



2025 FINANCIAL STATEMENTS

The Trustees are pleased to present the Financial Statements of the ILT Foundation for the year ended 31st March 2025.

For and on behalf of the Board of Trustees:

A blue ink signature of Patric O'Brien, written in a cursive style, positioned above a horizontal line.

Patric O'Brien
Chairman

A blue ink signature of Angela Newell, written in a cursive style, positioned above a horizontal line.

Angela Newell
Trustee

Date: 3 June 2025

ILT Foundation

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ILT Foundation

Directory

Trustees	Paddy O'Brien
	Sean Bellew
	Angela Newell
	Suzanne Prentice
	Sheree Carey
	Graham Hawkes
	Andrew Ward
	Jason McKenzie
	Amanda Smith
Manager	Lisa-Maree Fleck
Registered Office	252 Dee Street PO Box 1771 INVERCARGILL 9840
Auditor	KPMG On behalf of the Controller and Auditor-General
Legal Advisors	Ward Adams Bryan-Lamb Invercargill
Bankers	Westpac Banking Corporation Invercargill

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ILT Foundation

Statement of Service Performance For the year ended 31 March 2025

ILT FOUNDATION

ILT Foundation was incorporated under the Charitable Trusts Act 1957 on 9 August 2005. The Foundation was established primarily for charitable purposes. It distributes gaming machine profits back to community organisations that fall within the definition of authorised purposes.

Pursuant to the Gambling Act 2003, the ILT Foundation must distribute the net proceeds from its gaming machines only to or for an authorised purpose specified in its licence. It must also comply with the terms of its Trust Deed.

The ILT Foundation has the same six publicly elected Trustees as the Invercargill Licensing Trust, with the addition of three more Trustees.

Trustees meet monthly to consider and make grant decisions.

OBJECTS AND PURPOSES (from ILT Foundation Trust Deed)

The objects and purposes of the Foundation are:

1. To promote and provide for the relief of poverty, the advancement of religion, the advancement of education, and any other matters beneficial to the community (including facilities for recreation or other leisure-time occupation if those facilities are provided in the interests of social welfare);
2. To promote and provide for amateur games or sports which are conducted for the recreation or entertainment of the general public;
3. To promote and provide for any authorised purpose.

Minimising operating costs, to maximise returns to the community remains fundamental to all aspects of the operation.

Exceeding the legislative 40% minimum return is targeted at the outset of each financial year.

Community benefit is an overriding principle in all grants and funding decisions.

Redistributing funding to all areas of our community is a key focus.

Grant allocations are categorised, monitored and reported to capture what areas of our community are benefiting from funding:

- Arts
- Community Facilities
- Cultural/Religion
- Education
- Health
- Recreation/Community
- Sports / Sports - Charity
- Welfare

REVENUE

Gaming proceeds

GRANT

Grants expense

GRANTS AS A PERCENTAGE OF GAMING PROCEEDS

Notes	2025 \$	2024 \$
	10,714,359	10,824,817
7	5,386,955	5,838,939
	50.3%	53.9%

The Statement of Service Performance has been prepared in accordance to PBE FRS 48.

For more information visit www.iltfoundation.org.nz

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ILT Foundation

Statement of Comprehensive Revenue and Expense For the year ended 31 March 2025

	Notes	2025 \$	2024 \$
REVENUE			
Gaming proceeds		10,714,359	10,824,817
Interest income		66,288	120,468
TOTAL REVENUE		10,780,647	10,945,285
EXPENSES			
Gaming duty		2,464,303	2,489,708
Venue payments	4	1,714,297	1,731,971
Other expenses	5	1,480,615	1,406,445
TOTAL EXPENSES		5,659,215	5,628,124
SURPLUS/(DEFICIT) BEFORE GRANTS		5,121,432	5,317,161
Grant expense	7	5,386,955	5,838,939
SURPLUS/(DEFICIT)		(265,523)	(521,778)
OTHER COMPREHENSIVE INCOME AND EXPENSE			
<i>Movements that will be reclassified to profit or loss in subsequent periods:</i>		-	-
<i>Movements that will not be reclassified to profit or loss in subsequent periods:</i>		-	-
Total other comprehensive income and expense		-	-
TOTAL COMPREHENSIVE REVENUE AND EXPENSE FOR THE YEAR		(265,523)	(521,778)

