



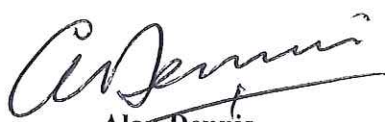
2015

FINANCIAL

STATEMENTS

The Trustees are pleased to present the Financial Statements of the ILT Foundation for the year ended 31st March 2015.

For and on behalf of the Board of Trustees:


Alan Dennis
Chairman


Mike Mika
Trustee

15 June 2015



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DIRECTORY

ILT FOUNDATION OFFICE

252 Dee Street
P.O. Box 1771
Invercargill 9840
Telephone (03) 2113 751

TRUSTEES

Alan Dennis (Chairman)
Sean Bellew
Raymond Harper (until December 2014)
Mike Mika
Angela Newell
Suzanne Prentice
John Young
Christopher Ward
Jason McKenzie (from March 2015)

MANAGER

Ann Eustace

BANKERS

Westpac, Invercargill

LEGAL ADVISORS

Ward Adams Bryan-Lamb
Invercargill

AUDITORS

Audit New Zealand
On behalf of the Controller and Auditor-General

STATEMENT OF ACCOUNTING POLICIES

For The Year Ended 31 March 2015

REPORTING ENTITY

The ILT Foundation was formed by Trust Deed dated 2 August 2005, and is a registered Charitable Trust in terms of the Charitable Trusts Act 1957. It operates Electronic Video Gaming Machines licensed by the Department of Internal Affairs in various premises owned by the Invercargill Licensing Trust.

BASIS OF PREPARATION

The Financial Statements have been prepared in accordance with NZ Generally Accepted Accounting Practice (NZ GAAP) and comply with the New Zealand equivalent to International Financial Reporting Standards (NZ IFRS). Under the terms of the Accounting Standards Framework issued by the External Reporting Board (XRB) the ILT Foundation has designated itself a Tier 2 for profit entity and therefore applies Tier 2 Accounting Standards (NZ IFRS Reduced Disclosure Regime).

The Foundation is a qualifying Tier 2 entity as it meets the following criteria:

- the entity does not have public accountability; and
- the entity's expenses are less than \$30 million.

The general accounting principles as appropriate for the measurement and reporting of results and financial position under the historical cost method have been followed in the preparation of these financial statements.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar. The functional currency of the Foundation is New Zealand dollars.

The accounting policies that have been applied to these financial statements are based on the External Reporting Board Standard A1, Accounting Standards Framework (For-profit Entities Update). The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

UNDERLYING FUNDAMENTAL ASSUMPTIONS

A key significant assumption underlying the preparation of the Foundation's financial statements under the going concern assumption is that the Foundation will continue to have its Class 4 Gambling License renewed annually by the Department of Internal Affairs.

ACCOUNTING POLICIES

The following specific accounting policies are adopted in the preparation of the financial statements:

1. Income

Income is measured at the fair value of consideration received. Net income from the operation of gaming machines is recognised when funds have been transferred to the Foundation's bank account from the Site Operators. Deposits in transit from Site Operators are also included. Income comprises the net proceeds of gaming machines owned and operated by the Foundation after the deduction of prizes to the participants.

2. Interest Income

Interest income is recognised using the effective interest method.

3. Venue Payments

These costs are expensed on a monthly basis. They relate to the provision of Venue and Management services provided by the Invercargill Licensing Trust, under the terms of a Licence Agreement, exclusively for the Foundation's gaming machines. The Agreement is for a period of three years expiring on 31 March 2015 and can be cancelled with one month's notice by either party. A new three year Agreement commenced on 1 April 2015.

4. Cash and Cash Equivalents

These include cash on hand, deposits in transit, cheque account funds, deposits held at call with banks, other short term highly liquid investments with maturities of three months or less from balance date.

5. Short Term Bank Deposits

These are bank term deposits with maturities greater than three months but less than one year. They are recorded at cost, which is considered to be their fair value.

6. Trade and other Receivables

Trade and other Receivables are recorded at cost which is taken to be their fair value. It has not been deemed necessary to provide for any impairment of this value.

7. **Property, Plant and Equipment**

Property, Plant and Equipment are valued at cost less accumulated depreciation and impairment losses.

Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

In most instances, an item of property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value when control over the asset is obtained.

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the Statement of Comprehensive Income.

Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

Depreciation

Depreciation is provided for using the Diminishing Value method in order to recognise the high first few years reduction in value of gaming equipment. The following rates are applied:

Gaming Machines and Associated Equipment	33% Diminishing Value
Motor Vehicles	21.6% Diminishing Value

The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year-end.

8. **Taxation**

The Financial Statements do not include any provision for income tax. The ILT Foundation, being a registered Charitable Trust and earning income solely from gaming machine activities, is exempt from income tax.

9. **Goods and Services Tax**

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the Statement of Financial Position.

The net GST paid to, or received from the IRD, including the GST relating to investing and financing activities, is classified as an operating cash flow in the Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

10. Financial Instruments Risks

The Foundation has policies to manage the risks associated with financial instruments. The Foundation is risk averse and seeks to minimise exposure from its treasury activities. These policies do not allow any transactions that are speculative in nature to be entered into.

Market Risk

Fair value interest rate risk

Fair value interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. The Foundation's exposure to fair value interest rate risk is limited to its short-term bank deposits.

Cash flow interest rate risk

Cash flow interest rate risk is the risk that the cash flows from a financial instrument will fluctuate because of changes in market interest rates.

The Foundation currently has no variable interest rate debt or investments.

Currency risk

Currency risk is the risk that the value of financial instrument will fluctuate due to changes in foreign exchange rates. The Foundation is not exposed to currency risk, as it does not enter into foreign currency transactions.

Credit Risk

Credit risk is the risk that a third party will default on its obligation to the Foundation, causing the Foundation to incur a loss.

Due to the timing of its cash inflows and outflows, the Foundation invests surplus cash with registered banks. The Foundation's investment policy limits the amount of credit exposure to any one institution.

The Foundation's maximum credit exposure for each class of financial instrument is represented by the total carrying amount of cash equivalents (Note 1) and trade receivables. There is no collateral held as security against these financial instruments, including those instruments that are overdue or impaired.

The Foundation has no significant concentrations of credit risk, as it essentially operates a cash business and only invests funds with registered banks.

Liquidity Risk

Liquidity risk is the risk that the Foundation will encounter difficulty raising liquid funds to meet commitments as they fall due.

In meeting its liquidity requirements, the Foundation maintains a level of investments that must mature within less than six months.

11. Grants

Grants expensed to the Statement of Comprehensive Income for the year represent:

- (i) Grants that have been applied for during the year, and which have been approved and allocated for payment by the Trustees, but not necessarily paid out by balance date.
- (ii) Grants that have been returned to the Foundation during the year.

Grants allocated but unpaid at balance date are recorded in the Statement of Financial Position (refer Note 3).

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended 31 March 2015

	Notes	2015 \$	2014 \$
INCOME			
Gaming Proceeds		8,926,138	8,961,032
Interest Income		103,694	94,886
Gain on sale of Plant and Equipment		<u>11,039</u>	<u>9,684</u>
Total Income		9,040,871	9,065,602
EXPENDITURE			
Audit Fees		18,225	17,943
Depreciation		499,823	504,655
Loss on sale of Plant and Equipment		24,982	59,675
Gaming Duty		2,053,012	2,061,037
Problem Gambling Levy		134,472	139,606
Personnel Costs		138,239	139,132
Sundry Operating Expenses		500,850	516,810
Venue Payments		<u>1,339,303</u>	<u>1,344,798</u>
Total Expenditure		4,708,906	4,783,656
SURPLUS PRIOR TO DISTRIBUTION		4,331,965	4,281,946
Grants allocated during the current year		4,051,322	3,914,890
Less Grants returned to the Foundation during the year		<u>(40,431)</u>	<u>(62,478)</u>
Grants Expense for the year		4,010,891	3,852,412
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>321,074</u>	<u>429,534</u>

STATEMENT OF CHANGES IN EQUITY

For The Year Ended 31 March 2015

		2015 \$	2014 \$
FOUNDATION EQUITY – OPENING BALANCE AT 1 APRIL		2,788,613	2,359,079
Total Comprehensive Income for the Year		<u>321,074</u>	<u>429,534</u>
FOUNDATION EQUITY - BALANCE AT 31 MARCH	(4)	<u>3,109,687</u>	<u>2,788,613</u>

The accompanying Statement of Accounting Policies and Notes form part of these Financial Statements.

