

**MAKE A WISH FOUNDATION OF NEW ZEALAND  
TRUST**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2012**

## Make a Wish Foundation of New Zealand Trust

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For the Year Ended 31 December 2012

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## Make a Wish Foundation of New Zealand Trust

### Statement of Financial Performance

For the Year Ended 31 December 2012

Note	2012	2011
	\$	\$
<b>Wish Revenue</b>		
Fundraising	841,837	770,462
Gifts in Kind	194,439	192,422
Donations	478,441	344,658
Grants	246,825	215,419
<b>Total Income</b>	<u>1,761,542</u>	<u>1,522,961</u>
<b>Less Wish Expenses</b>		
Wish Expenses	1,013,045	846,414
Fundraising Expenses	156,007	53,531
<b>Total Wish Expenses</b>	<u>1,169,052</u>	<u>899,945</u>
<b>Gross Surplus from Wish Activities</b>	592,490	623,016
<b>Other Income</b>		
Dividends Received	320	320
Investment Gain - Unrealised	13,919	17,867
Interest Received	174,208	81,313
<b>Total Other Income</b>	<u>188,447</u>	<u>99,500</u>
<b>Gross Surplus after Other Income</b>	780,937	722,516
<b>Less Expenses</b>		
Accountancy Fees	6,961	16,536
Advertising	73,359	39,868
Audit Fee	19,000	14,000
Bank Fees & Charges	1,475	2,508
Computer Expenses	14,853	754
Depreciation	17,452	15,672
Insurance	2,241	2,050
Legal Fees	8,440	-
Loss on Disposal of Investments	4,270	-
Loss on Sale of Fixed Assets	4,175	1,367
MAW Affiliation Fee	19,675	19,285
MAW Conferences (National & International)	9,755	4,675
MAW International Fund Contribution	6,135	-
Office Expense	21,250	15,747
Postage	2,342	7,645
Printing & Stationery	8,708	18,349
Professional Fees	-	36,546
Rent	63,470	42,341
Salaries	209,924	139,687
Staff Training & Welfare	26,213	17,286
Subscriptions & Licences	1,972	1,525

These financial statements are to be read in conjunction with the accompanying Notes.

## Make a Wish Foundation of New Zealand Trust

### Statement of Financial Performance (continued)

For the Year Ended 31 December 2012

	Note	2012	2011
		\$	\$
Telephone & Tolls		13,774	8,335
<b>Total Expenses</b>		<b>535,444</b>	<b>404,176</b>
<b>Operating Surplus before Extraordinary Item</b>		<b>245,493</b>	<b>318,340</b>
Extraordinary Item - Income	2	1,571,349	-
<b>Net Surplus</b>		<b>1,816,842</b>	<b>318,340</b>
<b>Allocated pursuant to Deed of Trust as follows:</b>			
Transfer to Trust Fund		1,816,842	318,340
		<b>1,816,842</b>	<b>318,340</b>

These financial statements are to be read in conjunction with the accompanying Notes.

Make a Wish Foundation of New Zealand Trust

Statement of Movements of Trustee Funds

For the Year Ended 31 December 2012

	2012	2011
	\$	\$
<b>Statement of Movements in Trustee Funds</b>		
Trustee Funds Brought Forward	1,874,825	1,556,485
<b>Net Surplus for the Year</b>	<u>1,816,842</u>	<u>318,340</u>
Total Recognised Revenue & Expenses for the Year	<u>1,816,842</u>	<u>318,340</u>
<b>Trust Funds at the End of the Year</b>	<u>3,691,667</u>	<u>1,874,825</u>

These financial statements are to be read in conjunction with the accompanying Notes.





# Make a Wish Foundation of New Zealand Trust

## Notes to and forming part of the Financial Statements

For the Year Ended 31 December 2012

### 1 Statement of Accounting Policies

#### Reporting Entity

Make a Wish Foundation of New Zealand Trust ("the Trust") is a Discretionary Trust under the Trustee Act 1956.

