

ARCHERY NEW ZEALAND INCORPORATED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021



**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

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**BUSINESS DIRECTORY
AS AT 30 JUNE 2021**

IRD Number:	050-774-902
Nature of Business:	National Sports Body
Registered Office:	15B Vestey Drive, Mt Wellington, Auckland 1060
Bankers:	Kiwibank Limited & ANZ Bank Limited
Auditors:	Silks Audit Chartered Accountants Limited 156 Guyton Street Whanganui
Accountants:	Milne Maingay Chartered Accountants VCFO Group Ltd 2nd Floor, 15b Vestey Drive Mt Wellington



INDEPENDENT AUDITORS REPORT

To the Committee of Archery New Zealand Incorporated

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Archery New Zealand Incorporated (the Society) on pages 3 to 8, which comprise the statement of financial position as at 30 June 2021, and the statement of financial performance and the statement of movements in accumulated funds for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Qualified Opinion on Financial Performance

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the financial statements of Archery New Zealand Incorporated for the year ended 30 June 2021 are prepared, in all material respects, in accordance with the Special Purpose accounting policies as determined by governance.

Basis for Qualified Opinion

In common with similar organisations control over revenues (donations and courses & training), of Archery New Zealand Incorporated prior to being recorded is limited, and there are no practical audit procedures to determine the effect of this limited control.

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 Incorporation 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 the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), 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, Archery New Zealand Incorporated.

Emphasis of Matter - Basis of Accounting

Without modifying our opinion, we draw attention to the statement of accounting policies on page 7 of the financial statements, which describes the basis of accounting. The financial statements have been prepared for the Committee. As a result, the financial statements may not be suitable for another purpose.

Committee's Responsibilities for the Financial Statements

The Committee are responsible on behalf of the Society for determining that the Special Purpose Framework adopted is acceptable in the Society's circumstances, for the preparation and fair presentation of the financial statements in accordance with the Special Purpose Framework, and for such internal control as the Committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Committee are responsible on behalf of the Society for assessing the Committee'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 Committee either intend to liquidate the Incorporation or to cease operations, or have no realistic alternative but to do so.

Auditors Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control.

- Conclude on the appropriateness of the use of the going concern basis of accounting by those charged with governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Cameron Town
Silks Audit Chartered Accountants Ltd
Whanganui, New Zealand

Date: 26th September 2023

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>This Year</i>	<i>%</i>	<i>Last Year</i>	<i>%</i>
INCOME					
International Events		-	-	121,780	49.94
National Championships & Tournament Fees		19,773	15.15	20,631	8.46
Adult/Junior membership Fees Received		31,648	24.25	41,245	16.91
Indoor Championships		-	-	4,778	1.96
Grants		65,405	50.11	27,776	11.39
Equipment Levies		1,617	1.24	3,009	1.23
Courses & Training		2,226	1.71	587	0.24
Judges Levies		5,470	4.19	6,240	2.56
Archery Magazine, Subscription & Advertising		33	0.03	237	0.10
Other Income		1,647	1.26	17,587	7.21
Archery in Schools		1,443	1.11	-	-
Sponsorship Received		1,261	0.97	-	-
		<u>130,524</u>	<u>100.00</u>	<u>243,869</u>	<u>100.00</u>
COST OF SALES					
International Tournaments & Associated Costs		-	-	84,850	34.79
National Tournaments & Associated Costs		25,645	19.65	21,865	8.97
Trans Tasman Tournament & Associated Costs		-	-	66,979	27.46
Refunds		1,078	0.83	968	0.40
Indoor Championship		457	0.35	9,956	4.08
Other Direct Costs		642	0.49	883	0.36
		<u>27,821</u>	<u>21.31</u>	<u>185,500</u>	<u>76.07</u>
GROSS MARGIN		<u>102,703</u>	<u>78.69</u>	<u>58,369</u>	<u>23.93</u>
INVESTMENT AND OTHER INCOME					
Interest Received		2,394	1.83	242	0.10
TOTAL INCOME		<u>105,097</u>	<u>80.52</u>	<u>58,611</u>	<u>24.03</u>



