

INTERNATIONAL NEEDS NEW ZEALAND

FINANCIAL STATEMENTS for the year ended 31 December 2018

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INTERNATIONAL NEEDS NEW ZEALAND

DIRECTORY

BOARD OF TRUSTEES

Sara, Peter J (Chair)	Dunedin	
Warne, Geoffrey (Secretary)	Auckland	(Appointed 28th July 2018)
Taylor, Malcolm J (Treasurer)	Auckland	
Jensen, Kit M L	New Plymouth	(Retired 30 April 2018)
Clist, Roger S	Auckland	
Cotton, Robyn M	Auckland	
Gibbons, Daniel J	Queenstown	
Markley, Sarah L	Wellington	
Hughes, David G (Vice Chair)	Auckland	
Tanielu, Rabena A	Auckland	(Appointed 28th July 2018)

LOCATION

Unit 4, Level One
120 Eleventh Ave
Tauranga, New Zealand

AUDITORS

William Buck Audit (NZ) Ltd
Tauranga

SOLICITORS

Keam Standen
Tauranga

BANKERS

Bank of New Zealand
Cameron Road, Tauranga

International Needs New Zealand

Independent auditor's report to the Trustees Report on the Financial Statements

Opinion

We have audited the financial statements of International Needs New Zealand (the entity), which comprise the statement of financial position as at 31 December 2018, the statement of comprehensive revenue and expenses, statement of changes in net assets and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion accompanying financial statements give a true and fair view of the financial position of International Needs New Zealand as at 31 December 2018 and of its financial performance, and cash flows for the year then ended in accordance with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime (IPSAS RDR).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the entity.

Responsibilities of the Trustees

The Trustees are responsible on behalf of the entity for the preparation of the financial statements that give a true and fair view in accordance with Public Benefit Entity International Public Sector Accounting Standards, and for such internal control as the Trustees determine is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

CHARTERED ACCOUNTANTS & ADVISORS

Level 2, 60 Durham Street
Tauranga 3110, New Zealand
PO Box 222
Tauranga 3144, New Zealand
Telephone: +64 7 927 1234
williambuck.co.nz

William Buck Audit (NZ) Limited

In preparing the financial statements, the Trustees are responsible on behalf of the entity for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements are as a whole free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-8/>

This description forms part of our independent auditor's report.

The engagement director on the audit resulting in this independent auditor's report is Richard Dey.

Restriction on Distribution and Use

This report is made solely to the Trustees, as a body. Our audit work has been undertaken so that we might state to the Trustees those matters which 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 entity and the entity's members, as a body, for our audit work, for this report or for the opinions we have formed.

A handwritten signature in blue ink that reads 'William Buck'.

William Buck Audit (NZ) Limited

Tauranga
11 April 2019

INTERNATIONAL NEEDS NEW ZEALAND

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES

for the year ended 31 December 2018

	Note	2018			2017		
		\$	\$	\$	\$	\$	\$
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
Revenue from Non-Exchange Transactions							
Donations & Contributions		53,170	223,282	276,452	44,467	239,332	283,799
Donations - Personal Support		7,455	9,973	17,428	9,365	12,130	21,495
Grants, NZ Aid		1,608	0	1,608	17,405	4,233	21,638
Short Term Missions Income		156	-	156	1,322	-	1,322
Legacies/Special Gifts		6,175	-	6,175	11,395	-	11,395
Management Fees on Donations		103,224	-	103,224	157,580	-	157,580
Movement in Restricted Funds	8	-	18,009	18,009	-	46,321	46,321
Transfer To/(From) Unrestricted Funds		24,600	(24,600)	-			
Revenue from Exchange Transactions							
Management Fees - INHAT		332,924	-	332,924	271,000	-	271,000
Interest Income		11,046	-	11,046	8,183	-	8,183
Total Revenue		540,358	226,664	767,022	520,717	302,016	822,733
Operating Expenses							
Operating Expenses (page 5)		503,990	-	503,990	506,526	-	506,526
Project Expenses	8	-	226,664	226,664		302,016	302,016
Total Expenses		503,990	226,664	730,654	506,526	302,016	808,542
Net Surplus/(Deficit) For The Year		36,368	-	36,368	14,191	0	14,191
Other Comprehensive Revenue and Expenses		-	-	-	-	-	-
Total Comprehensive Revenue and Expenses		36,368	-	36,368	14,191	-	14,191

