



ANNUAL RETURN

FRIENDLY SOCIETY

Friendly Societies and Credit Unions Act 1982



\*10053692852\*

This return is to be completed and sent within three months of the end of the financial year to the Registrar of Friendly Societies and Credit Unions, Private Bag 92061, Auckland Mail Centre.
The purpose of the return is to obtain up-to-date information, and to present certain details in a consistent manner for all friendly societies for ease of analysis. It is also used to compile overall friendly society statistics.
Please complete all sections. This return may be typed or neatly handwritten.

Organisation Number: 1802899
Name of Friendly Society: Manchester Unity Friendly Society
Name of Branch (Where applicable): Auckland District
Registered Office: 5 Campbell Road, Royal Oak, Auckland
Postal Address: PO Box 24318, Royal Oak
Financial Year Ended (DD/MM/YYYY): 31-May-2007

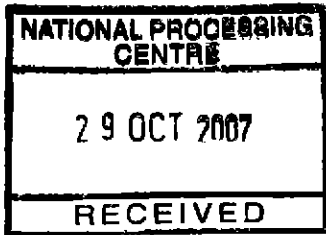
NAMES AND ADDRESSES OF OFFICERS (as at the date of the Return; continue on separate sheet if necessary).

Table with 3 columns: Role, Name, Residential Address. Rows include Committee of Management, Trustees, Secretary, and Treasurer.

MEMBERSHIP

Total number of members at beginning of year
Number who joined during year
Number who died during year
Number who left during year
Total number of members at end of year

Handwritten membership numbers in a table format.



**STATEMENT OF FINANCIAL PERFORMANCE ("REVENUE ACCOUNT")**

(in respect of all business undertaken by the society/branch during the financial year)

(whole dollars only)

Total Members' Equity at beginning of year

~~840,774~~

801,056

**INCOME**

Contributions or levies	40,041
Funeral benefits repaid by central body	
Other transfers from a central body or branch	2,500
1 Investment income	48,104
2 Other income (specify significant items)	16,072
Commissions	0
Revaluation Shares/bonds	3,510
Gain on sale of shares/bonds	11,916

**Total Income** 122,143

**Expenditure**

Sickness benefits	
Annuity benefits	
Funeral benefits	
3 Assurance benefits	
Medical benefits	
Management expenses	70,051
Expenses incurred on properties	7,154
Levies to central body	
Other transfers to a central body or branch	1,031
Taxation	
4 Other expenditure (specify significant items)	
Distress and Benevolent	12,364
Loss on bonds/shares	7,931

**Total Expenditure** ~~91,377~~

Total Members' Equities at end of year

~~841,337~~

830,313

1 Include all interest, dividends (including United Friendly Societies Dispensary dividends), rents, etc

2 Include separately any significant items, such as revaluation of assets, profit on sale of assets, commissions, donations, etc.

3 Include all benefits paid from a Life Assurance Fund, whether upon death, maturity or surrender.

4 Include separately any significant items, such as devaluation of assets, loss on sale of assets, social expenses, etc.

**STATEMENT OF FINANCIAL POSITION ("BALANCE SHEET")**

(whole dollars only)

**ASSETS**

Land and buildings	
Mortgages	
Government securities	
Local authority and SOE securities	
Term Deposits	160,000
Bank accounts and cash on hand	10,006
Furniture, fittings & other fixed assets	
Sundry Debtors/ Accounts receivable	4,578
5 Society investment fund	313,000
5 District investment fund	
Other assets-investments/bonds/shares	353,953

**Total Assets** 841,537 ✓

- Less credit union investment fund
- 6 Less branch investment fund
- Less funds held on behalf of a central body or branch

**Total Members' Assets** 841,537 ✓

**LIABILITIES &**

**7 EQUITY**

Sickness and funeral fund	
Assurance fund	
Medical fund	
Surplus fund	
Benevolent fund	65,517
Distress fund	
Management fund	
Other funds -Fraternal	2,360
Sundry creditors/ Accounts payable	11,327
Bank loans /Overdraft	
Reserves - General	762,436
PAYE/GST/Tax payable	-1,724
Other liabilities (specify significant items)	1,621

**Total Liabilities & Equity** 841,537 ✓

- 5 applicable only to a branch of a central body
- 6 applicable only to a central body
- 7 include any funds in deficit as negative liabilities

I hereby certify that this Return is in accordance with the audited financial statements of the society/branch.  
A signed copy of the annual financial statements and auditor's report are enclosed.

