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# 2014 Financial Statements

New Zealand Nutrition Foundation

31 March 2014

Prepared by Johnston Associated Chartered Accountants Limited

# Contents

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Directory	3
Audit Report	4
Statement of Financial Performance	5
Statement of Movements in General Funds	6
Statement of Financial Position	7
Depreciation Schedule	8
Notes to the Financial Statements	10

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# Directory

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## New Zealand Nutrition Foundation For the year ended 31 March 2014

### **Nature of Business**

Nutrition Education and Promotion

### **Accountants**

Johnston Associates  
Chartered Accountants Limited  
202 Ponsonby Road  
Ponsonby  
Auckland

### **Auditor**

Moore Stephens Markhams Auckland Audit  
Level 10, 203 Queen Street  
Auckland

### **Bankers**

ANZ Bank  
Takapuna  
Auckland

### **IRD Number**

049-913-028

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The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

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### **INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL OF NEW ZEALAND NUTRITION FOUNDATION Report on the Financial Statements**

We have audited the financial statements of New Zealand Nutrition Foundation (the "foundation") on pages 5 to 15, which comprise the statement of financial position as at 31 March 2014, the statement of financial performance and statement of movements in general funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the council. Our audit has been undertaken so that we might state to the council those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the council, for this report, or for the opinions we have formed.

#### **Council's responsibilities for the Financial Statements**

The council is responsible for the preparation of 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 the council determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibilities**

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 judgement, 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 have no relationship with, or interests in the foundation.

#### **Opinion**

In our opinion, the financial statements on pages 5 to 15 give a true and fair view of the financial position of the fund as at 31 March 2014 and its financial performance for the year ended on that date in accordance with generally accepted accounting practice in New Zealand.

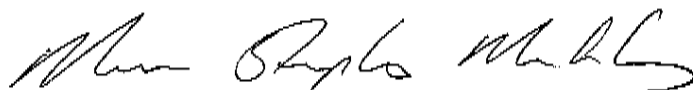
#### **Other Matter**

The financial statements of New Zealand Nutrition Foundation for the year ended 31 March 2013 were audited by another auditor who expressed an unmodified opinion on those statements on 25 June 2013.

#### **Report on Other Legal and Regulatory Requirements**

We have obtained all the information and explanations that we have required.

In our opinion proper accounting records have been kept by New Zealand Nutrition Foundation as far as appears from an examination of those records.



**Moore Stephens Markhams Auckland Audit**  
8 August 2014  
Chartered Accountants  
Auckland, New Zealand

# Statement of Financial Performance

## New Zealand Nutrition Foundation Admin For the 12 months ended 31 March 2014

	Mar-14	Mar-13
<b>Revenue</b>		
Dividends Received	2,989	2,905
Donations Received	40,500	24,146
Interest Received	16,682	17,554
Other Income	-	50
Seminar Income	1,529	-
Sponsorship	10,000	10,130
Subscriptions & Membership	93,705	103,790
<b>Total Revenue</b>	<b>165,406</b>	<b>158,575</b>
<b>Less Expenses</b>		
ACC Levies	604	605
Accountancy Fees	6,024	9,476
Advertising & Marketing	220	1,151
AGM Expenses	7,069	4,698
Audit Fees	3,800	3,500
Bank Fees & Charges	536	572
Computer Expenses	1,617	1,065
Contract Work	20,285	17,964
Depreciation	1,724	2,343
Donations	500	-
Fundraising	-	14,495
General Expenses	145	671
Insurance	2,657	2,570
Light, Power, Heating	1,305	1,513
Loss on Sale of Fixed Assets	-	1,308
Low Cost Assets (<\$500)	-	725
Postage, Printing & Stationery	6,264	6,590
Rent	20,523	21,076
Seminar Expenses	1,125	586
Staff Training	509	1,576
Subscriptions & Licences	2,039	1,892
Telephone, Tolls & Internet	2,597	2,427
Travel & Accommodation	1,517	900
Wages & Salaries	103,008	114,368
Website Expenses	1,963	5,398
<b>Total Expenses</b>	<b>186,031</b>	<b>217,471</b>
<b>Net Surplus (Deficit)</b>	<b>(20,626)</b>	<b>(58,896)</b>

The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

# Statement of Movements in General Funds

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## New Zealand Nutrition Foundation As at 31 March 2014