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ILT Foundation

Statement of Financial Position As at 31 March 2025

	Notes	2025 \$	2024 \$
ASSETS			
Current			
Cash and cash equivalents	6	479,723	303,510
Short Term Bank Deposits		750,000	1,000,000
Trade and Other Receivables		352,986	240,675
Total current assets		1,582,709	1,544,185
Non-current			
Long Term Bank Deposits		150,000	500,000
Property, plant and equipment	9	961,450	856,319
Work-in-Progress	17	112,735	255,985
Total non-current assets		1,224,185	1,612,304
TOTAL ASSETS		2,806,894	3,156,489
LIABILITIES			
Current			
Trade and Other Payables	10	835,664	624,086
Grants Allocated but Unpaid	7	212,500	504,200
Employee entitlements	12	17,224	21,174
Total current liabilities		1,065,388	1,149,460
TOTAL LIABILITIES		1,065,388	1,149,460
NET ASSETS		1,741,506	2,007,029
FOUNDATION EQUITY			
Net Proceeds over-distributed	8 & 11	(440,534)	(175,011)
Capital asset reserve		940,255	829,284
Asset renewal fund		1,241,785	1,352,756
FOUNDATION EQUITY	11	1,741,506	2,007,029

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ILT Foundation

Statement of Changes in Net Assets/Equity For the year ended 31 March 2025

	Notes	Net Proceeds over- distributed \$	Undistributed Net Proceeds \$	Capital Asset Reserve \$	Asset Renewal Fund \$	Total \$
Balance 1 April 2024		(175,011)	-	829,284	1,352,756	2,007,029
Total comprehensive revenue and expense before grants		-	5,121,432	-	-	5,121,432
Grants Expense		-	(5,386,955)	-	-	(5,386,955)
Total comprehensive revenue and expense for the year		-	(265,523)	-	-	(265,523)
Net transfer to/ (from) equity reserves in the year		-	-	110,971	(110,971)	-
Net Proceeds over-distributed for the year		(265,523)	265,523			-
Transferred from Undistributed Surplus (Equity)		-	-			-
Balance at year end						
Balance 31 March 2025	11	(440,534)	-	940,255	1,241,785	1,741,506
Balance 1 April 2023		-	-	985,835	1,196,205	2,182,040
Total comprehensive revenue and expense before grants		-	5,317,161	-	-	5,317,161
Grants Expense		-	(5,838,939)	-	-	(5,838,939)
Total comprehensive revenue and expense for the year		-	(521,778)	-	-	(521,778)
Net transfer to/ (from) equity reserves in the year		-	-	(156,551)	156,551	-
Net Proceeds over-distributed for the year		(175,011)				(175,011)
Transferred from Undistributed Surplus (Equity)		-	521,778			521,778
Balance at year end						
Balance 31 March 2024	11	(175,011)	-	829,284	1,352,756	2,007,029

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ILT Foundation

Statement of Cash Flows For the year ended 31 March 2025

	Notes	2025 \$	2024 \$
Cash flow from operating activities			
<i>Cash was provided from/(applied to):</i>			
Income received from gaming proceeds		10,589,359	10,833,388
Interest received		79,922	123,003
Payments to suppliers, employees and trustees		(5,052,208)	(5,592,126)
Grants paid	7	(5,678,655)	(5,859,939)
GST (net)		(5,116)	(23,128)
Net cash from/(used in) operating activities		(66,698)	(504,932)
Cash flow from investing activities			
<i>Cash was provided from:</i>			
Maturing/sale of Investments		1,500,000	3,000,000
Disposal of property, plant and equipment		-	-
<i>Cash was applied to:</i>			
Acquisition of property, plant and equipment		(357,089)	(313,336)
Purchase of investments		(900,000)	(3,000,000)
Net cash from/(used in) investing activities		242,911	(313,336)
Cash flow from financing activities			
<i>Cash was provided from/(applied to):</i>		-	-
Net cash from/(used in) financing activities		-	-
Net increase/(decrease) in cash and cash equivalents		176,213	(818,268)
Cash and cash equivalents, beginning of the year		303,510	1,121,778
Cash and cash equivalents at end of the year	6	479,723	303,510

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ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

1 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 Gaming Machines licensed by the Department of Internal Affairs in various premises owned by the Invercargill Licensing Trust.

The financial statements were authorised for issue by the Board of Trustees on 3 June 2025.

2 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 the Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS). 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 public benefit entity and therefore applied Tier 2 Accounting Standards (PBE IPSAS Reduced Disclosure Regime) as applicable for Public Sector Entities.

The Foundation is deemed a Public Benefit Entity as its primary objective is to provide goods and services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for a financial return to equity holders.

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 \$33 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 accrual basis of accounting has been used unless otherwise stated.

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.

(a) Comparatives

The comparative financial period is 12 months.

The net asset position and net profit or loss reported in comparatives is consistent with previously authorised financial statements.

3 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.

The Trustees have assumed the annual license will be granted and have therefore adopted the going concern assumption.

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ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

Summary of significant accounting policies

The accounting policies of the Foundation have been applied consistently to all years presented in these financial statements.

The significant accounting policies used in the preparation of these financial statements are summarised below:

(a) Revenue

The following specific recognition criteria must be met before revenue is recognised:

(i) Gaming proceeds

The Foundation operates gaming machines at a number of sites. Revenue from the operation of gaming machines comprises proceeds from the gaming machines less the deduction of prizes to the participants. Revenue from gaming machine proceeds is recognised when received into the gaming machine.

