NEW ZEALAND INSTITUTE OF FORESTRY FOUNDATION

ANNUAL REPORT

Year Ended 31 March 2013

MESSAGE FROM THE CHAIR

The New Zealand Institute of Forestry Foundation ("NZIF Foundation") was established by the New Zealand Institute of Forestry ("NZIF") under a Deed of Trust dated 1st December 2011. It is a registered charity and has been approved by Inland Revenue as a donee organisation.

The purpose of the NZIF Foundation is to raise funds that can be used to encourage and support forestry related research, education and training through the provision of grants, scholarships and prizes; promote the acquisition, development and dissemination of forestry related knowledge and information and other activities that do not conflict with the Foundation's charitable purpose. In the Trust Deed, forestry has been given a broad definition to include all those activities involved in the management and use of forests and their products, the objects of which are the production of wood or other forest benefits and the maintenance of the environment in its most beneficial form.

Subject to certain powers retained by NZIF under the Trust Deed (e.g. appointment of Trustees, approval of any name change, approval to any changes the Deed and approval to winding up the Foundation) and to the provisions of the Deed, all activities of the Foundation are under the control of the Trustees.

The Trustees in the year to 31 March 2013 were:

Andrew McEwen (Chair)
David Evison
James Treadwell

As at 31 March 2013, Andrew McEwen retired as a Trustee by rotation as was re-appointed as a Trustee and as Chair for a further five-year term by the NZ Institute of Forestry.

During the year the Foundation receive donations totalling $113,496, which included an $85,000 donation from the NZ Institute of Forestry. The Board is very appreciative of all those who by making generous donations at this early stage in the life of the Foundation have ensured that it could meet the initial demands of awards during the year.

I hope all donors, current and potential, are aware of the generous tax benefits available to donors, with virtually no upper limit on the level of donations eligible for a one-third charitable gift taxation rebate. I hope this will encourage even more people to follow the generous example of those who already support the Foundation.

The Foundation made its first awards at the NZ Institute of Forestry Conference Dinner in Christchurch on 2nd July 2012. The awards offered and the recipients were:

Mary Sutherland Scholarship of $1,000 – available to students enrolled for a forestry or forestry-related course at a NZ Polytechnic. Awarded to Larissa Anderson, a National Diploma in Forest Management student at Waiariki Institute of Technology

University Undergraduate Scholarship of $1,000 – available to students enrolled for a forestry or forestry-related degree at a NZ University). Awarded to Andree Callaghan, a Bachelor of Forestry Science Student at the University of Canterbury

Frank Hutchinson Postgraduate scholarship of $1,000 – available to postgraduate students enrolled for a forestry or forestry-related postgraduate degree at a NZ University. No award made in 2012.

Chavasse Travel Award of up to $3,500. Dr Stephanie Rotarangi received $3,500, to assist her to travel to Ireland to attend an IUFRO conference.

The Trustees record their appreciation to NZIF for agreeing to provide administrative services at no cost to the Foundation. This included assistance to administer the Foundation by the NZIF Administrator, Mrs Jay Matthes and the Trustees record their thanks to Mrs Matthes for her assistance.

Andrew McEwen

DONORS IN YEAR ENDED 31 MARCH 2013

	Individuals	Corporate
Kauri Donor	**$10,000+**	**$25,000+** NZ Institute of Forestry
Totara Donor	**$5,000-$9,999** Garth Cumberland Andrew & Mary McEwen Anonymous (1)	**$15,000-$24,999**
Rimu Donor	**$2,000- $4,999** Anonymous (1)	**$10,000-$14,999**
Donor	**< $2,000** Jeremy Christmas Neil Cooper Tony Groome David Malone Paul Millen Avinash Shrivastava James Treadwell Shaf van Ballekom Rob van Rossen Webster Thompson Trust Anonymous (11)	**< $10,000** Forest Works Ltd. Forme Consulting Group Ltd. HSBC Bank Morice Ltd. NZ International Year of the Forest Committee Proseed Ltd.

FINANCIAL STATEMENTS

Foundation Directory

Trustees

Registered Office

c/- NZ Institute of Forestry
Level 9,
93 The Terrace
Wellington

Contacts

c/- NZ Institute of Forestry
PO Box 10 513,
The Terrace
Wellington 6143

Phone: +64 4 9748 421

Email: foundation@nzif.org.nz

Bankers

Bank of New Zealand, Wellington

Accountants

Grant Thornton, Wellington

Solicitors

Simpson Grierson, Auckland

Other Party to Deed of Trust

New Zealand Institute of Forestry

New Zealand Institute of Forestry

Trustees' Review

For the year ended 31 March 2013

Financial Position ($)	2013	2012
Net Income	111,038	79
Retained earnings as at 1 April 2012	79	0
Retained earnings as at 31 March 2013	111,117	79
The state of the Foundation's affairs as at 31 March 2013 was:		
Assets	111,347	79
These were financed by:		
Foundation funds	111,117	79
Liabilities	230	0
	111,347	79

Principal activities

The principal activities of the Foundation during the year were to seek donations and to grant a number of scholarships and awards.

