

**Auckland University Students Association Incorporated
Consolidated Financial Statements
For the year ended 31 December 2016**

Auckland University Students Association Incorporated
Consolidated Financial Statements
For the Year Ended 31st December 2016

Contents	Page
Directory	1
Audit Report	2
Approval of Performance Report	3
Consolidated Statement of Comprehensive Revenue and Expenses	4
Consolidated Statement of Movements in Accumulated Funds	6
Consolidated Statement of Financial Position	7
Consolidated Cash Flow Statement	8
Notes to the Accounts	9

Auckland University Students Association Incorporated

Directory

As at 31st December 2016

Incorporation Number	221373
Charities Commission Registration Number	CC29797 (Registered 30 June 2008)
Foundation Date	24 June 1891
Nature of Trust	Education, Social Services, & Promotion of Volunteering
Members	Auckland University Students Association Incorporated The Kennedys Limited The AUSA Bar Trust The AUSA Property Trust The AUSA Media Trust University Bookshop Limited The UBS Trust Campus Radio BFM Limited
Registered Office	4 Alfred Street Auckland
Auditors	Walker Wayland Auckland Level 7, 53 Fort Street, Auckland 1010

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*



INDEPENDENT AUDITOR'S REPORT

To the Members of Auckland University Students' Association (Incorporated) Group

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Auckland University Students' Association (Incorporated) Group on pages 4 to 18, which comprise the Consolidated Statement of Financial Position as at 31 December 2016, and the Consolidated Statement of Comprehensive Revenue and Expenses and Consolidated Statement of Movements in Accumulated Funds and Consolidated Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Auckland University Students' Association (Incorporated) present fairly and are prepared in accordance with "Public Benefit Entity International Public Sector Accounting Standards as appropriate for Tier 2 Not-For-Profit Reduced Disclosure Regime, in all material respects, for the purpose of reporting to the University of Auckland.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Association in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Boards, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our firm has previously carried out additional services for Auckland University Student's Association (Incorporated) Group in the area of assistance to format the consolidated financial statements. This service has not impaired our independence as auditor. The firm has no other relationship with, or interest in, the Group.

Responsibilities of Those Charged with Governance for the Consolidated Financial Statements

The Executive is responsible on behalf of Auckland University Students' Association (Incorporated) Group for the preparation and fair presentation of the consolidated financial statements in accordance with the rules and policies as set out in the Group's accounting policies, and for such internal control as those charged with governance determine is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Executive is responsible on behalf of the Group for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Executive either intends to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material, if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these non-consolidated financial statements.

A further description of our responsibilities for the audit of these special purpose non-consolidated financial statements is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/>

This description forms part of our independent auditor's report.

Our audit was completed on 23 November 2018 and our unqualified opinion is expressed as at that date.

Walker Wayland Auckland
Chartered Accountants

Auckland University Students Association Incorporated

Approval of Performance Report

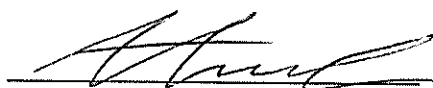
For the Year ended 31st December 2016

The Executive is pleased to present the approved financial report including the historical financial statements of Auckland University Students Association Incorporated for the year ended 31 December 2016.

APPROVED

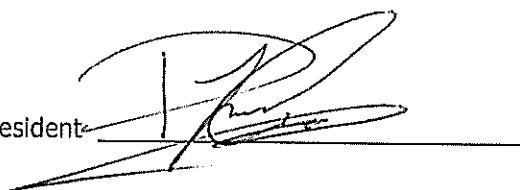
For and on behalf of the Group;

AUSA President



Dated this 23 day of November 2018.

AUSA Vice Finance President



Dated this 23 day of November 2018.

The accompanying notes form part of these financial statements.

