

The New Zealand Credit & Finance Institute Incorporated
Financial Reports
For the Year Ended 30th June 2019

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The New Zealand Credit & Finance Institute Incorporated
Statement of Financial Performance
For the Year ended 30th June 2019

	2019	2018
	\$	\$
REVENUE		
Subscriptions	31,000	31,181
Members' Meetings	32,092	26,889
Seminars	6,430	7,824
Sponsorship	10,870	15,000
National Conference	-	81,300
Total Sales	80,392	162,194
GROSS SURPLUS FROM TRADING	80,392	162,194
SUNDRY INCOME		
Interest Received	2,337	2,216
Total Income	82,729	164,410
Less Expenses		
Accountancy Fees	1,150	1,050
Annual General Meetings	534	-
Audit Fees	4,200	3,675
Bank Charges	1,219	2,260
Board Expenses	3,009	4,403
Committee Expenses	1,343	651
Conference Expenses	-	62,873
Credit Awards	-	1,710
General Expenses	1,286	1,066
Marketing	2,040	2,170
Members' Meetings	31,538	28,161
Peter Win Scholarship	-	870
Printing, Stamps & Stationery	510	511
Promotional Printing	63	959
Secretarial & Branch Committee	43,000	43,000
Seminars	1,591	4,914
Telephone, Tolls & Internet	1,862	1,988
Website Hosting	238	783
Website Expenses	2,437	717
Total Expenses	96,020	161,761
Net Deficit Before Depreciation	(13,291)	2,649
Less Depreciation		
Depreciation as per Schedule	817	1,635
OPERATING SURPLUS/(DEFICIT)	(14,108)	1,014
NET SURPLUS/(DEFICIT)	(\$14,108)	\$1,014



The New Zealand Credit & Finance Institute Incorporated
Statement of Changes in Equity
For the Year Ended 30th June 2019

	<i>2019</i>	<i>2018</i>
	\$	\$
EQUITY AT START OF YEAR	114,050	113,036
PROFIT & REVALUATIONS		
Loss after Tax	<u>(14,108)</u>	<u>1,014</u>
Total Recognised Income & Expenses	(14,108)	1,014
OTHER MOVEMENTS		
EQUITY AT END OF YEAR	<u><u>\$99,942</u></u>	<u><u>\$114,050</u></u>
 MOVEMENTS IN RETAINED EARNINGS		
Retained Earnings at start of year	114,050	113,036
Net Loss	<u>(14,108)</u>	<u>1,014</u>
Retained Earnings at End of Year	99,942	114,050
	<u><u>\$99,942</u></u>	<u><u>\$114,050</u></u>



The New Zealand Credit & Finance Institute Incorporated

Balance Sheet

As at 30th June 2019

	2019	2018
	\$	\$
CURRENT ASSETS		
ASB Bank Cheque Account	29,415	30,017
Investment Accounts	70,250	70,250
ASB Bank - 50 Account	4,827	4,822
Undeposited Funds	290	164
GST refund due	847	457
Accounts Receivable	8,872	5,750
Accrued Interest	961	897
Prepayments	8,540	-
Total Current Assets	<u>124,002</u>	<u>112,357</u>
NON-CURRENT ASSETS		
Property, plant & equipment	817	1,634
Accounts Receivable	-	1,784
Total Non-Current Assets	<u>817</u>	<u>3,418</u>
TOTAL ASSETS	<u>124,819</u>	<u>115,775</u>
CURRENT LIABILITIES		
ASB Bank Visa	396	1,725
Accounts Payable	5,221	-
Subscriptions in Advance	310	-
Conference Income in Advance	18,950	-
Total Current Liabilities	<u>24,877</u>	<u>1,725</u>
TOTAL LIABILITIES	<u>24,877</u>	<u>1,725</u>
NET ASSETS	<u><u>\$99,942</u></u>	<u><u>\$114,050</u></u>
Represented by;		
EQUITY		
Share capital	-	-
Retained Earnings	99,942	114,050
TOTAL EQUITY	<u><u>\$99,942</u></u>	<u><u>\$114,050</u></u>

The accompanying notes form part of these Financial Statements and should be read in conjunction with the reports contained herein.

For and on behalf of the Board ;

 9/9/2019

Date



The New Zealand Credit & Finance Institute Incorporated

Notes to the Financial Statements

For the Year Ended 30th June 2019

1. STATEMENT OF ACCOUNTING POLICIES

These financial statements are for The New Zealand Credit & Finance Institute Incorporated. ("the Society")

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Society.

These financial statements are of special purpose and have been prepared for taxation purposes on the principles contained in the Income Tax Act 2007 and internal management purposes.

