

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2017

C O N T E N T S

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IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

**CNR MT WELLINGTON HIGHWAY & VESTEY DRIVE
MT WELLINGTON, AUCKLAND**

DIRECTORY

AS AT 31 MARCH 2017

| | |
|--------------------------------|---|
| Patron | Mr J Nicholls |
| Chairmen | Mr G Macdonald & Mr L Wilson |
| Chief Executive Officer | Mr D Vinsen |
| Executive | Mr G Macdonald Mr L Wilson Mr F Willet Mr N Owens |
| Secretary | Mr A Sheard Unit 3B 303 Blenheim Rd P O Box 79-071 Christchurch 8446 |
| Banker | Westpac New Zealand Limited ANZ Bank New Zealand Limited |
| Solicitors | LeeSalmonLong |
| Accountants | Henning & Associates |
| Review Accountants | RSM Hayes Audit |

Mission Statement

“The IMVIA is committed to support and promote the vehicle importing industry”

The Association represents those who are directly or indirectly involved in the importation, refurbishment and marketing of vehicles.

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 31 MARCH 2017

| | NOTE | 2017 \$ | 2016 \$ |
|---|------|------------|------------|
| <u>REVENUE</u> | | | |
| Revenue from membership and sponsorship contributions | 2 | 329,344 | 310,917 |
| Revenue from provision of services | 3 | 431,754 | 582,830 |
| Revenue from sale of goods | 3 | 31,279 | 28,365 |
| Other income | 3 | 24,971 | 30,308 |
| | | <hr/> | <hr/> |
| <u>TOTAL REVENUE</u> | | 817,348 | 952,420 |
| <u>EXPENSES</u> | | | |
| Expenses relating to provision of services | 3 | 191,663 | 236,333 |
| Expenses relating to sale of goods | 3 | 8,629 | 14,787 |
| Administration expenses | 10 | 735,643 | 661,794 |
| | | <hr/> | <hr/> |
| <u>TOTAL EXPENSES</u> | | 935,935 | 862,914 |
| <u>OPERATING SURPLUS/(DEFICIT) FOR THE YEAR</u> | | (118,587) | 69,506 |
| Income tax expense | 8 | - | - |
| | | <hr/> | <hr/> |
| <u>NET SURPLUS/(DEFICIT) FOR THE YEAR</u> | | (118,587) | 69,506 |
| | | <hr/> | <hr/> |

CONSOLIDATED STATEMENT OF MOVEMENT IN EQUITY

FOR THE YEAR ENDED 31 MARCH 2017

| | 2017 \$ | 2016 \$ |
|--|------------|------------|
| Opening Equity | 900,692 | 831,186 |
| ADD Net Surplus/(Deficit) for the Year | (118,587) | 69,506 |
| | <hr/> | <hr/> |
| <u>TOTAL RECOGNISED REVENUES AND EXPENSES FOR THE YEAR</u> | (118,587) | 69,506 |
| | <hr/> | <hr/> |
| <u>CLOSING EQUITY</u> | 782,105 | 900,692 |
| | <hr/> | <hr/> |

These unaudited Financial Statements are to be read in conjunction
with the notes on page 4 - 10

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

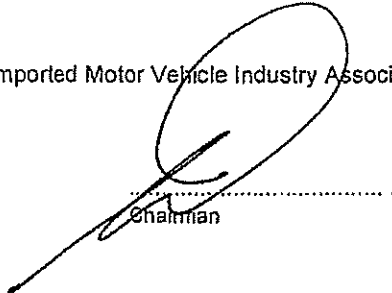
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2017

| | NOTE | 2017 \$ | 2016 \$ |
|-----------------------------------|------|------------|------------|
| <u>EQUITY AT YEAR END</u> | | 782,105 | 900,692 |
| Represented By: | | | |
| <u>NON CURRENT ASSETS</u> | | | |
| Fixed Assets | 5 | 18,252 | 13,344 |
| <u>TOTAL NON CURRENT ASSETS</u> | | 18,252 | 13,344 |
| <u>CURRENT ASSETS</u> | | | |
| Cash, Bank and Deposits | 6 | 785,921 | 901,110 |
| Accounts Receivable | 4 | 51,977 | 86,942 |
| Inventory | 7 | 10,491 | 8,919 |
| Accrued Interest | | - | 9,388 |
| Tax refund due | 8 | 25 | 25 |
| Prepayments | | 1,164 | 1,206 |
| <u>TOTAL CURRENT ASSETS</u> | | 849,578 | 1,007,590 |
| <u>CURRENT LIABILITIES</u> | | | |
| Accounts Payable and Accruals | | 39,603 | 61,856 |
| Holiday Pay Accrual | | 17,340 | 16,712 |
| Subscriptions Received in Advance | 13 | 25,783 | 30,092 |
| GST Payable | | 2,999 | 11,582 |
| <u>TOTAL CURRENT LIABILITIES</u> | | 85,725 | 120,242 |
| <u>WORKING CAPITAL</u> | | 763,853 | 887,348 |
| <u>NET ASSETS</u> | | 782,105 | 900,692 |

