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**THE NORTH AND SOUTH TRUST LIMITED**

**SUMMARY FINANCIAL REPORT  
FOR THE YEAR ENDED 31 MARCH 2024**

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For the year ended 31 March 2024**

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## THE NORTH AND SOUTH TRUST LIMITED

### Summary Statement of Service Performance For the year ended 31 March 2024

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#### Who are we?

The North and South Trust Limited is a non-profit organisation, that distributes funds generated from the operation of Class 4 gaming machines, to community groups primarily supporting amateur rugby and sport.

#### Our Purpose

1. To promote and develop amateur rugby through the direct support of Auckland Rugby.
2. To support any amateur sports playing in recognised leagues or competitions.
3. To support any charitable, educational, cultural, or philanthropic purpose or any non-commercial purpose that is beneficial to the public or a section of it.

#### What did we do?

The North and South Trust Limited is licensed to operate gaming machines by the Department of Internal Affairs, and the proceeds from those machines provide revenue for the Company. The net proceeds (surplus) is distributed to community groups as donations (grants). The Company must return a minimum of 40% of Total Revenue to community not-for-profit groups. Applications are considered monthly by the Board where applications are approved or declined.

#### How did we perform?

##### Venues and machines

	2024	2023
Number of venues	11	10
Number of machines	182	164

##### Grants to local communities

	2024	2023
Total Number of Approved Applications	421	374
Authorised Purpose Distributions made during the Year less refunds	\$ 6,294,811	\$ 6,551,106
Return to Community	42.14%	43.16%

##### Grants by category

	2024	2023
Auckland Rugby Union	2,729,035	3,108,231
All other sport	1,828,132	1,977,747
Education / Research	318,898	142,871
Community / Social	906,689	752,938
Arts / Cultural	89,467	51,516
Health / Welfare	410,990	487,720
Environment / Animals	10,601	9,279
Other	1,000	20,803
<b>Total</b>	<b>6,294,811</b>	<b>6,551,106</b>

##### Grants by Region

	2024	2023
Auckland region	5,785,114	6,205,992
Hawkes Bay region	232,535	196,689
Manawatu region	-	5,000
Northland region	25,396	-
Waikato region	10,568	25,549
National	201,775	117,876
Other	39,424	-
<b>Total</b>	<b>6,294,811</b>	<b>6,551,106</b>

For a full list of Authorised Purpose Distributions please refer to The North and South Trust Limited website - <https://www.nstl.co.nz/apply-for-grants/historic-grants/>

**THE NORTH AND SOUTH TRUST LIMITED****Summary Statement of Comprehensive Revenue and Expense  
For the year ended 31 March 2024**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Gaming machine income	14,812,296	15,013,906
<b>Total gaming revenue</b>	<b>14,812,296</b>	<b>15,013,906</b>
Other income	124,477	166,359
<b>Expenses</b>		
Depreciation and amortisation	1,024,323	1,055,378
Gaming machine duty	3,406,828	3,453,198
Venue rental / commission	2,321,393	2,348,065
Finance costs	110,847	41,833
Other operating expenses	1,674,542	1,635,398
	<b>8,537,932</b>	<b>8,533,873</b>
<b>Surplus for the year - before distributions</b>	<b>6,398,841</b>	<b>6,646,393</b>
Less: Grants paid	(6,294,811)	(6,551,106)
<b>Surplus / (Deficit) for the year - after distributions</b>	<b>104,030</b>	<b>95,287</b>
Other comprehensive revenue and expense	-	-
<b>Total comprehensive revenue and expense</b>	<b>104,030</b>	<b>95,287</b>

The above statement of comprehensive revenue and expense should be read in conjunction with the notes to the financial statements.

**THE NORTH AND SOUTH TRUST LIMITED**

**Summary Statement of Changes in Net Assets/Equity  
For the year ended 31 March 2024**

	Share Capital	Accumulated comprehensive revenue and expense
	\$	\$
<b>At 1 April 2022</b>	-	1,312,933
Surplus for the year	-	95,287
Other comprehensive revenue and expense	-	-
<b>Total comprehensive revenue and expense for the year</b>	-	<b>1,408,219</b>
Transactions with owners in their capacity as owners:	-	-
<b>At 31 March 2023</b>	-	<b>1,408,219</b>
Surplus for the year	-	104,030
Other comprehensive revenue and expense	-	-
<b>Total comprehensive revenue and expense for the year</b>	-	<b>1,512,249</b>
Transactions with owners in their capacity as owners:	-	-
<b>At 31 March 2024</b>	-	<b>1,512,249</b>

The above statement of changes in net assets/equity should be read in conjunction with the notes to the financial statements.

**THE NORTH AND SOUTH TRUST LIMITED**

**Summary Statement of Financial Position  
As at 31 March 2024**

	Notes	2024 \$	2023 \$
<b>Assets</b>			
Current Assets		1,366,283	1,479,280
Non-current assets		2,805,970	2,026,132
<b>Total Assets</b>		<u>4,172,253</u>	<u>3,505,412</u>
<b>Liabilities</b>			
Current liabilities	3	1,576,435	1,340,841
Non-current liabilities		1,083,567	756,352
<b>Total Liabilities</b>		<u>2,660,002</u>	<u>2,097,193</u>
<b>Net assets</b>		<u><b>1,512,249</b></u>	<u><b>1,408,219</b></u>
<b>Equity</b>			
Accumulated comprehensive revenue and expense		1,512,249	1,408,219
<b>Total Equity</b>		<u><b>1,512,249</b></u>	<u><b>1,408,219</b></u>

The above statement of financial position should be read in conjunction with the notes to the financial statements.

