

**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

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**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**

**STATEMENT OF FINANCIAL PERFORMANCE**  
**FOR YEAR ENDED 31 DECEMBER 2012**

	NOTE	2012 \$	2011 \$
<b>REVENUE</b>			
Membership fees		68,020	65,163
Trade service fees		152,173	107,169
German trade fair promotion		63,841	108,903
German trade representative funding		106,906	183,209
Oktoberfest income		47,545	53,146
Interest		2,569	1,466
Other income		116,975	43,236
Association Functions Income		1,918	7,605
Business guide		19,313	27,757
<b>TOTAL OPERATING REVENUE</b>		<b>579,260</b>	<b>597,654</b>
<b>EXPENSES</b>			
Association functions		3,525	4,806
Audit fees		6,306	8,140
Bad debts		-	1,350
Bank charges		2,812	2,585
Depreciation	2	11,317	18,972
Exchange fluctuations		(2,300)	1,844
Maintenance - equipment		2,735	3,395
Maintenance H/W and S/W		25,461	34,616
Oktoberfest expenses		44,528	55,994
Other administration expenses		66,531	35,844
Premises – rent & rates		19,920	19,317
Trade enquiry expenses		132,737	144,229
Salaries & management fees		179,628	143,553
Trade fair promotion expenses		63,767	108,903
Business guide expenses		23,417	21,732
<b>TOTAL EXPENSES</b>		<b>580,384</b>	<b>605,280</b>
<b>NET DEFICIT BEFORE TAXATION</b>		<b>(1,124)</b>	<b>(7,626)</b>
Taxation expense		440	81
<b>NET DEFICIT AFTER TAXATION</b>		<b>(1,564)</b>	<b>(7,707)</b>

The notes on pages 6 to 8 form part of and are to be read in conjunction  
with these financial statements.

**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC****STATEMENT OF MOVEMENTS IN EQUITY**  
**FOR YEAR ENDED 31 DECEMBER 2012**

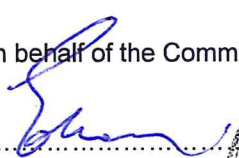
	<b>2012</b>	<b>2011</b>
	<b>\$</b>	<b>\$</b>
Accumulated funds at beginning of year	57,868	65,575
	-----	-----
Net deficit for the year	(1,564)	(7,707)
	-----	-----
Total recognised revenues and expenses for year	(1,564)	(7,707)
	-----	-----
<b>Accumulated funds at end of year</b>	<b>56,304</b>	<b>57,868</b>
	=====	=====

The notes on pages 6 to 8 form part of and are to be read in conjunction with these financial statements.

**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC****STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2012**

	NOTE	2012	2011
		\$	\$
<b>CURRENT ASSETS</b>			
ASB Bank – Cheque account		12,323	11,516
ASB Bank – Call account		50,287	70,219
ASB Bank – Euro account		2,003	2,003
Deutsche bank		15,508	42,073
Accounts receivable		35,203	76,010
GST receivable		10,834	0
Taxation receivable		15	322
Cash on hand		410	410
Prepayments		16,694	21,730
		<u>143,277</u>	<u>224,283</u>
<b>FIXED ASSETS</b>	2	<u>30,794</u>	<u>27,112</u>
<b>TOTAL ASSETS</b>		<u>174,071</u> =====	<u>251,395</u> =====
<b>CURRENT LIABILITIES</b>			
Accounts payable		45,883	43,004
Deferred income and other payables		26,400	96,284
Accruals		34,254	35,602
PAYE clearing account		2,666	2,264
GST payable		0	3,580
Accrued trade fair commission		8,564	12,793
<b>TOTAL CURRENT LIABILITIES</b>		<u>117,767</u>	<u>193,527</u>
<b>ACCUMULATED FUNDS</b>		<u>56,304</u>	<u>57,868</u>
		<u>174,071</u> =====	<u>251,395</u> =====

Signed on behalf of the Committee

  
 .....  
 President

21-05-2013

 .....  
 Date


The notes on pages 6 to 8 form part of and are to be read in conjunction with these financial statements.