For and on behalf of the Imported Motor Vehicle Industry Association Inc


 Chief Executive Officer


 Chairman

22.5.17
 Date

These unaudited Financial Statements are to be read in conjunction
 with the notes on page 4 - 10

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC
CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

1. STATEMENT OF ACCOUNTING POLICIES

i) Reporting Entity

The Financial Statements presented here are for the Imported Motor Vehicle Industry Association Inc (IMVIA), an association incorporated under the Incorporated Societies Act 1908 (number 892015), and subsidiaries. The Financial Statements are prepared as special purpose reports.

The Group consists of IMVIA and its non-trading subsidiary Vehicle Traders Association Limited.

ii) Basis of Preparation

These financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities published by the New Zealand Institute of Chartered Accountants.

The financial statements have been prepared for the entity's members.

iii) Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis are followed by the association. The going concern principle is also applied by the association.

iv) Specific Accounting Policies

The following specific accounting policies have been applied in the measurement of financial performance and the financial position:

- (a) **Basis of Consolidation** – As the subsidiary company mentioned above is non-trading as at 31 March 2017, and has not recorded any transactions as at 31 March 2017, the financial statements of the Association and the Group are identical.
- (b) **Inventory** – Stationery inventory has been stated at the lower of cost or net realisable value. Costs have been assigned to inventory using the first in first out basis. Vin Kit inventory has minimal value and is expensed on purchase.
- (c) **Accounts Receivable** – Are stated at estimated net realisable value. Bad debts are written off in the period in which they are identified.
- (d) **Fixed Assets** – The Association has two classes of fixed assets:

Office Furniture and Equipment
Motor Vehicles
All fixed assets are recorded at cost less accumulated depreciation.

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017
(CONTINUED)

- (e) **Depreciation** – All fixed assets have been depreciated at the maximum rate approved by the Inland Revenue Department on a diminishing value basis for the economic life of the asset.

The classes are depreciated at the following rates:

| | |
|--------------------------------|------------------|
| Office Furniture and Equipment | - 12.0% to 50.0% |
| Motor Vehicles | - 30% |

- (f) **Revenue** – Revenue is recognised using the accrual method. Income received but not yet earned has been included as a liability. Dividend income is recognised when the right to entitlement is established. Interest income is recognised on an accrual basis where material. Membership, Trading and Consulting revenue is recognised when invoiced.
- (g) **Goods and Services Tax** – The Financial Statements have been prepared on a Goods and Services Tax exclusive basis, except for the Accounts Receivable and Accounts Payable balances which have been shown inclusive of GST in the Statement of Financial Position.
- (h) **Income Tax** – The income tax expense charged to the Statement of Financial Performance includes both the current year's tax and the income tax effects of timing differences calculated using the payments method.

Tax effect accounting has been applied on a comprehensive basis to all timing differences. A debit balance in the deferred tax account is only recognised if there is virtual certainty of realisation.

As an incorporated society, the Association is not subject to income tax on membership activities within its circle of membership but is subject to taxation on other income.

- (i) **Changes in Accounting Policies** – There have been no changes in accounting policies during the current financial period, other than to change the recognition of interest from when received to an accrual basis.

| | 2017 \$ | 2016 \$ |
|---|---------------|---------------|
| 2. <u>MEMBERSHIP ACTIVITIES</u> | | |
| Membership & Sponsorship Contributions | 329,344 | 310,917 |
| <u>LESS</u> Overhead Expenses - Apportioned (Note 11) | 313,274 | 226,777 |
| <u>SURPLUS / (DEFICIT) FOR MEMBERSHIP ACTIVITIES</u> | <u>16,070</u> | <u>84,140</u> |