	31 Mar 2014	31 Mar 2013
<b>General Funds</b>		
Opening Balance	369,868	428,763
<b>Plus Movement for the year</b>		
Current Year Earnings	(20,626)	(58,896)
<b>Total Movement for the year</b>	<b>(20,626)</b>	<b>(58,896)</b>
<b>Total General Funds</b>	<b>349,242</b>	<b>369,868</b>

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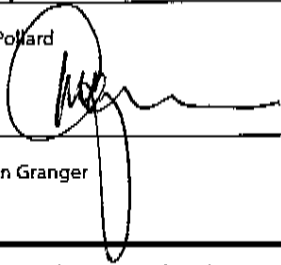
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# Statement of Financial Position

## New Zealand Nutrition Foundation As at 31 March 2014

	31 Mar 2014	31 Mar 2013
<b>Assets</b>		
<b>Current Assets</b>		
Accounts Receivable	28,750	40,345
Accrued Interest	1,632	1,922
ANZ Bank 00 Account	52,058	43,781
Current Investments	363,816	423,986
<b>Total Current Assets</b>	<b>446,256</b>	<b>510,033</b>
<b>Non Current Assets</b>		
Fixed Assets as per Schedule	2,983	2,648
Term Investments	54,143	75,007
<b>Total Non Current Assets</b>	<b>57,126</b>	<b>77,656</b>
<b>Total Assets</b>	<b>503,382</b>	<b>587,689</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	14,077	10,636
GST	2,511	6,103
Holiday Pay Accrued	5,432	5,538
Income Received In Advance	-	5,458
Projects	132,120	190,086
<b>Total Current Liabilities</b>	<b>154,140</b>	<b>217,821</b>
<b>Total Liabilities</b>	<b>154,140</b>	<b>217,821</b>
<b>Net Assets</b>	<b>349,242</b>	<b>369,868</b>
<b>Equity</b>		
Accumulated Funds	19,242	39,868
Salary Endowment Fund	330,000	330,000
<b>Total Equity</b>	<b>349,242</b>	<b>369,868</b>

Approved on behalf of the Board of the New Zealand Nutrition Foundation.

 CEO Date 8/8/2014  
 Sue Pollard  
 Treasurer Date 8/8/2014  
 Logan Granger

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# Depreciation Schedule

## New Zealand Nutrition Foundation 1 April 2013 to 31 March 2014

Name	Cost	Rate	Purchased	Disposed	1-Apr-13	Purchases	Depreciation	Disposals	Accum Dep	31-Mar-14
<b>Office Furniture &amp; Equipment</b>										
Additional Software	300	50.0%SL	31 Mar 2009		-	-	-	-	300	-
Backup System & UPS	540	50.0%SL	31 Mar 2009		-	-	-	-	540	-
Bookcase	633	16.7%SL	31 Mar 2009		-	-	-	-	633	-
Brother MFC8800DN Printer	1,048	40.0%DV	30 Jan 2011		340	-	136	-	844	204
Cabinets	2,479	14.4%DV	31 Mar 2009		177	-	25	-	2,328	151
Filing Cabinet	409	20.0%DV	31 Mar 2009		6	-	1	-	404	5
Filing Cabinet	191	14.4%DV	31 Mar 2009		14	-	2	-	179	12
HP Computer & Screen (2)	4,711	50.0%DV	14 Jun 2011		1,374	-	687	-	4,024	687
HP Probook	2,130	50.0%DV	14 Jun 2011		621	-	311	-	1,819	311
Miscellaneous Office Equipment	5,686	20.0%DV	31 Mar 2009		22	-	4	-	5,669	17
Notebook	2,059	50.0%DV	31 Oct 2013		-	2,059	515	-	515	1,544
Office Furniture	3,387	20.0%DV	31 Mar 2009		16	-	3	-	3,374	13
Software	204	50.0%SL	31 Mar 2009		-	-	-	-	204	-
Symantec External Drive	268	50.0%DV	14 Jun 2011		78	-	39	-	229	39

MOORE STEPHENS  
MARKHAMS

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# Depreciation Schedule

Name	Cost	Rate	Purchased	Disposed	1-Apr-13	Purchases	Depreciation	Disposals	Accum Dep	31-Mar-14
Total Office Furniture & Equipment	24,044				2,648	2,059	1,724	-	21,061	2,983
Total	24,044				2,648	2,059	1,724	-	21,061	2,983

MOORE STEPHENS  
MARKHAMS

The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

# Notes to the Financial Statements

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## New Zealand Nutrition Foundation For the year ended 31 March 2014

### 1. Reporting Framework

New Zealand Nutrition Foundation is registered under the Charitable Trusts Act 1957.

