



**NEW ZEALAND
COMPANIES OFFICE**

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Post your completed form to: Registrar of Friendly Societies and Credit Unions, Private Bag 92061, Victoria Street West, Auckland 1142



10064163037

Annual return – Friendly society

Friendly Societies and Credit Unions Act 1982

Name of friendly society

Alliance Mutual Benefit Society

Organisation number

1803024

Financial year ended

30 /9 /2016

Name of branch (where applicable)

Lorneville, Invercargill

IMPORTANT

- > This form is used for friendly societies, benevolent societies and fidelity insurance societies, registered under Part II of the Friendly Societies and Credit Unions Act 1982 ('the Act'). A separate form is available for UFS dispensaries and working men's clubs registered under the Act.
- > Section 70 of the Act requires you to file the annual return, duly completed, together with a copy of your financial statements and audit report (where applicable), within three months of the end of the financial year of your society or branch.

A. Names and addresses of officers

As at the date of the return; continue on a separate sheet if necessary

	Name	Residential address
Committee of management		
Trustees	Paul Lynch	186 Conyers Street, Invercargill 9812
	Bevan Clark	59 Kereru Street, Invercargill 9810
Secretary	Dean Ronald	19 Helmsdale Street, Invercargill 9810
Treasurer	Robert Blackie	110 Calypso Road, Makarewa, R D 6, Invercargill

B. Membership

Total number of members at beginning of year

269

Number who joined during year

1022

Number who died during year

6

Number who left during year

1010

Total number of members at end of year

275



Name of friendly society

Alliance Mutual Benefit Society

Organisation number

1803024

C. Organisation addresses

Address of registered office

This must be a physical address in New Zealand and must not be a PO Box or Private Bag address

Alliance Group Ltd, Lorneville Plant,
205 State Highway 99, Underwood,
Invercargill 9876

Postal address for communication

Postal address (e.g. PO Box) to which communications from the Registrar may be sent

P O Box 5018, Waikiwi
Invercargill 9843

Email address for communication

The Registrar may contact the society via email – this email address will not be publicly available

[Redacted]

D. Financial statements and auditor's report

Please select one of the following options:

- A signed copy of the financial statements and auditor's report (where applicable) are enclosed because the society/branch is;
 - an FMC reporting entity/ issuer (section 61); or
 - a specified not-for-profit (section 62).

OR

- Financial statements have not been prepared because the society/branch has opted out in accordance with section 64.

OR

- Financial statements and auditor's report (where applicable) have been prepared in accordance with this society's rules.

E. Certification

I certify that the particulars of this annual return are correct.

Date: _____

.....
Signature of Secretary or Treasurer

Form completed by:

Name: Jill Robertson

Address:
Alliance Group Ltd, Lorneville Plant,
P O Box 5018, Waikiwi
Invercargill 9843

[Redacted]

Name of friendly society

Alliance Mutual Benefit Society

Organisation number

1803024

Payment details

The fees shown below all include GST and are quoted in New Zealand dollars.

Amount

\$255.55 – Financial statements filing fee

\$60.00 – Annual return fee

The annual return fee includes a \$10 FMA Levy and \$10 XRB Levy.

Method of payment

Choose your payment method from the options below. Please do not send cash or a purchase order

Cheque

Make your cheque payable to the Registrar of Friendly Societies and Credit Unions

or

Credit card

Credit card type:

Visa

Mastercard

Amex

Diners

Expiry date:

/

Name of cardholder:

Card number:

Card Security Code:

Signature of cardholder:

NOTE

Your Card Security Code number is the three or four-digit number printed on your card. For Visa, Mastercard & Diners cards this is typically found printed on the signature panel on the back of your card. On Amex cards this is a four-digit number printed on the front of the card, above the main credit card number.

or

Direct debit

Your (or your organisation) name:

OR

Your nine-digit User ID No:

Signature:



Section 70 of the Act requires you to file the annual return, duly completed, together with a copy of your financial statements and audit report (where applicable).

Financial statements

Annual financial statements must be prepared unless the society or branch has opted out, by way of a resolution of a majority of the members at a meeting of the society or branch, held within six months from the start of the financial year, in accordance with section 64 of the Act.

