

Consolidated statement of financial performance

for the year ended 30 September 2009

	Note	2009 \$	2008 \$
Revenue			
Donations & Grants		214,170	218,178
Interest received - deposits		8,248	19,817
Interest received - bonds		336,179	294,926
Royalties		16,551	42,368
Sponsorship		240,833	284,776
Realised gain (loss) on bonds	7	-	(19,910)
Other income		14,881	27,589
Total operating revenue		830,862	867,744
Expenses			
Administration			
Administration expenses		27,872	18,293
Computer lease expenses		1,920	1,920
General expenses		13,012	19,482
Interest expense		424	800
Motor vehicle expenses		8,433	9,798
Office rent		16,000	16,000
Programme Costs		232,076	254,694
Salaries		292,372	238,187
		592,109	559,174
Net surplus / (deficit) before non-cash items		238,753	308,570
Non-cash items			
Depreciation	3	8,605	11,934
Unrealised (gain)/ loss on bonds	6	(149,110)	43,199
		(140,505)	55,133
Net surplus / (deficit)		379,258	253,437

Consolidated statement of movements in trust funds

for the year ended 30 September 2009

	2009 \$	2008 \$
Total recognised revenues and expenses		
Net surplus / (deficit)	379,258	253,437
	379,258	253,437
Movement in trust funds for the year	379,258	253,437
Total trust funds at the beginning of the year	4,372,528	4,119,091
Total trust funds at the end of year	4,751,786	4,372,528

The above statements are to be read in conjunction with the notes to the financial statements.

Consolidated statement of financial position

as at 30 September 2009

	Note	2009 \$	2008 \$
Trust funds	2	4,751,786	4,372,528
Current assets			
Cash at bank		347,704	501,847
Term deposit		105,115	233,580
Accounts receivable		3,629	5,244
Interest receivable		65,267	27,963
GST refund due		2,515	4,300
		524,230	772,934
Non-current assets			
Property, plant and equipment	3	30,570	12,508
Investments	4	4,312,175	3,663,065
		4,342,745	3,675,573
Total assets		4,866,975	4,448,507
Current liabilities			
Accounts payable		2,327	9,005
Unearned income		27,083	42,943
Employee benefits		23,329	11,226
Programme expenses payable		60,486	7,773
Current portion of finance lease liabilities	5	1,964	3,068
		115,189	74,015
Non-current liabilities			
Non-current portion of finance lease liabilities	5	-	1,964
		-	1,964
Total liabilities		115,189	75,979
Total net assets		4,751,786	4,372,528

Notes to the financial statements

1. Accounting policies

Basis of preparation

The consolidated financial statements presented are those of the Sir Peter Blake Trust ("the Trust") and include Sir Peter Blake Charity Limited, which was incorporated 15 August 2006. Sir Peter Blake Charity Limited is 100% owned by Talis Nominees Limited that holds the shares as nominee for the Trust. The Trust was incorporated on 17 December 2003 and registered with the Charities Commission. The financial statements comply with the requirements of the Financial Reporting Standards of the New Zealand Institute of Chartered Accountants and are prepared on the basis of historical cost, as modified by the fair value.

Adoption of International Financial Reporting Standards

In September 2007 the Accounting Standards Review Board (ASRB) decided that the mandatory adoption of NZ IFRS's should be delayed for certain small entities. This decision was formally announced in ASRB Release 9 Delay of the Mandatory Adoption of New Zealand Equivalents to International Financial Reporting Standards for Certain Small Entities. The Sir Peter Blake Trust has decided to take advantage of ASRB Release 9.

Changes in accounting policies

There have been no changes in accounting policy. The accounting policies adopted are consistent with those of the previous year.

Differential reporting

In terms of the framework for differential reporting an entity is exempt from certain requirements of financial reporting standards if it satisfies the criteria laid down in the framework; such an entity is called a qualifying entity.

Sir Peter Blake Trust is a qualifying entity because it has no public accountability and is not large (as defined in the framework).

All differential reporting exemptions have been adopted.

Property, plant and equipment

Property, plant and equipment is stated at cost and depreciated as outlined below.

Where an asset is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Depreciation

Depreciation has been calculated on a diminishing value basis using the following rates:

Office Equipment	20% - 100% DV
Furniture and Fittings	19.2% - 30% DV
Motor vehicles	30% DV

Accounts receivable

Accounts receivable are stated at net realisable value.

Leases

Assets acquired by way of finance lease are stated initially at an amount equal to the present value of the future minimum lease payments, and are depreciated as assets. The interest expense component of finance lease payments is recognised in the statement of financial performance using the effective interest rate method.

Payments made under operating leases are recognised in the statement of financial performance on a straight-line basis over the term of the lease.

Taxation

The Sir Peter Blake Trust and the Sir Peter Blake Charity Limited are exempt from income tax on income derived by the trustees in trust for charitable purposes in New Zealand.

Goods and services tax

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

Revenue recognition

Donations, grants and sponsorships received are recorded on a deferred basis where they cover different periods.

Investments

Investments are recorded at fair value.

Changes in the fair value of the financial assets at fair value are recognised through the statement of financial performance as unrealised gains / (losses) on bonds. When an investment is sold, the difference between the original cost price and the amount received from the sale of the investment is recognised as a realised gain / (loss) on sale in the statement of financial performance.