STATEMENT OF FINANCIAL POSITION

As At 31 March 2015

	Notes	2015 \$	2014 \$
CURRENT ASSETS			
Cash and Cash Equivalents	(1)	2,596,036	2,499,175
Short Term Bank Deposits		500,000	-
Trade and other Receivables		<u>35,989</u>	<u>36,781</u>
		3,132,025	2,535,956
NON CURRENT ASSETS			
Property, Plant and Equipment	(2)	1,073,912	1,062,420
TOTAL ASSETS		<u>4,205,937</u>	<u>3,598,376</u>
CURRENT LIABILITIES			
Trade and other Payables		430,151	443,052
Employee Entitlements		6,608	6,711
Grants Allocated But Unpaid	(3)	<u>659,491</u>	<u>360,000</u>
TOTAL LIABILITIES		<u>1,096,250</u>	<u>809,763</u>
NET ASSETS		<u>3,109,687</u>	<u>2,788,613</u>
EQUITY			
Foundation Equity	(4)	<u>3,109,687</u>	<u>2,788,613</u>
TOTAL EQUITY		<u>3,109,687</u>	<u>2,788,613</u>

The accompanying Statement of Accounting Policies and Notes form part of these Financial Statements.

STATEMENT OF CASH FLOWS

For The Year Ended 31 March 2015

	Notes	2015 \$	2014 \$
Cash Flows from Operating Activities			
Cash was provided from:			
Receipts from customers		8,926,138	8,961,032
Interest Received		105,531	94,518
Cash was applied to:			
Payments to suppliers and employees		(4,179,706)	(4,239,399)
Grants		(3,711,400)	(4,909,623)
GST (Net)		(18,444)	8,821
Net Cash Flows from Operating Activities	(6)	<u>1,122,119</u>	<u>(84,651)</u>
Cash Flows from Investing Activities			
Cash was provided from:			
Sale of Property, Plant and Equipment		33,495	41,320
Cash was applied to:			
Purchase of Property, Plant and Equipment		(558,753)	(598,715)
Purchase of Investments		(500,000)	-
Net Cash Flow from Investing Activities		<u>(1,025,258)</u>	<u>(557,395)</u>
Cash Flows from Financing Activities			
Net Cash Flow from Financing Activities		<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash Held		96,861	(642,046)
Add Opening Cash Brought Forward		<u>2,499,175</u>	<u>3,141,221</u>
Ending Cash Carried Forward	(1)	<u>2,596,036</u>	<u>2,499,175</u>

The accompanying Statement of Accounting Policies and Notes form part of these Financial Statements.

NOTES TO THE ACCOUNTS

	2015 \$	2014 \$
(1) Cash and Cash Equivalents		
Cash and Bank Accounts	1,796,036	416,636
Short Term Bank Deposits – less than three months	<u>800,000</u>	<u>2,082,539</u>
	<u>2,596,036</u>	<u>2,499,175</u>

(2) Property, Plant and Equipment

	Gaming Assets	Motor Vehicle	Total
Cost			
Balance at 1 April 2013	5,152,617	32,035	5,184,652
Additions	563,740	34,975	598,715
Disposals	(431,250)	(32,035)	(463,285)
Balance 31 March 2014	<u>5,285,107</u>	<u>34,975</u>	<u>5,320,082</u>
Balance at 1 April 2014	5,285,107	34,975	5,320,082
Additions	558,753	-	558,753
Disposals	(436,170)	-	(436,170)
Balance 31 March 2015	<u>5,407,690</u>	<u>34,975</u>	<u>5,442,665</u>
Accumulated Depreciation and Impairment losses			
Balance at 1 April 2013	4,108,738	16,243	4,124,981
Depreciation expense	498,989	5,666	504,655
Disposals	(355,731)	(16,243)	(371,974)
Balance 31 March 2014	<u>4,251,996</u>	<u>5,666</u>	<u>4,257,662</u>
Balance at 1 April 2014	4,251,996	5,666	4,257,662
Depreciation expense	493,492	6,331	499,823
Disposals	(388,732)	-	(388,732)
Balance 31 March 2015	<u>4,356,756</u>	<u>11,997</u>	<u>4,368,753</u>
Net Book Value 31 March 2014	<u>1,033,111</u>	<u>29,309</u>	<u>1,062,420</u>
Net Book Value 31 March 2015	<u>1,050,934</u>	<u>22,978</u>	<u>1,073,912</u>

