policies (continued)**

##### **g) Goods and services tax**

The financial statements have been prepared on a GST exclusive basis with the exception of creditors.

#### **Changes in accounting policies.**

There have been no changes to accounting policies. All policies have been applied on bases consistent with those used in the prior year

#### **2. Property, plant and equipment**

|           | <b>Cost/Val'n</b> | <b>Accum Dep'n</b> | <b>This Year<br/>Book Value</b> | <b>Last Year<br/>Book Value</b> |
|-----------|-------------------|--------------------|---------------------------------|---------------------------------|
|           | <b>\$</b>         | <b>\$</b>          | <b>\$</b>                       | <b>\$</b>                       |
| Land      | 1,167,020         | -                  | 1,167,020                       | 1,167,020                       |
| Buildings | 3,460,352         | 733,099            | 2,727,253                       | 2,781,788                       |
|           | <u>4,627,372</u>  | <u>733,099</u>     | <u>3,894,273</u>                | <u>3,948,808</u>                |

#### **3. Donations & Grants**

|                  | <b>This Year</b> | <b>Last Year</b> |
|------------------|------------------|------------------|
| Donations        | 6,778            | 19,496           |
| Government Grant | -                | 200,000          |
|                  | <u>6,778</u>     | <u>219,496</u>   |

#### **4. Ground Rental**

The Trust has granted Ranfurly Village Ltd a lease of the the land at Mt Albert Road. The initial ground rental per the lease agreement for year 1 is \$101,562. Ground rental commenced 1 October 2011. Ground rental for year 2 is set at \$152,344, and annual rental until the first review date is set at \$203,125 pa. The first review date is the seventh anniversary of the commencement date, 1 October 2011. The term of the lease is 100 years.

#### **5. Ranfurly Veterans' Home and Hospital**

Ranfurly Care Limited purchased the Ranfurly Veterans' Home and Hospital business and took possession on 30 September 2012.