Fee enclosed \$

Secretary

*[Handwritten Signature]* 31/8/2007

Date

**AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY**

**FINANCIAL STATEMENTS**

**FOR THE TWELVE MONTHS ENDED 31 MAY 2007**

	<b>Page</b>
<b>Statement of Financial Position</b>	<b>2</b>
<b>Statement of Financial Performance</b>	<b>3</b>
General Fund	
Benevolent Fund	
Fraternal Fund	
<b>Statement of Movement in Members Funds and Reserves</b>	<b>4</b>
<b>Notes to the Financial Statements</b>	<b>5</b>
Statement of Accounting Policies	
Notes to Accounts	
<b>Auditor's Report</b>	<b>6</b>

AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY

STATEMENT OF FINANCIAL POSITION

As at 31 May 2007

	Notes	31 May 2007	31 May 2006
<b><u>Current Assets</u></b>			
Cash at Bank		\$ 10,006	8,917
Term Deposits		\$ 473,000	345,500
Sundry Debtors & Prepayments		\$ 4,578	8,321
<b>Total Current Assets</b>		<b>\$ 487,584</b>	<b>362,738</b>
<b><u>Non Current Assets</u></b>			
Investments, Bonds & Shares		\$ 353,953	448,033
<b>Total Current Assets</b>		<b>\$ 353,953</b>	<b>448,033</b>
<b>TOTAL ASSETS</b>		<b>\$ 841,537</b>	<b>\$ 810,771</b>
<b><u>Members Funds and Reserves</u></b>			
General Reserve	2	762,436	737,580
Benevolent Fund		65,517	61,585
Fraternal Fund		2,360	1,891
<b>Total Members Funds and Reserves</b>		<b>830,313</b>	<b>801,056</b>
<b><u>Current Liabilities</u></b>			
Sundry Creditors		11,327	8,746
Provision for Holiday Pay		1,621	1,892
GST		(1,724)	(923)
<b>Total Current Liabilities</b>		<b>11,224</b>	<b>9,715</b>
<b>TOTAL MEMBERS FUNDS, RESERVES AND LIABILITIES</b>		<b>\$ 841,537</b>	<b>\$ 810,771</b>

The accompanying notes form part of these Financial Statements

For and on behalf of the District Management Committee and Trustees:

<i>[Signature]</i>	Trustee	9/7/07	Date
<i>[Signature]</i>	Trustee	9/7/07	Date
<i>[Signature]</i>	Trustee	9/7/07	Date

AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY

STATEMENT OF FINANCIAL PERFORMANCE

For the Twelve Months ended 31 May 2007

<u>GENERAL FUND</u>	Notes	31 May 2007	31 May 2006
Retained Fund (brought forward)		737,580	726,740
<b>Net Surplus/(Deficit)</b>	2	<b>28,856</b>	<b>14,840</b>
Transfers to Benevolent Fund - Interest		(2,500)	(2,500)
Transfers to Fraternal Fund - Interest		(1,500)	(1,500)
<b>RETAINED GENERAL FUND</b>		<b>\$ 762,436</b>	<b>\$ 737,580</b>

<u>BENEVOLENT FUND</u>	31 May 2007	31 May 2006
Retained Fund (brought forward)	61,585	52,160
<u>Income</u>		
Contributions Received	11,296	12,024
Grants from Society	2,500	2,950
<b>Total Income</b>	<b>13,796</b>	<b>14,974</b>
<u>Expenses</u>		
Grants to Members	12,364	8,049
<b>Total Expenses</b>	<b>12,364</b>	<b>8,049</b>
<b>Net Surplus/(Deficit)</b>	<b>1,432</b>	<b>6,925</b>
Transfers from General Fund - Interest	2,500	2,500
<b>RETAINED BENEVOLENT FUND</b>	<b>\$ 65,517</b>	<b>\$ 61,585</b>

<u>FRATERNAL FUND</u>	31 May 2007	31 May 2006
Retained Fund (brought forward)	1,891	1,715
<u>Income</u>		
Grants from Society	-	1,655
<b>Total Income</b>	<b>-</b>	<b>1,655</b>
<u>Expenses</u>		
Promotion and Grants to Lodges	1,031	2,979
<b>Total Expenses</b>	<b>1,031</b>	<b>2,979</b>
<b>Net Surplus/(Deficit)</b>	<b>(1,031)</b>	<b>(1,324)</b>
Transfers from General Fund - Interest	1,500	1,500
<b>RETAINED FRATERNAL FUND</b>	<b>\$ 2,360</b>	<b>\$ 1,891</b>

The accompanying notes form part of these Financial Statements

AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY

STATEMENT OF MOVEMENT IN MEMBERS FUNDS AND RESERVES

For the Twelve Months ended 31 May 2007

	31 May 2007	31 May 2006
Members Funds and Reserves (brought forward)	801,056	780,615
<b><u>Net Surplus/(Deficit)</u></b>		
General Reserve	28,856	14,840
Benevolent Fund	1,432	6,925
Fraternal Fund	(1,031)	(1,324)
<b>Total Recognised Income &amp; Expenses</b>	<b>29,257</b>	<b>20,441</b>
<b>TOTAL MEMBERS FUNDS AND RESERVES</b>	<b>\$ 830,313</b>	<b>\$ 801,056</b>

The accompanying notes form part of these Financial Statements

**AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

For the Twelve Months ended 31 May 2007

**1. STATEMENT OF ACCOUNTING POLICIES**

**Reporting Entity**

The Auckland District Manchester Unity Friendly Society is a friendly society incorporated under the Friendly Societies and Credit Unions Act 1982.

