



*International[®]
Taekwon-Do*

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Annual Report

International Taekwon-Do Foundation of New Zealand Inc

OUR MISSION:

THE MARTIAL ART FOR LIFE

OUR VALUES:

- Love for the Art
 - Excellence
 - Inspiration
- Collaboration
- Accountability

STRATEGIC PRIORITIES:

- Strong Organisation
- Maximum Participation
- Quality Experience
- Maximum Potential

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The Board are pleased to present the annual report, including the financial statements of the International Taekwon-Do Foundation of New Zealand Incorporated and Group for the 12 months ended 31 December 2014, with Audited Financial Statements for the 12 months ended 31 December 2014. This Annual Report will be presented at the 35th Annual General Meeting of the International Taekwon-Do Foundation of New Zealand Incorporated.



PRESIDENTS MESSAGE

This year has been International Taekwon-Do's 33rd year of operation. Where do the years go? 2014 was another busy and a very successful one. My thanks go to the Operations team; the Board, Advisory Groups, Regional Directors, Instructors and the many students of Taekwon-Do. Our martial arts success is because of your loyalty, dedication and support. Our Taekwon-Do Clubs/Schools contain a very wide and diverse cross section of the New Zealand's multi-cultural society and this is something that we need to foster and cherish.

The ITKD calendar seems to fill up very quickly, with a wide range of seminars, Regional, National and International Tournaments, Grading tests, high performance trainings as well as the weekly club/school training sessions. I extend a very big 'thank you' for your dedicated efforts and for the many volunteer hours that go into ensuring that 'International Taekwon-Do', maintains its high standard, whilst continuing to stay true to the original teachings and philosophy of Taekwon-Do's founder, the late General Choi Hong Hi.

I commend the great effort and results by our competitors at the Oceania tournament held in Rarotonga and at the ITF World Cup held in Jamaica where NZ returned with 17 Gold, 10 Silver and 4 Bronze medals. All credit and thanks go to the coaches and managers who ensure we travel with a well-supported, strong and competitive team. On the World stage, ITKD competitors continue to show that New Zealand is certainly 'punching' above its weight'.

I attended a well-run and enjoyable the 2nd Veterans Camp in September. This was a weekend of Taekwon-Do skills activity and some socialising which catered to the older and seniors of our organisation 35yrs of age and above. The Kiwi Sports 'Taekwon-Do' program and the TKD KUBZ program have continued to run successfully through the year. I recognise and make special thanks to our dedicated Instructors who have taken on these programs. TKD KUBZ is now a fully approved program for preschoolers and the founder of the program, Master Mark Hutton from Scotland, returned to New Zealand in June to run courses for new and existing KUNZ instructors.

In November the 4th Instructors Conference was held in Rotorua with special guests Master Michael Daher - 8th Dan, from Australia and Mr Phil Thompson, Director of Protect Self-Defence. The Conference was attended by 59 Instructors from throughout New Zealand.

Also held in November was the 12th National Kids Camp in Tauranga. A camp that is always well supported and there is usually a waiting list of kids wanting to attend.

Lastly I wish to again thank Sport New Zealand, NZ Community Trust and other fund agencies for their support and investment in ITFNZ/ITKD.

Master Evan Davidson
VIII Dan
President



FROM THE CHAIR

The Board started 2014 with a look at how we rate the organisations internal progress towards achieving the aims of the current strategic plan. Our internal review is summarised below:

Board Strategic Review

In determining the Board's goals for 2014 we considered that we are meeting our expectations in the areas of 'Maximum Potential' and 'Providing a Quality Experience'. The review indicated we had to focus on 'Maximum Participation' in order to grow the number of participants, to this end we decided further work needed to be done in:

1. Identifying capacity/capability of the individual clubs to grow,
2. Provide a co-ordinated and streamlined approach to our market identity/ brand (from National Body through to club level),
3. Strengthening the work done to date in organisational systems and reform,
4. Engage with our the Regional Directors so that they can understand and "buy" into the Board's strategic requirements,



The basis of improvement, therefore, we believe lies in strengthening the 'Strong Organisation' area. Our Operation Team led by Mike Thompson in conjunction with the Advisory Panel have an ongoing project looking into establishing tangible links to communicate Board expectations to Regions and Clubs.

In addition to this work, we were pleased to be able to confirm the success of the pilot KUBZ programme enabling the organisation to start rolling this out as an entry point in our Pathways Project.