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017
(CONTINUED)

| | 2017 | 2016 |
|---|-----------|----------|
| | \$ | \$ |
| 3. <u>TAXABLE ACTIVITIES</u> | | |
| <u>REVENUE</u> | | |
| Technical Services | 390,257 | 531,398 |
| Stationery Sales | 9,694 | 13,491 |
| Vin Kit Sales | 21,585 | 14,874 |
| Consulting Income | 41,497 | 51,432 |
| | <hr/> | <hr/> |
| <u>TOTAL REVENUE</u> | 463,033 | 611,195 |
| <u>LESS DIRECT EXPENSES</u> | | |
| Technical Services | 156,519 | 178,018 |
| Stationery | 3,872 | 6,905 |
| Vin Kits | 4,757 | 7,882 |
| Consulting Expenses | 35,144 | 58,315 |
| | <hr/> | <hr/> |
| <u>TOTAL DIRECT EXPENSES</u> | 200,292 | 251,120 |
| | <hr/> | <hr/> |
| GROSS PROFIT | 262,741 | 360,075 |
| | <hr/> | <hr/> |
| <u>OTHER REVENUE</u> | | |
| Interest Received | 22,951 | 29,863 |
| Dividends Received | 370 | 370 |
| Other | 1,650 | 75 |
| | <hr/> | <hr/> |
| <u>TOTAL OTHER REVENUE</u> | 24,971 | 30,308 |
| | <hr/> | <hr/> |
| <u>OTHER EXPENDITURE</u> | | |
| Overhead Expenses - Apportioned (Note 11) | 422,369 | 435,017 |
| Doubtful Debts | - | (30,000) |
| | <hr/> | <hr/> |
| <u>TOTAL OTHER EXPENDITURE</u> | 422,369 | 405,017 |
| | <hr/> | <hr/> |
| <u>SURPLUS / (DEFICIT) FOR TAXABLE ACTIVITIES</u> | (134,657) | (14,634) |
| | <hr/> | <hr/> |
| | 2017 | 2016 |
| | \$ | \$ |
| 4. <u>ACCOUNTS RECEIVABLE</u> | | |
| Trade Debtors | 53,977 | 88,942 |
| LESS Provision for Doubtful Debts | (2,000) | (2,000) |
| | <hr/> | <hr/> |
| <u>TOTAL ACCOUNTS RECEIVABLE</u> | 51,977 | 86,942 |
| | <hr/> | <hr/> |

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 MARCH 2017
(CONTINUED)**

| | | | 2017 \$ | 2016 \$ |
|----|--|-----------------|---------------------|---------------------|
| 5. | <u>FIXED ASSETS</u> | | | |
| | Office Furniture and Equipment (at cost) | | 43,235 | 30,566 |
| | Accumulated Depreciation | | (29,521) | (23,705) |
| | Net Book Value | | <hr/> 13,714 | <hr/> 6,861 |
| | Motor Vehicles (at cost) | | 9,500 | 9,500 |
| | Accumulated Depreciation | | (4,962) | (3,017) |
| | Net Book Value | | <hr/> 4,538 | <hr/> 6,483 |
| | <u>TOTAL FIXED ASSETS</u> | | <hr/> <hr/> 18,252 | <hr/> <hr/> 13,344 |
| 6. | <u>CASH AND BANK</u> | | | |
| | | MATURITY | 2017 | 2016 |
| | | | \$ | \$ |
| | Current | | | |
| | Westpac Banking Corporation | | | |
| | Cheque Account -03 | At Call | 22,886 | 65,416 |
| | Ready Access - 90 | At Call | 93,101 | 79,315 |
| | Cheque Account -04 | At Call | 49 | 48 |
| | Cheque Account -00 | At Call | 70 | 70 |
| | Term Deposit | | - | 108,289 |
| | Term Deposit | 19/01/18 | 480,950 | 465,358 |
| | ANZ Bank | | | |
| | Term Deposit | 17/07/17 | 59,116 | 57,260 |
| | Term Deposit | 05/12/17 | 129,649 | 125,254 |
| | Petty Cash | | 100 | 100 |
| | Cash on hand | | - | - |
| | <u>TOTAL CASH AND BANK</u> | | <hr/> <hr/> 785,921 | <hr/> <hr/> 901,110 |
| | | | 2017 \$ | 2016 \$ |
| 7. | <u>INVENTORIES</u> | | | |
| | Stationery | | 10,491 | 8,919 |
| | <u>TOTAL INVENTORIES</u> | | <hr/> <hr/> 10,491 | <hr/> <hr/> 8,919 |