**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2021**

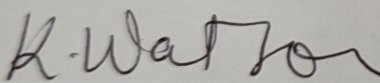
	<i>Note</i>	<i>This Year</i>	<i>%</i>	<i>Last Year</i>	<i>%</i>
EXPENSES					
Administration & Fixed Expenses					
Accountancy Fees		675	0.52	655	0.27
Advertising & Promotion		4,066	3.12	3,409	1.40
Audit Fee & Annual Report		5,790	4.44	-	-
Bad Debts		376	0.29	-	-
Bank Fees		109	0.08	(103)	0.04
Board Meetings, Travel & Accommodation		-	-	3,723	1.53
Coaching Commission		-	-	172	0.07
Contractors Fees		38,014	29.12	70,925	29.08
Freight & Courier		310	0.24	168	0.07
General Expenses		1,161	0.89	1,103	0.45
Grants Paid		5,826	4.46	-	-
Insurance		4,081	3.13	3,583	1.47
Judges		2,051	1.57	6,608	2.71
Junior Expenses		75	0.06	77	0.03
Subscription		-	-	333	0.14
Mileage		-	-	819	0.34
Office Expenses		600	0.46	288	0.12
Pins, Badges & Trophies		61	0.05	1,378	0.56
Postal Shoots		309	0.24	116	0.05
Printing & Stationery		-	-	37	0.01
Repairs & Maintenance		121	0.09	227	0.09
Sport NZ		2,978	2.28	1,740	0.71
Stripe Fees		1,547	1.19	1,781	0.73
Telephone & Internet Expenses		205	0.16	-	-
Training Camp		-	-	1,435	0.59
Uniforms		584	0.45	22,943	9.41
Venue Hire		-	-	68	0.03
Website		650	0.50	600	0.25
World Archery		1,140	0.87	1,145	0.47
		<u>70,726</u>	<u>54.19</u>	<u>123,229</u>	<u>50.53</u>
TOTAL CASH EXPENSES		<u>70,726</u>	<u>54.19</u>	<u>123,229</u>	<u>50.53</u>
NET CASH SURPLUS (DEFICIT)		<u>34,371</u>	<u>26.33</u>	<u>(64,619)</u>	<u>26.50</u>
NON CASH EXPENSES					
Depreciation		<u>5,458</u>	<u>4.18</u>	<u>10,207</u>	<u>4.19</u>
NET SURPLUS (DEFICIT)		<u>\$28,913</u>	<u>22.15</u>	<u>\$(74,826)</u>	<u>30.68</u>



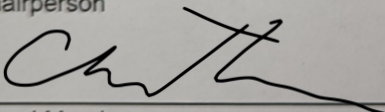
ARCHERY NEW ZEALAND INCORPORATED

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Note	This Year	Last Year
CURRENT ASSETS			
ANZ Term Deposit		39,139	36,776
Kiwibank Current Account		62,696	40,645
Kiwibank WMG2017		1,030	7,693
Accounts Receivable		480	2,245
GST Refund Due		109	2,796
		<u>103,453</u>	<u>90,155</u>
NON CURRENT ASSETS			
Property, Plant and Equipment			
Plant & Equipment	2	<u>14,491</u>	<u>19,949</u>
TOTAL ASSETS		<u>117,944</u>	<u>110,104</u>
CURRENT LIABILITIES			
Accounts Payable		4,895	5,696
Refundable Revenue		-	20,272
		<u>4,895</u>	<u>25,968</u>
TOTAL LIABILITIES		<u>4,895</u>	<u>25,968</u>
NET ASSETS		<u>\$113,049</u>	<u>\$84,135</u>
ACCUMULATED FUNDS		<u>\$113,049</u>	<u>\$84,135</u>


Chairperson

26 September 2023


Board Member

26 September 2023



**STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>This Year</i>	<i>Last Year</i>
Net Surplus (Deficit) for the Period		28,913	(74,826)
Total Recognised Revenue and Expenses		28,913	(74,826)
Accumulated Funds at Start of the Period		84,136	158,961
		113,049	84,135
Accumulated Funds At End of The Period		\$113,049	\$84,135



These financial statements should be read in conjunction with the notes to the financial statements and independent audit report.