Budget requirements are always to the fore in Board thinking, with the major consideration being balancing the needs of a strong vibrant organisation against the expectation of members to keep fees at a reasonable level. We have had success in some areas of external funding but in the current fiscal environment this remains a challenge.

I again have to thank, my fellow Board Members, Operations Team, and the myriad of volunteers and Strategic Partners, who help make International Taekwon-Do what it is today and what it will be in the future. But I also want to thank our members who are enjoying the quality programmes our clubs and instructors are delivering.



FROM THE CHIEF EXECUTIVE

2014 was a year in which we have been able to continue and improve the performance of our organisation and the individuals within it, in a number of areas;

KiwiSport continues to grow from strength to strength. This cannot be illustrated better than the confidence shown in our instructors and our programme by the four Auckland Regional Sports Trusts and Aktive – Auckland Sport and Recreation, who approved us as one of only four major KiwiSport projects for 2015/16 alongside Golf, Football and Cricket. We were also heartened to get some support from Sport Bay of Plenty and Sport Gisborne – the latter in the area of Special Needs. A report on 2014 activity appears elsewhere in this report.

The KUBZ preschool programme continued in a number of pilot schools and has developed a niche in pockets of New Zealand under the guidance of our KUBZ instructors.

Under the guidance of Master McPhail, the Technical Advisory Groups and sub-committees have operated well and improved performance in their areas of responsibility. Particular thanks go to the Advisory Group Chairs, Mr Brown, Mrs Young Jasburg and Mrs Walton, and their teams for their commitment and diligence.

Despite the loss of High Performance Funding we continue to receive support from Sport NZ in the form of their Community Sport Investment which they have committed to for the next two years as a sign of their regard for the work our people do. We also have received for the last few years Prime Minister Scholarship grants so that our Officials can continue to develop, keep ahead of the changes in rules and the effect on competition and our athletes, and bring those learnings back to New Zealand. My thanks go to Craig MacFarlane and Travis White for their support in these respective areas.

Every cent of funding support is vital to our organisation and we would not be able to operate without the funding support for events, high performance and operations coming from funders. Thanks to the Lion Foundation, Pub Charities, Infinity Foundation, Pelorus Trust and Four Winds Foundation and to Mr Tolley for the work he does in liaising with these organisations and others.

An organisation our size struggles for commercial support so I would also like

to recognise the partnership formed with STA Travel as our travel partner. Any travel booked through them whether it is personal, business or for Taekwon-Do results in a rebate back to the organisation which we have dedicated to the High Performance programme. I personally have been pleased with the support received from Natalie Robinson and her team as we kicked off the partnership in 2014.

Financially we were able to post a surplus of \$9,000 which represented a significant turnaround from the \$21,000 deficit of the previous year. We have experienced a decline in numbers for the first time since 2008 and whilst not significant it is important to analyse, identify and address the causes for this. We have improved our retention rates as indicated by an increase of 4% of re-registrations so know we are delivering a quality experience. We have however had a significant downturn in new registrations so promotion and capacity are key areas of focus for 2015. There has been growth in our junior ranks as we have implemented the KUBZ programme and our juniors continue along the pathway to Mini-Kids and Kids programmes. Adult membership has remained relatively static.

Progress against Strategic Plan to 2015

I would like to thank Mr Burns and the Board for their guidance and support. To the many volunteers contributing from grass roots to tournaments, grading and other events. To our dedicated instructors and their assistants, whose commitment to their students is so special, I salute you. It's the experience you deliver that makes our Art great. Lastly my very special thanks to Mr Tolley and Mrs Pygott (and Emma, Tash and Fiona behind the scenes). They keep the doors open, are always available, work the strangest of hours on a part-time basis to get the job done. Thanks for another year of professionalism and commitment.

Mike Thompson CEO

FROM THE CHIEF EXECUTIVE (CONTINUED)