**THE NORTH AND SOUTH TRUST LIMITED**

**Summary Statement of Cash Flows  
For the year ended 31 March 2024**

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	Notes	2024 \$	2023 \$
Net cash flows from operating activities		919,910	1,015,588
Net cash flows from investing activities		(1,725,850)	(860,800)
Net cash flows from financing activities		585,981	(34,618)
Net increase/(decrease) in cash and cash equivalents		<u>(219,959)</u>	<u>120,170</u>
Net increase/(decrease) in cash and cash equivalents		(219,959)	120,170
Cash and cash equivalents at 1 April		1,233,624	1,113,454
<b>Cash and cash equivalents at 31 March</b>		<b><u>1,013,665</u></b>	<b><u>1,233,624</u></b>

The above statement of cash flows should be read in conjunction with the notes to the financial statements.

## **THE NORTH AND SOUTH TRUST LIMITED**

### **Notes to the Summary Financial Statements For the year ended 31 March 2024**

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#### **1. SIGNIFICANT ACCOUNTING POLICIES**

These summary financial statements are for The North and South Trust Limited (the "Company") for the year ended 31 March 2024.

The summary financial statements are presented in New Zealand Dollars (NZD) rounded to the nearest dollar.

The Company was incorporated in New Zealand on 10 February 2010 under the Companies Act 1993, and commenced trading from 7 December 2010 upon the issue of its Class 4 Operator's Licence by the Department of Internal Affairs under the Gambling Act 2003.

The summary financial statements are presented in summary form and therefore do not give all information required by Generally Accepted Accounting Practice in New Zealand using PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime. The summary Financial Statements have been prepared in accordance with PBE FRS 43 Summary Financial Statements.

The full financial report for the Company has been prepared in accordance with Generally Accepted Accounting Practice in New Zealand using PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.

The full financial report has been audited and issued with an unmodified opinion in respect to the year ended 31 March 2024 on 24 June 2024.

Due to the summarised nature, these summary financial statements cannot provide a full understanding of the financial performance and financial position of the Company. The understanding can only be obtained by reference to the annual financial statements of the Company which are available from the registered office.

#### **2. BORROWINGS**

The loans require the Company to comply with certain covenants. The Company is required to generate Earnings Before Interest, Tax, Depreciation & Amortisation (EBITDA) that is 3.0 times more than the interest servicing costs and maintain a minimum shareholder funds ratio of 30%. As at 31 March 2024, the EBITDA is 11.18 times (2023: 28.51) the interest servicing costs and shareholders funds ratio is 36.25% (2023: 40.2%).

The loans are secured over all present assets of the Company. The Company has a bank overdraft facility of \$494,279 available.

#### **3. CURRENT LIABILITIES**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Accounts payable	172,321	85,004
Loan facility	805,018	546,252
Employee related liabilities	1,576,435	1,340,841
Gaming duty payable	304,620	294,704
GST payable	211,250	289,314
Accrued expenses	1,417	66,393
	<u>3,071,060</u>	<u>2,622,509</u>

#### **4. CONTINGENT LIABILITIES**

There are no known contingent liabilities at balance date (2023: Nil).

#### **5. CAPITAL AND LEASING COMMITMENTS**

There are no known commitments at balance date (2023: Nil).



**THE NORTH AND SOUTH TRUST LIMITED**

**Notes to the Summary Financial Statements  
For the year ended 31 March 2024**

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**6. EVENTS SUBSEQUENT TO REPORTING DATE**

On 13 May 2024, The North and South Trust Limited commenced a new venue, The Local in Te Rapa, Hamilton. The directors are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these summary financial statements that have significantly or may significantly affect the operations of the Company (2023: Subsequent to balance date, the Milestone Bar venue has signed with another Society and will be surrendered at a mutually agreed date during the 2024 financial year).

The Directors authorised the publication of these Summary Financial Statements on 24<sup>th</sup> June 2024.

Approved on behalf of the Board:

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director



# Independent Auditor' Report on the Summary Financial Report

## To the Shareholders of The North and South Trust Limited

RSM Hayes Audit

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### Opinion

The summary financial report, which comprises the summary statement of financial position as at 31 March 2024, summary statement of comprehensive revenue and expense, summary statement of changes in net assets/equity, summary statement of cash flows, and summary service performance information for the year then ended, and related notes, are derived from the audited general purpose financial report (hereinafter referred to as the audited financial report) of The North and South Trust Limited for the year ended 31 March 2024.

In our opinion, the accompanying summary financial report set out on pages 1 to 7 is consistent, in all material respects, with the audited financial report, in accordance with PBE FRS 43: *Summary Financial Statements* issued by the New Zealand Accounting Standards Board.

### Summary financial report

The summary financial report does not contain all the disclosures required by Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR"). Reading the summary financial report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial report and the auditor's report of The North and South Trust Limited thereon which was issued on 24 June 2024. The summary financial report and the audited financial report do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial report.

### Other matter

The summary financial statements of The North and South Trust Limited for the year ended 31 March 2023 were audited by another auditor who expressed an unmodified opinion on those statements on 28 June 2023.

### Directors' Responsibility for the Summary Financial Statements

Directors are responsible on behalf of the entity for the preparation of the summary financial report in accordance with PBE FRS 43: *Summary Financial Statements*.

### Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial report is consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

Other than in our capacity as auditor, our firm carries out other assignments for The North and South Trust Limited in the area of assistance with the preparation of financial statements. The provision of these other services has not impaired our independence.

RSM Hayes Audit  
Auckland

24 June 2024

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