(ii) Interest income

Interest income is recognised as it accrues, using the effective interest method.

(b) Venue payments

These costs are expensed on a monthly basis in accordance with the Gambling (Venue Payments) Regulations 2016 – Gambling Act 2023 and the Venue Agreement between ILT Foundation and the Invercargill Licensing Trust.

The Agreement applicable to this financial reporting period commenced on 1 April 2021 for a 3 year term.

It was subsequently been renewed for a further 3 years to expire on 31 March 2027. It can be terminated at any time by either party upon 1 months notice.

(c) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits in transit, cheques account funds, deposits held on call with banks and other short-term highly liquid investments with original maturities of three months or less.

Short term bank deposits are bank term deposits with maturities greater than three months but less than one year. They are recorded at cost.

Long term bank deposits are bank term deposits with maturities greater than one year. They are recorded at cost.

(d) Trade and other receivables

Trade debtors and other receivables are measured at their cost less any impairment losses.

An allowance for impairment is established where there is objective evidence the Foundation will not be able to collect all amounts due according to the original terms of the receivable.

(e) Creditors and other payables

Trade creditors and other payables are stated at cost.

(f) Financial instruments

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.

(i) Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value.

Cash and cash equivalents comprise cash balances and call deposits.

Subsequent measurement of financial assets

The subsequent measurement of financial assets depends on their classification, which is primarily determined by the purpose for which the financial assets were acquired. Management determines the classification of financial assets at initial recognition and re-evaluates this designation at each reporting date.

All financial assets held by the Foundation in the years reported have been designated into one classification and are measured at amortised cost using the effective interest method, less provision for impairment.



ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

(g) 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.

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.

All repairs and maintenance expenditure is charged to profit or loss in the year in which the expense is incurred.

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 profit or loss.

When an item of property, plant or equipment is disposed of, the gain or loss recognised in the profit or loss is calculated as the difference between the net sale proceeds and the carrying amount of the asset.

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% D.V.
Motor Vehicles	21.6% D.V.

The residual value, useful life, and depreciation methods of property, plant and equipment is reassessed annually.

(h) Impairment

The carrying amounts of the Foundation's assets are reviewed at each balance date to determine whether there is any indication of impairment.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the profit or loss.

(i) Non-financial assets

The carrying amounts of the Foundation's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that are largely independent from other assets and groups. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset.

In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(i) Employee entitlements

Short-term employee benefits

Employee benefits, previously earned from past services, that the Foundation expects to be settled within 12 months of reporting date are measured based on accrued entitlements at current rate of pays.

These include salaries and wages accrued up to the reporting date and annual leave earned, but not yet taken at the reporting date.

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

(j) Income tax

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.

(k) Grant expenditure

Grants expensed to the profit or loss 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) less 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 7).

(l) Statement of cash flows

The Statement of Cash Flows has been prepared using the Direct Method whereby major classes of gross cash receipts and gross payments are disclosed. For the purpose of the statement of cashflows, cash and cash equivalents include cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. The following terms are used in the statement of cash flows;

- Operating activities are the principal revenue producing activities of the Foundation and other activities that are not investing or financing activities;

- Investing activities are the acquisition and disposal of long-term assets and other investments not included in cash equivalents; and

- Financing activities are activities that result in changes in the size and composition of the contributed equity and borrowing of the entity.

(m) 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.

Significant accounting judgements, estimates and assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

4 Venue Payments

The Foundation has a services agreement / short term lease with the Invercargill Licensing Trust that provides for the installation and operation of the Foundation's gaming machines in 9 of the Licensing Trust's Hotel and Tavern properties. This Services Agreement is established pursuant to a licence granted under the Gambling Act 2003.

These costs are expensed on a monthly basis in accordance with the Gambling (Venue Payments) Regulations 2016 – Gambling Act 2023 and the Venue Agreement between ILT Foundation and the Invercargill Licensing Trust.

The Agreement applicable to this financial reporting period commenced on 1 April 2021 for a 3 year term.

It was subsequently been renewed for a further 3 years to expire on 31 March 2027. It can be terminated at any time by either party upon 1 months notice.

Monthly payments are variable and can be no greater than 16% of gaming machine income. Payments over the past two years have totalled \$1,714,297 (2025) and \$1,731,971 (2024).

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

5 Other expenses

The following amounts were expensed in the profit / (loss) for the year:

	2025 \$	2024 \$
Audit fees	26,802	26,820
Depreciation	382,911	379,046
Loss on disposal of property, plant and equipment	12,296	6,935
Problem gambling levy	133,072	134,444
Personnel costs	292,539	250,503
Trustees remuneration	79,095	76,541
Sundry operating expenses	553,900	532,156
Total	1,480,615	1,406,445

Other than the annual audit, there are no other fees paid to the auditors.