Strategic Priority	Key Initiatives	Progress
Strong Organisation	<ol style="list-style-type: none"> 1. Complete Planning <ol style="list-style-type: none"> 1.1. Marketing 1.2. Communication 1.3. Stakeholder Relationships 1.4. Sponsorship and Funding 2. Organisation Planning; <ol style="list-style-type: none"> 2.1. Staff 2.2. Board 2.3. Governance 2.4. Succession 	<p>Partially achieved Media Officer engaged No plan in place Funding plan in place</p> <p>Reviewed Reviewed Reviewed Succession paper adopted</p>
Maximum Participation	<ol style="list-style-type: none"> 1. Pathways Project 2. Kiwisport 3. Officials Development Plan 4. Barriers Review 5. iTKD NCEA 6. Secondary School Tournaments 	<p>Plan adopted Launched and in place Partially achieved Not achieved Started Not started</p>
Quality Experience	<ol style="list-style-type: none"> 1. Complete Operations Manual 2. Awards Review 3. Fee Review 4. Grading Review 5. Retention Study 6. Instructor Development 	<p>Completed and updated Completed Completed Completed No started Ongoing</p>
Maximum Potential	<ol style="list-style-type: none"> 1. World Champs Legacy Plan 2. Stay #1 Nation in the World 3. Optimise Research Capability 	<p>Adopted Not achieved/pending WC No started</p>

FROM THE OPERATIONS EXECUTIVE

2014 felt like it was over before it had even begun. The calendar of events over the Regions was extensive offering our members once again a varied and diverse range of options to attend.

Some of those events on offer were:

- Technical Seminars
- Women's Conferences
- Instructor Update and Development Courses
- Weird and Wonderful Taekwon-Do
- Peewee, Regional, Round Robbins, Under 18's and National Tournaments
- Junior, Veterans and Regional Camps
- First Aid Courses
- Kubz Instructor Courses
- High Performance Trainings
- Regular Coloured and Black Belt Trainings

The Operations staff and assistants have been hard at work keeping the volume of the behind the scenes requirements current.

There is a remarkable amount of clerical and administration input needed for all areas of operation from database input for ITF and iTKD certification requirements to Individual club Instructor licenses and the usual member enquiries.

Thank you to all those who offered their support to the foundation during 2014 whether it be by volunteering your time to assist with an event, participating in the many courses and competitions or just making the effort to get to club on a regular basis.

I would like to take the time to thank the tireless efforts of those responsible for making our membership go from strength to strength each and every year. Our Instructors are the first point of contact for most of the public and they do a great job conveying the excitement, personal growth and enjoyment there is available to being a member of our Taekwon-Do family.

ADVISORY PANEL REPORT

2014 began with Instructors' Update courses being run throughout the country by Master McPhail and Mr Andrew Salton. The theme for these courses was Self-Defence with the formal introduction of the new syllabus. 126 instructors and assistant instructors attended the courses.

Six Black Belt gradings were held throughout the Country including a senior dan grading in Rotorua.

Congratulations to our new senior dans:

5th dan: Mr Brendan Doogan, Mr Simon Mallinson and Mr Mark Trotter.

4th dan: Mr Richard Burr, Mr Carl Robinson, Mr Richard Rodgers, Dr Roman Scholl-Latour, Dr Brice Valles, Mrs Debbie Hart, Mr Seida Scholl-Latour.

84 candidates grading over the 6 gradings.

In March we had the second annual Master Summit, where our six masters gathered for training and discussions in Tauranga. The aim of the summit is to standardise techniques between our Masters as well as to discuss any important issues or plans for the year ahead. Thanks to Master Rimmer for organising and hosting the event.



The Instructor Induction Courses also continued with Mr Michael Lowe running eight courses which were very well received. 144 members attended. An increase in numbers was in no small part due to the new requirement for all candidates to attend a course before testing for any black belt degree.

Our Instructor Development Officers really stepped up their role this year by conducting many small group and individual instructor development sessions. Master Rimmer ran courses in Wellington, Midlands & Christchurch, and Master Bhana concentrated on the senior dans in Auckland and the far North. Master Rounthwaite ran a raft of sessions for seniors in Central Districts. A huge thanks to our IDOs who do a great job. We hope once more instructors become aware of the scheme they will make better use of it.

In June Master Mark Hutton visited us from Scotland again to run Kubz courses as well as general seminars in Auckland and Palmerston North. His contribution to our organisation is much appreciated and it is always an honour to host him. We can look forward to seeing more of him in 2015.



In November we held an Examiners Course in Auckland with 15 in attendance. Five of these were candidates to become new examiners and we are pleased to announce that Mr Gwyn Brown successfully passed the course, so will now move on to his practical training period.

In November also we hosted the 4th ITKD Instructors Conference in Rotorua which was a great success with 60 instructors in attendance. Mr Phil Thompson from Protect Self Defence was a special guest speaker and

workshop leader, giving valuable insights into self defence and how our new syllabus fits in. Master Daher, President of the Oceania Taekwon-Do Federation was our guest instructor from Australia.