These financial statements should be read in conjunction with the notes to the financial statements



INTERNATIONAL NEEDS NEW ZEALAND

SCHEDULE OF EXPENSES

for the year ended 31 December 2018

	Note	2018 \$	2017 \$
Promotional Expenses			
Marketing			
Advertising, website and social media		3,230	5,307
Appeals including newsletters, direct and church based		42,948	44,870
Deputations, special projects and events		22,561	13,092
		<u>68,739</u>	<u>63,269</u>
Travel			
Travel local and overseas		11,796	20,678
		<u>11,796</u>	<u>20,678</u>
Total Promotional Expenses		<u>80,534</u>	<u>83,947</u>
Administration Expenses			
Property			
Rent on premises		24,360	24,578
Electrical and utilities		2,579	2,423
		<u>26,939</u>	<u>27,001</u>
Office			
Computer fees, licences and consumables		15,753	20,396
Printing, stationery and postage		16,175	19,940
Telephone		5,597	6,756
General expenses		5,202	11,418
		<u>42,727</u>	<u>58,510</u>
Financial			
Audit fees		8,760	8,960
Bank fees		4,818	4,957
Insurance		3,148	3,994
Depreciation and write offs	7	9,483	7,328
		<u>26,209</u>	<u>25,239</u>
Personnel			
Salaries		259,217	253,164
Other costs including training, meeting expenses, ACC and recruitment		11,237	17,473
		<u>270,454</u>	<u>270,637</u>
Professional Services			
NZAID administration		1,669	11,607
Project management		16,702	8,265
International management fee		21,952	21,320
Professional Fees		16,804	-
		<u>57,126</u>	<u>41,192</u>
Total Administration Expenses		<u>423,455</u>	<u>422,579</u>
Total Expenses		<u>503,990</u>	<u>506,526</u>

These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS NEW ZEALAND

STATEMENT OF CHANGES IN NET ASSETS

as at 31 December 2018

	Fixed Asset Reserve \$	Retained Surplus \$	Total Equity \$
Opening Balance at 1 January 2018	16,461	49,364	65,825
Surplus for the Year	-	36,368	36,368
Other Comprehensive Income	-	-	-
Transfer to/from Fixed Asset Reserve to General Fund	18,296 -	18,296 -	0
Closing Equity at 31 December 2018	34,757	67,436	102,193
Opening Balance at 1 January 2017	-	51,634	51,634
Surplus for the Year	-	14,191	14,191
Other Comprehensive Income	-	-	-
Transfer from Fixed Asset Reserve to General Fund	16,461	(16,461)	
Closing Equity at 31 December 2017	16,461	49,364	65,825



These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS NEW ZEALAND

STATEMENT OF FINANCIAL POSITION

as at 31 December 2018

	Notes	2018 \$	2017 \$
<u>CURRENT ASSETS</u>			
Cash and cash equivalents	5	319,680	319,185
Funds on deposit	6	400,000	250,781
Accrued interest		1,919	464
Sundry debtors and prepayments		14,726	1,892
GST receivable		3,579	7,578
		<u>739,903</u>	<u>579,900</u>
<u>CURRENT LIABILITIES</u>			
Accounts payable - INHAT	10	459,629	294,048
Accounts payable		18,284	27,325
Sundry creditors and accruals		-	100
Fees in Advance		-	1,669
Provision for Annual Leave		16,758	11,590
		<u>494,671</u>	<u>334,732</u>
WORKING CAPITAL		245,232	245,168
<u>NON-CURRENT ASSETS</u>			
Fixed Assets	7	34,757	16,461
Loan: Kidron Ministries, Bougainville	9	30,000	50,000
		<u>64,757</u>	<u>66,461</u>
<u>NON-CURRENT LIABILITIES</u>			
<i>Restricted Funds Held for Disbursement</i>			
Offshore Ministries: NZ Aid Funds	8	-	-
Child Assistance Projects	8	17,460	19,895
National Ministry Projects	8	80,345	63,204
Other Projects	8	66,235	80,871
NZ Ministries	8	13,757	31,834
Other non-current liabilities	9	30,000	50,000
		<u>207,796</u>	<u>245,804</u>
TOTAL NET ASSETS		<u>102,193</u>	<u>65,825</u>
<u>AS REPRESENTED BY</u>			
Fixed Asset Reserve		34,757	16,461
General Fund (retained surplus)		67,436	49,364
TOTAL EQUITY		<u>102,193</u>	<u>65,825</u>

