

# Financial Report

Badminton Oceania Confederation (INC)  
For the year ended 31 December 2022

Prepared by K T Calvert Taxation Consultant

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# Entity Information

## Badminton Oceania Confederation (INC) For the year ended 31 December 2022

### Legal Name of Entity

Badminton Oceania Confederation (INC)

### Entity Type and Legal Basis

Incorporated Society

### Incorporation Number

2277277 - Incorporated 2/07/2009

### Entity's Purpose or Mission

The development, promotion and support of Badminton in the Oceania Region.

### Executive Board Members

The names of Executive Board members at the date of this report are:

Geraldine Brown	Nigel Skelt	Glenn Cox	Johanna Kou
Loke Poh Wong	Ngaoa Ranginui	Karyn Gibson	

### Entity Structure

The Executive Board oversees the performance and application of the society's mission by the society's staff and officers.

### Main Sources of Entity's Cash and Resources

Grants from the Badminton World Federation (BWF).

### Entity's Reliance on Volunteers and Donated Goods or Services

Badminton Oceania Confederation (INC) has no reliance on volunteers and donated goods and services.

### Physical Address

3 Robert Street, Ellerslie, Auckland, New Zealand, 1051

### Postal Address

PO Box 11216, Ellerslie, Auckland, New Zealand, 1542

# Approval of the Financial Report

## Badminton Oceania Confederation (INC) For the year ended 31 December 2022

The Executive Board are pleased to present the approved financial report including the historical financial statements of Badminton Oceania Confederation (INC) for year ended 31 December 2022 .

The Executive Board has determined that Badminton Oceania Confederation (INC) is not a reporting entity and that this financial report should be prepared in accordance with the Statement of Accounting Policies.

In the opinion of the Executive Board the Financial Report:

1. Presents fairly the financial position of Badminton Oceania Confederation (INC) as at 31 December 2022 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable ground to believe that Badminton Oceania Confederation (INC) will be able to pay its debts as and when they fall due.

### Significant Changes

No Significant change in the nature of these activities occurred during the year.

	2022	2021
<b>Operating Result</b>		
Current Year Earnings	60,398	35,919
<b>Total Operating Result</b>	<b>60,398</b>	<b>35,919</b>

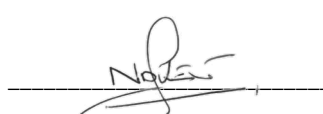
This statement is made in accordance with a resolution of the Executive Board, and is signed for and on behalf of the Executive Board on:

13th April 2023

Date:



Loke Poh Wong, President



Nigel Skelt, Deputy President

# Statement of Financial Performance

## Badminton Oceania Confederation (INC)

For the year ended 31 December 2022

	NOTES	2022	2021
<b>Revenue</b>			
Donations, fundraising and other similar revenue	1	1,107,190	805,056
Revenue from providing goods or services	1	389,914	96,789
Interest, dividends and other investment revenue	1	5,360	3,579
Other revenue	1	32,696	54,617
<b>Total Revenue</b>		<b>1,535,160</b>	<b>960,041</b>
<b>Expenses</b>			
Volunteer and employee related costs	2	546,045	504,838
Costs related to providing goods or service	2	847,567	389,089
Other expenses	2	81,149	30,195
<b>Total Expenses</b>		<b>1,474,762</b>	<b>924,122</b>
<b>Surplus/(Deficit) for the Year</b>		<b>60,398</b>	<b>35,919</b>


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

# Statement of Financial Position

## Badminton Oceania Confederation (INC)

As at 31 December 2022

	NOTES	31 DEC 2022	31 DEC 2021
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash	3	310,794	245,748
Debtors and prepayments	3	5,040	3,581
Other Current Assets	3	334,030	311,370
GST		37,523	21,408
<b>Total Current Assets</b>		<b>687,386</b>	<b>582,107</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	5	3,832	3,199
<b>Total Non-Current Assets</b>		<b>3,832</b>	<b>3,199</b>
<b>Total Assets</b>		<b>691,218</b>	<b>585,306</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Creditors and accrued expenses</b>			
Trade and other payables		145,451	103,331
<b>Total Creditors and accrued expenses</b>		<b>145,451</b>	<b>103,331</b>
Employee costs payable	4	28,289	24,895
<b>Total Current Liabilities</b>		<b>173,740</b>	<b>128,226</b>
<b>Total Liabilities</b>		<b>173,740</b>	<b>128,226</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>517,478</b>	<b>457,080</b>
<b>Accumulated Funds</b>			
Accumulated surpluses or (deficits)	6	517,478	457,080
<b>Total Accumulated Funds</b>		<b>517,478</b>	<b>457,080</b>