Kiwisport had an amazing year again with over 1800 children attending courses in Counties Manukau alone.

Thanks to all the KiwiSport Instructors who have largely been the reason why Sport NZ acknowledges ITKD as the “Best Practice” example for other sports.

Thanks to my other Group members for their assistance throughout the year, making my job possible and enjoyable.

Master Paul McPhail

Technical Advisor Group
Technical Advisor & Chief Examiner
Master Paul McPhail (8th dan)

MEMBERS:

Master Evan Davidson (8th dan)
Master Rocky Rounthwaite (8th dan)
Master Mahesh Bhana (7th dan)
Master James Rimmer (7th dan)



HIGH PERFORMANCE REPORT

The High Performance Advisory Group is pleased to oversee a strong year of engagement and participation from iTKD members taking advantage of the high performance program and many trainings on offer.

The team of coaches headed up by Mr Gray Patterson has run highly regarded trainings throughout 2014, resulting in the growth of itkd talent taking another giant step forward.

The HP management team headed by Mrs Jenny Church has ever efficiently managed the background logistics allowing the athletes and coaches to concentrate on the job of skills development and winning medals.

The 2014 HP programme commenced in April with preparations for the World Cup in Jamaica. Weekly club & specific HP training sessions were held in 3 main centers across the country. These preceded a well-attended National HP Camp held in Auckland in July. The camp was attended by over 50 members with an even mix of Juniors & Seniors. Of this, 29 Athletes competed in Jamaica with great success. New Zealand was placed 3rd overall with a total medal count of 31 spread across all 4 disciplines & won by members from clubs across the country. This was no mean feat considering there were over 700 competitors at the World Cup Tournament in August.

September 2014 saw the continuation of the twice weekly HP training sessions in Auckland, Wellington & Palmerston North. The monthly National HP Camps also recommenced and a one-off HP camp was well-received in Christchurch. A total of 70 athletes applied for selection to the NZ team and were under scrutiny at all of the HP camps leading up to the Team Trials in November. A team of 51 was selected to compete at the upcoming World Champs to be held in Italy in May 2015. Masters McPhail, Bhana & Rounthwaite continue to assist the National coaches with training of the team. Other activities have included a Team Building Adventure Race, a Junior Camp & a Ladies Camp to enhance team bonding & performance.

As this annual report goes to print we wish the New Zealand team every success at the World Champs in Jesolo Italy.

Christine Young-Jasberg
HP Advisory Group

KIWISPORT

International Taekwon-Do has continued to deliver its successful Taekwon-Do program to primary schools in the Auckland and Counties Manukau Regions.

In 2014 Counties Manukau completed their third full round of funding while in Auckland their second round was completed.

Master McPhail and Mrs Sonya Robinson continued as administrators for the respective projects, overseeing instructors and assistant instructors in consultation with the various schools in their regions.

It has once again been a huge success with Sport NZ showcasing our course as an example for other sports.

A notable on-going success continues to be the Redoubt North School Club that was been created from the success of the KiwiSport program at the school. Twenty one children were originally chosen for a scholarship program, some of whom are now at red belt level. Subsequent groups were introduced and now the entire Friday morning at Redoubt School is Taekwon-Do! The Principal felt the benefits gained for the children were so significant they were prepared to fund the continuation of the course on an on-going basis.

Huge thanks go to our Instructor, Ms Lianna McCartney who continues to go far beyond the call of duty in giving her time towards helping these kids.

Counties Manukau Inter-School Tournament



The success of the school club brought about the idea of hosting an Inter-School Taekwon-Do Tournament there, bringing other schools in for a combined event held during school hours.

We contacted all the schools in Counties Manukau that had had our course at their school and invited them along. We set up a website for registering and also visited the schools directly.

The competition was to be open 8 children (4 boys and 4 girls) from 6 schools can be selected to compete. Awards will be given for the best girl and boy in each event and certificates of participation presented to each child.

This give the kids some experience in the competition side of Taekwon-Do and was a great success.

