

Genesis Oncology Trust

Financial Statements

For the Period Ended 30 June 2010

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Genesis Oncology Trust

Trust Directory

For the Period Ended 30 June 2010

DATE OF DEED :

17 May 2002

REGISTERED OFFICE :

602 Great South Road
Greenlane
AUCKLAND

TRUSTEES :

Albert George Brantley
John Bevan Gavin
Maureen Grant Shaddick
Alan Gray retired with effect from 31 December 2009
Elizabeth Ann Marshall
Ann Richardson

TRUSTS CHARITABLE PURPOSE :

- a) to promote research in NZ into the detection, diagnosis and treatment of all forms of cancer and to provide associated training for health professionals;
- b) to promote the provision of palliative care;
- c) to assist hospitals, and associated health care providers with the provision of facilities in relation to oncology;
- d) to promote such other charitable purposes as the trustees may decide.

BANKERS :

Westpac
627 Great South Road
MANUKAU

SOLICITORS :

Taylor Grant Tesiram
P O Box 4039
AUCKLAND

AUDITORS:

Deloitte.
P O Box 17
Hamilton

Genesis Oncology Trust

Statement of Financial Performance

As at 30 June 2010

	NOTE	2010	2009
REVENUE			
Interest Received		-	-
Interest Received-Current Account		20,991	44,911
Interest Received-Bonds		384,693	292,906
Interest Received-Shares		403,205	228,971
Interest Received – Shares Rebates		8,776	5,351
Interest Received-NZD WRAP Account		25,376	30,187
Interest Received-AUD WRAP Account		3,909	55
Interest Received-GBP WRAP Account		326	137
	2	<u>847,276</u>	<u>602,518</u>
Sponsorship Received – Genesis Power Limited	3	200,000	200,000
Trust Expenditure Reimbursed	4	272,030	178,037
Donations Received – General		975,853	981,604
Unrealised Gain-Current Account		8,973	-
Unrealised Gain-Investment Shares		450,543	-
TOTAL REVENUE		<u>2,754,675</u>	<u>1,962,159</u>
OPERATING EXPENSES			
Advertising		74,974	35,414
Annual Report Costs		-	24,565
Audit Fees		7,000	6,500
Bank Transaction Charges		447	517
Bank Transaction Charges-Shares		-	-
Fees-Premium Plus Service		42,194	60,067
Consultants		54,948	46,658
General Expenses		17,420	6,004
Printing		195,916	81,087
Promotions		-	-
Unrealised Loss-Investment Shares		367,172	813,856
Website Costs		(1,302)	3,742
		<u>758,769</u>	<u>1,078,410</u>
GRANTS			
Grants Allocated		1,019,882	1,052,005
TOTAL EXPENSES		<u>1,778,651</u>	<u>2,130,415</u>
RESIDUAL INCOME CURRENT YEAR		<u><u>976,024</u></u>	<u><u>(168,256)</u></u>

Genesis Oncology Trust

Statement of Movements in Equity

For the Period Ended 30 June 2010

	NOTE	2010	2009
Opening Equity		9,206,407	9,374,663
Residual Income Current Year		976,024	(168,256)
<u>EQUITY AT END OF YEAR</u>		<u>10,182,431</u>	<u>9,206,407</u>