The Trust has not yet adopted New Zealand International Financial Reporting Standards (NZ IFRS), as it meets the criteria in XRB A1 to continue applying Old GAAP. In 2012 the External Reporting Board (XRB) issued a new Accounting Standards Framework. Under the new Framework, not for profit public benefit entities will be required to report in accordance with either PBE Accounting Standards or PBE Simple Format Reporting (depending on the size of the entity). These standards are expected to become effective for periods beginning on or after 1 April 2015. It is likely that under the new Framework the Trust will qualify to report in accordance with Tier 3 (simple format reporting), as the Trust currently has expenses of less than \$2 million.

The Trust is involved in the business of granting the wishes of children with life-threatening illnesses.

#### Statement of Compliance and Basis of Preparation

The Trust qualifies for differential reporting as it is not publicly accountable and is not large as defined in the Framework for Differential Reporting. The Trust has taken advantage of all available differential reporting exemptions.

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 Trust, with the exception of managed funds which are measured at fair value.

#### Specific Accounting Policies

The following specific accounting policies have been applied:

##### (a) Revenue

Revenues received from fundraising, grants and donations are recognised when they have been deposited in the Trust's bank account.

Donated marketable securities, equipment and other non cash donations are recorded as contributions at their estimated fair values at the date of donation, if an objective basis is available to measure the value of such items. The Trust pays for most services requiring specific expertise. However, if such services or assets are donated and the value is ascertainable, the fair value is reflected in the financial statements as revenue and expenses. The Trust recorded \$194,439 of in-kind contributions for airline flights, hotel accommodations and other professional services during the year ended 31 December 2012 (2011: \$192,422).

Interest income is recognised using the effective interest method.

Dividend revenue is recognised when the shareholders' right to receive the payment is established.

##### (b) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

##### (c) Property, Plant & Equipment

Property, Plant & Equipment are recognised at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

Furniture & Fittings	8.4-67% DV
Computer Hardware	32.4-60% DV
Computer Software	50-60% DV

These financial statements are to be read in conjunction with the accompanying Notes.

## Make a Wish Foundation of New Zealand Trust

### Notes to and forming part of the Financial Statements (continued)

#### For the Year Ended 31 December 2012

(d) Income Tax

The Trust is a not for profit charitable organisation, registered in accordance with the Charities Act 2005, which qualifies for tax exemptions with Inland Revenue.

(e) Non Current Investments

Managed funds are measured at fair value and changes therein are recognised directly in the Statement of Financial Performance.

(f) Goods and Services Taxation (GST)

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

(g) Cash and Cash Equivalents

The Trust considers all highly liquid assets with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents may include cash on hand or held by financial institutions.

(h) Pledges Receivable

Pledges receivable are recognised when there is unconditional promise to give, at the estimated net realisable value.

(i) Investments

Investments comprise fixed interest securities and equity instruments. Cash at call managed by J B Were is classified as cash and cash equivalents for statutory reporting purposes.

(j) Extraordinary Items

Extraordinary items are those items of income or expense which are not expected to occur frequently, distinct from ordinary operations and are outside the control or influence of management. Such items are presented separately on the face of the Statement of Financial Performance following operating surplus in the period in which they are recognised.

(k) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

### 2 Extraordinary Item

	2012	2011
	\$	\$
GST Refund	(1,571,349)	-
<b>Total Extraordinary Item</b>	<b>(1,571,349)</b>	<b>-</b>

During the year ended 31 December 2012, the Trust received a GST refund stemming back a number of years totalling \$1,571,349, in relation to unclaimed GST on expenses incurred.

### 3 Current Investments

	2012	2011
	\$	\$
New Zealand Fixed Income Securities	102,684	-
<b>Total Current Investments</b>	<b>102,684</b>	<b>-</b>

These financial statements are to be read in conjunction with the accompanying Notes.



