



NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**STATEMENT OF FINANCIAL PERFORMANCE**
FOR YEAR ENDED 31 DECEMBER 2007

	NOTE	2007	2006
		\$	\$
REVENUE			
Membership fees		54,417	42,743
Trade service fees		78,132	145,271
German trade fair promotion		66,818	56,053
German trade representative funding		74,387	73,889
Oktoberfest income		52,564	50,094
Interest		1,615	1,738
Association functions income		9,053	10,287
Other income		4,733	1,934
Business Guide		-	41,868
TOTAL OPERATING REVENUE		341,719	423,877
EXPENSES			
Accounting fees		-	5,000
Association functions		10,411	10,682
Audit fees		2,792	3,514
Bad debts		-	440
Bank charges		1,559	1,771
Depreciation	2	9,529	16,293
Exchange fluctuations		14,123	(4,748)
Interest paid		-	18
Maintenance of Equipment		2,006	1,315
Maintenance H/W and S/W		11,675	9,455
Oktoberfest expenses		39,051	39,056
Other admin expenses		24,111	37,550
Premises – rent & rates		16,520	18,718
Trade enquiry expenses		72,352	85,501
Salaries & management fees		109,546	92,002
Trade fair promotion expenses		66,818	56,053
Business Guide		258	69,026
TOTAL EXPENSES		380,750	441,646
NET (DEFICIT) SURPLUS/ BEFORE TAXATION		(39,031)	(17,769)
Taxation Expense		-	-
NET SURPLUS/ (DEFICIT) AFTER TAXATION		(39,031)	(17,769)

The notes on pages 6 to 7 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 2007

	2007	2006
	\$	\$
Accumulated funds at beginning of year	68,050	85,819
Net (Deficit)/Surplus for the year	(39,031)	(17,769)
Total recognised revenues and expenses for year	(39,031)	(17,769)
Accumulated funds at end of year	29,018	68,050

The notes on pages 6 to 7 form part of and are to be read in conjunction with these financial statements.

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2007**

	NOTE	2007	2006
		\$	\$
CURRENT ASSETS			
ASB Bank-Cheque Account		22,346	7,501
ASB Bank – Call Account		3,981	102
ASB Bank- Euro Account		161	30,161
Deutsche bank		14,920	90,720
Accounts receivable		36,983	8,618
GST receivable		8,562	5,604
Taxation receivable		318	334
Cash on hand		410	410
		-----	-----
		87,681	143,450
FIXED ASSETS	2	13,773	23,303
		-----	-----
TOTAL ASSETS		101,454	166,753
		=====	=====
CURRENT LIABILITIES			
Accounts payable		38,140	59,256
Accrued trade fair commission		6,604	8,031
Other Accruals		25,004	25,446
Holiday pay		1,585	3,657
PAYE clearing account		1,103	2,313
		-----	-----
TOTAL CURRENT LIABILITIES		72,436	98,703
ACCUMULATED FUNDS		29,018	68,050
		-----	-----
		101,454	166,753
		=====	=====

Signed on behalf of the Committee

Erich Bachmann

 Erich Bachmann
 President

Robert Knox

 Robert Knox
 Treasurer

7th April 2008

 Date

The notes on pages 6 to 7 form part of and are to be read in conjunction with these financial statements.

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 31 DECEMBER 2007**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.

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 and benefits of ownership of the leased items, are included in the determination of the operating surplus in equal instalments over the lease term.

NEW ZEALAND GERMAN BUSINESS ASSOCIATION INC**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR 31 DECEMBER 2007****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

	2007	2006
	\$	\$
Office equipment – at cost	73,089	73,089
Less: Accumulated depreciation	69,752	66,672
Written down value	----- 3,337	----- 6,417
Furniture & fittings – at cost	19,571	19,571
Less: Accumulated depreciation	14,839	13,657
Written down value	----- 4,732	----- 5,914
Computer equipment – at cost	23,006	23,006
Less: Accumulated depreciation	17,301	12,035
Written down value	----- 5,705	----- 10,971
Total Written Down Value	----- 13,774	----- 23,302
Depreciation		
Office equipment	3,080	4,686
Furniture & fittings	1,182	1,479
Computer equipment	5,266	10,128
Total Depreciation	----- 9,528	----- 16,293

3.0 OPERATING LEASE COMMITMENTS

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

	2007	2006
Current	-	4,081
Non-current	-	2,977
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	-	7,058
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