6 Cash and cash equivalents

	2025 \$	2024 \$
Bank balances	479,723	303,510
Total cash and cash equivalents	479,723	303,510

The carrying amount of cash and cash equivalents approximates their fair value.

The effective interest rate on short term bank deposits in 2025 was 1.67% (2024: 2.25%).

7 Grants Allocated but Unpaid

	2025 \$	2024 \$
Grants allocated but unpaid	212,500	504,200
Total payables - Allocated Grants	212,500	504,200
<i>Grants allocated but unpaid comprise:</i>		
Opening balance	504,200	525,200
Allocated at Trustees' meetings during the year	5,583,177	5,865,087
Allocated grants returned	(196,222)	(26,148)
Grants Expense	5,386,955	5,838,939
Allocated grants paid during the year	(5,678,655)	(5,859,939)
Total grants allocated but unpaid:	212,500	504,200

As per Regulation 10 of the Gambling (Class 4 Net Proceeds) Regulations 2004:

The regulation states that a Class 4 License Holder must distribute the minimum amount of 40% of the Gaming Proceeds.

	2025 \$	2024 \$
Gaming proceeds	10,714,359	10,824,817
Grants expense	5,386,955	5,838,939
Grants as a Percentage of Gaming Proceeds	50.3%	53.9%

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ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

8 Net Proceeds to be distributed as soon as practicable

	2025	2024
Net Proceeds to be distributed as soon as practicable	-	346,767
<i>Net Proceeds to be distributed as soon as practicable:</i>		
Opening balance	-	346,767
Transferred from Undistributed Surplus (Equity) Balance at year end	(265,523)	(521,778)
Transferred to Foundation Equity	265,523	175,011
Net Proceeds to be distributed as soon as practicable	-	-

Regulation 11 of the Gambling (Class 4 Net Proceeds) Regulations 2004 require Class 4 licence holders to distribute all or nearly all of their GST-exclusive gross proceeds to the community or for authorised purposes within three months. The Board has deemed it appropriate to transfer the Undistributed Surplus (Equity) Balance at year end of (\$265,523) in 2025 (2024: \$521,788) to "net proceeds to be distributed as soon as practicable" under current liabilities in the Statement of Financial Position. However, if the "net proceeds to be distributed as soon as practicable" is showing a negative amount, it will then be shown under foundation equity as "Net Proceeds over-distributed" in the Statement of Financial Position, which is the situation for the financial year ending 31 March 2025 for \$265,523 (2024: \$175,011).

As such, no allocated grants were made for the financial year ending 31 March 2025 (2024: Nil).

9 Property, plant and equipment

Movements for each class of property, plant and equipment are as follows:

2025	Gaming Machines & Associated Equipment	Motor Vehicle	Total
	\$	\$	\$
Gross carrying amount			
Opening balance	4,922,104	35,114	4,957,218
Additions	500,339	-	500,339
Disposals	(524,909)	-	(524,909)
Closing balance	4,897,534	35,114	4,932,648
Accumulated depreciation and impairment			
Opening balance	4,092,820	8,080	4,100,900
Depreciation for the year	377,072	5,839	382,911
Depreciation written back on disposal	(512,613)	-	(512,613)
Closing balance	3,957,279	13,919	3,971,198
Carrying amount 31 March 2025	940,255	21,195	961,450

2024	Gaming Machines & Associated Equipment	Motor Vehicle	Total
	\$	\$	\$
Gross carrying amount			
Opening balance	4,922,562	35,114	4,957,676
Additions	251,026	-	251,027
Disposals	(251,484)	-	(251,484)
Closing balance	4,922,104	35,114	4,957,219
Accumulated depreciation and impairment			
Opening balance	3,965,771	632	3,966,403
Depreciation for the year	371,598	7,448	379,046
Depreciation written back on disposal	(244,549)	-	(244,549)
Closing balance	4,092,820	8,080	4,100,900
Carrying amount 31 March 2024	829,284	27,034	856,319

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

10 Trade and Other Payables

	2025 \$	2024 \$
Trade Creditors	400,317	213,032
Sundry Creditors	277,476	248,067
GST Payable	157,871	162,987
Total	835,664	624,086

