

**Waikato Medical Research Foundation
(Inc)**

Financial Statements

For the year ended 31 May 2005

Waikato Medical Research Foundation (Inc)

Financial Statements

For the year ended 31 May 2005

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Waikato Medical Research Foundation (Inc)

Statement of Financial Position

As at 31 May 2005

	2005 \$	2004 \$
Accumulated Funds	\$1,220,661	\$1,186,350
<i>Represented by:</i>		
Current Assets		
Westpac	37,686	23,240
Investments		
Cash and Equivalents	46,851	96,818
Fixed Income	974,468	939,452
NZ Shares	163,456	128,020
	<u>1,184,775</u>	<u>1,164,290</u>
Total Assets	<u>1,222,461</u>	<u>1,187,530</u>
Current Liabilities		
Accounts Payable	1,800	1,180
Net assets	<u>\$1,220,661</u>	<u>\$1,186,350</u>



M J Selby
Chairman

29 June 2005



R Baird
Treasurer

27 June 2005



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Waikato Medical Research Foundation (Inc)

Statement of Movements in Equity
For the year ended 31 May 2005

	Note	2005 \$	2004 \$
Accumulated Funds:			
Opening balance, 1 st June 2004		1,186,350	1,210,137
Plus: Net surplus/ (deficit)		34,311	3,178
Revaluation of Investments		-	(26,965)
Closing balance, 31st May 2005		\$1,220,661	\$1,186,350



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Waikato Medical Research Foundation (Inc)

Statement of Financial Performance

For the year ended 31 May 2005

	Note	2005 \$	2004 \$
Income			
Dividends		10,296	3,372
Donations	3	17,150	21,572
Grant - Trust Waikato		65,000	65,000
Grants refunded		6,074	-
Interest		72,051	60,891
Income on realisation of Investments		337	-
Unrealised gain on Investments		19,022	-
		<u>189,930</u>	<u>150,835</u>
Expenditure			
Administration expenses including website		12,255	2,299
Advertising and promotion expenses		2,508	6,691
Audit fee		1,654	1,575
Fees paid to auditor for other services		5,490	5,555
Grants	2	132,124	129,810
Portfolio Management fees		-	1,727
Loss on realisation of Investments		1,588	-
		<u>155,619</u>	<u>147,657</u>
Net surplus/(deficit)		<u><u>\$34,311</u></u>	<u><u>\$3,178</u></u>



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Waikato Medical Research Foundation (Inc)

Statement of Cash Flows

For the year ended 31 May 2005

	2005 \$	2004 \$
Cash Flows from Fund Raising Activities		
Receipts from donations and grants	82,150	86,572
Less Fundraising expenses	(2,508)	(6,691)
Net cash flow from fund raising activities	<u>79,642</u>	<u>79,881</u>
Cash Flows from Investing Activities		
Receipts from dividends and interest	82,347	64,263
Plus Sale of investments	191,978	288,309
Less Investments made	(194,692)	(306,719)
Less Portfolio management fees paid	-	(1,727)
Net cash flow from investing activities	<u>79,633</u>	<u>44,126</u>
Cash Flows from Research Activities		
Grants made	(132,124)	(129,810)
Administration and audit fees	(18,779)	(9,429)
Grants refunded	6,074	-
Net cash flow from research activities	<u>(144,829)</u>	<u>(139,239)</u>
Net increase/(decrease) in cash held	<u>14,446</u>	<u>(15,232)</u>
Add Opening cash brought forward	23,240	38,472
Ending cash carried forward	<u>37,686</u>	<u>23,240</u>
Cash balances in statement of financial position	<u><u>\$37,686</u></u>	<u><u>\$23,240</u></u>



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Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2005

1. Statement of Accounting Policies

Reporting Entity

Waikato Medical Research Foundation (Inc) 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

The Waikato Medical Research Foundation (Inc) has changed it's policy in relation to the treatment of the gains/losses arising from the revaluation of investments. Previously investments were revalued and the resulting gain/loss recorded as a movement in Accumulated Funds. The gain/loss is now recorded in the Statement of Financial Performance. This change has resulted in a gain of \$17,771 recorded as income in the current year.

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The notes to these statements should be read in conjunction with these financial reports

Waikato Medical Research Foundation (Inc)

Notes to the Financial Statements

For the year ended 31 May 2005

2. Grants Made	2005	2004
	\$	\$
A Braakhuis	-	12,810
M Cree	-	20,000
R Cursons	20,000	-
G Devlin	-	27,000
M Elston & Associates	20,000	-
B Haigh & Associates	15,228	-
M Harvey	9,750	-
R Munday	25,146	20,000
M Prinsep	15,000	-
R Subramaniam	-	22,000
P Thomas & Associates	15,000	-
L Voss	-	28,000
L Voss & J Sleigh	12,000	-
	<u>\$132,124</u>	<u>\$129,810</u>

3. Donations		
General	7,150	1,572
Bryant Trust	-	15,000
Souter Trust	-	5,000
A Meade	2,000	-
A Oakley	5,000	-
V E Worth Estate	3,000	-
	<u>\$17,150</u>	<u>\$21,572</u>

4. Commitments & Contingencies

At balance date there are no known contingent liabilities.
(2004: Nil)

At balance date there are no known capital commitments.
(2004: 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 2005. 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 2005 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 2005 and the results of its operations and cash flows for the year ended on that date.

Our audit was completed on 29 June 2005 and our unqualified opinion is expressed as at that date.


STAPLES RODWAY
Hamilton