



NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2005

	<u>INDEX</u>	<u>Page</u>
Auditors' Report		1-2
Statement of Financial Performance		3-4
Statement of Movements in Equity		5
Statement of Financial Position		6
Notes to the Financial Statements		7-8

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**STATEMENT OF FINANCIAL PERFORMANCE
FOR YEAR ENDED 31 DECEMBER 2005**

	NOTE	2005 \$	2004 \$
REVENUE			
Membership fees		58,366	53,428
Trade service fees		185,083	28,726
German trade fair promotion		62,186	54,686
German trade representative funding		70,881	70,245
Oktoberfest Income		44,009	36,676
Interest		719	269
Exchange fluctuations		697	(5,329)
Workshop and seminar income		5,462	-
Other income		14,418	9,136
TOTAL OPERATING REVENUE		441,821	247,837
EXPENSES			
ACC levy		169	220
Accounting fees		10,000	10,000
Advertising		2,198	2,928
Association functions		7,064	4,420
Audit fees		4,323	2,386
Bad debts		2,660	638
Bank charges		1,331	1,409
Depreciation	2	6,537	5,482
Directories & Publications		2,279	1,054
Interest paid		16	-
Internet		3,750	2,016
Mail-out costs		1,369	1,308
Maintenance - equipment		29,172	7,166
Oktoberfest Expenses		22,964	27,321
Photocopying		20	561
Postage & courier services		3,567	4,865
Premises - rent & rates		16,279	6,600
Premises - cleaning & power		707	2,853
Premises - moving costs		1,937	-
Salaries & management fees		101,793	56,696
Secretarial Fees		577	2,183
Staff training & education		637	527
Stationery & refreshments		3,681	4,401
Subscriptions		250	450
Sundry expenses		1,847	1,273
Telecommunications		3,123	4,643
Trade enquiry expenses		113,240	3,731
Trade fair promotion expenses		62,186	54,686
Travel & accommodation		6,313	7,790

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC
STATEMENT OF FINANCIAL PERFORMANCE (CONTINUED)
FOR YEAR ENDED 31 DECEMBER 2005

	NOTE	2005 \$	2004 \$
EXPENSES (CONTINUED)			
Vehicle expenses		658	609
Website costs		3,815	1,740
Workshop and seminar expenses		10,046	-
		<u>424,508</u>	<u>219,956</u>
TOTAL EXPENSES			
		17,313	27,881
NET SURPLUS BEFORE TAXATION			
Taxation Expense		-	(10)
		<u>17,313</u>	<u>27,891</u>
NET SURPLUS AFTER TAXATION		<u>=====</u>	<u>=====</u>

The notes on pages 7 to 8 form part of and are to be read in conjunction with these financial statements.

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**STATEMENT OF MOVEMENTS IN EQUITY**
FOR YEAR ENDED 31 DECEMBER 2005

	2005	2004
	\$	\$
Accumulated funds at beginning of year	68,506	40,615
Net Surplus for the year	17,313	27,891
Total recognised revenues and expenses for year	17,313	27,891
Accumulated funds at end of year	85,819	68,506

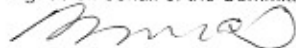
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NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2005

	NOTE	2005	2004
		\$	\$
CURRENT ASSETS			
ASB Bank-Cheque Account		6,968	11,757
ASB Bank - Call Account		7,090	-
ASB Bank- Euro Account		71,859	46,422
Bank of New Zealand - 01 Account		471	331
Deutsche bank		73,369	3,331
Accounts receivable		1,594	473
GST receivable		11,976	8,368
Taxation receivable		177	48
		-----	-----
		176,504	70,730
		-----	-----
FIXED ASSETS	2	33,800	13,614
		-----	-----
TOTAL ASSETS		210,304	84,344
		=====	=====
CURRENT LIABILITIES			
Accounts payable		116,520	11,660
Holiday pay		231	200
PAYE clearing account		3,694	-
Accrued trade fair commission		4,040	3,978
		-----	-----
TOTAL CURRENT LIABILITIES		124,485	15,838
		-----	-----
ACCUMULATED FUNDS		85,819	68,506
		-----	-----
		210,304	84,344
		=====	=====

Signed on behalf of the Committee



Treasurer - Robert Knox

15.08.06

Date



President - Erich Bachmann

15.08.06

Date

The notes on pages 7 to 8 form part of and are to be read in conjunction

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INCNOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005**1.0 STATEMENT OF ACCOUNTING POLICIES****1.1 Reporting Entity**

New Zealand German Business Association Inc is incorporated under the Incorporated Societies Act 1908.

1.2 Measurement Base

The general 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. Accrual accounting has been used to match revenue and expenses. Expenses are shown net of recoveries and revenues are shown net of appropriate expenses.

1.3 Specific Accounting Policies

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

- i) Foreign Currencies
Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date foreign monetary assets and liabilities are translated at the closing rate and variations arising from these translations are included in the Statement of Financial Performance.
- ii) Accounts Receivable
Accounts receivable are stated at their estimated realisable value.
- iii) Taxation
The Association is liable for taxation on all interest earnings in excess of \$1,000
- iv) Fixed Assets
Fixed assets transferred from the German Trade Office are stated at book value per the financial records of the German Trade Office at September 1983 less depreciation. Fixed assets acquired since are stated at cost. Depreciation has been calculated using the diminishing value method using the following rates:

Fixtures & fittings	14% - 20% DV
Office equipment	14.4% - 48% DV
Computer Equipment	40% - 48% DV
- v) Goods and Services Tax
The financial statements have been prepared on a GST exclusive basis.
- vi) Differential Reporting
As the Association is not publicly accountable and is not large, it qualifies for differential reporting. The Association has chosen to take advantage of all exemptions available under differential reporting.
- vii) Leases
Operating lease payments, where the lessors effectively retain substantially all the risks

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR 31 DECEMBER 2005****1.4 Changes In Accounting Policies**

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those used in the previous year.

2.0 FIXED ASSETS

	2005	2004
	\$	\$
Office equipment – at cost	67,294	67,894
Less: Accumulated depreciation	61,986	55,786
Written down value	<u>5,308</u>	<u>12,108</u>
Furniture & fittings – at cost	19,571	12,360
Less: Accumulated depreciation	12,178	12,058
Written down value	<u>7,393</u>	<u>302</u>
Computer equipment – at cost	23,006	2,895
Less: Accumulated depreciation	1,907	1,691
Written down value	<u>21,099</u>	<u>1,204</u>
Total Written Down Value	<u>33,800</u>	<u>13,614</u>
	=====	=====
Depreciation		
Office equipment	5,088	4,827
Furniture & fittings	120	76
Computer equipment	1,329	579
Total Depreciation	<u>6,537</u>	<u>5,482</u>
	=====	=====

3.0 OPERATING LEASE COMMITMENTS

At balance date the company had the following operating lease commitments:

	2005	2004
Current	15,167	-
Non-current	2,528	-
	<u>17,695</u>	<u>-</u>
	=====	=====
	=	