Signed for and on behalf of the Board of Trustees who authorised
these financial statements for issue on 10 April 2019

Trustee

Trustee

William
Buck
Audit

These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS NEW ZEALAND

CASH FLOW STATEMENT

for the year ended 31 December 2018

	Notes	2018 \$	2017 \$
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Receipts			
Receipts from Non-Exchange Transactions		403,461	475,505
Receipts from Exchange Transactions		342,515	279,605
		<hr/>	<hr/>
		745,976	755,110
Payments			
Payments to Suppliers		(480,015)	(536,323)
Payments to Employees		(254,049)	(258,021)
		<hr/>	<hr/>
		(734,064)	(794,344)
Net Cash Flows from Operating Expenses			
		<hr/>	<hr/>
		11,912	(39,234)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Payments			
Payments to acquire property, plant and equipment		(27,779)	(1,674)
Payments to purchase term investments		(149,219)	(95,356)
		<hr/>	<hr/>
		(176,998)	(97,030)
Net Cash Flows from Investing Expenses			
		<hr/>	<hr/>
		(176,998)	(97,030)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Receipts			
Funds received on behalf of INHAT		1,317,045	1,356,148
Funds Received from repayment of Loans		20,000	-
		<hr/>	<hr/>
		1,337,045	1,356,148
Payments			
Funds distributed on behalf of INHAT		(1,171,464)	(1,328,212)
		<hr/>	<hr/>
		(1,171,464)	(1,328,212)
Net Cash Flows from Financing Expenses			
		<hr/>	<hr/>
		165,581	27,936
Net Increase / (Decrease) in Cash and Cash Equivalents			
		495	(108,328)
Cash and Cash Equivalents at 1 January			
		319,185	427,513
Cash and Cash Equivalents at 31 December			
	5	<hr/>	<hr/>
		319,680	319,185

These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

1 REPORTING ENTITY

The reporting entity is International Needs New Zealand (the "Trust"). The Trust is domiciled in New Zealand and is a charitable organisation registered under the Charitable Trusts Act 1957 and the Charities Act 2005.

The financial statements of the Trust for the year ended 31 December 2018 were authorised for issue by the Board of Trustees on 10 April 2019.

2 STATEMENT OF COMPLIANCE

The Trust's financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Trust is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions. This decision results in the Trust not preparing a Statement of Service Performance for both reporting periods.

3 CHANGES IN ACCOUNTING POLICY

There were no significant changes in accounting policy during the year ended 31 December 2018.

4 SUMMARY OF ACCOUNTING POLICIES

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

Basis of Measurement

These financial statements have been prepared on the basis of historical cost.

Functional and Presentational Currency

The financial statements are presented in New Zealand dollars (\$), which is the Trust's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from Non-Exchange Transactions

Donations and Contributions revenue is recognised when the conditions attached to these have been complied with. Where there are unfulfilled conditions the balance is held in the restricted funds liability until the conditions are fulfilled.

For transparency purposes the gross amount of income and expenditure is recorded in the statement of comprehensive revenue and expenses, along with the movement in restricted funds which has nil effect on the results for the year.

Revenue from Exchange Transactions

Interest Revenue

Interest revenue is recognised as it accrues, using the effective interest method.