NOTE

A society or branch cannot opt out where:

- › *the rules expressly provide that section 64 does not apply (section 64(1)); or*
- › *in respect of a financial year if, in each of the two preceding financial years, the total operating expenditure of the society or branch is \$30 million or more (section 64(2)).*

Where financial statements are prepared, the statement of financial position in the annual financial statements should include all items which the society, or branch, owns on behalf of its members. In respect of consolidated funds administered by a central body, and for which a branch acts only as an agent for the transfer of levies and benefits between members and the central body, the central body should fully account for all of the funds and revenue, and the branch should exclude all such items.

Audit of financial statements

Section 64A of the Act requires a society or branch to appoint an auditor to audit its financial statements where the society or branch:

- › is a specified not-for-profit (NFP) entity (section 64A(1)); or
- › is not a specified NFP and the rules of the society require (section 64A).

NOTE

An entity is a specified NFP entity in respect of an accounting period if, in each of the two preceding accounting periods of the entity, the total operating payments of the entity are \$125,000 or more.

Societies with separately registered branches

For societies with branches there are two acceptable ways of filing annual returns:

1. A separate annual return may be completed for each society and for each branch. The basic filing fee for each return would be determined separately (see below); or
2. One annual return may be completed, under section 70(4) of the Act, covering the society and all or some of its registered branches. What this means is that, for the branches so comprised in the society return, the membership, statement of financial performance and statement of financial position details are added together and included with those for the society itself, as a consolidated group.

A separate sheet of paper for each branch so comprised should be included showing details of the place of the registered office, the postal address, and a list of the names and addresses and designations of officers. The separate financial statements and audit report (where applicable) for each branch are also required.

Please state in an accompanying letter which branches have been comprised in the society (or district) annual return. If the financial statements of some branches are not available when the society annual return is being completed, those branches may be omitted and filed separately at a later date (and a separate filing fee would apply). Additional forms can be found in the **Help & Support** section of our website www.companies.govt.nz.

At times in this note, the terms 'central body' and 'branch' are used to encompass the relationships of a society and a lodge, a society and a district, and a district and a lodge, as appropriate.

Membership figures in the annual return should avoid double counting, where members belong to both a central body and a branch. Only members covered for any financial benefits should be included in the membership count – social members should not.

Branch assets are frequently invested in a society or district investment fund. Where this occurs, the statement of financial performance in the annual return(s) should avoid double counting the investment income (i.e. in the central body as well as the branch). Where separate annual returns are filed for a society and a branch, the society should exclude investment earnings to the extent they are paid to branches; and the branch should include those earnings in its own annual return.

Any transfers of funds to and from a central body investment fund should be excluded from both the central body and branch statements of financial performance, because they are not revenue or expenditure.

NOTE

A change of trustees, change of name and amendments to registered rules should be notified using the relevant form(s). Please contact us on 0508 266 726 (0508 COMPANIES) for further assistance

Performance Report

Alliance Mutual Benefit Society

For the year ended 30 September 2016



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Entity Information

Alliance Mutual Benefit Society For the year ended 30 September 2016

Legal Name of Entity

Alliance Mutual Benefit Society

Entity Type and Legal Basis

Sickness Fund registered under the Friendly Societies and Credit Unions Act 1982

Entity's Purpose or Mission

Alliance Mutual Benefit Society provides relief to members who are employees of the Alliance Group Limited Lorneville Plant in cases of death, sickness and off-work accidents.

Registration Number

774

Entity Structure

Three trustees which include one member of the executive of the Alliance Group Limited Lorneville Plant and one Union Delegate. Trustees are as follows:

- Paul Lynch
- Bevan Clark
- Dean Ronald

Union Delegate is:

- Bob Blackie

Committee of Management, consisting of one member from each department of the Alliance Group Limited Lorneville Plant.

Officers consisting of a Chairman, Secretary & Treasurer.

Main Sources of Entity's Cash and Resources

Alliance Mutual Benefit Society relies on the weekly contributions of its members in order to provide the benefit to its members.

Main Methods Used by Entity to Raise Funds

Weekly contributions are received from their members.

Physical Address

C/- Alliance Group Limited
205 State Highway 99
Invercargill 9874

Postal Address

PO Box 5018, Waikiwi, Invercargill, New Zealand, 9843

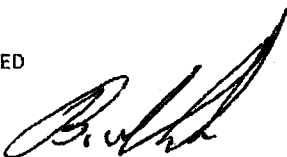
Approval of Performance Report

Alliance Mutual Benefit Society

For the year ended 30 September 2016

The Trustees are pleased to present the approved performance report including the historical financial statements of Alliance Mutual Benefit Society for year ended 30 September 2016.