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 MARCH 2017
(CONTINUED)**

| | 2017 \$ | 2016 \$ |
|---|------------|------------|
| 8. <u>TAXATION</u> | | |
| Surplus / (Deficit) Before Taxation | (118,587) | 69,506 |
| <u>LESS</u> Membership Activities | 16,070 | 84,140 |
| | <hr/> | <hr/> |
| | (134,657) | (14,634) |
| Add Back Permanent Differences: | | |
| Imputation Credit on net Dividend Received | 141 | 141 |
| Add Timing Differences: | | |
| Holiday Pay | (903) | 5,169 |
| Accruals | (11,878) | 12,505 |
| Provision for Doubtful Debts | (153) | (29,925) |
| | <hr/> | <hr/> |
| <u>Assessable Income / (Taxable Loss)</u> | (147,450) | (26,744) |
| | <hr/> | <hr/> |
| Tax at 28% | - | - |
| <u>LESS</u> Imputation Credit | - | - |
| | <hr/> | <hr/> |
| <u>TAX PROVISION</u> (as per Statement of Financial Performance) | - | - |
| <u>LESS</u> Provisional Tax Paid | 25 | - |
| Resident Withholding Tax | - | 25 |
| | <hr/> | <hr/> |
| <u>TAXATION REFUND DUE</u> (as per Statement of Financial Position) | 25 | 25 |
| | <hr/> | <hr/> |
| Total Income / (Tax Loss) – current year | (147,450) | (26,744) |
| <u>LESS</u> Prior year losses brought forward | 326,977 | 300,233 |
| | <hr/> | <hr/> |
| Tax loss to carry forward | 474,427 | 326,977 |
| | <hr/> | <hr/> |
| Imputation Credits – current year | 141 | 141 |
| Excess Imputation Credits brought forward | 14,457 | 14,316 |
| Imputation Credits applied | - | - |
| | <hr/> | <hr/> |
| Excess Imputation Credits to carry forward | 14,598 | 14,457 |
| | <hr/> | <hr/> |

9. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The Executive are not aware of any contingent liabilities as at 31 March 2017. There are no capital commitments at 31 March 2017.

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

(CONTINUED)

10. OVERHEAD EXPENSES

| | 2017 | 2016 |
|---|----------------|----------------|
| | \$ | \$ |
| Promotion | 15,278 | 62,700 |
| AGM Expenses | 3,727 | 2,816 |
| Independent Review Fee | 10,041 | 9,600 |
| Bank Fees and Charges | 2,688 | 2,845 |
| Computer Expenses | 14,873 | 16,591 |
| Communications | 42,458 | - |
| Consultancy | 5,089 | - |
| Depreciation - Office Furn & Equip and Vehicles | 7,761 | 8,158 |
| ESC Campaign | - | 4,199 |
| Gift Presentation | 867 | 584 |
| General Expenses | 995 | 800 |
| Insurance | 16,984 | 13,397 |
| Legal Expenses and Debt Collection | 15,572 | 350 |
| Statistics | 1,785 | 6,580 |
| MVR Access Fee | 1,148 | - |
| Licences and Subscriptions | 3,943 | 2,489 |
| Motor Vehicle Expenses | 2,101 | 2,308 |
| Payroll Processing Costs | 400 | 378 |
| Postage, Printing and Stationery | 6,754 | 4,401 |
| Events & Functions | 14,527 | 9,048 |
| Accounting | 18,000 | 18,000 |
| Lease Equipment | 3,996 | 3,386 |
| Rates and Power | 7,737 | 8,009 |
| Rental Office | 34,724 | 30,145 |
| Repairs and Maintenance | 11,846 | 7,795 |
| Management Costs | 150,000 | 137,500 |
| Salaries | 213,094 | 202,916 |
| Secretarial Services | 7,260 | 6,085 |
| Staff Amenities | 838 | 890 |
| Staff Recruitment/Training | 9,920 | 2,901 |
| Membership Services | 745 | - |
| Website Charges | 1,308 | 567 |
| Telephone, Tolls and Fax | 16,681 | 12,212 |
| Travel, Accommodation, Meals | 66,331 | 68,776 |
| Executive Fees | 26,172 | 15,370 |
| | <hr/> | <hr/> |
| <u>TOTAL OVERHEAD EXPENSES</u> | 735,643 | 661,794 |
| | <hr/> | <hr/> |
| Apportioned: | | |
| Membership Activities (Note 2) | 313,274 | 226,777 |
| Taxable Activities (Note 3) | 422,369 | 435,017 |
| | <hr/> | <hr/> |
| | 735,643 | 661,794 |
| | <hr/> | <hr/> |

The apportionment of overhead expenses is based on the proportion of taxable and non-taxable income in relation to total income

IMPORTED MOTOR VEHICLE INDUSTRY ASSOCIATION INC

CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017
(CONTINUED)

11. TRANSACTIONS WITH RELATED PARTIES

During the year the Association entered into the following transactions with related parties, all on normal trading terms. The Financial Statements for the year ended 31 March 2017 reflect all transactions undertaken during the year.