	2015 \$	2014 \$
(3) Grants Allocated but Unpaid		
Opening Balance	360,000	1,417,211
Allocated at Trustees' meetings during the year	4,051,322	3,914,890
Allocated grants paid during the year	(3,711,400)	(4,909,623)
Allocated grants returned	(40,431)	(62,478)
Closing Balance	<u>659,491</u>	<u>360,000</u>
(4) Foundation Equity		
<i>Made up of:</i>		
Undistributed Net Proceeds		
Opening balance at 1 April	606,573	177,039
Current year's surplus prior to Grants	4,331,965	4,281,946
Less Grants allocated during the year	(4,051,322)	(3,914,890)
Plus Grants returned during the year	<u>40,431</u>	<u>62,478</u>
Closing balance at 31 March	<u>927,647</u>	<u>606,573</u>
Capital Asset Reserve		
Opening balance at 1 April	1,062,420	1,059,671
Assets purchased during year	558,753	598,715
Assets sold during year	(33,495)	(41,320)
Depreciation, gains and losses for year	<u>(513,766)</u>	<u>(554,646)</u>
Closing balance at 31 March	<u>1,073,912</u>	<u>1,062,420</u>
Depreciation Reserve Funds		
Opening balance at 1 April	1,119,620	1,122,369
Depreciation, gains and losses for year	513,766	554,646
Assets sold during year	33,495	41,320
Assets purchased during year	<u>(558,753)</u>	<u>(598,715)</u>
Closing balance at 31 March	<u>1,108,128</u>	<u>1,119,620</u>
Foundation Equity at 31 March	<u>3,109,687</u>	<u>2,788,613</u>

(5) Transactions with Related Parties

The **Invercargill Licensing Trust** was primarily responsible for the establishment of the ILT Foundation in August 2005. The ILT Foundation operates under its own Trust Deed and is controlled by its own Trustees, some of whom are Invercargill Licensing Trust Trustees.

The ILT Foundation has contracts with the Invercargill Licensing Trust, approved by the Department of Internal Affairs, to operate gaming machines and other activities in their licensed premises. During the period payments to the Invercargill Licensing Trust for site rentals, administration and other services amounted to \$1,400,274 (\$1,410,375 in 2014).

As at 31 March 2015, \$4,146 was owing by the ILT Foundation to the Invercargill Licensing Trust, which was later settled in the normal course of business (\$5,244 in 2014).

Other Related Parties (Trustees)

Monetary grants totalling \$73,500 (2014: \$70,650) were provided during the year to the Invercargill City Council, for whom Alan Dennis is a Councillor.

A monetary grant totalling \$200,000 (2014: \$150,000) was provided to the Southland Indoor Leisure Centre Charitable Trust, for whom Alan Dennis is the Deputy Chairman and Chris Ward is the Solicitor.

A monetary grant totalling \$10,000 (2014: \$10,000) was provided to the Southland Racing Club for whom Sean Bellew is the President.

A monetary grant totalling \$21,000 (2014: \$21,000) was provided to the Murihiku Maori and Pasifika Cultural Trust, for whom Mike Mika is a Trustee.

A monetary grant totalling \$6,000 (2014: \$6,000) was provided to the Shakespeare in the Park Charitable Trust for whom Angela Newell is a Trustee.

Monetary grants totalling \$55,500 (2014: \$50,500) were provided to Venture Southland, for whom Angela Newell is an employee.

A monetary grant totalling \$8,000 (2014: \$10,000) was provided to the Head Injury Society of Southland Incorporated, for whom John Young is their Honorary Solicitor.