**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

**1. STATEMENT OF ACCOUNTING POLICIES**

**1.1 Reporting Entity**

New Zealand German Business Association Inc. (Association) is incorporated under the Incorporated Societies Act 1908.

**1.2 Measurement Base**

These financial statements are prepared in accordance with the generally accepted accounting practices as outlined in New Zealand Financial Reporting Standards.

The general accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis are followed by the Association. Accrual accounting has been used to match revenue and expenses.

These accounts are presented in New Zealand dollars, which is the functional and presentation currency of the Association.

**1.3 Specific Accounting Policies**

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

i) **Foreign Currencies**

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date foreign monetary assets and liabilities are translated at the closing rate and variations arising from these translations are included in the Statement of Financial Performance.

ii) **Accounts Receivable**

Accounts receivable are stated at their estimated realisable value.

iii) **Taxation**

The Association is liable for taxation on all interest earnings in excess of \$1,000.

iv) **Fixed Assets**

Fixed assets acquired are stated at cost. Depreciation has been calculated using the diminishing value method using the following rates:

Furniture & fittings	20% DV
Office equipment	48% DV
Computer Equipment	48% DV

v) **Goods and Services Tax**

The financial statements have been prepared on a GST exclusive basis except for accounts receivable and accounts payable which are stated GST inclusive.

vi) **Differential Reporting**

As the Association is not publicly accountable and is not large, it qualifies for differential reporting. The Association has chosen to take advantage of all exemptions available under differential reporting.

vii) **Leases**

Operating lease payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are included in the determination of the operating surplus in equal instalments over the lease term.



**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR 31 DECEMBER 2012****1.3 Specific Accounting Policies (continue)****viii) Income Recognition**

Operating revenue is recognised when the goods and services are provided. Membership income is recorded as deferred income when received, and is recognised as income on a straight line basis over the duration of the membership. Grant with conditions attached is recognised when the requirements of the conditions are satisfied. Grants that do not meet specific conditions are recognised as a deferred income at balance date until the conditions are met.

**1.4 Changes In Accounting Policies**

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those used in the previous year.

**2. FIXED ASSETS**

	<b>2012</b>	<b>2011</b>
	<b>\$</b>	<b>\$</b>
Office equipment – at cost	24,728	24,728
Less: Accumulated depreciation	24,400	24,098
	<u>328</u>	<u>630</u>
Written down value		
Furniture & fittings – at cost	26,328	26,328
Less: Accumulated depreciation	21,482	20,270
	<u>4,846</u>	<u>6,058</u>
Written down value		
Computer equipment – at cost	49,684	49,684
Less: Accumulated depreciation	39,064	29,260
	<u>10,620</u>	<u>20,424</u>
Written down value		
Leasehold improvement – at cost	15,000	-
Less: Accumulated depreciation	-	-
	<u>15,000</u>	<u>-</u>
Written down value		
<b>Total Written Down Value</b>	<b><u>30,794</u></b>	<b><u>27,112</u></b>
<b>Depreciation</b>		
Office equipment	303	582
Furniture & fittings	1,212	1,234
Computer equipment	9,802	17,156
	<u>11,317</u>	<u>18,972</u>
<b>Total Depreciation</b>	<b><u>11,317</u></b>	<b><u>18,972</u></b>

**NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR 31 DECEMBER 2012**

**3. OPERATING LEASE COMMITMENTS**

At balance date the Association had the following operating lease commitments:

	<b>2012</b>	<b>2011</b>
	<b>\$</b>	<b>\$</b>
Current	6,000	6,000
Non-current	-	-
	-----	-----
	6,000	6,000
	=====	=====

During the year ended 31 December 2012, \$14,584 (2011: \$12,000) was recognised as an expense in the Statement of Financial Performance in respect of operating leases.

**4. CONTINGENT LIABILITIES**

There are no contingent liabilities as at 31 December 2012 (2011:\$Nil).

**5. CAPITAL COMMITMENTS**

The Association has no capital commitments at 31 December 2012 (2011:\$Nil).