Auckland University Students Association Incorporated

Consolidated Statement of Comprehensive Revenue and Expenses

For the Year Ended 31st December 2016

	<i>GROUP 2016</i>	<i>GROUP 2015</i>
	\$	\$
REVENUE		
<u>Revenue from exchange transactions</u>		
Advertising Fees	266,673	332,653
Hire Fees	-	48,812
Interest Received	104,835	87,086
Rent Received	1,091,942	1,091,345
AUSA Student Services	156,221	91,652
Bar Sales	1,000,667	728,876
Book Sales	9,833,461	10,406,434
Campus Radio Sales & Services	49,789	55,242
Operating Expenses Recovered	82,102	85,495
Other Income	15,489	18,063
<u>Revenue from non-exchange transactions</u>		
Donations Received	15,520	67,102
Grants & Sponsorships	612,074	526,227
TOTAL REVENUE	13,228,773	13,538,986
DIRECT COSTS		
Bar Purchases	315,091	230,368
Book Purchases	6,928,217	7,365,324
AUSA Purchases	117,458	174,414
Campus Radio BFM Purchases	130,004	57,830
Total	7,490,769	7,827,935
GROSS SURPLUS FROM TRADING	\$5,738,004	\$5,711,051

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated
Consolidated Statement of Comprehensive Revenue and Expenses
For the Year Ended 31st December 2016

	<i>GROUP 2016</i>	<i>GROUP 2015</i>
	<i>\$</i>	<i>\$</i>
Surplus from Trading	5,738,348	5,711,396
Less Expenses		
Administrative Costs	521,068	560,384
Audit Fees	47,876	34,775
Event Costs	129,357	69,034
Finance Costs	234,672	150,965
Other Expenses	522,421	412,847
Property & Building Costs	761,036	787,650
Repairs & Maintenance	99,706	61,799
Student Activities & Welfare	159,399	136,241
Wages & Salaries	<u>2,934,100</u>	<u>2,836,323</u>
Total Expenses	5,409,637	5,050,018
Net Surplus Before Depreciation	<u>328,712</u>	<u>661,379</u>
Less Depreciation		
Depreciation as per Schedule	126,140	120,651
Depreciation - Loss on Sale	5,687	-
Depreciation Recovered	-	<u>(127,240)</u>
Net Depreciation Adjustment	<u>131,828</u>	<u>(6,589)</u>
Surplus Before Capital Profit	<u>196,884</u>	<u>667,968</u>
Realised capital profits	-	335,848
TOTAL SURPLUS & COMPREHENSIVE INCOME	<u><u>\$196,884</u></u>	<u><u>\$1,003,815</u></u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated
Consolidated Statement of Movements in Accumulated Funds
For the Year Ended 31st December 2016

	<i>Note</i>	GROUP \$	2016	GROUP \$	2015
ACCUMULATED FUNDS AT START OF YEAR			10,158,495		9,154,680
REVENUE					
Net Surplus for the Year			196,884		1,003,815
Total Recognised Revenues and Expenses for the Year			<u>196,884</u>		<u>1,003,815</u>
Transfer from (to) Student Welfare			6,834		-
			<u>6,834</u>		<u>-</u>
ACCUMULATED FUNDS AT END OF YEAR			<u><u>\$10,362,213</u></u>		<u><u>\$10,158,495</u></u>

*The accompanying notes form part of these financial statements.
 These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated
Consolidated Statement of Financial Position
As at 31st December 2016

	<i>Note</i>	<i>GROUP</i> \$	<i>2016</i>	<i>GROUP</i> \$	<i>2015</i>
CURRENT ASSETS					
Cash and cash equivalents	6		2,988,109		2,674,688
Receivables from exchange transactions	13		587,919		475,201
Inventories	7		2,337,907		2,990,581
Investments	10		<u>1,708,878</u>		<u>1,667,074</u>
Total current assets			7,622,813		7,807,544
NON-CURRENT ASSETS					
Property, plant & equipment	8		6,608,890		6,524,387
Investments	10		29,481		59,073
Intangibles	9		<u>132,052</u>		<u>-</u>
Total non-current assets			6,770,423		6,583,460
TOTAL ASSETS			<u>14,393,235</u>		<u>14,391,004</u>
CURRENT LIABILITIES					
Cash and cash equivalents			-		1,284
GST due for payment			41,256		42,345
Payables under exchange transactions	14		1,685,894		1,890,255
Employee benefit liabilities			<u>187,839</u>		<u>182,592</u>
Total current liabilities			1,914,990		2,116,477
NON-CURRENT LIABILITIES					
Term liabilities	11		<u>2,116,032</u>		<u>2,116,032</u>
Total non-current liabilities			2,116,032		2,116,032
TOTAL LIABILITIES			<u>4,031,022</u>		<u>4,232,509</u>
NET ASSETS			<u>\$10,362,213</u>		<u>\$10,158,495</u>
Represented by:					
EQUITY					
Accumulated Funds			<u>10,362,213</u>		<u>10,158,495</u>
TOTAL EQUITY			<u>\$10,362,213</u>		<u>\$10,158,495</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated
Consolidated Cash Flow Statement
For the Year Ended 31st December 2016

