



New Zealand
Farm Environment Award Trust®

2010

Annual Report

30th June 2010



Ballance
Farm Environment Awards®
Promoting Sustainable Profitable Farming



Financial Summary

New Zealand Farm Environment Award Trust

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New Zealand Farm Environment Award Trust

Directory

As at 30 June 2010

Nature of Business	Promotion and education of sustainable environmental farming practices.
Trust Formation Date	24 December 2004
Settlers	The Farm Environment Award Trust
General Manager	David Natzke PO Box 693 Hamilton
Office Holders	Jim Cotman, Chairperson, Te Kauwhata Peter Nation, Treasurer, Waikato Peter Cummings, Deputy Chairperson, Otago
Trustees	Jim Cotman, Te Kauwhata Peter Cummings, Otago Max Enerson, Christchurch Dougal McIntosh, Wanganui Martin Wallace, Morrinsville Chris Smith, Invercargill Peter Nation, Waikato Bruce Fraser, Whakatane Peter Mourits, Mt Maunganui (resigned 21 June 2010) Greg Glover, Waikato John Bourke, Bay of Plenty
Accountants	Accountants on London Ltd Chartered Accountants 3 London Street HAMILTON
Auditor	Staples Rodway Chartered Accountants Hamilton
Bankers	ANZ Hamilton
Solicitors	Sharp Tudhope Tauranga

Auditor's Report

To the members of The New Zealand Farm Environment Award Trust

We have audited the financial statements on pages 4 to 14. The financial statements provide information about the past financial performance of the Trust and its financial position as at 30 June 2010. This information is stated in accordance with the accounting policies set out on page 10.

Trustees' Responsibilities

The trustees are responsible for the preparation of financial statements which comply with the generally accepted accounting practice and fairly present the financial position of the Trust as at 30 June 2010 and its financial performance for the year ended on that date.

Auditor's Responsibilities

It is our responsibility to express an independent opinion on the financial statements 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 statements. It also includes assessing:

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

We conducted our audit in accordance with generally accepted auditing standards in New Zealand. 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 give reasonable assurance that the financial statements are 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 statements.

Unqualified Opinion

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

In our opinion, the financial statements on pages 4 to 14:

- comply with generally accepted accounting practice; and
- fairly present the financial position of the Trust as at 30 June 2010 and its financial performance for the year ended on that date.

Our audit was completed on the 24 September 2010 and our unqualified opinion is expressed as at that date.


Staples Rodway
Hamilton

New Zealand Farm Environment Award Trust

Divisional Statement of Financial Performance

For the Year Ended 30 June 2010

	Note	2010 \$	2009 \$
BFEA			
Operating Revenue			
Sponsorship		302,000	318,000
Other Income		24,875	2,307
Sponsor Prizes		36,000	60,000
Regional Councils		88,000	63,000
Public Relations - Ballance		20,578	30,784
Net Revenue		471,453	474,091
Less Expenses			
Administration Expenses			
Administration		1,013	2,362
Bank Fees & Charges		5	5
Computer Expenses		172	172
Conference		8,594	14,561
Freight & Cartage		1,914	1,921
Judges Expenses		4,910	2,475
General Manager		107,793	112,467
Postage, Photocopying		2,353	1,147
Printing & Stationery		22,421	15,895
Prizes		53,000	67,000
Public Relations		24,259	26,362
Showcase		38,581	117,582
Storage Expenses		1,207	1,671
Subscriptions & Licences		229	183
Telephone & Tolls		5,479	4,241
Travel Expenses		5,404	1,519
Trophies		1,480	1,289
Video Expenses		33,565	30,130
Website Maintenance		9,631	6,986
		322,010	407,968
Overhead Expenses			
Horizons Expenses		28,163	27,743
Judging Honorarium		5,000	5,000
Otago Expenses		30,105	35,545
Northland Expenses		34,745	33,386
Regional Contributions		44,606	40,000
Southland Expenses		38,202	34,943
Wellington Expenses		30,105	
		210,926	176,617
Deficit before Other Income		(61,483)	(110,494)
Other Income			
Interest Received		16,604	29,156
Deficit		(44,879)	(81,338)

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

New Zealand Farm Environment Award Trust

Divisional Statement of Financial Performance (continued)