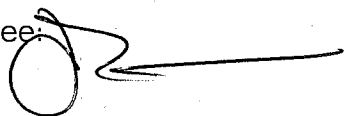
Genesis Oncology Trust

Statement of Financial Position

As at 30 June 2010

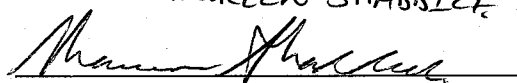
	NOTE	2010	2009
ACCUMULATED FUNDS			
Opening Equity		9,206,407	9,374,663
Residual Income Current Year		976,024	(168,256)
TOTAL ACCUMULATED FUNDS		10,182,431	9,206,407
REPRESENTED BY:			
CURRENT ASSETS			
Westpac Current Account		483,642	641,087
Westpac Short Term Deposit Account		600,000	-
Westpac Wrap Cash NZD Account		82,292	387,719
Westpac Wrap Cash AUD Account	7	144,553	83,516
Westpac Wrap Cash GBP Account	7	10,470	1,558
ANZ Wrap Cash Account		305,502	-
Accounts Receivable	6	79,918	316,187
GST Refunds Due		96	-
TOTAL CURRENT ASSETS		1,706,473	1,430,067
NON-CURRENT ASSETS			
Investments-Bonds		4,660,175	3,662,835
Investments-Shares		5,167,226	5,253,944
TOTAL NON-CURRENT ASSETS	5	9,827,401	8,916,779
TOTAL ASSETS		11,533,874	10,346,846
CURRENT LIABILITIES			
Accounts Payable		11,278	14,070
GST Payable		-	1,994
TERM LIABILITIES			
Provision for Grants		1,340,164	1,124,375
TOTAL LIABILITIES		1,351,442	1,140,439
NET ASSETS		10,182,431	9,206,407

Trustee:



Dated: 8/11/2010

Trustee: MAUREEN SHADDICK



Dated: 8/11/2010

Genesis Oncology Trust

For the Year Ended 30 June 2010

1 STATEMENT OF ACCOUNTING POLICIES

These Financial Statements are presented in accordance with Generally Accepted Accounting Practice.

A GENERAL ACCOUNTING POLICIES

The general accounting policies recognised 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 trust promotes the charitable purpose of cancer research and provides assistance to cancer health care providers.

B PARTICULAR ACCOUNTING POLICIES

The following particular accounting policies, which significantly affect the measurement of residual income and financial position, have been applied.

Differential Reporting

The trust qualifies for differential reporting because it is not large and is not publicly accountable.

The trust has taken advantage of all differential reporting exemptions with the exception of FRS 19 Accounting for GST.

These financial statements are not prepared under NZ equivalents to International Financial Reporting Standards (NZ IFRS) as the NZ Accounting Standards Board gave a temporary exemption from mandatory conversion for small organisations which fit the criteria for differential reporting.

Income Tax

The trust has charitable status under the Income Tax Act and is exempt from income tax.

Accounts Receivable

Accounts receivable are stated at estimated realisable value. Amounts not considered recoverable are written off when identified as such.

Distinction Between Capital and Revenue

Capital expenditure is defined as all expenditure on the purchase or creation of new property, plant and equipment, and any expenditure, which results in a significant improvement to the original functionality of an existing asset.

Genesis Oncology Trust

For the Year Ended 30 June 2010

Revenue expenditure is defined as expenditure that restores an asset to its original operating capability and all expenditure incurred in maintaining assets used in operating the business.

Investments

The Trust's investment funds have been placed in Westpac's PremiumPlus Service Portfolio in the form of investment bonds and investment shares.

Investment Bonds are recorded at cost. Any premium or discount to maturity value is recognised as an interest expense/income over the remaining period to maturity.

Investment income is accounted for on an accrual basis.

Investment Shares are initially recorded at cost and subsequently adjusted to fair value. Any fair value adjustments are treated as unrealized gains/losses in the statement of financial performance.

Distributions are recognized as they are received.

Grants & Distributions

Grants are included in the Statement of Financial Performance when approved by Trustees.

Donations Received

Donations are recognised on a cash receipts basis, with the exception of the monthly donations from Genesis Energy customer accounts. This is accrued at year end.

Sponsorship Received

Sponsorship funding is recognised on an accruals basis as per sponsorship agreements.

Goods and Services Tax

All revenue and expense transactions are recorded net of GST. Where applicable, all assets and liabilities have been stated net of GST with the exception of receivables and payables which are stated inclusive of GST.

Genesis Oncology Trust

For the Year Ended 30 June 2010

Foreign Currencies

Foreign currency transactions are recorded at the exchange rates in effect at the date of the transaction.

Financial Instruments

All financial instruments are recognized in the statement of financial position. The trust has not entered into any off-balance sheet instruments. The fair value of the financial instruments represents the carrying value of these items as recorded in the financial statements. The maximum exposure to credit risk is represented by the carrying value of each financial asset in the Statement of Financial Position.

