

RSM Hayes Audit

PO Box 9588
Newmarket, Auckland 1149
Level 1, 1 Broadway
Newmarket, Auckland 1023

T +64 (9) 367 1656
www.rsmnz.co.nz

Report of the Independent Auditor on the Summary Consolidated Financial Statements

Opinion

The accompanying summary consolidated statement of financial position as at 30 June 2017, summary consolidated statement of financial position, summary consolidated statement of changes in net assets/equity and summary consolidated statement of cash flows for the year then ended, and related notes, are derived from the audited financial statements of Cerebral Palsy Society of New Zealand Incorporated and its subsidiaries (the group), for the year ended 30 June 2017.

In our opinion, the accompanying summary consolidated financial statements is consistent, in all material respects, with the audited consolidated financial statements, in accordance with PBE FRS 43: Summary Financial Statements issued by the New Zealand Accounting Standards Board.

Summary Consolidated Financial Statements

The summary consolidated financial statements does not contain all the disclosures required by Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR"). Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon. The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unqualified audit opinion on the audited consolidated financial statements in our report dated 19 October 2017.

Trustees' Responsibility for the Summary Consolidated Financial Statements

Trustees are responsible on behalf of the group for the preparation of the summary consolidated financial statements in accordance with PBE FRS 43: Summary Financial Statements.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements is consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other than in our capacity as auditor we have no relationship with, or interests in, Cerebral Palsy Society of New Zealand Incorporated or any of its subsidiaries.

Who we report to

This report is made solely to the trustees. Our audit has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society and the trustees, for our work, for this report, or for the opinions we have formed.



RSM Hayes Audit
Auckland

19 October 2017

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED
FOR THE YEAR ENDED 30 JUNE 2017

	Group 2017	Group 2016
Total revenue	3,376,669	2,217,675
Total expenses	(3,162,690)	(2,012,837)
Surplus/ (Deficit) for the year	<u>213,979</u>	<u>204,838</u>

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY
CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED
FOR THE YEAR ENDED 30 JUNE 2017

Group	Accumulated comprehensive revenue and expense
At 1 July 2015	28,438,108
Surplus/ (deficit) for the year	204,838
At 30 June 2016	<u>28,642,946</u>
At 1 July 2016	28,642,946
Surplus/ (deficit) for the year	213,979
At 30 June 2017	<u>28,856,925</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED
AS AT 30 JUNE 2017

	Group 2017	Group 2016
Current assets	24,342,305	28,118,381
Current liabilities	299,384	268,083
Working capital surplus/ (deficit)	<u>24,042,921</u>	<u>27,850,298</u>
Non current assets	4,814,004	792,648
NET ASSETS/ (LIABILITIES)	<u>28,856,925</u>	<u>28,642,946</u>
EQUITY		
Accumulated comprehensive revenue and expense	28,856,925	28,642,946
TOTAL EQUITY	<u>28,856,925</u>	<u>28,642,946</u>

For and on behalf of the Board


Chairperson

18/10/17
Date


Trustee

18/10/2017
Date

These financial statements should be read subject to the Audit Report.

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CASH FLOWS CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED FOR THE YEAR ENDED 30 JUNE 2017

	Group 2017	Group 2016
Net cash flows from operating activities	(1,541,427)	(2,975,269)
Net cash flows from financing and investing activities	<u>2,347,000</u>	<u>1,973,307</u>
Net increase/(decrease) in cash and cash equivalents	805,573	(1,001,962)
Cash and cash equivalents at 1 July	<u>1,188,114</u>	<u>2,190,076</u>
Cash and cash equivalents at 30 June	<u><u>1,993,687</u></u>	<u><u>1,188,114</u></u>

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED FOR THE YEAR ENDED 30 JUNE 2017

The Summary Consolidated Financial Statements are for Cerebral Palsy Society of New Zealand Incorporated (the trust) for the year ended 30 June 2017.

