

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING
FEDERATION, NGA KAIHOE O AOTEAROA INCORPORATED**
FINANCIAL STATEMENTS
FOR THE 9 MONTHS ENDED
30 JUNE 2008

<u>CONTENTS</u>	Pages
Directory	1
Audit Report	2-3
Statement of Financial Performance	4
Statement of Movements in General Funds	5
Statement of Financial Position	6
Notes to the Financial Statements	7-9

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
NGA KAIHOE O AOTEAROA INCORPORATED
DIRECTORY
AS AT 30 JUNE 2008**

Nature of Activities: To develop, promote and encourage all activities associated with Maori and Polynesian canoes, recognising and understanding the philosophy and cross cultural exchange and sharing amongst the people of the Pacific

Registered Office: 24 Frederick Street
Wainuiomata
Wellington

President: Maggie Greening

Treasurer: Louise Henderson

Secretary: Charmaine Matiaha

Banker: ASB
Auckland

Auditor: UHY Haines Norton (Auckland) Limited
Chartered Accountants
22 Catherine Street
Henderson
Waitakere

AUDIT REPORT

TO THE MEMBERS OF THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION, NGA KAIHOE O AOTEAROA INCORPORATED

We have audited the financial statements on pages 4 to 9. The financial statements provide information about the past financial performance of the Society and its financial position as at 30 June 2008. This information is stated in accordance with the accounting policies set out on pages 7 to 8.

Management's Responsibilities

The Management is responsible for the preparation of financial statements, which fairly reflects the financial position of the Society as at 30 June 2008 and the results of operations for the period ended on that date.

Auditor's Responsibilities

It is our responsibility to express to you an independent opinion on the financial statements presented by the Management.

Basis of Opinion

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. It also includes assessing:

- the significant estimates and judgements made by the Management in the preparation of the financial statements; and
- whether the accounting policies are appropriate to the Society's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards except that our work was limited as explained below. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

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

Fundamental Uncertainty

In forming our audit opinion we have considered the adequacy of the disclosures made in the financial statements concerning the repayment of the current liabilities relating to IVF Fees of \$39,498 and Race Director Fees of \$20,000. Full details of the circumstances relating to this fundamental uncertainty are described in Note 8. Subsequent to balance date management has agreed upon terms of repayment with the Race Director and International Va'a Federation (IVF). The validity of going concern assumption on which the financial statements are prepared depends on the full repayment of these liabilities. If the society were unable to continue in operational existence for the foreseeable future, adjustments may have to be made to reflect the situation that as it may need to be realised other than in the amounts at which they are currently recorded in the balance sheet. In addition, the society may have to provide for further liabilities that might arise, and to reclassify non-current assets and long-term liabilities as current assets and liabilities.

Qualified Opinion

Control Over Revenue

The Society's total revenues of \$235,218 includes cash revenue received from National Sprints of \$180,859, and Secondary School \$35,059. There was no system of control over such revenue on which we could rely for the purpose of our audit and there were no satisfactory audit procedures that we could adopt to confirm independently that all cash sales were properly recorded.

In this respect of the above:

- we have not obtained all the information and explanations that we have required; and,
- we were unable to determine whether proper accounting records have been kept.

In our opinion, except for adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning cash revenue from National Sprints Champs and Secondary School, the financial statements on pages 4 to 9 fairly reflects the results of operations for the 9 months ended on that date.

In our opinion the financial statements on pages 4 to 9 fairly reflects the results of the Society as at 30 June 2008.

Our audit was completed on...*2 February 2010*.....and our qualified opinion is expressed as at that date.

UHY Haines Norton (Auckland) Limited

.....
UHY Haines Norton (Auckland) Limited
Chartered Accountants
Auckland

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
 NGA KAIHOE O AOTEAROA INCORPORATED
 STATEMENT OF FINANCIAL PERFORMANCE
 FOR THE 9 MONTHS ENDED 30 JUNE 2008**

	Note	9 Months 2008 \$	2007 \$
Operating Revenue	3	235,218	298,950
Operating Expenses	4	259,490	282,614
Net Surplus/ (Deficit) for Period		<u><u>(24,272)</u></u>	<u><u>16,336</u></u>

This statement must be read in conjunction with the notes to the financial statements and the auditor's report on pages 2 and 3.

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
 NGA KAIHOE O AOTEAROA INCORPORATED
 STATEMENT OF MOVEMENTS IN GENERAL FUNDS
 FOR THE 9 MONTHS ENDED 30 JUNE 2008**

	Note	9 Months 2008 \$	2007 \$
Net Surplus / (Deficit) for Period		<u>(24,272)</u>	<u>16,336</u>
Total Recognised Revenues and Expenses for the Year		<u>(24,272)</u>	<u>16,336</u>
General Funds at Beginning of Period		10,419	(5,917)
General Funds at End of Period		<u><u>(13,853)</u></u>	<u><u>10,419</u></u>

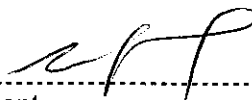
This statement must be read in conjunction with the notes to the financial statements and the auditor's report on pages 2 and 3.