Payments of Secretarial Fees and other professional fees were made to Mr A J Sheard in his capacity as Association Secretary.

Payments of Executive Fees and travel costs were made to Executive during the year in relation to the Executive meetings. Amounts owing to the Executive at 31 March 2017 are \$2,748 (2016: \$4,438).

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

12. FORWARD COMMITMENTS

Operating Leases

Non-cancellable operating leases payable after balance date are as follows:

| | 2017 | 2016 |
|-------------|---------------|---------------|
| | \$ | \$ |
| PREMISES | | |
| Current | 35,150 | 35,150 |
| Non current | 17,575 | 52,725 |
| | <u>52,725</u> | <u>87,875</u> |

The lease was renewed in October 2015 for a further three year period.

| | 2017 | 2016 |
|------------------|---------------|---------------|
| | \$ | \$ |
| OFFICE EQUIPMENT | | |
| Current | 3,996 | 3,996 |
| Non current | 7,326 | 11,322 |
| | <u>11,322</u> | <u>15,318</u> |

The equipment leased is Xerox Photocopier.

13. MEMBERSHIP SUBSCRIPTIONS RECEIVED IN ADVANCE

Association members have the option to pay their subscriptions annually in advance. The portion of subscription received applicable to the 2018 financial year has been disclosed in the Statement of Financial Position.

14. NON-TRADING SUBSIDIARIES

A non-trading IMVIA subsidiary Vehicle Traders Association Limited was incorporated on 19 July 2002. At 31 March 2017 the single issued share is uncalled.

Independent Assurance Practitioner's Review Report

To the National Executive of Imported Motor Vehicle Industry Association (IMVIA)

RSM Hayes Audit

PO Box 9588
Newmarket, Auckland 1149
Level 1, 1 Broadway
Newmarket, Auckland 1023

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Conclusion

We have reviewed the consolidated financial statements of Imported Motor Vehicle Industry Association, which comprise:

- the consolidated statement of financial position as at 31 March 2017;
- the consolidated statement of financial performance for the year then ended;
- consolidated statement of movements in equity; and
- the notes to the financial statements, which include significant accounting policies.

Based on our review, nothing has come to our attention that causes us to believe that the consolidated financial statements on pages 2 to 10 do not present fairly, in all material respects, the financial position of Imported Motor Vehicle Industry Association as at 31 March 2017, and its financial performance for the year then ended, in accordance with the NZICA Special Purpose Financial Reporting Framework for For-Profit Entities.

Basis for conclusion

We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity*. Our responsibilities under that standard are further described in the *Assurance Practitioner's responsibilities* section of our report. We are independent of Imported Motor Vehicle Industry Association 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 review evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Other than in our capacity as assurance practitioner we have no relationship with, or interests in, the Imported Motor Vehicle Industry Association.

Emphasis of matter – Basis of accounting and restriction on distribution

We draw attention to Note 1 (ii) of the consolidated financial statements, which describes the basis of accounting. The consolidated financial statements are prepared in accordance with the NZICA Special Purpose Financial Reporting Framework for For-Profit Entities, and are intended for use by the members of Imported Motor Vehicle Industry Association. As a result, the consolidated financial statements may not be suitable for another purpose. Our report is also intended solely for The National Executive of Imported Motor Vehicle Industry Association and should not be distributed to other parties. Our conclusion is not modified in respect of this matter.

Other Matter

The financial statements of Imported Motor Vehicle Industry Association for the year ended 31 March 2016, were reviewed by another assurance practitioner who expressed an unmodified conclusion on those statements on 16 May 2016.

Responsibilities of The National Executive for the financial statements

The National Executive are responsible, on behalf of Imported Motor Vehicle Industry Association, for the preparation and fair presentation of the financial statements in accordance with the NZICA Special Purpose Financial Reporting Framework for For-Profit Entities, and for such internal control as The National Executive determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The National Executive are also responsible for determining that the NZICA Special Purpose Financial Reporting Framework for For-Profit Entities framework is acceptable in the entity's circumstances.

In preparing the financial statements, The National Executive are responsible, on behalf of Imported Motor Vehicle Industry Association, for assessing Imported Motor Vehicle Industry Association'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 those charged with governance either intend to liquidate Imported Motor Vehicle Industry Association or to cease operations, or have no realistic alternative but to do so.

Assurance Practitioner's responsibilities

Our responsibility is to express a conclusion on the accompanying consolidated financial statements. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity*. ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the consolidated financial statements, taken as a whole, are not prepared, in all material respects, in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements

A review of consolidated financial statements in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on these consolidated financial statements.