The accounting policies adopted are not in conformity with generally accepted accounting practice. Accordingly, the financial statements should only be relied on for the expressly stated purpose.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(a) Property, Plant & Equipment

The Society has the following classes of Property, Plant & Equipment;
Office Equipment

All property, plant & equipment except for land is stated at cost less depreciation.

Depreciation has been calculated in accordance with rates permitted under the Income Tax Act 2007.

(b) Goods & Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(c) Income Tax

The New Zealand Credit and Finance Institute Incorporated is only subject to Income Tax on Income over \$1,000.00 derived from outside the circle of Membership.



The New Zealand Credit & Finance Institute Incorporated

Depreciation Schedule

For the Year ended 30th June 2019

Asset	Private Use	Cost Price	Book Value 01/07/2018	Additions Disposals	Gain/Loss on Disposal	Capital Profit	Mth Rate	--- Depreciation --- \$	Accum Deprec 30/06/2019	Book Value 30/06/2019
OFFICE EQUIPMENT										
Website Development		9,809	1,634				12.50.0% DV	817	8,992	817
Sub-Total		9,809	1,634					817	8,992	817
TOTAL		9,809	1,634					817	8,992	817



NOTE: This Statement is to be read in conjunction with the audit report set out on the accompanying page.

The New Zealand Credit & Finance Institute Incorporated

Notes to the Financial Statements

For the Year Ended 30th June 2019

(d) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to The New Zealand Credit & Finance Institute Incorporated, revenue can be measured reliably and that there are no further significant costs to be incurred. Subscription and Sponsorship revenue is recognised as it is billed. Revenue from Member Meeting, Seminars and the National Conference is recognised as the service is provided to the Society.

(e) Receivables

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

2. AUDIT

These financial statements have been subject to audit, please refer to Auditor's Report.

3. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2018:\$0). The New Zealand Credit & Finance Institute Incorporated has not granted any securities in respect of liabilities payable by any other party whatsoever.

4. OPERATING INCOME

	2019	2018
	\$	\$
Sales	80,392	162,194
Interest Received	<u>2,337</u>	<u>2,216</u>
Total Other Income	<u>2,337</u>	<u>2,216</u>
Total Operating Income	<u><u>82,729</u></u>	<u><u>164,410</u></u>

5. RELATED PARTIES

There were no transactions with related parties requiring disclosure with the exception that Administration Fees of \$43,000.00 have been paid to Owen Goodwin for the year ending 30 June 2019 (2018 \$52,000.00 - Including \$9000.00 for running of the National Conference)



The New Zealand Credit & Finance Institute Incorporated
Notes to the Financial Statements
For the Year Ended 30th June 2019

6. PROPERTY, PLANT & EQUIPMENT

	<i>2019</i>	<i>2018</i>
	\$	\$
Office Equipment		
At cost	9,809	9,809
Less accumulated depreciation	<u>(8,992)</u>	<u>(8,175)</u>
	<u>817</u>	<u>1,634</u>
Current year depreciation	<u>817</u>	<u>1,635</u>
	<u>817</u>	<u>1,635</u>
Total Property, Plant & Equipment	<u><u>\$817</u></u>	<u><u>\$1,634</u></u>
Total Depreciation for the year	<u><u>\$817</u></u>	<u><u>\$1,635</u></u>

7. COMMITMENTS

The New Zealand Credit & Finance Institute Incorporated had no operating Lease or Capital Commitments as at 30 June 2019 (2018 \$0)

The New Zealand Credit & Finance Institute Incorporated has a contractual obligation for future Conference expenditure of \$4,000.00 as at 30 June 2019 (2018 \$0)



INDEPENDENT AUDITOR'S REPORT**To the Members of the New Zealand Credit & Finance Institute Incorporated****Opinion**

We have audited the financial statements of the New Zealand Credit & Finance Institute Incorporated ("the Society") on pages 1 to 7, which comprise the balance sheet as at 30 June 2019, the statement of financial performance and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Society for the year ended 30 June 2019 are prepared, in all material respects, in accordance with the accounting policies set out in Note 1 of the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Society.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution

We draw attention to Note 1 to the financial statements which describes the basis of accounting. The financial statements are prepared for taxation purposes on the principles contained in the Income Tax Act 2007 and internal management purposes. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Society and should not be distributed to parties other than the Society and its members. Our opinion is not modified in respect of this matter.

Responsibilities of the Board for the Financial Statements

The Board are responsible on behalf of the Society for the preparation of the financial statements in accordance with Note 1 of the financial statements and for such internal control as the Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board are responsible for assessing Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Society's internal control.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Crowe Horwath New Zealand Audit Partnership
CHARTERED ACCOUNTANTS

Dated at Auckland this 11th day of September 2019