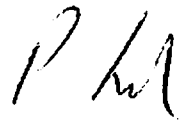
APPROVED


BEVAN CLARK

Name

Trustee

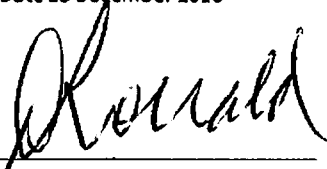
Date 23 December 2016



Name PAUL LYNCH

Trustee

Date 23 December 2016



Name DEAN RONALD

Trustee

Date 23 December 2016

Statement of Service Performance

Alliance Mutual Benefit Society

For the year ended 30 September 2016

Description of Entity's Outcomes

Alliance Mutual Benefit Society provides financial relief to its members who are employees of the Alliance Group Limited Lorneville Plant at their time of need. This is to remove any un-necessary stress when unforeseen health events arise.

Description and Quantification of the Entity's Outputs

Support has been provided by way of funding relief to a number of our members during the year. This support includes financial relief for funerals, compassionate leave, sickness and injury. This financial relief provides support to those members when health events arise.

Benefits provided to the members this year total \$74,215 (2015: \$82,800).

Benefits Provided

Members provided for; 2016; 548 Members (2015; 579 Members)

Statement of Financial Performance

Alliance Mutual Benefit Society
For the year ended 30 September 2016

	NOTES	2016	2015
Revenue			
Fees, subscriptions and other revenue from members	1	76,978.00	74,386.00
Interest, dividends and other investment revenue	1	4,979.92	5,727.08
Total Revenue		81,957.92	80,113.08
Expenses			
Benefits & Grants	2	74,215.00	82,800.00
Other expenses	2	2,457.74	2,661.32
Total Expenses		76,672.74	85,461.32
Surplus/(Deficit) for the Year		5,285.18	(5,348.24)

These accounts have been audited and should be read in conjunction with the attached notes as they form part of the accounts.

Statement of Financial Position

Alliance Mutual Benefit Society

As at 30 September 2016

	NOTES	30 SEP 2016	30 SEP 2015
Assets			
Current Assets			
Bank accounts and cash	3	4,075.45	3,770.19
Total Current Assets		4,075.45	3,770.19
Non-Current Assets			
Investments	3	123,385.02	118,405.10
Total Non-Current Assets		123,385.02	118,405.10
Total Assets		127,460.47	122,175.29
Total Assets less Total Liabilities (Net Assets)		127,460.47	122,175.29
Accumulated Funds			
Capital contributed by owners or members	4	120,989.39	120,989.39
Accumulated surpluses or (deficits)	4	6,471.08	1,185.90
Total Accumulated Funds		127,460.47	122,175.29

These accounts have been audited and should be read in conjunction with the attached notes as they form an integral part of these accounts.

Statement of Cash Flows

Alliance Mutual Benefit Society
For the year ended 30 September 2016

	2016	2015
Cash Flows from Operating Activities		
Fees, subscriptions and other receipts from members	76,978.00	74,386.00
Interest, dividends and other investment receipts	4,979.92	5,727.08
Payments to suppliers and employees	(76,672.74)	(85,461.32)
Total Cash Flows from Operating Activities	5,285.18	(5,348.24)
Cash Flows from Investing and Financing Activities		
Receipts from sale of Investments	-	15,419.37
Payments to purchase Investments	(4,979.92)	(11,146.45)
Total Cash Flows from Investing and Financing Activities	(4,979.92)	4,272.92
Net Increase/ (Decrease) in Cash	305.26	(1,075.32)
Cash Balances		
Cash and cash equivalents at beginning of period	3,770.19	4,845.51
Cash and cash equivalents at end of period	4,075.45	3,770.19
Net change in cash for period	305.26	(1,075.32)

These accounts have been audited and should be read in conjunction with the attached notes as they form an integral part of the



Statement of Accounting Policies

Alliance Mutual Benefit Society For the year ended 30 September 2016

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is not registered for GST. Therefore all amounts are stated inclusive of GST (if any).

Income Tax

Alliance Mutual Benefit Society is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Changes in Accounting Policies

The entity transitioned on 1 October 2015 from preparation of financial statements in compliance with generally accepted accounting practice to PBE SFR-A (NFP) Public Benefit Entity Simple Format reporting - Accrual (Not-For-Profit). The transition had minimal impact on the accounting policies of the entity. All accounting policies were applied consistently during the year.

