

**Waikato Medical Research Foundation
(Inc)**

Financial Statements

For the year ended 31 May 2006

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2006

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Waikato Medical Research Foundation (Inc)

Statement of Financial Position

As at 31 May 2006

	2006 \$	2005 \$
Accumulated Funds	1,248,562	1,220,661
<i>Represented by:</i>		
Current Assets		
Westpac	45,379	37,686
Investments		
Cash and Equivalents	331,332	46,851
Fixed Income	708,384	974,468
NZ Shares	165,152	163,456
	<u>1,204,868</u>	<u>1,184,775</u>
Total Assets	1,250,247	1,222,461
Current Liabilities		
Accounts Payable	1,685	1,800
Net assets	\$1,248,562	<u>\$1,220,661</u>

M J Selby
Chairman

12 June 2006

R Baird
Treasurer

12 June 2006

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Waikato Medical Research Foundation (Inc)

Statement of Movements in Equity

For the year ended 31 May 2006

	2006 \$	2005 \$
Accumulated Funds		
Opening balance as at 1 st June 2005	1,220,661	1,186,350
Plus: Net Surplus/(deficit)	27,901	34,311
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Closing Balance as at 31 st May 2006	\$1,248,562	\$1,220,661
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Waikato Medical Research Foundation (Inc)

Statement of Financial Performance

For the year ended 31 May 2006

	Note	2006 \$	2005 \$
Income			
Dividends		9,114	10,296
Donations	3	16,050	17,150
Grant - Trust Waikato		65,000	65,000
Grants refunded		24,361	6,074
Interest		81,414	72,051
Income on realisation of investments		1,662	337
Unrealised gain on investments		13,933	19,022
		<u>211,534</u>	<u>189,930</u>
Expenditure			
Administration expenses including website		5,879	12,255
Advertising and promotion expenses		2,031	2,508
Audit fee		2,025	1,654
Fees paid to auditor for other services		3,885	5,490
Grants	2	159,654	132,124
Loss on realisation of investments		10,159	1,588
		<u>183,633</u>	<u>155,619</u>
Net surplus/(deficit)		<u>\$27,901</u>	<u>\$34,311</u>

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Waikato Medical Research Foundation (Inc)

Statement of Cash Flows

For the year ended 31 May 2006

	2006 \$	2005 \$
Cash Flows from Fund Raising Activities		
Receipts from donations and grants	81,050	82,150
Less Fundraising expenses	(2,031)	(2,508)
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Net cash flow from fund raising activities	79,019	79,642
	<hr/>	<hr/>
Cash Flows from Investing Activities		
Receipts from dividends and interest	90,528	82,347
Plus Sale of investments	311,547	191,978
Less Investments made	(326,204)	(194,692)
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Net cash flow from investing activities	75,871	79,633
	<hr/>	<hr/>
Cash Flows from Research Activities		
Grants made	(159,654)	(132,124)
Administration and audit fees	(11,904)	(18,779)
Grants refunded	24,361	6,074
	<hr/>	<hr/>
Net cash flow from research activities	(147,197)	(144,829)
	<hr/>	<hr/>
Net increase/(decrease) in cash held	7,693	14,446
Add Opening cash brought forward	37,686	23,240
	<hr/>	<hr/>
Ending cash carried forward	45,379	37,686
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Cash balances in statement of financial position	\$45,379	\$37,686
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Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements For the year ended 31 May 2006

1. Statement of Accounting Policies

Reporting Entity

Waikato Medical Research Foundation is a non profit organisation registered under the Incorporated Societies Act 1908.

General Accounting Principles

The general accounting principles recognised as appropriate for the measurement and reporting of income and financial position on an historical cost basis, except for valuation of investments, have been consistently followed by the Foundation. Accrual accounting has been used to match revenue and expenses.

Particular Accounting Policies

The following particular accounting policies which materially affect the measurement of income and the financial position have been applied.

Investments

Investments are valued at market value in NZ dollars.

Income Tax

The Waikato Medical Research Foundation (Inc) has been approved for legal charitable status and has obtained from the Inland Revenue Department an exemption for income tax.

Differential Reporting

The Society qualifies for differential reporting because of it's size and nature. The Society has taken advantage of all available differential reporting exemptions, except in that it has produced a Statement of Cashflow.

Changes in Accounting Policies

There have been no changes in accounting policies since the previous annual financial statements.

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Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements Continued

For the year ended 31 May 2006

2. Grants Made	2006	2005
	\$	\$
C Chang	13,500	-
M Cree	7,128	-
R Cursons	-	20,000
G Devlin	29,100	-
M Elston & Associates	-	20,000
I Gunawardena	15,000	-
S Guest	5,600	-
B Haigh & Associates	-	15,228
D Harris	20,545	-
M Harvey	-	9,750
A Molenaar	21,000	-
R Munday	24,781	25,146
M Prinsep	-	15,000
P Thomas & Associates	-	15,000
E Van Haren	23,000	-
L Voss & J Sleigh	-	12,000
	<u>\$159,654</u>	<u>\$132,124</u>
3. Donations		
General	3,050	7,150
Perry Foundation	10,000	-
Bill & Joan Flower Trust	3,000	-
A Oakley	-	5,000
V E Worth Estate	-	3,000
A Meade	-	2,000
	<u>\$16,050</u>	<u>\$17,150</u>

4. Commitments and Contingencies

At balance date there are no known contingent liabilities. (2005: Nil)

At balance date there are no known capital commitments. (2005: Nil)

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Audit Report

To the Members of Waikato Medical Research Foundation (Inc)

We have audited the financial report on pages 1 to 6. The financial report provides information about the past financial performance of the Foundation and its financial position as at 31 May 2006. This information is stated in accordance with the accounting policies set out on page 5.

Trustees' Responsibilities

The Trustees are responsible for the preparation of a financial report which fairly reflects the financial position of the Foundation as at 31 May 2006 and the results of operations and cash flows for the year ended on that date.

Auditor's Responsibilities

It is our responsibility to express an independent opinion on the financial report presented by the Trustees.

Basis of Opinion

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

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

We conducted our audit in accordance with New Zealand Auditing Standards. 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 obtain reasonable assurance that the financial report is 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 report.

Other than in our capacity as auditor we have provided accounting services to the Foundation.

Unqualified Opinion

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

In our opinion the financial report on pages 1 to 6 fairly reflects the financial position of the Foundation as at 31 May 2006 and the results of its operations and cash flows for the year ended on that date.

Our audit was completed on 28 June 2006 and our unqualified opinion is expressed as at that date.

STAPLES RODWAY
Hamilton