For the Year Ended 30 June 2010

	Note	2010	2009
		\$	\$
NZFEA			
Operating Revenue			
Human Capabilities		-	22,500
Dairy NZ BDEL		71,000	71,000
Project Partners - Fonterra		20,000	20,000
Funds from MAF		35,000	45,000
Net Revenue		126,000	158,500
Less Expenses			
Administration Expenses			
Administration		3,195	
Scholarships		13,722	23,076
		16,917	23,076
Overhead Expenses			
Governance - Chairperson		2,500	2,500
Regional Co-ordinator		-	3,932
		2,500	6,432
NZFEA Expenses			
Airfares		4,349	13,926
BDEL		44,336	51,813
Habitat Award		-	8,000
Human Capabilities		4,783	5,000
		53,468	78,739
Surplus		53,115	50,253

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

New Zealand Farm Environment Award Trust

Combined Statement of Financial Performance

For the Year Ended 30 June 2010

Note	2010 \$	2009 \$
Divisional Income		
Deficit from BFEA	(44,879)	(81,338)
Surplus from NZFEA	53,115	50,253
Total Divisional Income	8,236	(31,085)
Net Revenue	8,236	(31,085)
Less Expenses		
Administration Expenses		
Accountancy Fees	2,800	3,386
Audit Fee	1,725	1,929
Legal Fees - Deductible	867	2,657
	5,392	7,972
Non Cash Expenses		
Depreciation	7,205	4,615
Total Expenses	12,597	12,587
Deficit after Subvention Receipts	(4,361)	(43,672)
Income Tax Expense	1,082	
Net Deficit	(5,443)	(43,672)

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

New Zealand Farm Environment Award Trust

Statement of Changes in Trust Funds

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
Revenue and Revaluations		
Net Deficit	(5,443)	(43,672)
Total Revenue and Revaluations	(5,443)	(43,672)
Trust Funds at the Beginning of the Year	390,462	434,134
Trust Funds at the End of the Year	385,019	390,462

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

New Zealand Farm Environment Award Trust

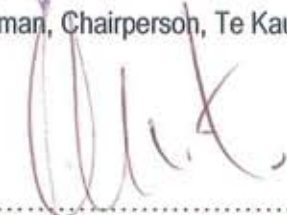
Statement of Financial Position

As at 30 June 2010

	Note	2010 \$	2009 \$
Current Assets			
Cash & Bank Balance	3	23,075	22,196
Other Receivables	4	3,122	3,221
Income Tax Receivable	2	-	1,082
GST Receivable		21,996	23,388
Investments	5	410,144	421,585
Total Current Assets		458,337	471,472
Non Current Assets			
Property, Plant & Equipment	6	5,336	12,541
Total Assets		463,673	484,013
Current Liabilities			
Accruals	7	1,700	1,700
Sundry Creditors	7	76,954	91,851
Total Liabilities		78,654	93,551
Net Assets		385,019	390,462
Trust Funds			
Trust Capital	8	385,019	390,462
Total Trust Funds		385,019	390,462


 Trustee
 Jim Cotman, Chairperson, Te Kauwhata

Date 24/09/2010


 Trustee
 Peter Nation, Treasurer, Waikato

Date 24th Sept 2010.



New Zealand Farm Environment Award Trust

Statement of Cash Flows

For the Year Ended 30 June 2010

	Note	2010 \$	2009 \$
Cash Flows from Operating Activities			
Cash was provided from:			
Operating Revenue		597,453	628,606
Interest Received		16,604	29,157
		614,057	657,763
Cash was disbursed to:			
Administration and Overhead Expenses		624,356	637,263
		624,356	637,263
Net Cash Flows from Operating Activities		(10,299)	20,500
Cash Flows from Investing Activities			
Cash was disbursed to:			
Purchase of Fixed Assets		-	10,606
		-	10,606
Net Cash Flows from Investing Activities		-	(10,606)
Net Decrease in Cash Held		(10,299)	9,894
Cash at the Beginning of the Year		443,782	433,888
Cash at the End of the Year		433,483	443,782

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

For the Year Ended 30 June 2010

1 Statement of Accounting Policies

Reporting Entity

New Zealand Farm Environment Award Trust is a Discretionary Trust.

The financial statements of New Zealand Farm Environment Award Trust are general purpose financial statements which have been prepared according to Generally Accepted Accounting Practice in New Zealand (NZ GAAP).

The trust is involved in the business of Promotion and education of sustainable environmental farming practices.

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 other than FRS 10 Statement of Cash Flows.

The accounting principles recognised as appropriate for the measurement and reporting of the financial performance and financial position on an historical cost basis are followed by the trust. The information is presented in New Zealand dollars.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Financial Performance and Financial Position have been applied:

(a) Revenue

Revenue is recognised on an accruals basis.

(b) Expenses

Expenses have been classified on their business function.

(c) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

(d) Property, Plant and Equipment

Property, Plant and 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.