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

Financial Instruments

Financial assets and financial liabilities are recognised when the Trust becomes a party to the contractual provisions of the financial instrument.

The Trust derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Trust has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Trust has transferred substantially all the risks and rewards of the asset; or
- the Trust has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial Assets

Financial assets within the scope of NFP PBE IPSAS 29 *Financial Instruments: Recognition and Measurement* are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The category determines subsequent measurement and whether any resulting income and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Trust's financial assets are classified as loans and receivables or as available for sale financial assets. The Trust's financial assets include: cash and cash equivalents, short-term deposits, receivables from non-exchange transactions, receivables from exchange transactions and investments.

All financial assets except for those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Trust's cash and cash equivalents, receivables from exchange transactions and receivables from non-exchange transactions fall into this category of financial instruments.

Available for Sale Financial Assets

Available-for-sale financial assets are non-derivative financial assets that are either designated to this category or do not qualify for inclusion in any of the other categories of financial assets.

Impairment of Financial Assets

The Trust assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there are any objective evidence of impairment, the Trust first assesses whether there are objective evidence of impairment for financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Trust determines that there is no objective evidence of impairment for an individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

Financial Instruments (cont.)

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

Financial Liabilities

The Trust's financial liabilities include trade and other creditors.

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

Cash and Cash Equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Term Deposits

Term deposits which have a term of greater than three months but less than twelve months are treated as short-term investments under current assets and do not fall into the category of cash and cash equivalents. Term deposits which have a term of greater than twelve months are treated as a non-current asset.

Property, Plant & Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a diminishing value or straight line basis over the useful life of the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

Computer Hardware	20% DV
Computer Software	20% DV
Office Equipment	20% DV
Furniture & Fittings	20% DV

Equity

Two categories of equity are recognised on the Balance Sheet. Fixed Asset Reserve is the net book value of fixed assets and thus reflects equity already spent. General Fund is unrestricted available equity.

Significant Judgements and Estimates

In preparing the financial statements, the Board of Trustees is required to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. The uncertainty from these assumptions and estimates could result in outcomes that may result in a material adjustment to the carrying amount of the asset or liability.

The Trust bases its assumptions and estimates on parameters available when the financial statements are prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Trust. Such changes are reflected in the assumptions when they occur.

The following balances contain significant judgements and estimates

-Depreciation

Income Tax

Due to its charitable status, the Trust is exempt from income tax.



INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

5 CASH AND CASH EQUIVALENTS

	2018 \$	2017 \$
Petty Cash	100	100
NZD Bank Account	70,948	58,732
Foreign Exchange Account	81,839	89,333
Funds On Call Deposit	166,794	171,020
	<u>319,681</u>	<u>319,185</u>

6 FUNDS ON TERM DEPOSIT

	2018 \$	2017 \$
Total funds on deposit	<u>400,000</u>	<u>250,781</u>
Reported as:		
Current Assets	<u>400,000</u>	<u>250,781</u>

7 PROPERTY PLANT & EQUIPMENT

	Computer Hardware \$	Computer Software \$	Office Equipment \$	Furniture & Fittings \$	Total \$
2018					
Opening Balance	11,314	78,317	4,046	2,673	96,350
Additions	27,779	-	-	-	27,779
Disposals	626	0	1,818	2,672	5,116
Closing Balance	<u>38,467</u>	<u>78,317</u>	<u>2,228</u>	<u>-</u>	<u>119,012</u>
Opening Accumulated Depreciation	5,930	68,828	2,689	2,440	79,888
Depreciation on Disposals	(477)	0	(1,390)	(2,487)	(4,353)
Depreciation Charge for Year	6,504	1,898	271	46	8,720
Closing Accumulated Depreciation	<u>11,958</u>	<u>70,726</u>	<u>1,570</u>	<u>0</u>	<u>84,254</u>
Closing Book Value	<u>26,509</u>	<u>7,591</u>	<u>657</u>	<u>-</u>	<u>34,757</u>
2017					
Opening Balance	20,466	79,584	4,046	2,827	106,923
Additions	1,674	-	-	-	1,674
Disposals	(10,493)	(1,268)	-	-	(11,761)
Closing Balance	<u>11,647</u>	<u>78,316</u>	<u>4,046</u>	<u>2,827</u>	<u>96,836</u>
Opening Accumulated Depreciation	12,636	67,282	2,350	2,538	84,806
Depreciation on Disposals	(7,994)	(916)	-	-	(8,910)
Depreciation Charge for Year	1,621	2,460	340	58	4,479
Closing Accumulated Depreciation	<u>6,263</u>	<u>68,826</u>	<u>2,690</u>	<u>2,596</u>	<u>80,375</u>
Closing Book Value	<u>5,384</u>	<u>9,490</u>	<u>1,356</u>	<u>231</u>	<u>16,461</u>

