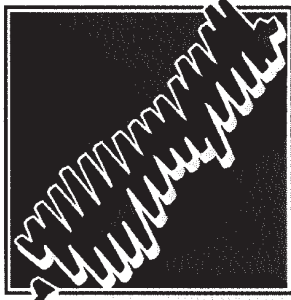


**2018 SUMMARY ANNUAL REPORT  
FOR THE**



**MAINLAND  
FOUNDATION**  
*Proud to Support Our Community*

**Mainland Foundation Limited**  
**Summary Annual Report**  
**For the year ended 31 July 2018**

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**Mainland Foundation Limited**  
**Directors' Report**  
**For the year ended 31 July 2018**

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The Directors present here the Summary Annual Report of the company incorporating the Summary Financial Statements and the audit report for the year ended 31st July 2018.

The Board of Directors authorised these summary financial statements presented on pages 3 to 8 for issue on 23 October 2018.

For and on behalf of the Board of Directors,

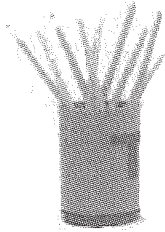
Director  \_\_\_\_\_

Director Alan Padgett \_\_\_\_\_

Director \_\_\_\_\_

Director  \_\_\_\_\_

Date 23 October 2018



## Terry Spekrijse & Associates Chartered Accountants

Christchurch Office Tel: 03-354-1336  
28 Chipping Lane Mobile: 021-313-950  
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New Zealand Email: terry.spekrijse@xtra.co.nz

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### REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the shareholders of Mainland Foundation Limited.

#### Opinion

The summary financial statements, which comprise the summary statement of financial position as at July 31, 2018, and the summary statement of comprehensive revenue & expense, summary statement of undistributed funds and summary cash flow statement for the year then ended, and related notes, are derived from the audited financial statements of Mainland Foundation Limited for the year ended 31 July 2018.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1 – Statement of Accounting Policies - Basis of preparation.

#### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by tier 2 Not-for Profit PBE Accounting Standards – Reduced Disclosure Regime applied in the preparation of the audited financial statements of Mainland Foundation Limited. Reading the summary financial statements and the auditor's report thereon.

#### Auditors' Responsibilities and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 23 October 2018.

#### Directors' Responsibilities for the Summary Financial Statements

Directors are responsible on behalf of the entity for the preparation of the summary financial statements on the basis described in note 1.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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

**Other than in our capacity as auditor we have no relationship with, or interests in, Mainland Foundation Limited.**



**TERRY SPEKREIJSE & ASSOCIATES  
CHRISTCHURCH  
23 October 2018**

**Mainland Foundation Limited**  
**Summary Statement of Comprehensive Revenue and Expense**  
**For the year ended 31 July 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b><u>EXCHANGE TRANSACTIONS</u></b>		
<b><u>REVENUE</u></b>		
Gaming Machine Proceeds	10,841,897	11,481,375
Other Income	1,376	20,182
<b>Total Revenue</b>	<u>10,843,273</u>	<u>11,501,558</u>
<b><u>EXPENSES</u></b>		
Gaming Duty	2,493,636	2,640,716
Problem Gambling Levy	162,085	171,647
Venue Rentals	1,665,053	1,737,482
Licensing	171,783	157,856
DIA Electronic Monitoring Fees	141,084	141,145
Depreciation and other adjustments	879,494	989,371
Interest Paid and Financing Costs	24,641	22,421
Other expenses	945,495	936,183
<b>Total Expenses</b>	<u>6,483,271</u>	<u>6,796,821</u>
<b><u>NON EXCHANGE TRANSACTIONS</u></b>		
<b><u>UNDISTRIBUTED SURPLUS BEFORE DISTRIBUTIONS</u></b>	4,360,002	4,704,737
Less Distributions	4,443,114	4,708,569
<b><u>NET (DEFICIT) FOR THE YEAR</u></b>	<u><u>(\$83,112)</u></u>	<u><u>(\$3,832)</u></u>

NOTE: This Statement is to be read with the Notes to the Summary Financial Statements and the Independent Auditor's Report.

