

Latin American New Zealand Business Council Inc

Financial Statements

For the Year ended 31st December 2019

Latin America New Zealand Business Council Inc

Directory

As at 31st December 2019

President Simon O'Connor

Treasurer Peter McMenemy

Banker ANZ Bank

Nature of Business Promotion of trading relations between Latin America & New Zealand

Latin America New Zealand Business Council Inc

Statement of Financial Performance For the Year ended 31st December 2019

	2019	2018
	\$	\$
REVENUE		
Events General	5,486	4,970
Subscriptions	37,800	35,088
Interest Received	846	1,750
Sundry Income	-	1,000
Other Income		
CAPE YPN Funding	12,917	-
MFAT Grant 2019	14,850	-
Total Income	<u>71,900</u>	<u>42,807</u>
Less Expenses		
Audit Fees	-	57
Bad Debts	-	2,401
Bank Charges	376	229
Board Expenses	-	2,065
Computer Xero Costs	684	729
Events General	234	4,136
Secretary Contract	26,000	31,200
General Expenses	1,160	636
Secretariat Expenses	2,405	2,736
President Expenses	-	-
Travel - National	855	-
Website	514	1,079
Total Expenses	<u>32,228</u>	<u>45,268</u>
Net Surplus Before Depreciation	<u>39,671</u>	<u>(2,461)</u>
Less Depreciation		
Depreciation	563	563
OPERATING SURPLUS BEFORE TAX	<u>39,109</u>	<u>(3,024)</u>
Income tax expense	-	-
NET SURPLUS	<u><u>39,109</u></u>	<u><u>(3,024)</u></u>

The above statement is to be read in conjunction with the accompanying notes.

Latin America New Zealand Business Council Inc

Statement of Movements of Equity
For the Year ended 31st December 2019

	2019	2018
	\$	\$
EQUITY AT START OF PERIOD	59,775	62,799
SURPLUS		
Net Surplus After Tax	39,109	(3,024)
Total Recognised Revenues & Expenses	<u>39,109</u>	<u>(3,024)</u>
EQUITY AT END OF PERIOD	<u><u>98,884</u></u>	<u><u>59,775</u></u>

The above statement is to be read in conjunction with the accompanying notes.

Latin America New Zealand Business Council Inc

Statement of Financial Position

As at 31st December 2019

	2019	2018
	\$	\$
CURRENT ASSETS		
ANZ Account - 00	39,829	850
ANZ Account - 46	3,413	8,012
Short term deposits	36,148	50,561
PayPal Account	5,934	1,214
GST Refund Due	-	3,076
Accounts Receivable	2,928	213
Total Current Assets	88,253	63,926
NON-CURRENT ASSETS		
Fixed Assets as per Schedule	13,260	563
TOTAL ASSETS	101,512	64,489
CURRENT LIABILITIES		
Accounts Payable	1,300	2,937
Subscriptions in Advance	450	1,776
GST Payment Due	879	-
Total Current Liabilities	2,629	4,713
TOTAL LIABILITIES	2,629	4,713
NET ASSETS	98,884	59,775
Equity		
Retained Earnings	98,884	59,775
TOTAL EQUITY	98,884	59,775

Represented by;


EQUITY

Retained Earnings

TOTAL EQUITY

Authorised by Directors

President



Date

16/4/2020

Treasurer



Date 16 / 04 / 2020

The above statement is to be read in conjunction with the accompanying notes.

Latin America New Zealand Business Council Inc

Depreciation Schedule

As at 31st December 2019

Asset	Cost	Book	Gain/Loss			---Depreciation---		Accum	Book
	Price	Value	Additions	on	Capital	Mth	Rate	Deprec	Value
		1/01/19	Disposals	Disposal	Profit		\$	31/12/19	31/12/19
OFFICE EQUIPMENT									
Website	7,542	-				1	DV	-	7,542
Website Dvt 2015	2,250	562		-		1	SL	563	2,251
Website Devt 2019	13,260	-	13,260			1	DV	-	13,260
TOTAL	23,052	562	13,260				563	9,793	13,260

The above statement is to be read in conjunction with the accompanying notes.

Latin America New Zealand Business Council Inc

Notes to Financial Statements

As at 31st December 2019

1. STATEMENT OF ACCOUNTING POLICIES

The Financial Statements presented here are for Latin America New Zealand Business Council Incorporated.

The Council is incorporated under the Incorporated Societies Act 1908.

These accounts are special purpose reports that have been prepared for the Board and Members of the Council.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

2. 2020 EARNINGS TO BE MATERIALLY AFFECTED BY COVID-19

Given the impact of Covid 19, we expect a material reduction in membership fees and event income.

In particular, the high proportion of members being in education and tourism, will likely translate into a reduction of membership income during 2020. In addition, the inability to hold income earning events this year should translate into a 2020 financial loss with cash reserves expected be used.

3. SPECIFIC ACCOUNTING POLICIES

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied.

(a) Fixed Assets & Depreciation

The entity has the following class of fixed assets;

Office Equipment - Website

All fixed assets are initially recorded at cost with depreciation being deducted on all tangible fixed assets, in accordance with rates set out in the Income Tax Act 2007.

(b) Receivables

Receivables are stated at their estimated realisable value. Bad debts are written off in the year they are identified.

Latin America New Zealand Business Council Inc

Notes to Financial Statements

As at 31st December 2019

(c) Goods & Services Tax

The Statement of Financial Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.

(d) Income Tax

The Council is an Incorporated Society and as such can only be taxed on net income from non-members. The first \$1,000 of such income is exempt.

4. CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

5. AUDIT

These financial statements have not been subject to audit. The previous audit was completed in 2017.

6. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2019:\$0). Latin America New Zealand Business Council Incorporated has not granted any securities in respect of liabilities payable by any other party whatsoever.

7. CAPITAL COMMITMENTS

At 31st December 2019, the Council had committed to the payment of the upgrade of its website to Zanzo Media, the website developer. During 2019 the Council engaged Zanzo Media to complete the upgrade at an estimated cost of \$20,332.00. At the balance date the majority of this work had been completed with \$13,260 invoiced by Zanzo Media and paid by the Council.

8. SUBSCRIPTIONS RECEIVED IN ADVANCE

As at balance date there were Subscriptions that have been received in advance for the 2020 year of \$450.

9. RELATED PARTY TRANSACTIONS

There have been no related party transactions during the year.