11 Foundation equity

	Net Proceeds over- distributed \$	Undistributed Net Proceeds \$	Capital Asset Reserve \$	Asset Renewal Fund \$	Total \$
2025					
Balance at 1 April 2024	(175,011)	-	829,284	1,352,756	2,007,029
Total comprehensive revenue and expense before grants	-	5,121,432	-	-	5,121,432
Grants allocated during the year	-	(5,583,177)	-	-	(5,583,177)
Grants returned during the year	-	196,222	-	-	196,222
Net Proceeds over-distributed for the year	(265,523)	265,523	-	-	-
Transferred from Undistributed Surplus (Equity) Balance at year end	-	-	-	-	-
Adjustment between Capital Equity & Asset Renewal Fund to reflect the correct balance after removing Motor Vehicles	-	-	-	-	-
Assets purchased during the year	-	-	500,339	(500,339)	-
Assets sold during the year	-	-	-	-	-
Depreciation, gains and losses for the year	-	-	(389,368)	389,368	-
Balance at 31 March 2025	(440,534)	-	940,255	1,241,785	1,741,506

	Net Proceeds over- distributed \$	Undistributed Net Proceeds \$	Capital Asset Reserve \$	Asset Renewal Fund \$	Total \$
2024					
Balance at 1 April 2023	-	-	985,835	1,196,205	2,182,040
Total comprehensive revenue and expense before grants	-	5,317,161	-	-	5,317,161
Grants allocated during the year	-	(5,865,087)	-	-	(5,865,087)
Grants returned during the year	-	26,148	-	-	26,148
Net Proceeds over-distributed for the year	(175,011)	-	-	-	(175,011)
Transferred from Undistributed Surplus (Equity) Balance at year end	-	521,778	-	-	521,778
Adjustment between Capital Equity & Asset Renewal Fund to reflect the correct balance after removing Motor Vehicles	-	-	(29,044)	29,044	-
Assets purchased during the year	-	-	251,026	(251,026)	-
Assets sold during the year	-	-	-	-	-
Depreciation, gains and losses for the year	-	-	(378,533)	378,533	-
Balance at 31 March 2024	(175,011)	-	829,284	1,352,756	2,007,029

Net Proceeds over-distributed / Undistributed Net Proceeds

Regulation 11 of the Gambling (Class 4 Net Proceeds) Regulations 2004 require Class 4 licence holders to distribute all or nearly all of their GST-exclusive gross proceeds to the community or for authorised purposes within three months. The Board has deemed it appropriate to transfer the Undistributed Surplus (Equity) Balance at year end of (\$265,523) in 2025 (2024: (\$521,788)) to "net proceeds to be distributed as soon as practicable" under current liabilities in the Statement of Financial Position. However, if the "net proceeds to be distributed as soon as practicable" is showing a negative amount, it will then be shown under foundation equity as "Net Proceeds over-distributed" in the Statement of Financial Position, which is the situation for the financial year ending 31 March 2025 for \$440,534 (2024: \$175,011). As such, no allocated grants were made for the financial year ending 31 March 2025 (2024: Nil).

Capital Asset Reserve

The Capital Asset Reserve represents the equity held in the fixed assets of the Foundation. This is equivalent to the book value of gaming assets at balance date.

Asset Renewal Fund

The Asset Renewal Fund represents funds accumulated from depreciation expense at balance date that have not yet been spent on asset replacements but are available for future expenditure.

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

12 Employee entitlements

	2025 \$	2024 \$
Annual leave entitlements	17,224	21,174
Total	17,224	21,174

13 Financial Assets and Liabilities

(a) Classification of financial instruments

The carrying amounts presented in the statement of financial position relate to the following categories of financial assets and liabilities.

2025	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
Financial assets				
Trade and other receivables	352,986	-	352,986	352,986
Cash and cash equivalents	479,723	-	479,723	479,723
Short Term Bank Deposits	750,000	-	750,000	750,000
Long Term Bank Deposits	150,000	-	150,000	150,000
Total assets	1,732,709	-	1,732,709	1,732,709
Financial liabilities				
Trade and other payables	-	835,664	835,664	835,664
Grants allocated but not paid	-	212,500	212,500	212,500
Net Proceeds to be distributed as soon as practicable	-	-	-	-
Total current liabilities	-	1,048,164	1,048,164	1,048,164
Total liabilities	-	1,048,164	1,048,164	1,048,164

2024	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
Financial assets				
Trade and other receivables	240,675	-	240,675	240,675
Cash and cash equivalents	303,510	-	303,510	303,510
Short Term Bank Deposits	1,000,000	-	1,000,000	1,000,000
Long Term Bank Deposits	500,000	-	500,000	500,000
Total assets	2,044,185	-	2,044,185	2,044,185
Financial liabilities				
Trade and other payables	-	624,086	624,086	624,086
Grants allocated but not paid	-	504,200	504,200	504,200
Net Proceeds to be distributed as soon as practicable	-	-	-	-
Total liabilities	-	1,128,286	1,128,286	1,128,286

Financial assets within the scope of PBE IPSAS 41 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Foundation's financial assets are classified as loans and receivables. The Foundation's financial assets include cash and cash equivalents and receivables from exchange transactions.

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

14 Related party transactions

Related party transactions arise when an entity or person(s) has the ability to significantly influence the financial and operating policies of the Foundation.

