

The following notes form part of and are to be read in conjunction with these financial statements.

Notes to the Financial Statement

THE PERIOD ENDED 31 MARCH 1991

1. STATEMENT OF ACCOUNTING POLICIES

The ASB Charitable Trust ("the Trust") was formed on 31 May 1989 through the creation of a trust deed by the ASB Bank Community Trust.

GENERAL ACCOUNTING POLICIES

The measurement basis adopted is that of historical cost adjusted for the revaluation of certain assets. Reliance is placed on the fact that the Trust is a going concern. Accrual accounting is used to match income and expenditure.

PARTICULAR ACCOUNTING POLICIES

Bank

Bank is stated as the balance in the bank account rather than the balance as per the cash book.

Investments

Investments are stated at market value. Any unrealised gains or losses are recognised in income and expenditure for the period.

Investment transactions are recorded by the Fund Managers on a settlement date basis. Unsettled transactions are disclosed in the Notes as commitments.

Foreign Currencies

All amounts denominated in foreign currencies are converted to New Zealand dollars at balance date and all realised and unrealised gains and losses are recognised in income and expenditure for the period.

Currency Hedges

All hedging contracts are revalued using the New Zealand dollar rate at balance date and all realised and unrealised gains and losses are recognised in income and expenditure for the period.

Fixed Assets

Fixed Assets are valued at cost less accumulated depreciation.

Depreciation

Depreciation is provided over the useful life of the assets

The rates used are

Buildings	2.5%	straight line basis
Vehicle, office equipment & furniture	20%	diminishing value basis

Donations

Donations are accounted for as they are distributed or committed to be distributed to eligible organisations as approved by the Trustees. Where donations approved are payable over a number of accounting periods the future donations payable are accounted for in the year in which they are paid.

Taxation

The Trust has been accorded tax exempt status in New Zealand and Australia but is liable to taxation on investment income in some other overseas countries. Tax on overseas income is accounted for as a reduction of that income.

Dividends

Dividends are recognised as income when they are received by the Trust and exclude imputation tax credits.

Capital Maintenance Reserve

Transfers to the Capital Maintenance Reserve from the Unallocated Surplus are made at the discretion of the Trustees.

Changes in Accounting Policies

The accounting policy for disclosure of bank balances has been changed (refer Bank note above). The effect is to increase the Bank account and committed donations by \$601,804. The comparatives have been adjusted accordingly, increasing bank and committed grants by \$48,699.

	1991 \$000	1990 \$000
2. DONATIONS		
For this year		
Committed and disbursed	5,493	5,598
Committed but not yet disbursed	3,907	2,698
	9,400	8,296
Transfer to Social Emergencies Reserve	1,900	—
	11,300	8,296
For future years		
Committed but not yet disbursed (These are not shown on the Balance Sheet)		
Payable in the years 1 April 1990 to 31 March 1992		3,172
Payable in the years 1 April 1991 to 31 March 1993	1,155	—
	12,455	11,468

3. TRUST CAPITAL

Balance as at 1 April	251,786	Nil
Trust Funds donated by ASB Bank Community Trust during the period	—	251,786
Balance as at 31 March	251,786	251,786

4. RESERVES

Capital Maintenance Reserve

Balance as at 1 April	8,438	Nil
Notional Interest on Reserve	1,468	—
Transfers during the period	11,347	8,438
Balance as at 31 March	21,253	8,438

Investment Fluctuation Reserve

Balance as at 1 April	Nil	Nil
Unrealised Investment Fluctuation	1,504	Nil
Balance as at 31 March	1,504	Nil

Social Emergencies Reserve

Balance as at 1 April	Nil	Nil
Allocated from surplus for the year	1,900	Nil
Balance as at 31 March	1,900	Nil

5. INVESTMENTS: MANAGED FUNDS

Balance as at 1 April	253,174	250,000
Gross Income	24,686	10,299
Withdrawals	(10,920)	—
Fluctuations	1,504	(7,125)
Balance as at 31 March	268,444	253,174
Investments comprise		
Cash Deposits, miscellaneous	75,847	35,225
Bonds	161,061	165,196
Equities	31,536	52,753
Portfolio total, at market value	268,444	253,174
	%	%
Held in New Zealand	60	69
Offshore	40	31

6. FIXED ASSETS

	Land & Building		Vehicle, Office Equipment & Furniture		Total	
	1991 \$000	1990 \$000	1991 \$000	1990 \$000	1991 \$000	1990 \$000
Cost	1,347	1,347	327	30	1,674	1,377
Accumulated Depreciation	6	2	32	4	38	6
	1,341	1,345	295	26	1,636	1,371

The Government Valuation of the land and buildings on 1 May 1987 was \$1,000,000.

7. DEPOSITS

Certain of the Trust's deposits are subject to a right of set-off under the terms of the Trust's banking agreement. There has been no set-off applied in the presentation of these accounts.

8. COMMITMENTS

Investments transactions entered into by the Fund Managers but unsettled prior to year end total \$9,831,047 (1990 \$Nil)

Report of the Auditors to the Members of ASB Charitable Trust

We have examined the accompanying balance sheet, statement of income and expenditure and statement of cash flows and have obtained all the information and explanations we have required.

We are of the opinion that proper accounting records have been kept by the Trust, that the balance sheet, statement of income and expenditure and statement of cash flows are properly drawn up and give, on an historical cost basis, adjusted by the revaluation of certain assets, a true and fair view of the financial position of the Trust as at 31 March 1991 and its results and cash flows for the year ended on that date.

KPMG Peat Marwick

17 May 1991
Auckland

KPMG Peat Marwick
Chartered Accountants

"A copy of the list of the names of donees and the amounts they received is available on request, at no cost, from the offices of the Trust at 50 Ponsonby Road, Auckland."