Loke Poh Wong, President



Nigel Skelt, Deputy President

13th April 2023

Dated:

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

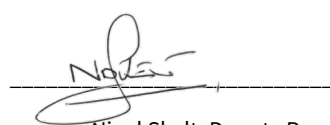
# Statement of Cash Flows

## Badminton Oceania Confederation (INC) For the year ended 31 December 2022

	2022	2021
<b>Cash Flows from Operating Activities</b>		
Donations, fundraising and other similar receipts	1,107,190	805,056
Receipts from providing goods or services	375,791	96,893
Interest, dividends and other investment receipts	5,360	3,579
Cash receipts from other operating activities	55,099	58,460
GST	26,157	30,315
Payments to suppliers and employees	(1,466,482)	(972,666)
Cash flows from other operating activities	(7,469)	87,915
<b>Total Cash Flows from Operating Activities</b>	<b>95,646</b>	<b>109,551</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Receipts from sale of property, plant and equipment	2,289	1,961
Payments to acquire property, plant and equipment	(2,921)	-
Payments to purchase investments	(29,968)	(133,183)
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>(30,600)</b>	<b>(131,222)</b>
<b>Net Increase/(Decrease) in Cash</b>	<b>65,046</b>	<b>(21,671)</b>
<b>Bank Accounts and Cash</b>		
Opening cash	245,748	267,419
Net change in cash for period	65,046	(21,671)
Closing cash	310,794	245,748



Loke Poh Wong, President



Nigel Skelt, Deputy President

13th April 2023

Dated:

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

# Statement of Accounting Policies

## Badminton Oceania Confederation (INC) For the year ended 31 December 2022

### REPORTING ENTITY

Badminton Oceania Confederation (INC) is an incorporated society registered under the Incorporated Societies Act 1908.

The Society is a Not-For-Profit organisation that promotes Badminton as a sport for people of all ages and all abilities.

The special purpose financial report was authorised for issue in accordance with a resolution of the Executive dated 13 April 2023

### BASIS OF PREPARATION

This financial report is a special purpose report to explain Badminton Oceania Confederation (INC) 's financial performance and financial position to the members of the society. It is based on accounting principles commonly used in New Zealand as detailed below. The report should not be used for any other purpose.

### HISTORICAL COST

These special purpose financial statements have been specifically prepared on a historical cost basis, as identified in the specific accounting policies below. The special purpose financial statements are presented in New Zealand (NZ\$) and all values are rounded to the nearest dollar.

### Exceptional Items

Exceptional items are large revenue and/or expense items that do not arise as a result of normal business operations and are not expected to recur. Exceptional items are disclosed in the Statement of Financial Performance where the total value exceeds 5 per cent of revenue.

### Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Society and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

#### Donations, fundraising and other similar revenue

Donations are recognised as revenue upon receipt.

Grant revenue includes grants given by the Badminton World Federation. Grant revenue is recognised when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to income as the conditions are fulfilled.

#### Revenue from providing Goods and Services

The Society receives revenue from team events and special projects within the Oceania region. Revenue is recognised in the period the goods and services are provided.

### Interest Revenue

Interest revenue is recognised as it accrues, using the effective interest method.

### Accounts Receivable

Accounts Receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectible are written off in the period that they are identified.

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These notes should be read in conjunction with the attached Audit Report.



## Foreign Currencies

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date, foreign monetary assets and liabilities are translated at the closing rate, and variations arising from these transactions are included in the Statement of Financial Performance.

Amounts held in foreign currency at balance date are shown at the NZD spot rate for that currency.

USD	31/12/2022 Spot Rate	\$1USD to \$1.5751 NZD	31/12/2021 Spot Rate	\$1USD to \$1.4615 NZD
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## Bank Accounts and Cash

Bank accounts and cash are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

## Property Plant and Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Depreciation is charged on a diminishing value basis over the useful life of the asset, except for land. Land is not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:-

Computer Equipment	40% Cost
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Furniture & Fittings	20% Cost
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Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gains or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

## Income Tax

The Society is approved as an amateur sports promoter and is therefore exempt from income tax under the Income Tax Act 2007.

## Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

## Employee Entitlements

Provision has been made for Badminton Oceania Confederation (INC)'s liability for annual leave. The annual leave provision has been calculated on an actual accumulated entitlement basis at current rates of pay. This equates to the cash amount necessary to settle the obligation as at balance date.

## Leases

### Operating Leases

Operating lease payments, where the lessors effectively retain substantially all the risk and benefits of ownership of the leased items, are recognised as an expense in the profit and loss on a straight line basis over the lease term. Operating lease incentives are recognised as a liability when received and subsequently reduced by allocating lease payments between rental expense and reduction in liability.

## Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a basis consistent with those of the previous period. Certain presentation changes have been made from last year to fulfill the presentation and disclosure requirements of this framework.

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These notes should be read in conjunction with the attached Audit Report.

# Notes to the Financial Report

## Badminton Oceania Confederation (INC) For the year ended 31 December 2022

	2022	2021
<b>1. Analysis of Revenue</b>		
<b>Donations, fundraising and other similar revenue</b>		
BWF - Base & Program Funding	330,779	290,499
BWF - CC HR Grant	336,179	297,918
BWF - Events Grant	66,806	16,416
BWF - Marketing Grant	30,857	-
BWF - Other Grants	96,045	49,571
BWF - Para Badminton Grants	77,149	40,673
BWF - Player Development Grant	131,184	86,204
BWF - Technical Official Grants	38,191	23,775
<b>Total Donations, fundraising and other similar revenue</b>	<b>1,107,190</b>	<b>805,056</b>
<b>Revenue from providing goods or services</b>		
Events - General	26,411	-
Special Projects	137,946	15,984
TEAM Up Income	205,721	80,805
<b>Total Revenue from providing goods or services</b>	<b>370,079</b>	<b>96,789</b>
<b>Interest, dividends and other investment revenue</b>		
Interest Received	5,360	3,579
<b>Total Interest, dividends and other investment revenue</b>	<b>5,360</b>	<b>3,579</b>
<b>Other revenue</b>		
Sponsorship	19,835	-
Covid19 Wage Subsidy	3,000	5,518
Other Income	20,115	37,172
Rent and Office Recoverables	9,582	11,927
<b>Total Other revenue</b>	<b>52,531</b>	<b>54,617</b>
	<b>2022</b>	<b>2021</b>

## 2. Analysis of Expenses

<b>Volunteer and employee related costs</b>		
HR CC Costs	336,565	301,766
Office Ops - Annual Leave	12,316	12,357
Office Ops - Annual Leave reversal prior year	(12,357)	(7,582)
Office Ops - Employment Exp	209,521	198,298
<b>Total Volunteer and employee related costs</b>	<b>546,045</b>	<b>504,838</b>
<b>Costs related to providing goods or services</b>		
Coach Educ - Delivery Costs	53,626	34,742
Events - Grade 3 Events	26,911	13,120
Events - Oceania Para Champs	36,010	-
Events - Training & Dev/ Admin	1,889	3,052

These notes should be read in conjunction with the attached Audit Report.

	2022	2021
Events - Oceania Champs	13,266	5,576
Member Capacity Building	14,413	2,893
Para Development	38,682	22,303
Para Participation	38,766	16,323
Player Development	157,455	86,818
Shuttle Time - Equipment	80,775	54,388
Shuttle Time - Other Expenses	25,000	22,500
Shuttle Time Course Delivery - by country	35,251	47,038
Special Projects	132,933	11,371
TEAM Up	194,943	80,805
Office Ops - TEAM Up Mgmt & Ops Costs	(43,776)	(35,606)
Tech Official - National TO Development	34,089	20,922
Tech Official - Referee Development	-	2,843
Tech Official - TO Special Assistance	7,334	-
<b>Total Costs related to providing goods or services</b>	<b>847,567</b>	<b>389,089</b>
<b>Other expenses</b>		
Governance - AGM Expenses	765	1,778
Governance - Other Meeting Exp	16,337	2,115
Marketing and Communications	32,226	4,051
Office Ops - Communication Exp	5,714	3,823
Office Ops - Depreciation	2,289	1,961
Office Ops - Finance Expenses	6,736	3,816
Office Ops - Office Expenses	41,382	41,380
Office Ops - Other Expenses	3,668	991
Office Ops - Subscriptions	4,928	4,374
Office Ops - Travel Expenses	6,274	(794)
Office Ops - Offset Costs	(39,169)	(33,300)
Rounding	-	-
<b>Total Other expenses</b>	<b>81,149</b>	<b>30,195</b>

### Cost Recoveries

Cost Recovery accounts would normally be reported under Revenue however they are shown here under Expenses to reflect the true cost of the expense. This is a departure from generally accepted accounting practice.