The financial statements are a general purpose report which have been prepared in accordance with the Financial Reporting Act 1993.

**Measurement Base**

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis are followed by the Friendly Society, with the exception that certain assets have been re-valued.

**Specific Accounting Policies**

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied:

**Assets Held for Sale**

These assets comprising listed debentures, convertible notes and shares are re-value to market annually with the variation in value taken to the statement of financial performance.

**Sundry Debtors**

Sundry Debtors are stated at estimated realisable value.

**Income Tax**

No amounts have been provided for or credited by way of taxation as the Friendly Society is exempt under Section CB 4 (1) (a) of the Income Tax Act 1994.

**Differential Reporting**

The Friendly Society qualifies for differential reporting as it is not publicly accountable and due to its size. The Friendly Society has taken advantage of all available differential reporting exemptions.

**Changes in Accounting Policies**

There have been no material changes in accounting policies which have been applied on bases consistent with those used in previous years.

2. GENERAL FUND NET SURPLUS/(DEFICIT)	31 May 2007	31 May 2006
<b>Income</b>		
Lodge Levies	28,745	30,360
Interest Income	48,104	48,837
Gain on Sale of Shares/Notes/Bonds	3,510	7,920
Gain on Revaluation of Bonds and Shares	11,916	4,278
Other Income	16,072	9,962
<b>Total Operating Income</b>	<b>108,347</b>	<b>101,357</b>
<b>Expenses</b>		
Administration Fee to Credit Union	12,000	12,000
Audit Fees	6,270	5,610
GST Expense	1,350	1,182
Salaries	13,720	14,305
Honorariums	850	850
Loss on Sale of Shares/Notes/Bonds	-	826
Loss on Revaluation of Bonds & Shares	7,931	13,420
Other Expenses	37,370	38,324
<b>Total Operating Expenses</b>	<b>79,491</b>	<b>86,517</b>
<b>NET SURPLUS/(DEFICIT)</b>	<b>28,856 \$</b>	<b>14,840</b>

**3. TRANSACTIONS WITH RELATED PARTIES**

During the year, the Auckland District Manchester Unity Credit Union provided administrative services to the Society.

The District Secretary was paid a market rate salary for the services provided by him.

The Trustees and Treasurer were paid an honorarium for the services provided by them.

**4. CAPITAL COMMITMENTS**

The Society had no capital commitments at 31 May 2007 (\$0 31 May 2006).

**5. CONTINGENT LIABILITIES**

The Society had no contingent liabilities at 31 May 2007 (\$0 31 May 2006).

**AUDIT REPORT  
TO THE MEMBERS OF  
AUCKLAND DISTRICT MANCHESTER UNITY FRIENDLY SOCIETY**

We have audited the financial statements on pages 2 to 5. The financial statements provide information about the past financial performance of Auckland District Manchester Unity Friendly Society ("the Friendly Society") and its financial position as at 31 May 2007. This information is stated in accordance with the accounting policies set out on page 5.

**Trustees' Responsibilities**

The trustees are responsible for the preparation of financial statements which comply with generally accepted accounting practice in New Zealand and give a true and fair view of the financial position of the Friendly Society as at 31 May 2007 and of its financial performance for the year ended on that date.

**Auditors' Responsibilities**

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

**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 the trustees in the preparation of the financial statements; and
- whether the accounting policies are appropriate to the Friendly Society's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with generally accepted auditing standards in New Zealand. 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 give 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.

We have no relationship with, or interests in, the Friendly Society.

### Unqualified Opinion

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

In our opinion:

- proper accounting records have been kept by the society in accordance with section 60(1)(a) and 60(2) of the Friendly Societies and Credit Unions Act 1982, as far as appears from our examination of those records;
- a satisfactory system of control over transactions has been maintained by the society in accordance with section 60(1)(b) and section 60(4) of the Friendly Societies and Credit Unions Act 1982; and
- the financial statements on pages 2 to 5:
  - are in agreement with the accounting records of the Friendly Society;
  - comply with requirements of the Friendly Societies and Credit Unions Act 1982;
  - comply with generally accepted accounting practice in New Zealand; and
  - give a true and fair view of the state of affairs of the society as at 31 May 2007 and it's income and expenditure for the year ended on that date.

Our audit was completed on 9 July 2007 and our unqualified opinion is expressed as at that date.

*O'Halloran HMT*

**CHARTERED ACCOUNTANTS  
AUCKLAND, NEW ZEALAND**