See photos of the event here:

<http://www.itkd.co.nz/events/tournaments/inter-club/2014/inter-school/index.php>

Delivery Stats

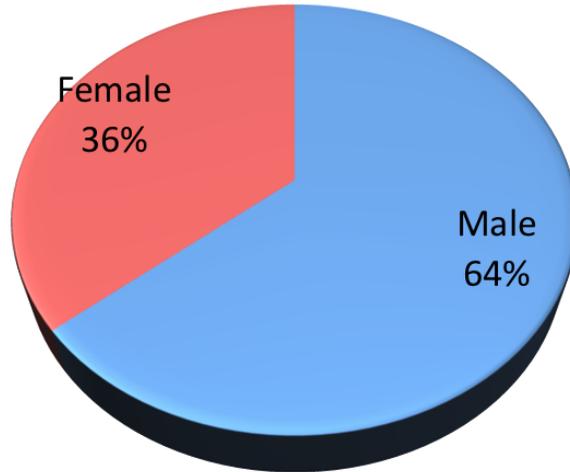
Region	Number of students	Number of sessions	Number of schools
Counties Manukau	1662	536	10
Auckland	1815	592	10
TOTAL	3477	1128	20

Thanks go to our amazing instructors in Counties who not only represent us so well, but also are making a real difference to the kids they teach. In particular thanks to Ms Lianna McCartney and Master Steve Pellow and Miss Irene Yu.