Remuneration and other benefits

No remuneration or other benefits were paid or are due and payable to the Trustees of the Foundation for services as Trustees during the four months ended 31 March 2013.

Audit

No audit of the financial affairs of the Foundation has been undertaken with respect to the four months ended 31 March 2013.

Andrew McEwen	David Evison	James Treadwell
Trustee	Trustee	Trustee

Statement of Financial Performance for the Year Ended 31 March 2013

		Notes	2013	2012
Revenue				
	Donations		113,496	100
	Commission on book sales		55	
	Interest		2,986	
Total Revenue			116,538	100
Expenses				
	Awards		5,500	
	Bank charges		0	21
Total Expenses			5,500	21
Net Surplus /(Deficit)			111,038	79

Statement of Financial Position at 31 March 2013

		Notes	2013	2012
Current Assets				
	Bank accounts		13,378	79
	Term Deposit		95,000	
	Accrued interest		2,969	
Total Current Assets			111,347	79
Non-current Assets			0	0
Current Liabilities			230	0
Non-current Liabilities			0	0
Net Assets			111,117	79

Statement of Movements in Funds

	2013	2012
Opening balance at 1 April 2012	79	0
Plus net surplus	111,038	79
Closing Balance	111,117	79

Andrew McEwen
Trustee

David Evison
Trustee

James Treadwell
Trustee

These Financial Statements are unaudited. The Statement of Accounting Policies and accompanying notes form part of the Financial Statements

Notes to the Financial Statements

For the year ended 31 March 2013

1. Statement of accounting policies for the year ended 31 March 2013

Reporting entity
The NZIF Foundation is a charitable organisation, based in Wellington, which is incorporated under the Charitable Trusts Act 1957 and registered under the Charities Act 2005. Its purpose is to raise funds that can be used to encourage and support forestry related research, education and training through the provision of grants, scholarships and prizes; promote the acquisition, development and dissemination of forestry related knowledge and information and other activities that do not conflict with the Foundation's charitable purpose.

NZIF Foundation
C/- NZ Institute of Forestry
PO Box 10 513,
The Terrace
Wellington 6143

Date of authorisation
The financial statements of the Foundation are for the year ended 31 March 2013. The comparative information is for the four months to 31 March 2012. The financial statements were authorised for issue by the Board on 29th June 2013

Statement of compliance and basis of preparation
The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). They comply with New Zealand equivalents to IFRSs (NZ IFRSs) and other applicable Financial Reporting Standards, as appropriate for public benefit entities that qualify for, and apply, differential reporting concessions.

The Foundation is a public benefit entity. The Foundation is required by its constitution to prepare financial statements.

The Foundation qualifies for differential reporting concessions as it does not have public accountability and it is not large. All available differential reporting exemptions allowed under the Framework for Differential Reporting for Entities Applying New Zealand Equivalents to IFRSs Reporting Regime have been applied.

The financial statements are presented in New Zealand Dollars (NZD) rounded to the nearest dollar.

The financial statements are prepared on the historical cost basis

These are the Foundation's first financial statements. The Foundation was established by Deed of Trust on 1 December 2011.

Significant accounting policies

Cash and cash equivalents
Cash and cash equivalents comprise deposits with banks and bank and cash balances, net of bank overdrafts. Deposits are included when they have a maturity of three months or less from the date of acquisition.

Income
Finance income (interest and dividend income)

Interest is recognised in the statement of financial performance as it accrues, using the effective interest method. Dividend income is recognised in the statement of financial performance when the right to receive payments is established.

Grants and donations

Grant and donation income is recognised as income when it becomes receivable unless the Foundation has a liability to repay the grant if the requirements of the grant or donation are not fulfilled. A liability is recognised to the extent that such conditions are unfulfilled at the end of the reporting period. Pledges are not recognised as assets or revenue until the pledged item has been received.

Bequests

Bequests are recognised in the statement of financial performance when probate of the will has been granted, receipt of the bequest is probable and the amount of the bequest can be measured reliably. Non-current bequests are initially recognised at the present value of their expected future cash flows (or in the case of non-cash assets at their fair value), discounted at the current market rate of return for a similar asset/investment. They are regularly reviewed with any changes in value being recognised in the statement of financial position and statement of financial performance.

Volunteer services

Voluntary services are not recognised in the financial statements.

Expenses
Grants expenditure is recognised when an obligation arises to pay funds previously received as a donation for the purpose in which the funds were intended

Income tax
The Foundation is wholly exempt from New Zealand income tax and gift duty having fully complied with all statutory conditions for these exemptions.

Goods and services tax
The Foundation is not registered for GST. The statement of financial performance has been prepared so that all components are stated inclusive of GST.

2. Objectives for managing capital

The Foundation seeks to maintain sufficient equity to enable it to be able to manage its on-going operations and obligations. Surplus funds are invested having regard to the cash flow profile of future commitments.

No requirements on the level or use of the Foundation's capital have been externally imposed.

3. Related party transactions

Administration of the Foundation is provided by the New Zealand Institute of Forestry at no cost to the Foundation.

4. Contingent liabilities

At the date of this report there are no known contingent liabilities for which the Foundation may be liable.

5. Subsequent events

There were no events subsequent to balance date requiring disclosure in the financial statements.