A monetary grant totalling \$340,000 (2014: \$340,000) was provided to Rugby Southland during the year, for whom John Young is an Appeals Officer. The amount owing as at 31 March 2015 was \$100,000. (2014: Nil).

A monetary grant of \$2,900 was provided to Cycling Southland during the year, with one of the scholarship recipients being a Member of Talent Development Southland where Jason McKenzie is an employee.

A monetary grant of \$10,000 was provided to Phoenix Synchro Southland where Jason McKenzie is a service provider.

No legal services have been provided by Ward Adams Bryan-Lamb where Chris Ward is a Senior Partner (\$22,812 in 2014).

Transactions with these other related parties (Trustees) are made at arms length, without the involvement or influence of the above named Trustee members.

	2015 \$	2014 \$
(6) Statement of Cash Flow		
The Net Cash Flow generated from Operating Activities reconciles to the Net Surplus in the Statement of Comprehensive Income as follows:		
Net Surplus (Deficit) for the Year	321,074	429,534
Add non-cash items		
- Depreciation	499,823	504,655
- Net Loss/ (Gain) on disposal	13,943	49,991
Movements in Working Capital Items:		
Decrease (Increase) in Accounts Receivable	792	3,509
Increase (Decrease) in Accounts Payable	5,440	(23,950))
Increase (Decrease) in Grants Payable	299,491	(1,057,211)
Increase (Decrease) in GST Payable	(18,444)	8,821
Net Cash Inflow from Operating Activities	<u>1,122,119</u>	<u>(84,651)</u>

(7) Financial Instruments

Financial instruments which potentially subject the ILT Foundation to a Credit Risk principally consist of bank balances, accounts receivable and investments.

- Cash balances are held with local banking institutions, in short term deposits being invested for terms of six months or less.
- Accounts Receivable are unsecured.
- All financial instruments are valued at their historic cost, which are considered to be their fair value at 31 March 2015.

(8) Future Capital Commitments

There are no agreements in place to purchase new gaming machines and game upgrades as at 31 March 2015. (Nil in 2014).

(9) Trustees Remuneration

Trustees have received remuneration for their services to the value of \$48,126 during the year (\$47,112 in 2014).

(10) Contingent Assets and Liabilities

There are no contingent assets or liabilities as at 31 March 2015. (Nil in 2014)

(11) Events Subsequent to Balance Date

There have been no significant events that would materially affect these financial statements since balance date.