## Make a Wish Foundation of New Zealand Trust

### Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 December 2012

#### 4 Property, Plant & Equipment

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
<b>Property, Plant &amp; Equipment 2012</b>	\$	\$	\$	\$
Furniture & Fittings	64,534	7,851	20,181	44,353
Computer Hardware	23,254	5,362	15,495	7,759
Computer Software	37,881	4,239	33,598	4,283
<b>Total Property, Plant &amp; Equipment</b>	<b>125,669</b>	<b>17,452</b>	<b>69,274</b>	<b>56,395</b>

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
<b>Property, Plant &amp; Equipment 2011</b>	\$	\$	\$	\$
Furniture & Fittings	33,539	3,608	23,593	9,946
Computer Hardware	46,580	6,196	37,926	8,654
Computer Software	36,196	5,868	29,359	6,837
<b>Total Property, Plant &amp; Equipment</b>	<b>116,315</b>	<b>15,672</b>	<b>90,878</b>	<b>25,437</b>

#### 5 Non Current Investments

	2012	2011
	\$	\$
<b>Managed Fund</b>		
New Zealand Fixed Income Securities	776,792	840,367
New Zealand Equities	65,539	-
<b>Total Non Current Investments</b>	<b>842,331</b>	<b>840,367</b>

#### 6 Events Occurring After Balance Date

There were no subsequent events after balance date that require adjustment of, or disclosure in the financial statements or notes.

## Make a Wish Foundation of New Zealand Trust

### Notes to and forming part of the Financial Statements (continued)

#### For the Year Ended 31 December 2012

#### 7 Related Party Disclosures

During the year ended 31 December 2012, the Trust paid an affiliation fee to Make a Wish International of \$19,675 (2011: \$19,285) and \$6,135 as a contribution to the Make a Wish International Fund (2011: Nil).

Additionally, the Trust incurred expenses for local and international conferences some of which were reimbursed by Make a Wish International. As at balance date the total amount of reimbursements from Make a Wish international were \$6,404 (2011: Nil).

Make a Wish New Zealand is an affiliate of Make a Wish International.

As at year end, no balances were receivable or payable to Make a Wish International.

No related party balances owing or owed were written off or forgiven during the period (2011: Nil).

#### 8 Contingent Liabilities

The Trust has no contingent liabilities as at 31 December 2012, (2011 Nil).



## Independent auditor's report

### To the Trustees of Make A Wish Foundation of New Zealand Trust

#### Report on the financial statements

We have audited the accompanying financial statements of Make A Wish Foundation of New Zealand Trust ("the Trust") on pages 2 to 9. The financial statements comprise the statement of financial position as at 31 December 2012, the statement of financial performance and statement of movements of trustee funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Trustees' responsibility for the financial statements*

The Trustees are responsible for the preparation and fair presentation of financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements 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 Trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unmodified opinion on the financial position and our qualified opinion on financial performance.

Our firm has also provided other services to the Trust in relation to taxation matters. Partners and employees of our firm may also deal with the Trust on normal terms within the ordinary course of trading activities of the business of the Trust. These matters have not impaired our independence as auditor of the Trust. The firm has no other relationship with, or interest in, the Trust.





***Basis for Qualified Opinion on Financial Performance***

The Trust's recorded revenue includes fundraising income of \$841,837 (2011: \$770,462), gifts in kind of \$194,439 (2011: \$192,422), donations of \$478,441 (2011: \$344,658) and grants of \$246,825 (2011: \$215,419). Controls over such revenue prior to being recorded is limited and there were no practical audit procedures that we could perform to confirm independently that all fundraising income, gifts in kind, donations and grants were properly recorded. Accordingly, we were not able to determine whether any adjustment might be necessary to the amounts shown in the financial statements for revenue and net profit. Our audit opinion for the year ended 31 December 2011 was also qualified in this respect.

***Qualified Opinion on Financial Performance***

In our opinion, except for the effects on the current and corresponding figures of the matter described in the Basis for Qualified Opinion paragraph, the financial statements of the Trust on pages 2 to 9 present fairly, in all material respects, the financial performance of the Trust for the year ended 31 December 2012, in accordance with generally accepted accounting practice in New Zealand.

***Opinion on Financial Position***

In our opinion the financial statements on pages 2 to 9 present fairly, in all material respects, the financial position of the Trust as at 31 December 2012.

KPMG

26 June 2013  
Auckland