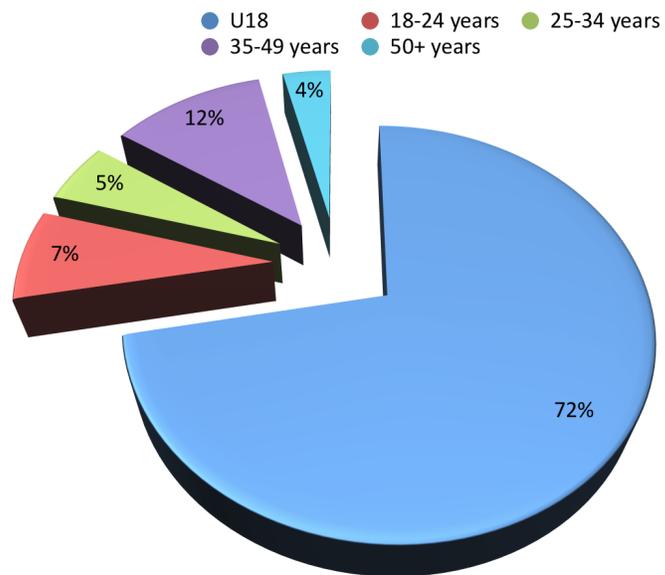


MEMBERSHIP STATISTICS & GROWTH

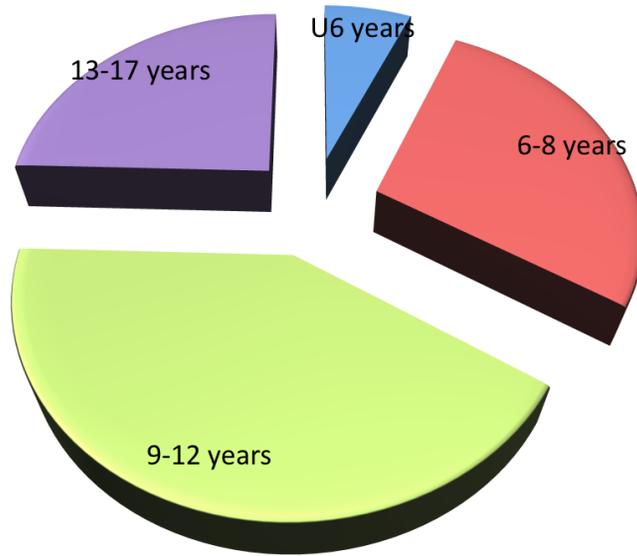
Gender



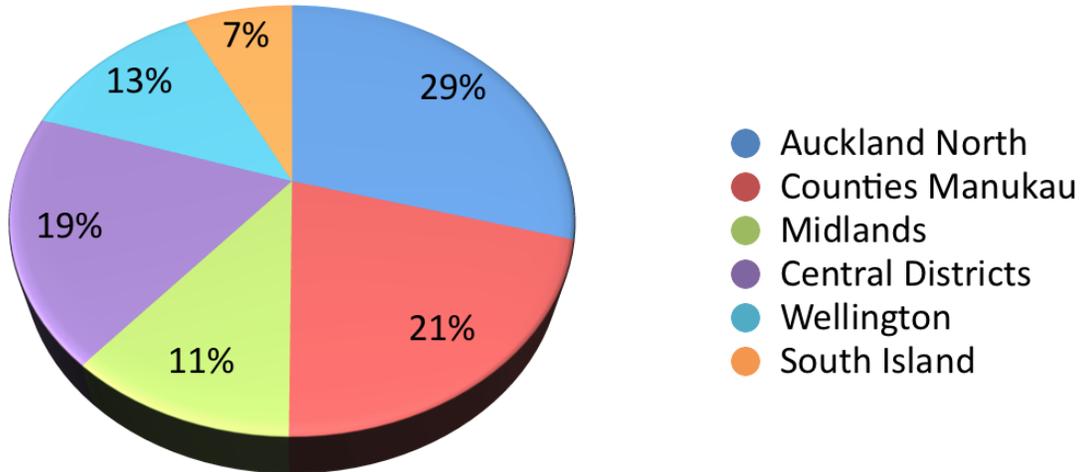
Age



Junior Members

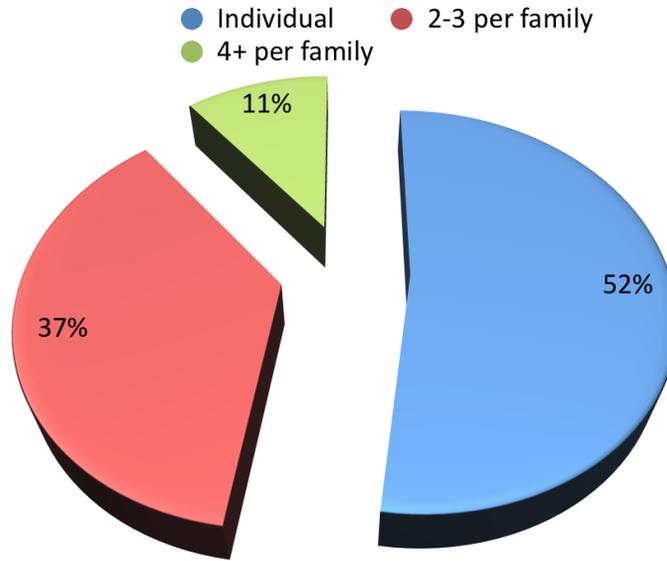


By Region



MEMBERSHIP STATISTICS & GROWTH (CONTINUED)

Family Size



AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INTERNATIONAL TAEKWON-DO FOUNDATION OF NEW ZEALAND INCORPORATED

We have audited the financial statements of International Taekwon-Do Foundation of New Zealand Incorporated on pages 5 to 11 which comprise the statement of financial position as at 31 December 2014, and the statement of financial performance and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Board's Responsibility for the Financial Statements

The management board are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the management board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand).

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, 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 financial statements 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, as well as evaluating the overall presentation of the financial statements.

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

We have no other relationship with, or interests in, International Taekwon-Do Foundation of New Zealand Incorporated.

AUDITOR'S REPORT (CONTINUED)

Opinion

In our opinion, the financial statements on pages 5 to 11 present fairly, in all material respects, the financial position of International Taekwon-Do Foundation of New Zealand Incorporated as at 31 December 2014, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

RSM Hayes Audit

RSM HAYES AUDIT

AUCKLAND, NEW ZEALAND

2 April 2015

Organisation Directory

as at 31 December 2014



Nature of Business	National Sports Organisation
Incorporation number	218798
Registered office	132 Union Road Howick Auckland
Tax status	Income tax exempt
Board members (Parent)	Mr Dennis Burns (Chair) Master Evan Davidson (President) Master Mahesh Bhana Mr Peter Graham Mr Vince Pygott Mr Kris Herbison Ms Elaine More

FINANCIAL REPORT

Statement of Financial Performance

for the year ended 31 December 2014



	2014 \$	2013 \$
Revenue		
Membership	107,549	95,066
Grading fees	155,804	138,871
High Performance Team	55,257	149,668
Advertising income	4,995	7,342
Kubz income	20,294	8,911
Grant income	1 101,099	288,743
Other income	61,235	25,832
	<u>506,233</u>	<u>714,433</u>
Expenses		
Membership expenses	47,337	35,309
Grading Expenses	85,679	85,441
National Championships	-	1,739
Kubz Expenditure	18,375	7,526
High Performance Team	57,040	304,167
Operating expenses	88,587	64,309
Kiwisport	51,696	88,097
Administration expenses	2 162,821	154,806
	<u>511,536</u>	<u>741,394</u>
Gross Operating Surplus / (Deficit)	<u>(5,303)</u>	<u>(26,961)</u>
Sundry Income	3 14,358	5,736
	<u>14,358</u>	<u>5,736</u>
Net Surplus / (Deficit)	<u><u>9,055</u></u>	<u><u>(21,225)</u></u>