C CHANGES IN ACCOUNTING POLICIES

There have been no changes to accounting policies throughout the year.

Genesis Oncology Trust

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
2 INTEREST RECEIVED		
Westpac Current Account	20,966	44,889
Westpac WRAP Cash Accounts	29,610	30,379
Investment Portfolio - Shares	411,982	234,322
Investment Portfolio – Bonds	384,693	292,906
Interest on GST Refunds	25	22
	<u>847,276</u>	<u>602,518</u>

The Westpac current account interest rate has ranged between 2.07 – 2.18%.

Investment portfolio coupon interest rates ranged from 4.12 - 8.87%

3 SPONSORSHIP REVENUE

Genesis Power Limited

<u>200,000</u>	<u>200,000</u>
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As per the Genesis Power Limited sponsorship agreement with the Trust the annual amount of sponsorship for the year ended 30 June 2010 is \$200,000. (2009: \$200,000)

4 RELATED PARTIES

In addition to the sponsorship transaction above, Genesis Power Limited facilitates its customers making donations via their monthly energy accounts.

Genesis Power Limited paid expenses incurred by the Trust for the year ended 30 June 2010 of \$272,030 (2009: \$178,036)

Genesis Power Limited provides the Trust with accounting and administrative support free of charge.

Albert Brantley is the Chief Executive of Genesis Power Limited and the Chairman of the Trust.

Maureen Shaddick is the General Counsel and Company Secretary of Genesis Power Limited and is the Deputy Chair of the Trust.

Genesis Oncology Trust

For the Year Ended 30 June 2010

5 INVESTMENTS

All of the investments held by the Trust are publicly traded bonds and shares. The total carrying value is \$9,827,401 (2009: \$8,916,779), with a face value of \$9,827,401 (2009: \$8,916,779). Maturity date of the bonds extend to March 2016. The coupon rates range from 4.12% to 8.87%.

	2010	2009
	\$	\$
6 ACCOUNTS RECEIVABLE		
Related Party Receivables	79,918	316,187
Other	-	-
	<u>79,918</u>	<u>316,187</u>

7 FOREIGN CURRENCIES

Westpac WRAP Cash AUD Account	<u>144,553</u>	<u>83,516</u>
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As at balance date the Trust had AUD \$118,447 (NZD \$144,553) in its Westpac Wrap AUD Cash Account (2009: \$67,590)

Westpac WRAP Cash GBP Account	<u>10,470</u>	<u>1,558</u>
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As at balance date the Trust had GBP \$4,828 (NZD \$10,470) in its Westpac Wrap GBP Cash Account (2009: \$615)

AUDIT REPORT TO THE TRUSTEES OF GENESIS ONCOLOGY TRUST

We have audited the financial statements on pages 2 to 9. The financial statements provide information about the past financial performance of Genesis Oncology Trust and its financial position as at 30 June 2010. This information is stated in accordance with the accounting policies set out on pages 5 to 7.

Trustees' Responsibilities

The Trustees are responsible for the preparation, in accordance with New Zealand law and generally accepted accounting practice, of financial statements which fairly reflect the financial position of Genesis Oncology Trust as at 30 June 2010 and the results of operations for the year ended on that date.

Auditors' Responsibilities

It is our responsibility to express to you an independent opinion on the financial statements presented by the Trustees.

Basis of Opinion

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. It also includes assessing:

- the significant estimates and judgements made by Trustees in the preparation of the financial statements, and
- whether the accounting policies are appropriate to the Genesis Oncology Trust's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Other than in our capacity as auditor, we have no relationship with or interests in Genesis Oncology Trust.

Unqualified Opinion

We have obtained all the information and explanations that we have required.

In our opinion the financial statements on pages 2 to 9, fairly reflect the financial position of Genesis Oncology Trust as at 30 June 2010 and the results of its operations for the year ended on that date.

Our audit was completed on 8 November 2010 and our unqualified opinion is expressed as at that date.



Chartered Accountants
HAMILTON, NEW ZEALAND