	<i>Note</i>	<i>GROUP</i>	<i>2016</i>	<i>GROUP</i>	<i>2015</i>
		\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts					
Cash Receipts from Goods and Services		11,207,078		11,802,404	
Interest, Dividends and other investment receipts		105,180		87,431	
Rents Received		1,174,044		1,176,841	
Grants, Sponsorships and Donations Received		627,594		593,330	
		<u>13,113,895</u>		<u>13,660,005</u>	
Payments					
Supplier Payments		9,473,894		11,119,544	
Employee Costs		2,934,028		1,508,965	
Net GST paid to IRD		30,673		8,516	
		<u>12,438,595</u>		<u>12,637,025</u>	
Net Cash Inflow (Outflow) from Operating Activities		<u>675,300</u>		<u>1,022,980</u>	
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Property, Plant and Equipment		6,490		1,550,000	
Purchase of Property, Plant and Equipment		(222,821)		(117,393)	
Purchase of Intangible assets		(132,052)		-	
Purchase of Investments		(12,212)		(1,567,776)	
		<u>(360,596)</u>		<u>(135,169)</u>	
Net Cash Inflow (Outflow) from Investing Activities		<u>(360,596)</u>		<u>(135,169)</u>	
NET INCREASE (DECREASE) IN CASH HELD		<u>314,705</u>		<u>887,812</u>	
Cash and cash equivalents as at 1 January 2016		2,673,404		1,785,592	
Cash and Cash Equivalents as at 31 December 2016	6	<u><u>2,988,109</u></u>		<u><u>2,673,404</u></u>	

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

1. STATEMENT OF ACCOUNTING POLICIES

Reporting entity

The reporting entity is the Auckland University Students Association Incorporated which is domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005.

The financial statements, comprising the Incorporated Society and its controlled entities, together "the Group", are presented for the year ended 31 December 2016.

The financial statements for the year ended 31 December 2016 were approved and authorised for issue on 23 November 2018.

Statement of Compliance

The financial statements are prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with 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, Auckland University Students Association Incorporated 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 Executive has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions. This decision results in not preparing a Statement of Service Performance for both reporting periods.

Specific Accounting Policies

In the preparation of this Performance Report the specific accounting policies are as follows:

(a) Property, Plant & Equipment

The entity has the following classes of Property, Plant & Equipment;

Investment Properties	0% SL
Motor Vehicles	20% SL
Furniture & Fittings	10 - 33.34% SL
Office Equipment	10 - 48% SL
Plant & Equipment	2.5 - 36% SL

All property, plant & equipment, except for land and buildings, is stated at cost less depreciation. Depreciation has been calculated using rates calculated to allocate the cost of valuation of the asset less any estimated residual value over its remaining useful life.

(b) Intangibles

Intangible assets are initially recorded at cost and subsequently measured using the Cost model, being cost less accumulated amortisation and impairment.

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset in which it relates. All other expenditure including expenditure on internally generated goodwill and brand, is recognised in surplus or deficit.

Campus Radio BFM Limited, a Group entity, is a non commercial broadcaster and holds a radio license that is valid till 2 April 2031. It has a transmitter located at Skytower and covers the geographical area of Auckland City Council including Rodney and Franklin wards. As this license is non-commercial, it cannot be sold to another broadcaster. the license was initially obtained by the entity at no cost and there is no ongoing fee to pay as license renewal.

(c) **Goods & Services Tax**

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(d) **Taxation**

The Inland Revenue Department has granted the Association exemption from taxation on the condition that certain provisions of the Income Tax Act 2007 are met each year. These provisions require that the Association remains a Charitable Association and that no individual profits from the activities of the Association. Should the current charitable nature of the operation change, taxation may be payable on profits from trading operations with non-members.

(e) **Inventories**

Inventory is initially measured at cost and subsequently measured at the lower of cost, determined on a first-in-first out basis, and net realisable value.

Cost includes expenditure incurred in acquiring the inventories in bringing them to their existing location and condition.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of selling expenses.