Plant & Equipment	15.6% DV
Computer Equipment	60.0% DV

(e) Income Tax

Trust is not subject to income tax pursuant to the Income Tax Act 2007.

(f) Investments

Investments owned by the trust are term deposits held by their one banking institutions.

New Zealand Farm Environment Award Trust

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

For the Year Ended 30 June 2010

(g) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(h) 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	Income Tax	2010	2009
		\$	\$
	Opening Balance	-	(1,082)
	The tax balance has been written off based on the fact that the refund will never be claimed due to no information as to breakdown of totals. The entity is a registered Charitable Trust and has tax exempt status.		
3	Cash & Bank Balance	\$	\$
	Bank Account Balance		
	ANZ Ballance 00 Account	23,075	22,196
	Total Cash & Bank Balance	23,075	22,196
4	Current Receivables	\$	\$
	Other Receivables		
	Sundry Debtors	3,122	3,221
	Total Current Receivables	3,122	3,221
5	Current Investments	\$	\$
	ANZ Online Call Account	232,072	186,339
	ANZ Term Deposit - 0424	-	64,842
	ANZ Ballance Term Deposit- 110	178,072	170,404
	Total Current Investments	410,144	421,585

Investment 98200000260424 - Interest Rate 4.6%, Converted. Date 4th December 2009

Investment 98200000265110 - Interest Rate 5.0%, Maturity Date 23rd February 2011

New Zealand Farm Environment Award Trust

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

For the Year Ended 30 June 2010

6 Property, Plant & Equipment

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
	\$	\$	\$	\$
Property, Plant & Equipment 2010				
Plant & Equipment				
Promotional Screens	951	112	344	607
	951	112	344	607
Computer Equipment				
Website Design	16,750	1,367	15,838	912
Trademark Promotional Design	10,606	5,726	6,789	3,817
	27,356	7,093	22,627	4,729
Total Property, Plant & Equipment	28,307	7,205	22,971	5,336

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
	\$	\$	\$	\$
Property, Plant & Equipment 2009				
Plant & Equipment				
Promotional Screens	951	133	232	719
	951	133	232	719
Computer Equipment				
Website Design	16,750	3,419	14,471	2,279
Trademark Promotional Design	10,606	1,063	1,063	9,543
	27,356	4,482	15,534	11,822
Total Property, Plant & Equipment	28,307	4,615	15,766	12,541

7 Payables & Accruals

	\$	\$
Accounts Payable		
Accruals	1,700	1,700
Sundry Creditors	76,954	91,851
Total Payables & Accruals	78,654	93,551

8 Trust Capital

	\$	\$
Opening Balance	390,463	434,134
Plus:		
Net Deficit	(5,444)	(43,672)
Total Trust Capital	385,019	390,462

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.

New Zealand Farm Environment Award Trust

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

For the Year Ended 30 June 2010

9 Operating Surplus	2010	2009
	\$	\$
Net Operating Surplus	(5,443)	(43,672)
Depreciation	7,205	4,615
Tax Expenses	1,082	
(Increase)/decrease in prepayments	-	60,991
(Increase)/decrease in trade and GST accounts receivable	1,491	(3,984)
(Increase)/decrease in trade and GST accounts payables	(14,898)	2,550
Total	(10,562)	20,500

10 Contingent Liabilities

The Trust has no contingent liabilities as at 30 June 2010, (2009 Nil).

11 Capital Commitments

The Trust has no capital commitments as at 30 June 2010, (2009 Nil).

New Zealand Farm Environment Award Trust

Depreciation Schedule

For the Year Ended 30 June 2010

	RATE & TYPE	% PVT USE	COST on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	COST	CAPITAL GAIN/LOSS	DEPN	ACCUM DEPN	PRIVATE DEPN	ACCUM PRIVATE DEPN	CLOSING WDV	
Plant & Equipment																		
Promotional Screens	15.60D		951	719	-	30/11/07	-	-	-	-	-	-	112	344	-	-	-	607
			951	719	-	-	-	-	-	-	-	-	112	344	-	-	-	607
Computer Equipment																		
Website Design	60.00D		16,750	2,279	-	01/04/07	-	-	-	-	-	-	1,367	15,838	-	-	-	912
Trademark Promotional Design	60.00D		10,606	9,543	-	14/05/09	-	-	-	-	-	-	5,726	6,789	-	-	-	3,817
			27,356	11,822	-	-	-	-	-	-	-	-	7,093	22,627	-	-	-	4,729
TOTAL			28,307	12,541	-	-	-	-	-	-	-	-	7,205	22,971	-	-	-	5,336

These financial statements are to be read in conjunction with the accompanying Notes and the Compilation Report. These statements have been audited.



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