

**EASTLAND NETWORK  
CHARITABLE TRUST**

**ANNUAL REPORT**

***2005***



**Eastland Network Charitable Trust**  
**Annual report and financial statements**  
**For the year ended 31 March 2005**



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Signed for and on behalf of the Board  
on the 9th day of August 2005

  
\_\_\_\_\_  
Trustee

  
\_\_\_\_\_  
Trustee

**Audit Report**  
**To the Readers of the Financial Report of**  
**Eastland Network Charitable Trust**

We have audited the financial report on pages 3 to 7. The financial report provides information about the past financial performance of **Eastland Network Charitable Trust** and its financial position as at 31 March 2005. This information is stated in accordance with the accounting policies set out on page 3.

**Trustee's Responsibilities**

The trustees are responsible for the preparation of a financial report which fairly reflects the financial position of Eastland Network Charitable Trust as at 31 March 2005 and the results of operations 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 and report our opinion to you.

**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 in New Zealand are appropriate to Eastland Network Charitable Trust'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 no relationship with or interests in Eastland Network Charitable Trust.

**Unqualified Opinion**

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

In our opinion the financial report on pages 3 to 7 fairly reflects the financial position of Eastland Network Charitable Trust as at 31 March 2005 and the results of its operations for the year ended on that date.

Our audit was completed on 9 August 2005 and our unqualified opinion is expressed as at that date.

*Graham & Dobson Ltd*

Graham & Dobson Ltd - Gisborne  
**Chartered Accountants**

## Eastland Network Charitable Trust

### Statement of financial performance

For the year ended 31 March 2005

	2004/05	2003/04
Revenue:		
- Grants received	225,000	-
- Interest received	4,708	-
	<hr/>	<hr/>
<b>Total revenue</b>	<b>229,708</b>	-
Expenditure:		
- Audit fees	562	-
- Other expenditure	607	428
	<hr/>	<hr/>
<b>Total expenditure</b>	<b>1,169</b>	428
	<hr/>	<hr/>
<b>Net surplus / (deficit) transferred to equity</b>	<b>228,539</b>	(428)
	<hr/>	<hr/>

### Statement of movements in equity

For the year ended 31 March 2005

<b>Total equity at beginning of year</b>	<b>(418)</b>	10
	<hr/>	<hr/>
Net operating surplus / (deficit) for the year	228,539	(428)
	<hr/>	<hr/>
<b>Total recognised revenue and expenses</b>	<b>228,539</b>	(428)
	<hr/>	<hr/>
Other movements:		
- Distributions to beneficiaries (grants)	200,000	-
	<hr/>	<hr/>
<b>Total equity at end of year</b>	<b>28,121</b>	(418)
	<hr/>	<hr/>

*The attached notes form an integral part of these financial statements*

# Eastland Network Charitable Trust

## Statement of financial position

As at 31 March 2005

	Notes	2004/05	2003/04
<b>Equity</b>			
Trust capital	2	10	10
Retained earnings		28,111	(428)
<b>Total equity</b>		<u>28,121</u>	<u>(418)</u>
Represented by:			
<b>Current assets</b>			
Westpac current account		3,558	-
ABN Amro Craigs cash management account		24,563	-
Funds held in solicitor's trust account		-	10
Sundry debtors		-	14
<b>Total current assets</b>		<u>28,121</u>	<u>24</u>
<b>Current liabilities</b>			
Advance – Eastland Community Trust		-	442
<b>Total current liabilities</b>		<u>-</u>	<u>442</u>
Net working capital		28,121	(418)
<b>Non-current assets</b>		-	-
<b>Non-current liabilities</b>		-	-
<b>Net assets</b>		<u>28,121</u>	<u>(418)</u>