Grants to the Community - 1 April 2014 to 31 March 2015

	\$		\$
A Capella Singers Inc - scholarship	1,495	Grasmere Indoor Bowls Club	350
All Saints Badminton Club	1,800	Greenacres Country Club Inc	4,200
Alzheimers Society Southland Inc	5,000	Harvestfield Christian Centre	15,000
Aqua Health Inc	2,000	Head Injury Society of Southland Inc	8,000
Arahi Maori Womens Welfare League	250	Hearing Association Southland Branch	2,000
Arts in Focus	1,000	Heritage South	7,500
Ascot Community School - 2015 Interactive Whiteboard Teaching	96,674	HETTANZ Southland	600
& equipment programme (on behalf of all Invercargill Primary Schools)		Hockey Southland Inc	75,000
Athletics Southland	69,000	Hospice Southland Charitable Trust	37,000
Aurora Sports Club	5,000	ILT Hockey Turf Charitable Trust	5,000
Awarua Boating Club	2,000	Invercargill Cadet Unit - scholarship	1,200
Awarua Communications Museum Inc	5,000	Invercargill Citizens Bowling Club	4,500
Awarua Whanau Services	500	Invercargill City Charitable Trust	12,500
Badminton Southland	65,000	- 2015 Southland Buskers' Festival	
Badminton Southland - scholarship	1,200	Invercargill City Council - 2015 Schools swimming programme	73,500
Barnardos NZ - Invercargill Branch	29,000	& boat safety education equipment purchase	
Blue Jay Marching Club	5,500	Invercargill Community Patrol Charitable Trust	1,000
Blues Indoor Bowling Club	400	Invercargill Contract Bridge Club	10,000
Bluff Oyster & Food Festival	5,000	Invercargill Elim Community Church Trust	10,000
Bluff Volunteer Fire Brigade	700	Invercargill Garrison Band/Ascot Park Brass of Invercargill	29,715
Bluff Yacht Club	450	Invercargill Golf Club Inc	2,700
Bowls Southland	46,500	Invercargill Harness Racing Club Inc	10,000
Brass Band Association of NZ - scholarship	1,200	Invercargill Indoor Bowls Sub Centre	1,200
Breathing Space Southland Trust	20,000	Invercargill Kart Club	2,000
Brigadiers Netball Club	3,500	Invercargill Kiribati Community & Youth Group	300
Bush Haven Native Bird Rehabilitation Trust	1,000	Invercargill Musical Theatre Inc	20,000
CCS Disability Action Southland	24,000	Invercargill Netball Centre	51,800
Chamber of Commerce Southland	3,000	Invercargill North Parish	2,500
Citizens Advice Bureau	3,000	Invercargill Primary School Educational Initiatives Trust	265,000
City of Invercargill Highland Pipe Band	45,000	- enrich@ILT	
City of Invercargill Highland Pipe Band - scholarship	1,500	Invercargill Repertory Society Inc	15,000
Collegiate Rugby Football Club Inc	15,500	Invercargill Rock 'n' Roll Club	6,000
Community Care Trust - Invercargill Branch	2,100	Invercargill Secondary Schools' Network Trust	100,000
Community Colleges NZ - Invercargill	5,000	Invercargill Summer Festival Charitable Trust	10,000
Conductive Education (Southland) Charitable Trust	12,000	Invercargill Toy & Puzzle Library	2,500
CS Arts Charitable Trust	4,500	Jet Boating NZ Inc - Southland Branch	1,000
Cycling Southland	160,000	Jubilee Budget Advisory Service	15,000
Cycling Southland - 12 scholarships	10,800	Kew Bowling Club Inc	1,400
Dance Opportunities Inc	3,580	La Leche League	750
Dance Southland Inc - scholarship	1,500	Makarewa Bowling Club	800
Deaf Aotearoa NZ Inc (Southland Branch)	2,000	Makarewa Netball Club	2,000
Deaf Lawn Bowls NZ - Southland Branch - scholarship	1,200	Miniature Horse Club of Southland (1997) Inc	900
Deep South Debonaires	600	Murihiku Maori & Pasifika Cultural Trust - 2014 Polyfest	21,000
Disabilities Resource Centre Southland Charitable Trust	10,000	Myross Bush Netball Club	300
Dodgers Softball Club-Invercargill - scholarship	800	Myross Bush Rugby Club	1,500
Dodgers Softball Club-Invercargill	5,000	Netball South Zone Inc	150,000
English Language Partners Southland Inc	1,887	Netball South Zone Inc - 2 scholarships	1,400
Epilepsy Association of NZ - Southland Branch	7,500	Nga Hau E Wha Society Inc	5,000
Foveaux Harmony Chorus Inc	5,000	Nga Putangitangi	2,000
Foveaux Pearls & Invercargill Diamonds Marching	2,000	NZ Symphony Orchestra Foundation - Invercargill performance	2,500
Georgetown Indoor Bowls Club	500	Omaui Landcare Charitable Trust	900
Georgetown Scout Group	1,500	Orca Swimming Club Inc	3,000
Golf Southland Inc	25,000	Order of St John - Invercargill Area	18,000