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

8 RESTRICTED FUNDS HELD FOR DISBURSEMENT

	2018 \$	2017 \$
Opening Balance	195,804	242,125
Support Raised	<u>233,256</u>	<u>255,695</u>
Funds Distributed - Expenses	<u>(226,664)</u>	<u>(302,016)</u>
Funds Distributed - Capital Items	<u>(24,600)</u>	<u>0</u>
Total Funds Distributed	<u>(251,264)</u>	<u>(302,016)</u>
<i>Net change in funds held for distribution</i>	<i>(18,008)</i>	<i>(46,321)</i>
Closing Balance	<u>177,796</u>	<u>195,804</u>

Transfer To/(From) Unrestricted Funds

Funds received in 2017 for the purpose of upgrading office IT equipment. Funds receipted in as restricted, however moved from restricted funds to unrestricted, so that IT equipment and upgrades can be purchased in 2018.

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

8 RESTRICTED FUNDS HELD FOR DISBURSEMENT (cont.)

RESTRICTED FUNDS	Cash available at beginning of year	Support raised during year	Funds disbursed during year	Inter-fund movements	Cash available at end of year
NZ Ministry - Founder President	7,234	9,973	3,450		13,757
NZ Ministry - Office projects	24,600	-	24,600		-
Total NZ Ministry	31,834	9,973	28,050	-	13,757
NZ Aid Projects					
Fiji Solo Mums	0	0	-	(1)	-
Total NZ Aid Projects	0	0	-	(1)	-
Child Assistance Projects					
India	1,807	-	-		1,807
North India	15,990	-	337		15,653
Sri Lanka	2,098	-	-	(2,098)	(0)
Total Child Assistance Projects	19,895	-	337	(2,098)	17,460
National Ministry Projects					
Bangladesh	1,810	19,830	6,114		15,526
Bougainville	6,108	15,996	15,165		6,940
Cambodia	15	40			55
Czech Republic	1,881	3,200	3,614		1,467
Egypt	1,735	8,672	9,724		683
Ethiopia	6,071	19,202	18,859	1,688	8,102
Fiji	450	-	-	161	611
Ghana	1,401	3,548	4,715		234
India	10,032	21,678	19,684		12,026
Myanmar	2,569	5,021	5,319		2,271
Nepal	3,680	24,671	22,699	403	6,055
North India	1,057	13,997	13,730		1,324
Papua New Guinea	487	5,336	5,433	2,412	2,802
Philippines	6,061	35,199	35,697		5,563
Romania	1,389	5,206	6,021		574
Turkey	130	5,179	5,207		102
Uganda	10,054	16,331	19,475	1,258	8,167
Vietnam	7,463	19,385	19,003		7,845
Other National Ministries Projects	812	576	1,388		-
Total National Ministry Projects	63,204	223,067	211,848	5,921	80,345
Other Projects					
Bougainville-Kidron	(18,432)	-	-	18,432	-
Egypt	3,340	-	3,340		-
Ethiopia	159	-	-	(159)	0
Fiji	160	-	-	(160)	-
Ghana	1,623	215	1,838	-	0
India	2,247	-	-		2,247
North India	5,202	-	-		5,202
Papua New Guinea	10,966	-	138	(10,829)	-
Philippines	-	-	-		-
Sri Lanka	3,365	-	3,365		-
Project Turkey	275	-	275		-
Uganda	4,624	-	1,000		3,624
Vietnam	575	-	575		-
Zambia	499	-	499		-
Development and Relief Fund	23,738	-	-		23,738
Undesignated Other	38,512	-	-	(9,577)	28,934
Undesignated Funds Disaster and Rel	4,020	-	-	(1,529)	2,490
Total Other Projects	80,871	215	11,030	(3,822)	66,235
TOTAL RESTRICTED FUNDS	195,804	233,256	251,264	0	177,796