Statement of Movements in Equity

for the year ended 31 December 2014

	2014 \$	2013 \$
Equity		
Opening equity	106,525	127,750
Net surplus / (deficit)	9,055	(21,225)
Closing Equity	<u><u>115,580</u></u>	<u><u>106,525</u></u>

Statement of Financial Position

as at 31 December 2014



		2014 \$	2013 \$
Equity	4	115,580	106,525
Assets			
Current assets			
Cash and bank		96,314	68,324
Prepayments		-	-
Investments	5	107,569	66,799
Inventory		12,852	17,412
Interest receivable		-	-
Trade and other receivables		13,833	59,791
Total current assets		230,569	212,326
Non-Current Assets			
Property, plant and equipment	6	7,118	8,644
Total non-current assets		7,118	8,644
Total assets		237,686	220,970
Liabilities			
Current liabilities			
Trade and other payables	7	65,390	63,979
Grants in Advance		56,716	50,466
Total liabilities		122,107	114,445
Net Assets		115,580	106,525

The Board present their Annual Report being the financial statements for the year ended 31 December 2014.

Signed for and on behalf of


 Mr Dennis Burns - Chair
 1 April 2015


 Mr Peter Graham - Board Member
 1 April 2015

The notes on pages 7 to 11 form part of, and should be read in conjunction with, these Financial Statements

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FINANCIAL REPORT (CONTINUED)

Statement of accounting policies



Reporting entity

The International Taekwon-Do Foundation of New Zealand Inc is an Incorporated Society within the meaning ascribed to that term by section 4 of the Incorporated Societies Act 1908, and is governed by the Board.

Basis of preparation

Unless otherwise specified, the measurement base adopted is that of historical cost.

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, and comprise statements of: accounting policies, financial performance, movements in equity, financial position, as well as the notes to these statements.

Reporting Framework

The society has elected to continue to apply NZ Financial Reporting Standards and Statements of Standard Accounting Practice ("Old GAAP"), applying differential reporting exemptions. Under XRB A1 Accounting Standards Framework an entity applying differential reporting is exempt from certain requirements of financial reporting standards if it satisfies the criteria laid down in the framework.

The society is able to apply these standards and exemptions because it has no public accountability and is not large (as defined in XRB A1).

All available differential reporting exemptions allowed under the framework have been adopted.

Revenue recognition

Revenue from services rendered is recognised in the Statement of Financial Performance in proportion to the stage of completion of the service at the reporting date. Revenue for services not provided at balance date is recorded as revenue in advance.

Grants are initially recognised as grants in advance when the Society has met the conditions of the grant. Grants that compensate the Society for expenses incurred are recognised in the Statement of Financial Performance on a systematic basis in the same periods as the expenses are recorded. Grants that compensate the Society for the cost of an asset are recognised as deferred income and then recognised in the Statement of Financial Performance on a systematic basis over the useful life of the asset.

Cash and bank

Cash is regarded as those sums held on current account or in notes and coins for use in the day-to-day management.

Interest Receivable

Interest receivable is the accrued interest on investments from the last interest payment date to the balance date.

Trade and other receivables

Accounts receivable are stated at estimated realisable value after providing against debts where collection is doubtful. Bad debts are written off during the period in which they are identified.

Statement of accounting policies



Inventory

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Cost is based on the first-in first-out principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing condition and location.

Property, plant and equipment

Property, plant and equipment is stated at cost, or fair value if donated, less accumulated depreciation and impairment losses. Plant property and equipment have not been revalued.

Where an item of property, plant or equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Depreciation

Fixed Assets are depreciated so as to charge their acquisition value over their estimated useful life on a diminishing value or straight line basis. The following rates have been used:

Competition Equipment	11.0% - 60.0% diminishing value
Office Equipment	20.0% - 60.0% diminishing value
Intangible assets	10.0% straight line

Liabilities

Liabilities are recognised when the goods and services to which they relate are received. Liabilities are carried at the amount of cash, which is required to settle those liabilities. Funds received to which conditions are attached are recognised as revenues unless, in the opinion of the Board, the conditions cannot be fulfilled.

Deferred income

Deferred income is recorded at the fair value of the grant or asset received less accumulated amortised grant income recognised in the Statement of Financial Performance.