New Zealand Nutrition Foundation is involved in the business of nutrition education and promotion.

### Statement of Compliance and Basis of Preparation

The Financial Statements of New Zealand Nutrition Foundation have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP).

New Zealand Nutrition Foundation qualifies for differential reporting as it is not publicly accountable and is not large as defined in the Framework for Differential Reporting. New Zealand Nutrition Foundation has taken advantage of all available differential reporting exemptions.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on an historical cost basis are followed by New Zealand Nutrition Foundation. The information is presented in New Zealand dollars.

### Specific Accounting Policies

The following specific accounting policies, which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

#### Revenue

Revenue is recognised when earned and is reported in the financial period to which it relates.

#### Trade Receivables

Trade Receivables are recognised at estimated realisable value.

#### Property, Plant and Equipment

Property, Plant & Equipment are recognised at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

Office Furniture & Equipment, 16.67% - 50% Straight Line  
Office Furniture & Equipment, 14.4% - 50% Diminishing Value

#### Income Tax

New Zealand Nutrition Foundation is an approved charitable organisation recognised by the Inland Revenue Department. As such, it is exempt from income tax on income derived for charitable purposes.

#### Investments

Investments are stated at cost.

#### Lease Payments

Lease payments under operating leases are charged as expenses in the periods in which they are incurred.

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# Notes to the Financial Statements

## Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

## Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

## 2. Current Investments

			2014	2013
	Maturity	Interest Rate	\$	\$
ANZ Bank - 25 Account	-	-	60,647	132,054
ANZ Bank - Term Deposit 1020	3 Jul 2014	3.75%	30,000	30,000
ANZ Bank - Term Deposit 1023	27 Sep 2014	4.10%	149,716	143,588
ANZ Bank - Term Deposit 1024	1 October 2014	4.10%	123,453	118,344
Total Current Investments			363,816	423,986

## 3. Property, Plant & Equipment

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
	\$	\$	\$	\$
<b>Property, Plant &amp; Equipment 2014</b>				
Office Furniture & Equipment	24,044	1,724	21,061	2,983
Total Property, Plant & Equipment	24,044	1,724	21,061	2,983

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
	\$	\$	\$	\$
<b>Property, Plant &amp; Equipment 2013</b>				
Office Furniture & Equipment	21,986	2,343	19,337	2,649
Total Property, Plant & Equipment	21,986	2,343	19,337	2,649

The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

# Notes to the Financial Statements

## 4. Term Investments

			2014	2013
Shares	No. of Shares	Market Value	\$	\$
Westpac Investments	1,000	36,919	17,260	17,260
Kiwi Income Property	11,418	12,788	11,883	11,883
Total Shares			29,143	29,143

			2014	2013
Bonds	Maturity	Interest Rate	\$	\$
Bank of New Zealand 8.56%	27 May 2013	8.56%	-	20,864
Fonterra Co-operative Group Ltd	10 Mar 2015	7.75%	25,000	25,000
Total Bonds			25,000	45,864

Total Term Investments			54,143	75,007
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## 5. Fund

	2014	2013
	\$	\$
<b>Salary Endowment Fund</b>		
Opening Balance	330,000	330,000
Movements for the period	-	-
Closing Balance	330,000	330,000
<b>Total Fund</b>	<b>330,000</b>	<b>330,000</b>

### 5.1 Donations Received

During the year, the New Zealand Nutrition Foundation received a donation of \$10,000 from ASB Community Trust for running a Senior Chef programme, as part of the Committee for Healthy Ageing Project (CHA) project. The Foundation also received a donation of \$5,000 from Infinity Foundation towards nutritionist salary.

## 6. Operating Lease Commitments

	2014	2013
	\$	\$
Current	20,523	20,523
Term	3,421	23,944

The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

# Notes to the Financial Statements

<b>Total Operating Lease Commitments</b>	<b>23,944</b>	<b>44,467</b>
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New Zealand Nutrition Foundation has a commitment under a non-cancellable operating lease for the premises at Level 2, 507 Lake Road, Takapuna, Auckland. The lease commenced on 16 May 2007 for an initial term of four years to 16 May 2011. The lease was renewed on 16 May 2011 for a further term of four years and ends 16 May 2015.