	2022	2021
<b>Net Volunteer and Employee related costs</b>		
Office Ops - Employment Exp	209,521	198,298
Office Ops - Annual Leave	12,316	12,357
Office Ops - Annual Leave reversal prior year	(12,357)	(7,582)
HR CC Costs	336,565	301,766
Covid19 Wage Subsidy	(3,000)	(5,518)
<b>Total Net Volunteer and Employee related costs</b>	<b>543,045</b>	<b>499,320</b>

These notes should be read in conjunction with the attached Audit Report.

	2022	2021
<b>3. Analysis of Assets</b>		
<b>Bank accounts and cash</b>		
ASB Business Saver (50)	274,834	151,671
ASB Cheque Account (00)	25,181	5,410
ASB TEAM Up Account (51)	10,778	88,667
<b>Total Bank accounts and cash</b>	<b>310,794</b>	<b>245,748</b>
<b>Debtors and prepayments</b>		
Prepayments	5,040	3,581
<b>Total Debtors and prepayments</b>	<b>5,040</b>	<b>3,581</b>
<b>Other current assets</b>		
ASB Bank Term Deposit (82)	-	243,820
ASB Bank Term Deposit (83)	334,030	60,242
ASB USD Currency Account	-	7,308
<b>Total Other current assets</b>	<b>334,030</b>	<b>311,370</b>
	2022	2021
<b>4. Analysis of Liabilities</b>		
<b>Creditors and accrued expenses</b>		
Accounts Payable (Xero)	59,965	4,527
Funds Unexpended	81,985	87,996
Funds Held On Behalf of Member State	-	7,308
Sundry Creditors	3,500	3,500
<b>Total Creditors and accrued expenses</b>	<b>145,451</b>	<b>103,331</b>
<b>Employee costs payable</b>		
Accrued Annual Leave	12,316	12,357
KiwiSaver	2,310	1,563
PAYE	7,431	5,190
Student Loan Repayments	-	43
Wages & Salaries Payable	6,232	5,742
<b>Total Employee costs payable</b>	<b>28,289</b>	<b>24,895</b>
<b>Other current liabilities</b>		
GST	(37,523)	(21,408)
<b>Total Other current liabilities</b>	<b>(37,523)</b>	<b>(21,408)</b>

These notes should be read in conjunction with the attached Audit Report.

	2022	2021
<b>5. Property, Plant and Equipment</b>		
<b>Furniture and Fittings</b>		
Furniture and fittings owned	4,531	4,531
Accumulated depreciation - furniture and fittings owned	(3,624)	(3,398)
<b>Total Furniture and Fittings</b>	<b>906</b>	<b>1,133</b>
<b>Other Fixed Assets</b>		
<b>Office Equipment owned</b>		
Office Equipment	21,398	18,477
<b>Total Office Equipment owned</b>	<b>21,398</b>	<b>18,477</b>
<b>Accumulated depreciation - Office Equipment owned</b>		
Less Accumulated Depreciation on Office Equipment	(18,472)	(16,410)
<b>Total Accumulated depreciation - Office Equipment owned</b>	<b>(18,472)</b>	<b>(16,410)</b>
<b>Total Other Fixed Assets</b>	<b>2,925</b>	<b>2,066</b>
<b>Total Property, Plant and Equipment</b>	<b>3,832</b>	<b>3,199</b>
	2022	2021

## 6. Accumulated Funds

<b>Accumulated Funds</b>		
Opening Balance	457,080	421,161
Accumulated surpluses or (deficits)	60,398	35,919
<b>Total Accumulated Funds</b>	<b>517,478</b>	<b>457,080</b>
<b>Total Accumulated Funds</b>	<b>517,478</b>	<b>457,080</b>

## 7. Financial Instruments

### Credit Risk

The values attached to each financial asset in the Statement of Financial position represents the maximum risk.