(f) **Investments**

Share investments in listed companies are stated at their fair value. Initially they are recorded at cost, and are then valued at market bid price at the Statement of Financial Position date in subsequent periods. Any gains or losses generated as a result of revaluation is recognised in the Statement of Financial Performance

Other investments are stated at cost less any amortisation. Amortisation is recognised in the Statement of Financial Performance.

(g) **Employee Benefits**

Short-term employee benefit liabilities are recognised when the Group has a legal or constructive obligation to remunerate employees for services provided with 12 months of reporting date, and is measured on an undiscounted basis and expensed in the period in which employment services are provided.

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

(h) **Operating Leases**

Operating leases are those which all the risks and benefits are substantially retained by the lessor. Operating lease payments are expensed in the periods the amounts are payable.

(i) **Cash and Cash Equivalents**

Cash and Cash Equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less other than those that are not held for the purpose of meeting short-term cash commitments, plus bank overdrafts. Bank overdrafts are shown on the balance sheet as current liabilities within short term borrowings.

(j) **Revenue from Exchange Transactions**

Sales of goods and services are recognised when they have been delivered and accepted by the customer.

Dividend revenue is recognised when the shareholders' right to receive the payment is established.

(k) **Revenue from Non-Exchange Transactions**

Donations received are included in operating revenue. If particular conditions are attached to a donation that would require it to be repaid if these conditions are not met, then the donation is recorded as a liability until the conditions are satisfied.

Donated goods or services (other than donated assets) are not recognised.

Where significant donated assets are received with useful lives of 12 months or more, and the fair value of the asset is readily obtainable, the donation is recorded at the value of the asset obtained. Where the fair value of the asset is not readily obtainable, the donation is not recorded. Donated assets with useful lives less than 12 months are not recorded.

Grants received are included in operating revenue. If particular conditions are attached to a grant that would require it to be repaid if these conditions are not met, then the grant is recorded as a liability until the conditions are satisfied.

(l) **Receivables**

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

(m) **Significant Management Judgements**

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

The following are significant management judgements in applying the accounting policies of the Company that have the most significant effect on the financial statements:

Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets.

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

Net realisable value of inventories

Net realisable value of inventories, having regard to inventory aging and assumptions as to future market conditions, and have estimated the necessary provision for obsolescence, in accordance with accounting policy at Note 1 (e).

(n) Financial Instruments - Financial Assets

At initial recognition, the Group determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised Cost

Includes assets where the Group intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired.

Fair Value

Financial assets not held at amortised cost or cost are held at fair value and include financial derivatives such as forward contracts and interest rate swaps. Assets are subsequently measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Where no active market price is available, the instrument shall be measured at the fair value for a prior year less any accumulated impairment loss.

Gains and losses are recognised in profit or loss for movements in the fair value of the assets and when the assets are derecognised.

(o) Financial Instruments - Financial Liabilities

Financial liabilities, including borrowings and bank overdrafts, are initially measured at fair value, net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in profit or loss on an effective yield basis.

(p) Going Concern

These financial statements have been prepared on the basis that the Group is a going concern.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2015:\$0).

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

3. RELATED PARTIES

Key management personnel remuneration:

The Group classifies its key management personnel into the following classes:

- Members of the governing body, being the Executive, Trustees, and Company Directors
- Key Management Personnel

Members of the governing body are paid an honorarium or are paid sitting fees on an independent contractor basis.

Key management personnel are employed as employees of a group entity, on normal employment terms.

	2016		2015	
	Remuneration \$	Number of individuals	Remuneration \$	Number of individuals
Members of governing body	189,970	30 People	182,464	30 People
Key Management Personnel	<u>575,474</u>	11 People	<u>596,333</u>	11 People
	<u><u>765,444</u></u>		<u><u>778,797</u></u>	

Related party transactions and outstanding balances with other entities in a group are disclosed in an entity's financial statements. Intragroup related party transactions and outstanding balances are eliminated in the preparation of consolidated financial statements for the group.

Mr Browne is a director of University Bookshop Limited and a director of UBS Trust's accountants: Brownes CA Limited, who provided accounting services to UBS Trust during the year totalling \$36,200 (2015: \$31,600).

Benjamin Taylor is the director of First Pour Limited and The Kennedy's Limited. In the current year, there was \$Nil stock purchased from First Pour Limited (2015: \$20,004).