Revenue

Revenue is accounted for as follows:

Membership revenue received in exchange for potential claims and benefits as outlined in the society's rules is recognised when received.

Interest revenue is recognised on an accrual basis.

Investments

Investments have been valued at current market value. All interest due is recorded as owing to the entity. Term investments represent funds invested with an original maturity exceeding 12 months.

Notes to the Performance Report

Alliance Mutual Benefit Society
For the year ended 30 September 2016

	2016	2015
1. Analysis of Revenue		
Fees, subscriptions and other revenue from members		
Contributions	76,978.00	74,386.00
Total Fees, subscriptions and other revenue from members	76,978.00	74,386.00
Interest, dividends and other investment revenue		
Interest Received	4,979.92	5,727.08
Total Interest, dividends and other investment revenue	4,979.92	5,727.08
	2016	2015
2. Analysis of Expenses		
Benefits & Grants		
Compassionate Leave	1,995.00	3,850.00
Funeral Grants	6,000.00	7,060.00
Off Work Accident Payments	2,160.00	2,640.00
Sickness Benefit Grants	51,640.00	54,940.00
Special Grants	900.00	2,880.00
Travel Grants	11,520.00	11,430.00
Total Benefits & Grants	74,215.00	82,800.00
Other expenses		
Audit Fees	2,174.14	2,028.81
Bank Charges & Fees	223.60	572.51
General Expenses	60.00	60.00
Total Other expenses	2,457.74	2,661.32
	2016	2015
3. Analysis of Assets		
Bank accounts and cash		
Westpac 00	4,075.45	3,770.19
Total Bank accounts and cash	4,075.45	3,770.19
Investments		
SBS 36-6-011786	33,802.84	32,303.60
SBS 44-6-011786	20,565.52	19,709.88
SBS 45-4-011786	19,684.58	18,870.30
SBS 46-2-011786	49,332.08	47,521.32
Total Investments	123,385.02	118,405.10

	2016	2015
4. Accumulated Funds		
Accumulated Funds		
Opening Balance	122,175.29	127,523.53
Accumulated surpluses or (deficits)	5,285.18	(5,348.24)
Total Accumulated Funds	127,460.47	122,175.29
Total Accumulated Funds	127,460.47	122,175.29

5. Commitments

There are no commitments as at 30 September 2016 (Last year - nil).

6. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 September 2016 (Last year - nil).

7. Related Parties

There were no transactions involving related parties during the financial year. Contributions are received from members and grants as disclosed in the financial statements are paid to members at rates set at the Annual General Meeting.

The rules of the society allows for the provision of an honorarium payment to the Chairman and Secretary annually. This year nil honorarium was paid (2015: nil).

8. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

9. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

INDEPENDENT AUDITOR'S REPORT**TO: THE MEMBERS OF ALLIANCE MUTUAL BENEFIT SOCIETY****Report on the performance report**

We have audited the accompanying performance report of Alliance Mutual Benefit Society ("Society") on pages 3 and 4 which comprises the entity information, and pages 6 to 11 the statement of financial performance and statement of cash flows for the year ended 30 September 2016, the statement of financial position as at 30 September 2016, and the statement of accounting policies and other explanatory information.

This report is made solely to the Society's members, as a body, in accordance with the Society Rules. Our audit has been undertaken so that we might state to the Society's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Society and the Society's members as a body, for our audit work, for this report, or for the opinion we have formed.

The responsibility of the Trustees for the performance report

The Trustees are responsible on behalf of the entity for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the performance report which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and

- (c) for such internal control as the Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error

Auditor's responsibility

Our responsibility is to express an opinion on the performance report based on our audit. We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand), and the audit of the entity information in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the performance report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the performance report, including performing procedures to obtain evidence about and evaluating whether the reported outcomes and outputs and quantification of the outputs to the extent practicable are relevant, reliable, comparable and understandable. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the performance report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the performance report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the performance report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Society.

Opinion

In our opinion:

the performance report on pages 3 to 4 and 6 to 11 presents fairly, in all material respects:

- the entity information for the year then ended; and
- the financial position of Alliance Mutual Benefit Society as at 30 September 2016, and its financial performance and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit).



BDO Invercargill
23 December 2016
Invercargill
New Zealand