

New Zealand Grasslands Association (Inc)

Financial Report

**For the Period Ended
31 July 2007**

New Zealand Grasslands Association (Inc)

**Financial Statements
For the Period Ended 31 July 2007**

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New Zealand Grasslands Association (Inc)

Chartered Accountants' Statement For the Period Ended 31 July 2007

Methodology

Using information that you have provided, we have compiled the financial statements of New Zealand Grasslands Association (Inc) for the period ended 31 July 2007.

The financial statements are prepared in accordance with the NZ Institute of Chartered Accountants, Service Engagement Standard No.2 which specifies mandatory standards that apply to all members and firms who undertake engagements to compile financial information.

Additional information detailing the Accounting Policies used is contained in the accompanying notes to these Financial Statements.

Responsibilities

The objective of a compilation engagement is to apply procedures involving the use of accounting expertise to present financial information. We have prepared these Financial Statements exclusively for your benefit.

You are responsible for ensuring that the Financial Statements meet your needs and that the methods applied are appropriate for the purpose that the Financial Statements have been prepared.

No audit or review engagement undertaken

A compilation is limited to the collection, classification and summarisation of financial information supplied by the client. A compilation does not involve the verification of that information. We have not carried out an audit or a review assignment on the financial statements and therefore, neither we nor any of our employees accept any responsibility or liability for the accuracy of the information from which the financial statements have been prepared.

Further, the financial statements have been prepared at the request of and for the purpose of the client only and neither we nor any of our employees accept any responsibility on any ground whatever, including liability in negligence, to any other person, and any reliance on these financial statements by such a person is entirely the decision, responsibility and at the risk of that person.

Grant Thornton Otago Limited
Chartered Accountants
Dunedin

14 November 2007

New Zealand Grasslands Association (Inc)

Society Directory as at 31 July 2007

Nature of Business:	To facilitate the transfer of pastoral technology from the lab to the farm
Business Location:	Dunedin
IRD Number:	11-791-875
Date of Incorporation:	14 February 1951
Registered Office:	14 Blacks Road, North East Valley Dunedin
President:	Dr John Caradus
Vice President:	Mr Pat Garden
Executive Secretary:	Mr Ross White
Bankers:	Bank of New Zealand
Accountants:	Grant Thornton Otago Limited Level 7, Radio Otago House 248 Cumberland Street Dunedin
Auditors:	Clarke Craw & Partners 2 Clarke Street Dunedin

New Zealand Grasslands Association (Inc)

**Publication Trading Account
For the Period Ended 31 July 2007**

	\$	This Year \$	Last Year \$
Income			
Sales		15,306	10,301
Less: Cost of Goods Sold			
Opening Stock	34,204		36,623
NZ Grasslands Share of Revenue	-		5,000
CD Production	-		55
Publications	9,795		4,255
	<u>43,999</u>		<u>45,933</u>
Closing Stock	28,104		34,204
	<u> </u>		<u> </u>
Cost of Goods Sold		15,895	11,729
		<u> </u>	<u> </u>
		(589)	(1,428)
		<u> </u>	<u> </u>

New Zealand Grasslands Association (Inc)

Statement of Financial Performance For the Period Ended 31 July 2007

	Note	\$	This Year \$	Last Year \$
Operating Income				
Gross Profit/(Loss) From Publications			(589)	(1,428)
Sponsorship - AgResearch			10,000	10,000
Sponsorship - Conference			74,879	24,000
Conference Income			511,088	67,245
Subscriptions			68,791	52,914
Sundry Income			364	1,468
Total Gross Income			<u>664,533</u>	<u>154,199</u>
Less Expenses				
Accountancy Fees		3,491		2,710
Audit Fees		2,000		2,000
Bank Charges		6,738		5,304
Conference Expenses		509,286		50,280
Conference Share of Profit		25,953		-
Executive Expenses		4,651		3,846
Executive Secretary		66,500		48,667
Insurance		1,588		1,588
Interest Expenses		134		47
Legal Fees		525		-
Newsletters		11,425		10,052
Printing, Stationery & Communications		12,470		9,602
Proceedings		17,678		13,703
Promotional Expenses		2,817		-
Subscriptions - Royal Society of NZ		595		617
Travelling Expenses		10,653		7,883
Wages		1,600		1,600
Total Cash Expenses		<u>678,104</u>		<u>157,899</u>
Depreciation		4,255		1,089
Total Expenses			<u>682,359</u>	<u>158,988</u>
Operating Surplus/(Deficit)			(17,826)	(4,789)
Other Income				
Interest Received		12,783		9,599
			<u>12,783</u>	<u>9,599</u>
Net Surplus/(Deficit) Before Tax			(5,043)	4,810
Less Estimated Tax for Year	4		4,603	1,958
Provision For Income Tax, Prior Year Adjustment	4		(330)	-
Net Surplus/(Deficit) After Tax			<u>(9,316)</u>	<u>2,852</u>

New Zealand Grasslands Association (Inc)

**Statement of Movements in Equity
For the Period Ended 31 July 2007**

	\$	This Year \$	Last Year \$
Equity at Start of the Year		95,238	92,386
Net surplus/(deficit) for the year	(9,316)		2,852
Total recognised revenues and expenses for the year		(9,316)	2,852
Equity at End of the Year		85,922	95,238

New Zealand Grasslands Association (Inc)