Richard Kenneth Innes is a Director and Shareholder of Barak Investments Limited and a Trustee of the AUSA Property Trust. During the year, the AUSA Property Trust purchased Property Management Services for \$19,210 (2015: \$22,671), Consultancy Fees of \$Nil (2015: \$15,500) and Leasing Commission of \$22,800 (2015: \$Nil) on normal trading terms from Barak Investments Limited. Barak Property Investments Ltd owes AUSA Property Trust \$1,407 at balance date, being the net funds held for the rent and opex account.

John Brown is a Partner of Brown Partners Lawyers and a Trustee of The AUSA Property Trust. The AUSA Property Trust purchased legal services from Brown Partners Lawyers for \$9,193 (2015: \$7,356) on normal trading terms.

Stephen Grey is a director in Campus Radio BFM Limited. He is also a director in Chester Grey Accountants Limited which provides the accounting support function to Campus Radio BFM Limited. The amount invoiced during the year for accounting services was \$40,790 (2015: \$3,108). Balance

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

owing to Chester Grey was \$3,909 (2015: Nil).

The elected 2016 year president of Auckland University Students Association Incorporated automatically serves as a member on the board of the University of Auckland. AUSA received rental income of \$621,491 (2015: \$621,491) from the University of Auckland as per the Deed of Settlement, Section 27. AUSA also paid rent to the University of Auckland for the use of 6 offices in the Old Choral Hall of \$33,465 (2015: \$33,465).

AUSA had a trade debtor balance owing from the University of Auckland, of \$56,352 as at 31 December 2016 (2015: 56,352).

4. SECURITIES AND GUARANTEES

The Group had an overdraft facility of \$25,000 with ANZ Bank at an interest rate of 10% p.a.

5. CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

Financial Assets

Loans and Receivables:

Cash & Cash Equivalents	2,988,109	2,674,688
Receivables through Exchange Transactions	529,971	401,925
Investments	<u>1,738,359</u>	<u>1,726,147</u>
	5,256,439	4,802,760

Financial Liabilities

At amortised cost:

Cash & Cash Equivalents (Bank Overdrafts)	-	1,284
Trade and Other Creditors	1,873,734	2,072,848
Term Liabilities	<u>2,116,032</u>	<u>2,116,032</u>
	3,989,766	4,188,880

6. CASH & CASH EQUIVALENTS

Cash & Equivalents - AUSA Incorporated	245,737	154,235
Cash & Equivalents - AUSA Property Trust	101,440	386,068
Cash & Equivalents - The Kennedys Ltd & AUSA Bar Trust	164,980	119,560
Cash & Equivalents - UBS Trust & UBS Ltd	2,469,022	2,014,825
Cash & Equivalents - Campus Radio BFM Ltd	6,930	-
Cash and bank accounts	<u>2,988,109</u>	<u>2,674,688</u>

Bank Overdrafts

Cash & Equivalents - Campus Radio BFM Ltd	-	1,284
	<u>-</u>	<u>1,284</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

7. INVENTORIES

	2016	2015
	\$	\$
Inventories - Bookshop (On Hand)	2,151,011	2,828,120
Inventories - Bookshop (In Transit)	332,136	305,199
Inventories - Bar	2,580	4,091
Inventories - Campus Radio BFM	2,180	3,171
Provision for Stock Obsolescence	<u>(150,000)</u>	<u>(150,000)</u>
Total Inventories	<u><u>2,337,907</u></u>	<u><u>2,990,581</u></u>

Inventory Commitments

No inventories whatsoever are specifically and separately pledged as security for liabilities. Inventories are generally subject to retention of title clauses.

8. PROPERTY, PLANT & EQUIPMENT

	2016	2015
	\$	\$
Investment Properties		
At cost	6,822,118	6,731,300
Less accumulated depreciation	<u>(421,302)</u>	<u>(414,054)</u>
	<u>6,400,816</u>	<u>6,317,246</u>
Current year depreciation	<u>7,248</u>	<u>5,921</u>
	<u>7,248</u>	<u>5,921</u>
Motor Vehicles		
At cost	104,781	67,263
Less accumulated depreciation	<u>(71,566)</u>	<u>(64,821)</u>
	<u>33,215</u>	<u>2,442</u>
Current year depreciation	<u>6,745</u>	<u>107</u>
	<u>6,745</u>	<u>107</u>
Furniture & Fittings		
At cost	1,684,454	1,657,842
Less accumulated depreciation	<u>(1,600,219)</u>	<u>(1,520,090)</u>
	<u>84,235</u>	<u>137,752</u>
Current year depreciation	<u>80,130</u>	<u>104,096</u>
	<u>80,130</u>	<u>104,096</u>
Office Equipment		
At cost	650,030	632,378
Less accumulated depreciation	<u>(613,219)</u>	<u>(596,330)</u>
	<u>36,811</u>	<u>36,048</u>
Current year depreciation	<u>16,889</u>	<u>4,362</u>
	<u>16,889</u>	<u>4,362</u>