Grants to the Community - 1 April 2014 to 31 March 2015

	\$		\$
Oreti Park Speedway 1998	2,000	Southland Education	17,000
Oreti Surf Life Saving Club	10,000	Southland Embroiderers Guild	1,000
Otago Southland Chinese Association - Invercargill Branch	200	Southland Filipino Society	2,000
Otago Southland Organists Association Inc	1,000	Southland Fire Service Museum Society	5,000
Otatara Netball Club	1,000	Southland Foodbank Charitable Trust	20,000
Pacific Island Advisory & Cultural Trust Inc	6,000	Southland Football Incorporated	75,000
Panthers Softball Club	5,750	Southland Girls' High School	2,936
Parent to Parent Southland	7,000	Southland Golf Club Inc	47,000
Phoenix Synchro (Southland)	40,000	Southland Heritage Roses	250
Pirates Old Boys' Rugby Club	30,000	Southland History Fair	1,100
Poppycock Trust - Internet safety	15,000	Southland Indoor Bowls Centre Inc	22,000
Presbyterian Support Services - Family Works	65,000	Southland Indoor Bowls Umpires' Association	500
Probus Club Invercargill Central	400	Southland Indoor Leisure Centre Charitable Trust	200,000
Queens Park Association Football Club	10,000	- ILT Stadium Southland	
Queens Park Croquet Club Inc	400	Southland Kennel Association	500
Queens Park Ladies' Golf Club	700	Southland Life Education Community Trust	5,000
Rape & Abuse Support Centre Southland Inc	15,000	Southland Literacy Association	2,000
Richmond Grove Presbyterian Church	5,000	Southland Mature Employment Services	5,000
Ronald McDonald House - Southland Hospital	1,500	Southland Motorcycle Club Inc - 2014 Burt Munro Challenge;	44,000
Royal NZ Ballet - Invercargill performances	9,000	National Mini Motorcross event	
Royal NZ Pipe Bands-Southland Branch - scholarship	1,500	Southland Mountain Bike Club - scholarship	1,000
Royal NZ Plunket Society-Invercargill Branch Inc	5,000	Southland Multicultural Council Inc	8,000
Rugby Southland	340,000	Southland Multiple Sclerosis Society Inc	17,500
Ryushikan Dojo	250	Southland Natural History Field Club Inc	455
Sacred Heart School	2,500	Southland Olympic Weightlifting Inc - 2 scholarships	2,000
Salford School	2,500	Southland Otago Amateur Weightlifting Assn - scholarship	1,500
Senior Net (South) Inc	4,000	Southland Piping & Drumming Development Trust	35,000
Shakespeare in the Park Charitable Trust	6,000	Southland Pony Club Inc	3,700
Social Service Providers Aotearoa	500	Southland Power Boat Club	4,500
Southend United Junior Football Club Inc	1,500	Southland Racing Club	10,000
Southern District Health Board - Incubator Programme 2015 year	5,000	Southland Riding for the Disabled	12,000
Southern Institute of Technology - 2014 Trade Scholarships	10,000	Southland Rodeo Association Inc	5,500
Southern Models & Modellers Club	400	Southland Rowing Association Inc	8,200
Southern Sou'NZ Inc - 6 scholarships	2,400	Southland Rowing Association Inc - scholarship	1,200
Southern Storytellers	2,000	Southland Secondary Schools' Sport	12,000
Southland A & P Association	4,000	Southland Sejong Taekwondo Club Inc	2,000
Southland ACC Advocacy Trust	5,000	Southland Sejong Taekwondo Club Inc - scholarship	700
Southland Art Society Inc	17,500	Southland Ski Club - scholarship	1,200
Southland Astronomical Society	5,000	Southland Society of Model Engineers Inc	2,000
Southland Basketball Association	82,000	Southland Softball Association	45,000
Southland Basketball Association - 4 scholarships	3,200	Southland Sports Car Club	23,043
Southland Battalion Council of Boys' Brigade	1,000	Southland Sports Car Club - 3 scholarships	3,000
Southland Beneficiaries and Community Rights	25,000	Southland Stock Car Drivers Association	5,500
Southland Bird Club	1,800	Southland Table Tennis Association Inc	26,000
Southland Boxing Association (Inc)	3,000	Southland Tennis Association Inc	55,000
Southland Canoe Club - scholarship	1,200	Southland Triathlon & Multisport Club	11,000
Southland Clay Target Club	5,000	Southland Welsh Pony & Cob Club	500
Southland Competitions Society Inc	2,500	Southland Womens' Club	2,000
Southland Cricket Association	115,000	Southland Woodworkers Guild	1,034
Southland Darts Association	3,400	Southland Youth One Stop Shop Trust	25,000
Southland Disability Enterprises Inc	15,000	Special Olympics Southland - 2 scholarships	2,400
Southland District Rugby Football League Inc	40,000	Sport Southland	183,500
Southland Dog Training Club	1,000	Squash Southland	45,000
Southland Eagles Golfing Society	300	St Andrew's Indoor Bowling Club	600