**Statement of Financial Position
as at 31 July 2007**

	Note	\$	This Year \$	Last Year \$
Equity				
Equity at End of the Year			85,922	95,238
Equity is represented by:				
Current Assets				
BNZ - Cheque Account		58,241		17,974
BNZ - Conference Account		2,246		2,016
BNZ - APBC Account		-		72,725
Accounts Receivable		45,855		1,817
Accrued Interest		-		2,915
Stock on Hand		28,104		34,204
Prepayments		-		57,112
GST Receivable		4,731		
Total Current Assets		139,177		188,763
Non Current Assets				
Investments	3	101,801		294,725
Fixed Assets as per Schedule	2	1,768		3,266
Total Non Current Assets		103,569		297,991
Total Assets			242,746	486,754
Current Liabilities				
Accounts Payable		70,980		15,282
GST Payable				8,507
Taxation Payable	4	4,603		2,081
Australian Plant Breeders Advance		25,876		25,876
Conference Proceeds in Advance		-		333,100
Subscriptions Received in Advance		55,365		6,670
Total Current Liabilities		156,824		391,516
Total Liabilities			156,824	391,516
Net Assets/(Liabilities)			85,922	95,238

Dr John Caradus

_____ President

_____ Date

New Zealand Grasslands Association (Inc)

Notes to the Financial Statements For the Period Ended 31 July 2007

Note 1

Statement of Accounting Policies

Reporting Entity

The financial statements presented here are for the reporting entity New Zealand Grasslands Association (Inc). The financial statements have been prepared in accordance with the Incorporated Societies Act 1908 and generally accepted accounting practice.

Measurement Base

Unless otherwise stated the accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis have been followed.

Audit

These financial statements have been subject to Audit. A copy of the Auditors Report is included at page 3.

Specific Accounting Policies

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

Accounts Receivable are stated at their estimated realisable value. Debts considered uncollectible are written off. There is no other provision for doubtful debts.

Stock on Hand has been valued at the lower of cost or market selling value. Cost is determined using the permitted cost valuation method per the IRD, being either cost, replacement value, or discounted selling price.

The market selling value of stock calculated under tax rules, does not materially differ from net realisable value, calculated under GAAP (FRS4).

Fixed Assets are stated at cost less accumulated depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2004. The depreciation rates used are shown in the Fixed Asset Schedule.

Taxation expense charged against the profit for the year is the estimated total tax for the year in accordance with the taxation return to the Inland Revenue Department.

Investments are valued at cost.

Goods and Services Tax: The Statement of Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of accounts receivables and payables.

Subscriptions: Member subscriptions are accounted for upon receipt, together with an accrual for subscriptions related to the current year expected to be collected.

New Zealand Grasslands Association (Inc)

Notes to the Financial Statements For the Period Ended 31 July 2007

Differential Reporting: The entity qualifies for differential reporting as it is not publicly accountable and the entity does not qualify as a large entity.

The entity has therefore taken advantage of all applicable differential reporting exemptions.

Changes in Accounting Policies

Membership subscriptions have previously been accounted for in the year of membership. Subscriptions allowed for in previous years, but not now expected to be collected have previously been written of as Bad Debts. They are now written back against Subscription Income. The comparatives have been adjusted to comply with the new policy.

The Association has changed balance date from 31 March to 31 July to more accurately reflect trading patterns. As such these accounts are for a 16 Month period from 1 April 2006 to 31 July 2007.

All other accounting policies have been applied on bases consistent with those used in previous years.

Note 2

Fixed Assets

	Cost	Accum Depn.	This Year Book Value	Last Year Book Value
	\$	\$	\$	\$
Plant & Equipment	502	126	376	-
Web Site	6,610	5,218	1,392	3,266
Total Fixed Assets	<u>7,112</u>	<u>5,344</u>	<u>1,768</u>	<u>3,266</u>

Note 3

Investments

	This Year \$	Last Year \$
BNZ - Term Investment 3005	-	47,759
BNZ - Term Investment 3012	45,731	41,394
BNZ - Term Investment 3013	56,070	50,000
BNZ - Term Investment 3015	-	50,572
BNZ - Term Investment 3016	-	105,000
Total Investments	<u>101,801</u>	<u>294,725</u>

New Zealand Grasslands Association (Inc)

Notes to the Financial Statements For the Period Ended 31 July 2007

Note 4

Taxation

	This Year \$	Last Year \$
Net Surplus/(Deficit) for Year	(5,043)	4,810
Estimated Tax on Surplus	4,603	1,958
Balance to Pay/(Refund Due) Current Year	4,603	1,958

Note 5

Capital Reserves

There have been no movements in Capital Reserves this year.

Note 6

Revenue Reserves

The following movements in Revenue Reserves have occurred:

	This Year \$	Last Year \$
Retained Earnings		
Opening Balance	95,238	92,386
Net Income Earned This Year	(9,316)	2,852
Closing Balance	85,922	95,238

Note 7

Capital Commitments

There are no capital commitments at balance date. (2006:\$ Nil)

Note 8

Contingent Liabilities

There are no contingent liabilities at balance date. (2006:\$ Nil)

New Zealand Grasslands Association Inc.
Schedule of Fixed Assets and Depreciation
For The 16 Months Ended 31 July 2007

Description	Purchase Date	Cost	Opening Book Val.	Addition / (Disp.)	Profit / (Loss)	Depn Rate	Depn Mnths	CP=1 DV=2	Depn For Year	Depn To Date	Closing Book Val.
<u>Plant & Equipment</u>											
Web Site	Nov-05	4,355	3,266			60.0%	17	2	2776	3,865	490
Web Site - Additional Functionality	Jul-06			2,255		60.0%	12	2	1353	1,353	902
Quickbooks Software	Mar-07			502		60.0%	5	2	126	126	376
		4,355	3,266	2,757					4,255	5,344	1,768
Total Fixed Assets		4,355	3,266	2,757					4,255	5,344	1,768