The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

Plant & Equipment			
At cost		335,075	297,032
Less accumulated depreciation		<u>(281,262)</u>	<u>(266,133)</u>
		<u>53,813</u>	<u>30,899</u>
Current year depreciation		<u>15,129</u>	<u>6,164</u>
		<u>15,129</u>	<u>6,164</u>
Total Property, Plant & Equipment		<u>\$6,608,890</u>	<u>\$6,524,387</u>
Total Depreciation for the year		<u>\$126,141</u>	<u>\$120,650</u>
9. INTANGIBLES			
Website Development		<u>132,052</u>	<u>-</u>
Total Intangibles		<u>132,052</u>	<u>-</u>
No amortisation occurred in the current year as the asset was not completed.			
10. INVESTMENTS			
Term Deposits Held			
Current Investments:			
BNZ Term Deposit - AUSA Property Trust 3019	Int Rate: 2.98%p.a.	169,751	164,078
BNZ Term Deposit - AUSA Property Trust 3020	Int Rate: 1.80%p.a.	<u>1,539,127</u>	<u>1,502,996</u>
Total		<u>1,708,878</u>	<u>1,667,074</u>
Non Current Investments:			
ANZ Term Deposit - Campus Radio BFM Ltd	Int Rate: 0.50%p.a.	<u>29,481</u>	<u>59,073</u>
Total		<u>29,481</u>	<u>59,073</u>
11. TERM LIABILITIES			
Term Liabilities, excluding finance leases, are detailed below along with the original term, security and interest rate as at balance date.			
		2016	2015
		\$	\$
Term liabilities, excluding finance leases, at balance date:			
<u>BNZ Term Loan - 3017</u>	Int Rate: 4.98%p.a	2,116,032	2,116,032
Secured over investment properties held		<u>2,116,032</u>	<u>2,116,032</u>

The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.

Auckland University Students Association Incorporated

Notes to the Consolidated Financial Statements

For the Year Ended 31st December 2016

Repayable as follows:

Greater than five years	2,116,032	2,116,032
Total	<u>2,116,032</u>	<u>2,116,032</u>

12. CAPITAL AND OPERATING LEASE COMMITMENTS

Capital Commitments

The Group had the following capital commitment:

Commitment	Explanation and Timing	2016 \$	2015 \$
Commitment to purchase property, plant and equipment	The board agreed to spending \$12,000 on refurbishing areas of the bar in January and February 2017.	12,000	24,143
	The board approved the replacement of 3 pool tables in 2016.	-	11,000

Operating Lease Commitments

The future non-cancellable minimum lease payments of operating leases as lessee at reporting date are detailed as follows:

	2016 \$	2015 \$
Not later than one year	199,907	204,173
Later than one and not later than five years	258,364	26,944
Total Operating Lease Commitments	<u>458,271</u>	<u>231,117</u>

13. RECEIVABLES FROM EXCHANGE TRANSACTIONS

	2016 \$	2015 \$
Accounts Receivable	510,682	412,367
Other Receivable	19,290	(10,442)
Prepayments	57,947	73,276
	<u>587,919</u>	<u>475,201</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached Compilation Report.*

Auckland University Students Association Incorporated
Notes to the Consolidated Financial Statements
For the Year Ended 31st December 2016

	<i>2016</i>	<i>2015</i>
	\$	\$
14. PAYABLES UNDER EXCHANGE AND NON EXCHANGE TRANSACTIONS		
Payables and deferred revenue under exchange transactions		
Accounts Payable	1,503,699	1,702,815
Other Liabilities	130,404	135,649
Income Received in Advance	<u>51,791</u>	<u>51,791</u>
	<u>1,685,894</u>	<u>1,890,255</u>

15. Events after the reporting date

The Executive and management are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the Group.

*The accompanying notes form part of these financial statements.
 These financial statements should be read in conjunction with the attached Compilation Report.*