

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 Limited 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 approved by the trustees.
- (c) *Investments*: Shares held in Trust Bank New Zealand Limited are stated at cost.
- (d) *Changes in Accounting Policies*—Grants made are included in the income and expenditure account when approved by the trustees. Previously grants were included when paid.

The effect of this change in policy in the current year is to increase grants by \$40,600.

With this exception there have been no changes in the above accounting policies which have been applied on bases consistent with those used in the previous year.

2. Investments

Shares in Trust Bank New Zealand Limited (32 500 000 ordinary shares of \$1 each, fully paid, being 32.5 percent of the total issued capital).

Trust Bank Canterbury Community Trust has not equity accounted for this investment, as recommended by SSAP8 issued by the New Zealand Society of Accountants, as the trust does not have significant influence over Trust Bank New Zealand Limited, at this time.

3. Taxation

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

4. 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.

5. Grants

Total grants approved in the year ended 31 March 1990	..	..	..	..	..	..	..	..	..	\$	990,700
Less grants paid in the year ended 31 March 1990	..	..	..	..	..	..	..	..	..		950,100
Grants approved but unpaid as at 31 March 1990	..	..	..	..	..	..	..	..	..		<u>\$40,600</u>

The names of persons and organisations to whom distributions of income have been made by the community trust under section 21 of the Trustee Banks Restructuring Act 1988 during the financial year and the amounts distributed are shown in the appendix to the financial statements. A full list is available on application to the secretary of the community trust.

Auditors' Report to the Members of the Trust Bank Canterbury Community Trust

We have audited the financial statements in accordance with accepted auditing standards, and have carried out such procedures as we considered necessary.

In our opinion the financial statements give, using the historical cost method, a true and fair view of the financial position of the trust as at 31 March 1990 and the results of its activities and cash flows for the year ended on that date.

DELOITTE ROSS TOHMATSU, Chartered Accountants.

Christchurch, New Zealand.

Dated this 28th day of May 1989.

Summary of 1989 Grants Allocation

	Canterbury	Marlborough	Nelson	Total
	\$	\$	\$	\$
Education	64,800	26,435	26,200	117,435
Economic/employment	68,000	—	2,300	70,300
Music and cultural	39,350	1,250	19,100	59,700
Medically, physically and intellectually handicapped	101,250	4,665	4,600	110,515
Infants and children	66,200	2,000	6,700	74,900
Hospitals and medical	91,000	28,000	25,800	144,800
Youth	56,000	4,000	4,500	64,500
Sport and recreation	47,300	5,100	5,000	57,400
Welfare and social services	117,500	8,700	8,700	134,900
Miscellaneous	136,950	5,350	3,200	145,500
Unallocated	—	—	10,750	10,750
	<u>\$788,350</u>	<u>\$85,500</u>	<u>\$116,850</u>	<u>\$990,700</u>