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
 NGA KAIHOE O AOTEAROA INCORPORATED
 STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2008**

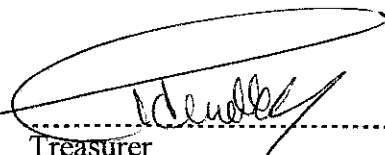
	Note	9 Months 2008 \$	2007 \$
General Funds		<u>(13,853)</u>	<u>10,419</u>
Current Liabilities			
Accounts Payable and Accruals		91,613	66,400
GST Payable		<u>16,915</u>	<u>13,496</u>
Total Current Liabilities		<u>108,528</u>	<u>79,896</u>
Total Funds Employed		<u>94,675</u>	<u>90,315</u>
Non-Current Assets			
Property, Plant and Equipment	5	<u>49,035</u>	<u>59,208</u>
Total Non-Current Assets		<u>49,035</u>	<u>59,208</u>
Current Assets			
Cash and Bank		27,315	29,467
Accounts Receivable and Prepayments		16,685	-
Resident Withholding Tax Refundable		<u>1,640</u>	<u>1,640</u>
Total Current Assets		<u>45,640</u>	<u>31,107</u>
Total Assets		<u>94,675</u>	<u>90,315</u>

For and on behalf of the Board:

Dated: 16/12/09



 President



 Treasurer

This statement must be read in conjunction with the notes to the financial statements and the auditor's report on pages 2 and 3.

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
NGA KAIHOE O AOTEAROA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE 9 MONTHS ENDED 30 JUNE 2008**

1 STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

The New Zealand Maori Polynesian Canoe Sporting Federation, Nga Kaihoe O Aotearoa Incorporated previously known as Nga Kaihoe O Aotearoa New Zealand Maori Polynesian Canoe Sporting Federation Incorporated is an incorporated society under the Incorporated Societies Act 1908. The financial statements have been prepared in accordance with generally acceptable accounting practice.

Measurement Base

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.

Specific Accounting Policies

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

a) Differential Reporting

The New Zealand Maori Polynesian Canoe Sporting Federation, Nga Kaihoe O Aotearoa Incorporated qualifies for differential reporting as set out in the New Zealand Institute of Chartered Accountants Framework for Financial Reporting. The society does not have public accountability and is not large. The New Zealand Maori Polynesian Canoe Sporting Federation, Nga Kaihoe O Aotearoa Incorporated has taken advantage of all applicable exemptions.

b) Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation.

Depreciation is calculated to allocate the cost of assets over their estimated economic useful lives. The rates and methods used are as follows:

Office Equipment	15.60% - 48.00%	Diminishing Value
Plant and Equipment	12.60% - 13.00%	Diminishing Value

c) Goods and Services Tax

The financial statements have been prepared on a GST exclusive basis other than accounts receivables and accounts payables and have been accurately reconciled to the Goods and Services Tax Returns filed with the Inland Revenue Department.

d) Accounts Receivable

Receivables are stated at their estimated realisable value.

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
 NGA KAIHOE O AOTEAROA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE 9 MONTHS ENDED 30 JUNE 2008**

e) Income Tax

The New Zealand Maori Polynesian Canoe Sporting Federation, Nga Kaihoe O Aotearoa Incorporated meets the Inland Revenue Department requirements for charitable status and is exempt from income tax.

f) Changes in Accounting Policies

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

2 COMPARATIVE FIGURES

The comparative figures are taken from financial statements and cover a period of 12 months ending 30 September 2007.

3 GRANTS AND SPONSORSHIP RECEIVED	9 Months 2008	2007
	\$	\$
SkyCity Auckland Grant	-	5,000
Sponsorship - Alcohol Advisory Council	-	11,250
Sponsorship - Water Safety NZ	2,000	2,000
Sponsorship - Others	440	4,556

4 OPERATING EXPENSES	9 Months 2008	2007
	\$	\$
Depreciation	8,649	11,566
Audit Fees	4,500	4,500
Loss on Disposal	1,964	1,328

5 PROPERTY, PLANT AND EQUIPMENT

2008	Cost	Accumulated Depreciation	Assets Written	Book Value
	\$	\$	\$	\$
Office Equipment	32,465	(16,289)	(721)	15,455
Plant and Equipment	49,047	(14,224)	(1,243)	33,580
	<u>81,512</u>	<u>(30,513)</u>	<u>(1,964)</u>	<u>49,035</u>
2007	Cost	Accumulated Depreciation	Assets Written	Book Value
	\$	\$	\$	\$
Office Equipment	31,703	(13,193)	(1,047)	17,463
Plant and Equipment	49,047	(7,020)	(282)	41,745
	<u>80,750</u>	<u>(20,213)</u>	<u>(1,329)</u>	<u>59,208</u>

**THE NEW ZEALAND MAORI POLYNESIAN CANOE SPORTING FEDERATION,
NGA KAIHOE O AOTEAROA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE 9 MONTHS ENDED 30 JUNE 2008**

6 CAPITAL COMMITMENTS

Capital commitments as at 30 June 2008 was \$Nil. (2007 - \$Nil)

7 CONTINGENT LIABILITIES

Contingent liabilities as at 30 June 2008 was \$Nil. (2007 - \$Nil)

8 FUNDAMENTAL UNCERTAINTY

We note that the management is in negotiations with the creditors of the Society for the repayment of the current liabilities from IVF Fees of \$39,498 and Race Director Fees of \$20,000. This liabilities are carried forward from the year 2007.

The management has received confirmation for the delay of payment for race director fees 29 January 2009. However management is presently uncertain as for the repayment terms for IVF fees. Although we note there has been part payment of \$18,054 IVF fees on 23 March 2009 and the outstanding balance is \$21,444 to be paid in 2010.