REPORTING ENTITY

The reporting entity is Cerebral Palsy Society of New Zealand Inc. (the "CPS"). The CPS is domiciled in New Zealand and is a charitable organisation registered under the Incorporated Societies Act 1908 and the Charities Act 2005. These consolidated summary financial statements comprising the CPS and its controlled entities, Essential Assets Limited, Cerebral Investments Limited and CIL Landscapes Limited - together referred to the "Group" - are presented for the year ended 30 June 2017.

BASIS OF PREPARATION

The Summary Financial Statements are presented in summary form and therefore do not give all information required by New Zealand General Accepted Accounting Practice. They are prepared in accordance with Public Benefit Entity Financial Reporting Standard 43 - Summary Financial Statements (PBE ERS 43). The full Financial Statements have been prepared in accordance with Public Benefit Entity Accounting Standards Reduced Disclosure Regime. A full copy of the Financial Statements and Audit Report are available in hard copy from Cerebral Palsy Society of New Zealand Incorporated's registered office.

The Summary Financial Statements are presented in New Zealand dollar, which is the Groups's functional currency, rounded to the nearest dollar.

These Summary Financial Statements have been extracted from the full Financial Statements dated 19 October 2017. They cannot be expected to provide as complete an understanding as provided by the full Financial Statements.

CONTINGENT ASSETS AND LIABILITIES

There are no contingent assets or liabilities at the reporting date. (2016: \$Nil)

EVENTS AFTER THE REPORTING DATE

The Trustees are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the Group (2016: \$Nil).

GOING CONCERN

The Group will continue to operate for the foreseeable future.

Given the above, the Trustees have prepared the financial statements on a going concern basis.

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS CEREBRAL PALSY SOCIETY OF NEW ZEALAND INCORPORATED FOR THE YEAR ENDED 30 JUNE 2017

RELATED PARTY TRANSACTIONS AND BALANCES

Controlled Entities

The CPS controls Essential Assets Limited (EAL) and Cerebral Investments Limited (CIL) on the basis that all directors of EAL and CIL are appointed by CPS and thereby CPS has the power to govern the operations and financing activities of the subsidiary.

Related Party Transactions

During the year there have been transactions between CPS and Boccia NZ in the form of monthly grants. Harvey Brunt is a board member of both entities.

During the year there have been transactions between CPS and the YMCA. Peter Fergusson is both President of the CPS, and the Northern Regional Manager for YMCA. YMCA is a supplier to the "Get Physical" programme run by the CPS.

Transactions conducted with Group entities which are eliminated upon consolidation are as follows:

	Group 2017	Group 2016
Interest expenses paid by Essential Assets Ltd	470,378	455,919
Interest received by Cerebral Palsy Society Inc.	(470,378)	(455,919)
Loan payment made/(received) by Essential Assets Ltd	629,622	(8,595,768)
Loan payment received/(issued) by Cerebral Palsy Society Inc.	(629,622)	8,595,768

Balances receivable/(payable) by Group entities which are eliminated upon consolidation are as follows:

	2017	2016
Loan receivable from CIL Landscapes Ltd	1 191,000	125,000
Loan payable to Cerebral Investments Ltd	1 (191,000)	(125,000)
Loan receivable from Cerebral Investments Ltd	1 2,000,000	2,000,000
Loan payable to Cerebral Palsy Society Inc.	1 (2,000,000)	(2,000,000)
Loan receivable from Essential Assets Ltd	2 23,350,617	23,980,239
Loan payable to Cerebral Palsy Society Inc.	2 (23,350,617)	(23,980,239)

1. These loans are interest free. They are repayable in New Zealand dollars and on request with a general security agreement and registration of security on PPSR.

2. Interest charged at 2% on the loan balance, subject to change with 3 months' notice. The loan is repayable on demand but if not called will become fully payable on 31 March 2034. The loan is unsecured and is repayable in New Zealand dollars.

These financial statements should be read subject to the Audit Report