**Milne Maingay Chartered Accountants
VCFO Group Ltd**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

1 STATEMENT OF ACCOUNTING POLICIES

These are the financial statements of Archery New Zealand Incorporated.

Archery New Zealand Incorporated is an Incorporated Society established under the Incorporated Societies Act 1908.

These financial statements are a special purpose report .

Historical cost

These financial statements have been prepared on a historical cost basis, except as noted otherwise below. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

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.

Property, Plant, Equipment and Depreciation

Property, plant and equipment are included at cost less aggregate depreciation provided at the maximum rates allowed by the Inland Revenue Department. Property, plant and equipment that are leased under a specified lease for the purposes of the Income Tax Legislation are capitalised and depreciated. The depreciation rates used are shown in the Schedule of Property, Plant and Equipment.

Taxation

The Society has charitable status and is therefore exempt from income tax.

Accounts Receivable

Accounts receivable are stated at their estimated realisable value.

Foreign Currency

Transactions in foreign currency have been converted at the date of payment or receipt. Year end balances in foreign currency have been converted at the exchange rate ruling at balance date.

Goods and Services Tax

Financial information in these accounts is recorded exclusive of GST with the exception of receivables and payables, which include GST. GST payable or receivable at balance date is included in the appropriate category in the Balance Sheet.

Changes in Accounting Policies

There have been no specific changes in accounting policies and they have been applied on a consistent basis with those of the previous period.

2 PROPERTY, PLANT AND EQUIPMENT SUMMARY

	Cost	Accum Depn	Book Value
This Year			
Plant & Equipment	<u>152,829</u>	<u>(138,338)</u>	<u>14,491</u>
Last Year			
Plant & Equipment	<u>152,829</u>	<u>(132,880)</u>	<u>19,949</u>

3 EVENTS OCCURRING AFTER BALANCE DATE

No significant events have occurred after reporting date (30 June 2020: \$Nil).



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

4 CONTINGENT LIABILITIES

There are no contingent liabilities at year end (30 June 2020: \$Nil).

5 CAPITAL COMMITMENTS

There are no capital commitments at year end (30 June 2020: \$Nil).

6 RELATED PARTY

There were no transactions with related parties during this year (30 June 2020: \$Nil).

7 COVID-19 IMPACT ON THE ORGANISATION

Archery NZ had to cancel a Major National tournament and many domestic tournaments as well as coaching clinics over the lockdowns which impacted its income. The international level competitors were not able to travel to compete which brings in income for Archery NZ and keeps the profile of the sport high. Staffing levels were reduced by not replacing the Administration Assistant who resigned, and instead increased the number of volunteers who are utilised to keep the organisation running.

8 ORGANISATION'S RESPONSE TO THE EFFECTS OF COVID-19 ON ITS ORGANISATIONAL SUSTAINABILITY

Archery NZ's response to the COVID-19 situation has been to keep the organisation afloat with reduced income. It is now in a period of change as it works through the consultation period around a restructure, which is going to take several months. Once the organisation is through the restructure, it believes that it will be more sustainable and will have the potential to come out stronger than it was pre COVID-19. To make sure the restructure is successful and robust and supported by its membership, time is required for the consultation processes.

9 GOING CONCERN

A major review of spending has been done to ensure that the organisation is as economical as possible. A Finance & Risk Sub-committee was formed which has the sole purpose of identifying/preventing or responding to risks, financial or otherwise, that the organisation may face going forward. The Board of Archery NZ is now in the process of a full restructure of the organisation to ensure it can survive going forward.

10 BASIS OF PREPARATION

These special purpose financial statements have been prepared for the purposes of Inland Revenue, the Board and Members. As this report may not be in conformity with generally accepted accounting practice, it should not be relied upon for any other purpose.

11 REVENUE RECOGNITION

Revenue is measured at fair value of the consideration received or receivable of the sale of goods and services, to the extent that the economic benefits will flow to the incorporated society and revenue can be reliability measured.

Sales of services are recognised in the period by reference to the stage of completion of the transaction at the end of the reporting period.