For and on behalf of the Board



Trustee, 9 August 2005



Trustee, 9 August 2005

*The attached notes form an integral part of these financial statements*

# Eastland Network Charitable Trust

## Statement of cash flows

For the year ended 31 March 2005

	2004/05	2003/04
<b>Cash flows from operating activities</b>		
Cash was provided from:		
Grants received	225,000	-
Interest received	4,708	-
	<hr/>	<hr/>
	229,708	-
Cash was disbursed to:		
Payments to suppliers	1,597	-
	<hr/>	<hr/>
	1,597	-
<b>Net cash inflow/(outflow) from operating activities</b>	<hr/> <b>228,111</b>	<hr/> -
<b>Cash flows from investing activities</b>	-	-
<b>Cash flows from financing activities</b>		
Payment of grants	200,000	-
	<hr/>	<hr/>
<b>Net cash outflow from financing activities</b>	<b>(200,000)</b>	-
Net increase in cash held	28,111	-
Add opening cash	10	10
	<hr/>	<hr/>
Ending cash carried forward	<b>28,121</b>	10
	<hr/>	<hr/>

*The attached notes form an integral part of these financial statements*

# Eastland Network Charitable Trust

## Notes to financial statements

### 1. Statement of accounting policies

#### Reporting entity

Eastland Network Charitable Trust (“the Trust”) is a charitable trust established on 19 April 2002 and was incorporated under the Charitable Trusts Act 1957 on 4 December 2002.

The financial statements have been prepared in accordance with generally accepted accounting practice.

#### Measurement base

The financial statements have been prepared on a historical cost basis. Reliance is placed on the fact that the Trust is a going concern.

#### Accounting policies

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

#### Grants

Grants are accounted for as they are distributed or committed to be distributed , to eligible organisations, as approved by the Trustees.

#### Goods and Services Tax (GST)

The Trust is not registered for GST as the nature of the business comprises an exempt activity.

#### Statement of cash flows

*Cash* means cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments in which the Trust invests as part of its day to day cash management.

*Operating activities* include cash received from all income sources of the Trust and records the cash payments made for the supply of goods and services.

*Investing activities* are those activities relating to the acquisition and disposal of non-current assets.

*Financing activities* comprise the change in equity and debt capital structure of the Trust.

#### Changes in accounting policies

There have been no changes in accounting policies from those adopted in the last audited financial statements. All policies have been applied on a basis consistent with other years.

### 2. Equity

#### Trust Capital

The Trust was established on 19 April 2002 with a gift of \$10 from the settlor, Michael Dawson Chrisp.



## **Eastland Network Charitable Trust**

### **Notes to financial statements (continued)**

#### **3. Contingencies**

The Trust received a grant of \$25,000 from the Tindall Foundation during the year. The grant has certain conditions attached to it that if not satisfied require the grant to be repaid.

On the 22<sup>nd</sup> of December 2004 the Trust entered into an agreement to provide an interest-free loan of \$25,000 to Tairawhiti Pharmaceuticals Limited for a term not exceeding 10 years. As at balance date the loan had not been drawn down.

There were no other material contingencies at balance date (2004:\$Nil).

#### **4. Capital commitments**

There were no material capital commitments at balance date (2004:\$Nil).

#### **5. Related party transactions**

The Trust received a grant of \$200,000 from the Eastland Community Trust during the year. All of the Trustees of the Trust are also Trustees of the Eastland Community Trust.

## **DIRECTORY**

### **Trustees**

G L Alexander (Chairman)  
A G Davidson (retired 15 November 2004)  
P J Farley  
M L Foon (appointed 15 November 2004)  
G L Johnson  
G M Milner  
E R Revington  
S J Smail

### **Management**

D N Smart (General Manager)  
H K Hughes (Secretary)

### **Postal address**

PO Box 800  
GISBORNE

### **Auditor**

Graham & Dobson Limited  
PO Box 1247  
GISBORNE

### **Bankers**

Westpac  
Gisborne Branch  
PO Box 942  
GISBORNE

### **Solicitors**

Nolans  
PO Box 1141  
GISBORNE