## 7. Trademark

New Zealand Nutrition Foundation has incurred costs of \$369,820 in developing the Emark trademark. There is no income generated directly from this asset and therefore the intangible asset has not been capitalised.

## 8. Contingent Liabilities

New Zealand Nutrition Foundation has no contingent liabilities as at 31 March 2014 (Last Year: \$Nil).

## 9. Capital Commitments

New Zealand Nutrition Foundation has no capital commitments at 31 March 2014 (Last Year: \$Nil).

## 10. Current Projects

The following projects were not completed as at 31 March 2014 and therefore the balances represent monies held to cover future expenditure:

<b>Youthtown</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>Income</b>		
Transfer from Food Week 2013 Project	117,725	-
<b>Total Income</b>	<b>117,725</b>	<b>-</b>
<b>Expenses</b>		
Contract Work	35,976	-
Equipment Hire	245	-
General Expenses	1,005	-
Postage, Printing & Stationery	2,012	-
Travel Expenses	3,871	-
Wages & Salaries	18,000	-
<b>Total Expenses</b>	<b>61,109</b>	<b>-</b>
<b>Balance to C/Fwd from Youthtown</b>	<b>56,616</b>	<b>-</b>

The financial statements have been prepared from information supplied by the client and has been subject to an audit. They are to be read in conjunction with the accompanying notes.

# Notes to the Financial Statements

<b>Food Week 2014</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>Income</b>		
Sponsorship	44,000	-
<b>Total Income</b>	<b>44,000</b>	<b>-</b>
<b>Expenses</b>		
Postage, Printing & Stationery	863	-
<b>Total Expenses</b>	<b>863</b>	<b>-</b>
<b>Balance to C/Fwd from Food Week 2014</b>	<b>43,138</b>	<b>-</b>

<b>Food Week 2013</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>Income</b>		
Donations Received	-	118,250
Sponsorship	5,000	54,000
Surplus B/Fwd from Food Week 2013	171,725	-
Less: Transfer to Youthtown Project	(117,725)	-
Surplus B/Fwd from Food Week 2012	8,490	-
<b>Total Income</b>	<b>67,490</b>	<b>172,250</b>
<b>Expenses</b>		
Advertising & Marketing	248	525
Computer Expenses	5,200	-
Contract Work	13,062	-
Donations	6,375	-
General Expenses	2,892	-
Postage, Printing & Stationery	1,329	-
Telephone, Tolls & Internet	139	-
Travel Expenses	122	-
Wages & Salaries	18,000	-
Website Expenses	450	-
<b>Total Expenses</b>	<b>47,817</b>	<b>525</b>
<b>Balance to C/Fwd from Food Week 2013</b>	<b>19,673</b>	<b>171,725</b>

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# Notes to the Financial Statements

<b>Committee for Healthy Ageing</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>Income</b>		
Donations Received	10,000	-
Surplus B/Fwd from previous years	2,588	4,939
<b>Total Income</b>	<b>12,588</b>	<b>4,939</b>
<b>Expenses</b>		
Contract Work	4,511	1,275
General Expenses	427	31
Postage, Printing & Stationery	401	8
Rent	402	-
Telephone, Tolls & Internet	201	257
Travel Expenses	230	468
Website Expenses	56	312
<b>Total Expenses</b>	<b>6,228</b>	<b>2,351</b>
<b>Balance to C/Fwd from Committee for Healthy Ageing</b>	<b>6,360</b>	<b>2,588</b>
<b>Emark Project</b>	<b>2014</b>	<b>2013</b>
	\$	\$
<b>Income</b>		
Surplus B/Fwd from previous years	7,283	8,436
<b>Total Income</b>	<b>7,283</b>	<b>8,436</b>
<b>Expenses</b>		
Advertising, Marketing & Research Expenses	-	304
Website Development	949	849
<b>Total Expenses</b>	<b>949</b>	<b>1,153</b>
<b>Balance to C/Fwd from Emark Project</b>	<b>6,333</b>	<b>7,283</b>
<b>Total Projects</b>	<b>132,120</b>	<b>190,086</b>

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