Grants to the Community - 1 April 2014 - 31 March 2015

	\$
St John's Anglican Parish	1,060
St Joseph's School	2,333
St Mary's Basilica	30,000
Star Rugby Football Club	15,000
Strings of Southland Charitable Trust	2,200
Swim Southland	70,000
Talent Development Southland Charitable Trust	18,000
Te Ara O Kiwa Sea Scouts Bluff	4,000
Tisbury Primary School	2,000
TOA Fighting Systems Southland Inc - 2 scholarships	2,400
Touch Southland	35,000
Touch Southland - 3 scholarships	2,400
Tramway Playcentre	860
Venture Southland - 'Dawn to Dusk' Train Journey; 2015 Kidzone Festival; Southland Festival of Arts 2015	55,500
Vital Signs Youth & Family Trust	5,000
Volleyball Southland Inc	30,000
Volunteer South Charitable Trust	2,000
Waihapai Association Football Club	5,000
Waihapai Rowing Club Inc	10,000
Waikiwi Rugby Club	15,000
Western FC	3,000
Worldskills Southland - 2 scholarships	1,000
YMCA Charitable Trust Southland	32,500
Young Spirit Indoor Bowls Club	200
Youth Development Southland Region Trust - 2015 'Kiwi Can' programme	23,000

Grants Refunded - Not Required

-40,431

\$4,010,891

Independent auditor's report

**To the readers of
ILT Foundation's
financial statements
for the year ended 31 March 2015**

The Auditor-General is the auditor of the ILT Foundation (the Foundation) pursuant to section 107 of the Gambling Act 2003. The Auditor-General has appointed me, Ian Lothian, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements of the Foundation, on her behalf.

We have audited the financial statements of the Foundation on pages 2 to 12, that comprise the statement of financial position as at 31 March 2015, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date and the notes to the financial statements that include accounting policies and other explanatory information.

Opinion on the financial statements

In our opinion the financial statements of the Foundation on pages 2 to 12:

- comply with generally accepted accounting practice in New Zealand; and
- fairly reflect the Foundation's:
 - financial position as at 31 March 2015; and
 - financial performance and cash flows for the year ended on that date.

Opinion on other legal matters

In our opinion proper accounting records have been kept by the Foundation as far as appears from our examination of those records.

Our audit was completed on 15 June 2015. This is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Board of Trustees and our responsibilities, and we explain our independence.

Basis of opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporates the International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and carry out our audit to obtain reasonable assurance about whether the financial statements is free from material misstatement.

Material misstatements are differences or omissions of amounts and disclosures that, in our judgement, are likely to influence readers' overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

An audit involves carrying out procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including our assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; we consider internal control relevant to the preparation of the Foundation's financial statements that fairly reflect the matters to which they relate. We consider internal control in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.

An audit also involves evaluating:

- the appropriateness of accounting policies used and whether they have been consistently applied;
- the reasonableness of the significant accounting estimates and judgements made by the Board of Trustees;
- the adequacy of all disclosures in the financial statements; and
- the overall presentation of the financial statements.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements. Also we did not evaluate the security and controls over the electronic publication of the financial statements.

We have obtained all the information and explanations we have required and we believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

Responsibilities of the Board of Trustees

The Board of Trustees is responsible for preparing the financial statements that:

- complies with generally accepted accounting practice in New Zealand; and
- fairly reflects the Foundation's financial position, financial performance and cash flows.

The Board of Trustees is also responsible for such internal control as it determines is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error. The Board of Trustees is also responsible for the publication of the financial statements, whether in printed or electronic form.

The Board of Trustees responsibilities arise from the Gambling Act 2003.

Responsibilities of the Auditor

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you based on our audit.

Our responsibility arises from section 15 of the Public Audit Act 2001 and the Gambling Act 2003.

Independence

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the External Reporting Board.

Other than the audit, we have no relationship with or interests in the Foundation.

A handwritten signature in black ink, appearing to read 'Ian Lothian', with a stylized, cursive script.

Ian Lothian
Audit New Zealand
On behalf of the Auditor-General
Dunedin, New Zealand