Goods and Services Tax

All amounts are shown exclusive of Goods & Services Tax (GST), except for accounts receivable and accounts payable which are shown inclusive of GST.

Taxation

In accordance with Section CW46 of the Income Tax Act 2007, the Society is exempt from income tax as it is deemed to be an amateur sports promoter.

Changes in Accounting Policies

There have been no changes in accounting policies and all accounting policies have been applied on a consistent basis with those of the previous period.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements

for the year ended 31 December 2014



1 Grants		2014	2013
Trust		\$	\$
Sport NZ - Community Sport		-	32,500
Pub Charities		3,349	-
Sport New Zealand		25,000	21,250
Lion Foundation		-	4,500
Infinity Foundation		-	6,697
Sport Bay of Plenty		2,000	-
Sport Auckland		43,125	17,655
Sport Gisborne		3,625	-
Sport Counties Manukau		8,000	17,136
High Performance Sport NZ		10,000	152,356
Pelorus Trust		3,000	-
Four Winds		3,000	-
Sport Waitakere		-	20,287
Sport Wellington		-	16,362
Total Grant income		101,099	288,743
		2014	2013
2 Administration Expenses		\$	\$
Fees Paid to Auditors			
- Audit fees		6,500	6,500
- Other Services - Formatting of financial statements		-	1,500
Depreciation	6	3,873	6,138
Loss on disposal		101	2,042
Other administration expenses		152,348	138,626
Total administration expenses		162,821	154,806
		2014	2013
3 Sundry Income		\$	\$
Interest received		5,447	5,654
Other		8,911	82
Total Other Income		14,358	5,736
		2014	2013
4 Equity		\$	\$
Retained Earnings		112,554	105,064
World championships team reserve		3,026	1,461
Total Equity		115,580	106,525
		2014	2013
5 Investments		\$	\$
ASB Term Deposits		107,569	66,799
		107,569	66,799

Notes to the Financial Statements

for the year ended 31 December 2014



6 Plant, property & equipment

2014

	Cost	Accum Depn	Carrying Value
	\$	\$	\$
Office equipment	2,972	2,664	309
Competition Equipment	20,731	15,507	5,224
Trademark	5,295	3,710	1,585
Total property, plant & equipment	28,998	21,881	7,118

2013

	Cost	Accum Depn	Carrying Value
	\$	\$	\$
Office Equipment	2,972	2,257	715
Competition Equipment	18,467	12,653	5,814
Trademark	5,295	3,180	2,115
Total property, plant & equipment	26,734	18,090	8,644

Depreciation

	2014	2013
	\$	\$
Competition Equipment	2,936	4,663
Office Equipment	407	945
Trademark	530	530
	3,873	6,138

7 Trade and other payables

	2014	2013
	\$	\$
Trade payables	19,611	21,258
Revenue in advance	28,023	26,464
Accrued payables	6,500	6,500
GST payable	9,720	8,221
Master Leong project	1,536	1,536
Total Equity	65,390	63,979

8 Contingent Liabilities

The entity is not aware of any contingent liabilities as at the Balance Date (2013: Nil).

9 Capital Commitments

In the opinion of the Board, they are not aware of any commitments to purchase capital assets or any outstanding financial commitments as at balance date (2013: Nil).

10 Operating Lease Commitments

The Foundation has entered into a rental agreement with Paul M Limited for the rent of a property at Marua Road.

	2014	2013
	\$	\$
Lease payable within one year	7,000	7,000
	7,000	7,000



Notes to the Financial Statements

for the year ended 31 December 2014

11 Related Parties

Master M Bhana is a related party on account of being a Board Member of the Foundation. The Foundation paid Master M Bhana examiners fees, included in grading expenses.

Mr P Graham is a related party on account of being a Board Member of the Foundation. Both years, the Foundation paid Mr P Graham examiners fees, included in grading expenses.

Mr V Pygott is a related party on account of being a Board Member of the Foundation. The Foundation paid Mr V Pygott examiners fees, included in grading expenses.

Mrs S Pygott is a related party on account of being the spouse of Mr V Pygott a Board Member of the Foundation. The Foundation paid Mrs S Pygott for administration services, included in administration expenses (see note 2).

(2013: Same as above.

International Taekwon-Do Foundation of New Zealand Inc paid fees for the New Zealand team to compete in the World Championships Tournament).

Related party transactions were undertaken on an arms length basis.