Consolidation

The consolidated financial statements are prepared from the financial statements of the Trust and its subsidiary using the purchase method. A subsidiary is an entity in which the Trust has the capacity to determine the financing and operating policies and from which it has an entitlement to significant ownership benefits. As the Trust is a qualifying entity and not subject to the Financial Reporting Act, parent financial statements do not need to be prepared. All significant inter-entity transactions are eliminated on consolidation.

Comparatives

To ensure consistency with the current period, comparatives have been restated where appropriate.

2	Trust funds	Note	2009	2008
			\$	\$
	Trust Endowment			
	Trust Endowment	9	3,800,000	3,800,000
	Accumulated trust income			
	Balance brought forward		572,528	319,091
	Income / (loss) retained by trust for the year		379,258	253,437
			951,786	572,528
	Total trust funds		4,751,786	4,372,528

3	Property, plant and equipment	Cost	Current	Accum	Carrying
			Depn Chg	Depn	Value
		2009	2009	2009	2009
		\$	\$	\$	\$
	Motor vehicles	26,667	3,353	3,353	23,314
	Office equipment	22,595	4,398	18,673	3,922
	Furniture and fittings	5,647	854	2,313	3,334
	Total	54,909	8,605	24,339	30,570

	Cost	Current	Accum	Carrying
		Depn Chg	Depn	Value
	2008	2008	2008	2008
	\$	\$	\$	\$
Office equipment	22,595	10,844	14,275	8,320
Furniture and fittings	5,647	1,090	1,459	4,188
Total	28,242	11,934	15,734	12,508

4	Investments		2009	2008
		Interest rate	\$	\$
	Government stock	6.00%	512,000	511,327
	Local authority	8.50%	533,800	526,437
	Commercial bonds	7.06%	3,266,375	2,625,301
			4,312,175	3,663,065

5	Finance lease liabilities	2009	2008
		\$	\$
	Finance lease liability		
	Current	1,964	3,068
	Non-current	-	1,964
		1,964	5,032

The finance lease relates to the purchase of computer equipment. The cost of the computer equipment was \$7,724. At balance date the computer equipment had a net book value of \$1,236 (2008: \$3,090). The unexpired finance charges total \$73 (2008: \$497). There is no obligation to purchase the computer equipment at the end of the finance lease.

6 Unrealised gain / loss on bonds

There is an inverse relationship between bond prices and interest rate movements. If interest rates fall, bond prices rise, and vice versa. The unrealised gain on the bond portfolio would only be realised if the bonds were to be sold. The trust is committed to being a long-term holder of its bond investments unless a better investment return can be obtained from the sale of one bond and the purchase of another. The Trustees are confident that they have made prudent investment decisions for a longer term benefit.

7 Realised loss

During the 2008 year, a NZ Government stock bond was sold realising a loss of \$19,910. No bonds were sold during the 2009 year.

8 Operating lease commitments

	2009	2008
Lease commitments under non-cancellable operating leases	\$	\$
are as follows:		
Current	17,120	1,920
Non-current	32,000	1,120
	49,120	3,040

During the 2008 year there was a reclassification of an operating lease to a finance lease as shown in note 5.

9 Endowments

An initial endowment of \$3,800,000 was received from the New Zealand Government on 22 October 2003. The \$3,800,000 endowment was provided as a means for the Trust to generate income and is not to be used by the Trust to cover expenses.

Similarly, there is an onus on the Trustees to adequately protect the endowment's value and this is represented by the Accumulated Trust Income carried forward.

10 Donations

Donations were received by the Trust to assist with programme delivery and day to day expenses. Programme delivery has, in some instances, crossed over two financial years and therefore some donation income will not be earned until 2010.

Donations of services and products received in kind have not been recognised in the Statement of Financial Performance as their fair value can not be reliably estimated. We would like to extend our appreciation to the following organisations for their contributions in the 12 months to 30 September 2009:

Westpac, Lion Foundation (\$100,000), Fuji Xerox, Air New Zealand, Chapman Tripp, designworks, Giltrap City Toyota, KPMG, Ministry of Education, Ministry for the Environment, Newstalk ZB, PricewaterhouseCoopers, Sheffield, Shift, Soar Print, Tourism Auckland, New Zealand Community Trust (\$15,000), ASB Community Trust (\$36,175), and the Sustainable Management Fund (\$51,500).

11 Related parties

Sir Peter Blake Charity Limited was incorporated 15 August 2006 and is 100% owned by the Sir Peter Blake Trust. The company was incorporated to undertake the operating functions, while the Trust undertakes the investing functions. Assets were transferred from Sir Peter Blake Trust to Sir Peter Blake Charity Limited via an inter-entity account in order for Sir Peter Blake Charity Limited to commence operation. There is an inter-entity balance which is eliminated on consolidation.

Westpac New Zealand Limited ("Westpac") is a related entity of the trust as the Westpac CEO is also the Chairman of the Sir Peter Blake Trust Board of Trustees. Banking facilities and investment advisory services were provided by Westpac to the Trust and Company during the year. As at 30 September 2009, the trust held two bonds issued by Westpac, representing 24% (2008: 14%) of the value of the total fixed interest securities. The Trusts banking arrangements are also with Westpac. During the current financial year Westpac entered into a sponsorship agreement with the Trust for \$125,000 per annum. Westpac also performs some administrative functions on behalf of the Trust free of charge, which include secretarial services for Trust Board meetings.

12 Commitments and Contingencies

There were no capital commitments or contingencies as at 30 September 2009 (2008: Nil).