**Mainland Foundation Limited**  
**Summary Statement of Changes in Undistributed Funds (Equity)**  
**For the year ended 31 July 2018**

	<i>2018</i>	<i>2017</i>
	\$	\$
<b><u>UNDISTRIBUTED FUNDS AT START OF PERIOD</u></b>	1,429,892	1,433,724
<b><u>(DEFICIT)/SURPLUS</u></b>		
Net (Deficit) for the year	(83,112)	(3,832)
<b><u>UNDISTRIBUTED FUNDS AT END OF PERIOD</u></b>	<u>\$1,346,780</u>	<u>\$1,429,892</u>

*NOTE: This Statement is to be read with the Notes to the Summary Financial Statements and the Independent Auditor's Report.*

**Mainland Foundation Limited**  
**Summary Statement of Financial Position**  
**For the year ended 31 July 2018**

	<i>2018</i>	<i>2017</i>
	\$	\$
Current Assets	790,433	799,649
Non-Current Assets	1,355,132	1,802,354
<b>Total Assets</b>	<u>2,145,565</u>	<u>2,602,003</u>
Current Liabilities	798,785	1,016,303
Non-Current Liabilities	-	155,808
<b>Total Liabilities</b>	<u>798,785</u>	<u>1,172,111</u>
<b><u>NET ASSETS</u></b>	<u>\$1,346,780</u>	<u>\$1,429,892</u>
Represented by:		
<b><u>TOTAL EQUITY</u></b>	<u>\$1,346,780</u>	<u>\$1,429,892</u>

*NOTE: This Statement is to be read with the Notes to the Summary Financial Statements and the Independent Auditor's Report.*



**Mainland Foundation Limited**  
**Summary Cash Flow Statement**  
**For the year ended 31 July 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Net Operating Cashflow	774,143	948,380
Net Investing Cashflow	(395,667)	(735,340)
Net Financing Cashflow	(352,000)	(227,488)
<b>Net (Decrease)/Increase in Cash Held</b>	<u>26,476</u>	<u>(14,448)</u>
Add cash at start of year	461,763	476,211
<b>Cash at End of Year</b>	<u><u>\$488,239</u></u>	<u><u>\$461,763</u></u>

*NOTE: This Statement is to be read with the Notes to the Summary Financial Statements and the Independent Auditor's Report.*

# Mainland Foundation Limited

## Notes to the Summary Financial Statements

### For the year ended 31 July 2018

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#### 1. STATEMENT OF ACCOUNTING POLICIES

The summary financial statements presented here are for the entity Mainland Foundation Limited, a registered company under the Companies Act 1993.

Mainland Foundation Limited is a reporting entity under the Financial Reporting Act 2013. These summary financial statements have been extracted from the full financial statements and have been prepared in accordance with PBE FRS 43 Summary Financial Statements.

Mainland Foundation Limited is a not-for-profit public benefit entity (NFP PBE).

Date of authorisation –

The financial statements of Mainland Foundation Limited are for the year ended 31 July 2018. The summary and full financial statements were authorised for issue by the Board on 23 October 2018.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

The information is presented in New Zealand dollars.

The full financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (“NZ GAAP”) and they comply with the Public Benefit Entity International Public Sector Accounting Standards (“PBE IPSAS”) and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Company is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large. The Board of Directors has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards applying all applicable Reduced Disclosure Regime Disclosure concessions. As these Summary Financial Statements are in a summary form, they do not and cannot be expected to provide as complete an understanding as provided by the full financial statements. The full financial statements of the Foundation are available from the registered office.

#### 2. AUDIT

The full financial statements have been subject to audit with unmodified audit opinion issued. Please refer to Auditor's Report on the Summary Financial Statements.

#### 3. NON-CURRENT ASSETS

Non-current assets are made up of the following:

	<i>2018</i>	<i>2017</i>
	\$	\$
Office Equipment	21,227	17,303
Plant & Equipment	1,333,905	1,785,051
	<u>1,355,132</u>	<u>1,802,354</u>

NOTE: These Notes to the Summary Financial Statements are to be read with the Summary Financial Statements and the Independent Auditor's Report.

# **Mainland Foundation Limited**

## **Notes to the Summary Financial Statements**

### **For the year ended 31 July 2018**

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#### **4. NON-CURRENT LIABILITIES**

Non-current liabilities are made up of the BNZ CreditPlus facility. At balance date facility limit is \$789,759, interest rate 7.69% p.a.

(2017: Facility limit \$833,712, interest rate 7.59% p.a.)

#### **5. CAPITAL COMMITMENTS**

There are no capital commitments at balance date. (2017:\$nil).

#### **6. CONTINGENT LIABILITIES**

At balance date there are no known contingent liabilities (2017:\$0). Mainland Foundation Limited has not granted any securities in respect of liabilities payable by any other party whatsoever.