(a) Related party transactions

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 following are Trustees on both entities: Patric O'Brien (Chair), Sean Bellew, Sheree Carey, Graham Hawkes, Angela Newell and Suzanne Prentice. The ILT Foundation has three additional Trustees who are co-opted onto the ILT Foundation Board, namely Jason McKenzie, Amanda Smith and Andrew Ward (Amanda and Andrew both received DIA approval as Board Trustees on 10.11.2023). [2024: Christopher Ward, deceased June 2023, had been co-opted onto the ILT Foundation Board].

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 \$1,784,849 (\$1,784,241 in 2024).

As at 31 March 2025 \$166,329 inclusive of GST was owing by the ILT Foundation to the Invercargill Licensing Trust, which was later settled in the normal course of business (\$149,356 inclusive of GST in 2024).

Legal services are provided to the ILT Foundation by Ward Adams Bryan-Lamb where Andrew Ward (Trustee) is a Senior partner. The value of services provided during the year was \$16,841 (\$11,698 in 2024).

Several of the Trustees of the Foundation and key management personnel have a key relationship with organisations which were recipients of grants during the year. The details are as follows:

Trustee	Recipient organisation	Trustee's relationship to recipient organisation	Grant amount 2025 \$	Grant amount 2024 \$
Paddy O'Brien [Chair]	The Hawthorndale Care Village Charitable Trust	Trustee	-	500,000
Sean Bellew	Rugby Southland Inc	Observer/Member of Appointments Committee	255,000	255,000
	Invercargill Harness Racing Club	Member	7,500	-
	Southland Racing Club Inc	President	7,500	7,500
			270,000	262,500
Sheree Carey	Chamber of Commerce Southland Inc	CEO	10,000	-
	Southland Community Broadcasters Charitable Trust	Trustee	5,000	5,000
	Southland Indoor Leisure Centre Charitable Trust	Trustee	400,000	400,000
			415,000	405,000
Graham Hawkes			-	-
Angela Newell	Invercargill Primary Schools Educational Initiatives Trust (enrich@ILT)	Trustee	457,040	457,040
	Shakespeare in the Park Charitable Trust	Trustee	4,715	4,715
	Arts Murihiku Charitable Trust	Trustee	32,000	37,778
			493,755	499,533
Suzanne Prentice	Hospice Southland Charitable Trust	Employee	-	35,000
	Otago Southland Rescue Helicopter Trust	Trustee	150,000	-
			150,000	35,000
Jason McKenzie	Talent Development Southland Charitable Trust	Contractor	65,950	137,950
	Rugby Southland Inc	Contractor	255,000	255,000
	Star Rugby Football Club Invercargill	Daughter contracts services	41,250	-
			362,200	392,950
Amanda Smith	Te Rourou One Aotearoa Foundation	Employee	25,000	-
	Chamber of Commerce Southland Inc	Tenant / Family Member	10,000	-
	South Sea Spray Trust	Employed	40,000	-
		Trustee	75,000	-

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

(a) Related party transactions (continued)

Trustee	Recipient organisation	Relationship to recipient organisation	Grant amount 2025 \$	Grant amount 2024 \$
Andrew Ward	Invercargill Primary Schools Educational Initiatives Trust (enrich@ILT)	Solicitor	457,040	457,040
	Marching Southland Association Inc	Solicitor	6,000	19,500
	Southland Indoor Leisure Centre Charitable Trust	Solicitor	400,000	400,000
	Greenacres Golf Club	Family Member (Member)	37,353	-
	Invercargill Golf Club Inc	Member	152,750	-
			1,053,143	876,540

Management	Recipient organisation	Relationship to recipient organisation	Grant amount 2025 \$	Grant amount 2024 \$
Lisa-Maree Fleck	St Johns Girls School	Daughter - pupil	2,500	-
	Southland Girls High School	Daughter - pupil	2,500	-
			5,000	-

(b) Key management compensation

The Group have a related party relationship with its key management personnel. Key management personnel include the Trustees and Senior Management of the Trust.

Key management personnel compensation includes the following expenses:

	2025 \$	2024 \$
Salaries and other short-term employee benefits	189,716	176,356
Termination benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Total remuneration	189,716	176,356
Number of persons recognised as key management personnel	10	10

15 Contingent assets and contingent liabilities

The Foundation has no contingent assets or contingent liabilities (2024: none).

16 Commitments

There were no commitments made as of 31 March 2025. (2024: none).

17 Events after the reporting period

In April 2025, the Foundation received amended gaming licences from the Department of Internal Affairs for 4 gaming machines and 3 game conversions, invoiced in March 2025 for \$112,735. Installation is scheduled for week commencing 19th May 2025. (2024: The ILT Foundation purchased 9 gaming machines for \$255,985 in January 2024. The amended gaming licences from the Department of Internal Affairs arrived in April 2024 and all 9 gaming machines installed then.)

