

Signed on behalf of the board of trustees:

A. F. McLAY, Chairperson.

D. B. TIMPANY, Trustee.

Dated this 25th day of May 1990.

(The notes to the financial statement form part of and are to be read in conjunction with this balance sheet.)

Statement of Cash Flows for the Period Ended 31 March 1990

	1990 \$	1989 \$
Cash flows from operating activities—		
Cash was provided from:		
Interest or deposits	2,387	—
Dividends	110,700	—
Cash was disbursed to:		
Suppliers of goods and services	14,740	(83)
Donations and grants	52,405	—
Net cash flows from operating activities	(45,942)	(83)
Cash flows from investing activities—		
Sale of shares in Trust Bank South Canterbury Ltd.	—	972,000
	—	972,000
Cash was applied to:		
Investment in shares in Trust Bank New Zealand Ltd.	—	(972,000)
Net cash flows from investing activities	—	—
Net cash flows from financing activities—		
Net cash flows from financing activities	—	—
Net increase (decrease) in cash held	45,942	(83)
Add opening cash, 31 March 1989	(83)	—
Cash at 31 March 1990	\$45,859	(\$83)

Cash at 31 March 1990 comprises the current account, the prime call account and the disaster relief fund.

Notes to the Financial Statements for the Period Ended 31 March 1990

1. Statement of Accounting Policies

General Accounting Policies

The general accounting policies adopted in the preparation of these financial statements are:

- The measurement base adopted is the historical cost basis.
- Reliance has been placed on the fact that the entity is a going concern.
- The matching of revenues earned and expenses incurred using accrual accounting except that dividend income is accounted for on a receipts basis.

Particular Accounting Policies

The following are the particular accounting policies which have a material effect on the measurement of results and financial position:

- (a) *Dividend income:* Dividend income from Trust Bank New Zealand Ltd. is included in the income and expenditure account when it is received.
- (b) *Grants:* Grants made are included in the income and expenditure account when paid.
- (c) *Investments:* Shares held in Trust Bank New Zealand Ltd. are stated at cost.

2. Shares in Trust Bank New Zealand Ltd.

2 700 000 ordinary shares in TBNZ Ltd. \$4,689,000.

3. Undistributed Income

	\$
1989 net loss	(8,998)
1990 net profit	47,709
	<u>\$38,711</u>

4. Taxation

For taxation purposes the trust is deemed to be a charitable organisation. Its income is not subject to taxation.

5. Goods and Services Tax

The trust is not registered for goods and services tax purposes. Accordingly these financial statements are stated on a G.S.T. inclusive basis.