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

9 LOANS

A Trust has provided a loan of \$50,000 to enable International Needs New Zealand to loan the same amount to Kidron Ministries, Bougainville, to finance the completion of a guest house building. By agreement with the parties, as the loan is repaid by Kidron, it may be applied towards the general purposes of International Needs New Zealand. Repayments by Kidron Ministries are scheduled over a 23-month period commencing May 2018. Repayments of \$20,000 have been made throughout 2018.

10 RELATED PARTY TRANSACTIONS

International Needs New Zealand has the same Trustees as International Needs Humanitarian Aid Trust (INHAT). International Needs New Zealand received money from various donors for relevant projects, and spent money on relevant projects, on behalf on International Needs Humanitarian Aid Trust.

	2018	2017
Amounts paid	\$	\$
Project Expenses	1,172,800	1,057,213
Management fee paid to INHAT	334,261	272,248
Amounts received		
Donations and Contributions	1,337,045	1,083,901
Professional fees received from INHAT	332,924	271,000

Balance owed from International Needs Humanitarian Aid Trust as at 31 December 2018 is \$459,629 (2017: \$294,048)

No related party debts have been written off or forgiven during the year.

Key management personnel

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, is comprised of the Executive Director and the Board of Trustees. No remuneration is paid to members of the Board of Trustees in their capacity as Trustees. The aggregate remuneration of key management personnel and the number of individuals, determined on a full-time equivalent basis, receiving remuneration is as follows:

	2018	2017
	\$	\$
Total Remuneration	92,452	106,638
Number of FTE's	1.1	1

Geoff Warne became a Trustee for International Needs New Zealand on 27 July 2018, he is also a Director and Shareholder at Geoffrey Warne Associates Limited. From the period of 1 April 2018 to 15 June 2018, International Needs New Zealand paid Geoffrey Warne Associates \$16,507 for professional fees which are separate from remuneration as Executive Director.

Remuneration and compensation provided to close family members of key management personnel

During the reporting period, total remuneration and compensation of \$Nil (2017: \$Nil) was provided by the Trust to employees who are close family members of key management personnel.

INTERNATIONAL NEEDS NEW ZEALAND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2018

11 CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2018	2017
	\$	\$
Financial Assets		
<u>Loans and Receivables</u>		
Cash and Cash Equivalents	319,680	319,185
Funds on Deposit	400,000	250,781
	<u>719,680</u>	<u>569,966</u>
Financial Liabilities		
<u>At Amortised Cost</u>		
Accounts Payable	18,284	27,325
Accrued Liabilities	0	100
	<u>18,284</u>	<u>27,425</u>

12 CAPITAL COMMITMENTS

There are no commitments to capital purchases at balance date (2017: \$Nil).

13 OPERATING LEASE COMMITMENTS

As at the reporting date, the Trust has entered into the following operating lease commitments:

	2018	2017
	\$	\$
No later than one year	11,820	21,000
Between one and five years	1,980	10,500
Later than five years	-	-
	<u>13,800</u>	<u>31,500</u>

During the year, the Trust incurred \$21,886 (2017: \$21,000) in lease rental payments.

14 CONTINGENT ASSETS AND LIABILITIES

The trustees are not aware of any contingent assets or liabilities at balance date (2017: \$Nil).

15 EVENTS AFTER THE REPORTING DATE

The Board is 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 Trust (2017: \$Nil).