Two grants were approved prior to 31 March 2025 amounting to \$212,500: Netball South Zone \$112,500, and Invercargill City Council \$100,000, both scheduled for payment May 2025. (2024 - there were 3 grants allocated unpaid totalling \$504,200).

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ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

18 Itemised statement of the application or distribution of net proceeds from class 4 gambling

	\$		\$
Able Charitable Trust (Southern Family Support)	25,000	Makarewa School	15,000
Alzheimers Society Southland Inc	7,500	Malayali Club Southland Inc	1,000
Aphasia NZ Charitable Trust	1,500	Manual Allocations	196,000
Aqua Health Inc	1,625	Marching Southland Association Inc	6,000
Arts Murihiku Charitable Trust	32,000	Menz Shed Invercargill Inc	5,000
Ascot Community School	112,869	Miharo Murihiku Trust	31,500
Athletics Southland Inc	67,000	Mobility Assistance Dogs Trust	3,886
Attic Arts Centre Charitable Trust	5,000	Murihiku Scout Zone	9,000
Autism New Zealand Inc	3,750	Myross Bush Netball Club	1,400
Awarua Communications Museum Inc	4,600	Netball South Zone Inc	112,500
Barnardos New Zealand Inc	21,750	New Zealand Book Awards Trust	1,400
Blue Light Ventures Inc	1,568	New Zealand Competitive Aerobics Federation Inc	2,277
Bluff Rugby Football Club Inc	2,000	NZ Council of Victim Support Groups Inc	6,000
BMX New Zealand Incorporated	5,000	NZ Riding for the Disabled Association Inc	1,500
Bowls Southland Inc	33,750	Old Boys Association Football Club	5,000
Bush Haven Native Bird Rehabilitation Trust	750	Order of St John - Murihiku Area	34,162
Cancer Society of NZ-Otago&Southland Division Inc	10,000	Oreti Park Speedway 1998 Inc	6,000
Chamber of Commerce Southland Inc	10,000	Otago Southland Rescue Helicopter Trust	150,000
Choirs Aotearoa New Zealand	2,000	Pacific Island Advisory Charitable Trust	25,455
Citizens Advice Bureau Invercargill Inc	5,000	Panthers Softball Club Inc	6,000
City of Invercargill Highland Pipe Band Inc	48,000	Parent to Parent NZ Inc	5,250
Coastguard Bluff Inc	15,000	Phoenix Synchro Southland Inc	4,000
Community Care Trust	10,000	Pinc and Steel Cancer Rehabilitation Foundation NZ	2,000
Conductive Education Southern Charitable Trust	11,250	Piping and Dancing Assn NZ Inc	5,400
CS Art Charitable Trust	7,000	Pirates Old Boys Rugby Club (Invercargill) Inc	11,250
Cycling Southland Inc	125,250	Presbyterian Support Southland	240,483
Disabilities Resource Centre Southland C/T	9,375	Queens Park Association Football Club Inc	6,000
Disc Golf South Inc	10,000	Queens Park Golf Club Inc	11,250
Dunedin Civic Orchestra Inc	1,000	Rangatahi Tumeke Charitable Trust	5,000
Eduk8 Southland Charitable Trust	30,000	Rock Quest Charitable Trust	6,000
Epilepsy Association of New Zealand Inc	5,080	Royal NZ Plunket Trust	7,500
G-Force Cycling Performance Hub Inc	5,500	Rugby Southland Inc	255,000
Girl Guiding NZ - Southland	2,500	Shakespeare in the Park Charitable Trust	4,715
Golf Southland Inc	19,950	Showquest Charitable Trust	7,000
Good Bitches Trust	1,000	Sir John Kirwan Foundation	75,000
Graeme Dingle Foundation Southern	23,750	South Alive-South Invercargill Urban Rejuvenation	75,000
Greenacres Country Club Inc	37,353	South Sea Spray Trust	40,000
Grey Power Southland Association Inc	5,000	Southern Dragways Inc	2,500
Habitat For Humanity Invercargill Ltd	10,000	Southern Grilles and Gasoline Vehicle Club Inc	2,000
Head Injury Society of Southland Inc	7,650	Southland A & P Association	4,000
Heritage South Trust	4,200	Southland Amateur Rowing Association Inc	8,500
Inclusive Activity Murihiku Charitable Trust	30,000	Southland Art Foundation	4,500
Indian Community Southland Inc	6,000	Southland Badminton Association Inc	45,000
Invercargill City Charitable Trust Board	9,125	Southland Basketball Association Inc	71,250
Invercargill City Council	100,000	Southland Beneficiaries & Comm Rights Centre Inc	25,000
Invercargill Community Connections C/Trust	250,000	Southland BMX Club Inc	20,000
Invercargill Dodgers Softball Club Inc	3,750	Southland Christmas Parade Charitable Trust	9,383
Invercargill Garrison Band Inc	700	Southland Community Broadcasters Charitable Trust	5,000
Invercargill Golf Club Inc	152,750	Southland Community House Charitable Trust	5,457
Invercargill Gymnastic Club Inc	21,877	Southland Competitions Society Inc	2,625
Invercargill Harness Racing Club Inc	7,500	Southland Cricket Association Inc	101,250
Invercargill Hockey Association Inc	78,200	Southland Darts Association Inc	4,600
Invercargill Intercultural Church	5,000	Southland Disability Enterprises Ltd-Recycle South	25,000
Invercargill Musical Theatre Inc	30,000	Southland District Rugby Football League Inc	38,750
Invercargill Netball Centre Inc	55,400	Southland Fijian Community Charitable Trust	2,000
Invercargill Primary School Educ Initiatives Trust	457,040	Southland Filipino Society Inc	5,000
Invercargill Repertory Society Inc	20,000	Southland Food Bank Trust	30,000
Invercargill Secondary Schools Network Trust	200,500	Southland Football Inc	88,750
Invercargill Symphonia Inc	3,500	Southland Girls High School	2,500
Invercargill Taekwondo Charitable Trust	7,200	Southland Group NZ Riding for the Disabled Inc	22,500
Invercargill Toy and Puzzle Library Inc	2,000	Southland Indoor Bowls Umpires Association	500
Invercargill Working Mens Club	1,000	Southland Indoor Leisure Centre Charitable Trust	400,000
James Hargest College	2,500	Southland Kennel Association Inc	1,500
Jubilee Budget Advisory Service Ltd	40,000	Southland Land Search and Rescue Incorporated	15,000
K9 Medical Detection New Zealand	75,000	Southland Literacy Association Inc	5,500
Kidney Health New Zealand	4,769	Southland Migrant Walking Together Organisation	10,000
Kiwi Harvest Limited	10,000	Southland Motorcycle Club Inc	30,000
Learning Differences Aotearoa Trust	7,000	Southland Multicultural Trust	20,000
Life Education Trust Southland	5,000	Southland Multiple Birth Club Inc	2,000
Loss and Grief Support Trust Southland	30,000	Southland Multiple Sclerosis Society Inc	13,125
LUG South	3,750	Southland Musicians Club Inc	1,000

ILT Foundation

Notes to the financial statements for the year ended 31 March 2025

18 Itemised statement of the application or distribution of net proceeds from class 4 gambling (continued)

	\$
Southland Nepalese Society	5,500
Southland Racing Club Inc	7,500
Southland Regional Development Agency (Great Sth)	30,000
Southland Rodeo Association Inc	5,210
Southland Science and Technology Fair Society Inc	1,500
Southland Secondary Schools Sport	11,250
Southland Social Sciences Fair Inc	800
Southland Society of Model Engineers Inc	1,500
Southland Softball Association Inc	30,000
Southland Sports Car Club Inc	20,000
Southland Stock Car Drivers Association Inc	9,125
Southland Tennis Association Inc	43,500
Southland Triathlon and Multisport Club Inc	5,000
Southland Woodworkers Guild Inc	3,533
Southland Workers Educational Assn Inc	11,250
Southland Youth One Stop Shop Trust	25,000
Spirit Army	5,000
Sport Southland (T/A Active Southland)	134,048
Squash Southland Inc	40,000
St Johns Girls School	2,500
St Theresas School	2,500
Stadium Southland Ltd	4,000
Star Rugby Football Club Invercargill Inc	41,250
Storytime Foundation Trust Board	3,000
Strings of Southland Charitable Trust	1,765
Swimming Southland Inc	52,500
Table Tennis Southland Inc	22,000
Takahoa Community Trust	10,000
Taki Rua Productions Society Inc	900
Talent Development Southland Charitable Trust	65,950
Tautawhi Whanau Rangatopu Charitable Trust	10,000
Te Rourou One Aotearoa Foundation	25,000
Te Wharekura O Arowhenua	5,000
The Stroke Foundation of NZ Ltd	3,622
The YMCA of Invercargill Inc	29,000
Thistle FC Inc	5,000
Tisbury School	1,400
Touch Southland Inc	30,000
Tuesday Walk Group	1,625
Tuturu Charitable Trust	20,000
Tuurama Trust	10,000
Volley South Inc	36,250
Waihopai Association Football Club Inc	8,500
Waihopai City Lions Club Inc	5,000
Waikiwi Bowling Club	5,000
Waikiwi Highland Piping and Dancing Society	1,500
Waverley Park School	2,000
Whanake House Charitable Trust	8,000
Youthline Southland Charitable Trust	15,000
Grants returned	-196,222
TOTAL	\$5,386,955