### Concentrations of Credit Risk

Badminton Oceania Confederation (INC) is exposed to credit risk concentration in that a substantial proportion of grant income is received from the Badminton World Federation (BWF). However, credit risk is considered low.

### Fair Value

The carrying amount of bank balances, accounts receivable, investments and accounts payable is the fair value for each of these classes of financial instrument.

These notes should be read in conjunction with the attached Audit Report.

## Currency and Interest Rate Risk

The interest rate on the bank account is variable. Badminton Oceania Confederation (INC) seeks to obtain the most competitive market rate of interest at all times. Badminton Oceania Confederation (INC) is exposed to foreign exchange risk resulting from the exchange rate ruling at the transaction date.

	2022	2021
<b>8. Commitments</b>		
Less Than 1 year	32,212	29,330
1 to 2 Years	32,212	32,212
2 to 5 years	-	32,212
<b>Total Commitments</b>	<b>64,424</b>	<b>93,754</b>

Operating lease commitments, under non-cancellable operating to which Badminton Oceania Confederation (INC) is subject to detailed above.

Badminton Oceania Confederation (INC) signed a new lease on 1st January 2020, for the same premises, on similar terms to the preceding lease ended December 2021. New lease term ends 31 December 2024.

## 9. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 December 2022 (Last year - nil).

## 10. Segment Accounting

Badminton Oceania Confederation (INC) operates within the Oceania Region. It is wholly involved in promoting the amateur sport of Badminton.

## 11. Related Party Transactions

During the year Badminton Oceania Confederation (INC) provided services in exchange for funding at arms-length value to the Badminton World Federation (BWF). No related party debts have been written off or forgiven during the year.

## 12. Events After the Balance Date

The financial report has been prepared upon conditions that existed at 31 December 2022 and considering those events occurring subsequent to that date. The Executive Board has considered the impact of the COVID-19 pandemic and has decided that no adjustments be made to the financial report. The Executive Board does not foresee any issues affecting the going concern assumption.

The Executive Board will continue to monitor the impact of COVID-19 on Badminton Oceania Confederation (INC), but at the date of signing this report the Executive Board does not believe Badminton Oceania Confederation (INC) has been or will be adversely financially affected by the pandemic. (2021-Nil)

No significant events occurred after the balance date.

## 13. Ability to Continue Operating

Having reviewed projections for the forthcoming year, the Executive considers that the society will continue to operate for the foreseeable future.

These notes should be read in conjunction with the attached Audit Report.

# INDEPENDENT AUDITOR'S REPORT

## ***Report on the Financial Statements***

### ***Opinion***

We have audited the financial statements of the Badminton Oceania Confederation Incorporated ("The Confederation") on pages 1 to 14, which comprise the statement of financial position as at 31 December 2022, the statement of financial performance, statement of movements in equity and statement of cash flows for the year then ended, the statement of accounting policies and other explanatory information.

In our opinion, the financial statements on pages 1 to 14 present fairly, in all material respects in accordance with the special purpose framework described in the basis of preparation to explain the society's financial performance and financial position to the members of the society based on accounting principles commonly used in New Zealand.

### ***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 below in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Confederation in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical 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 audit opinion.

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

### ***Special Purpose Framework***

The financial statements are prepared in accordance with a special purpose framework for the purpose of reporting to members and, as a result, the financial statements may not be suitable for another purpose.

### ***Restriction on Responsibility***

This report is made solely to the members, as a body, in accordance with the constitution and by-laws of the Confederation. Our audit work has been undertaken so that we might state to the 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

### ***Executive's Responsibility for the Financial Statements***

The Executive is responsible for determining that the special purpose framework described in the basis of preparation, based on accounting principles commonly used in New Zealand is acceptable in the Confederation's circumstances, for the preparation of the financial statements in accordance with the special purpose framework chosen to explain the society's financial performance and financial position to the members of the society and for such internal control as the Executive determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive is responsible for assessing the Confederation'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 Confederation or to cease operations, or has no realistic alternative but to do so.

## INDEPENDENT AUDITOR'S REPORT (Continued)

### ***Auditor's Responsibility***

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit 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 Confederation's internal control
- conclude on the appropriateness of the use of the going concern basis of accounting by the Executive and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Confederation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Confederation to cease to continue as a going concern
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. We communicate with the Executive regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



### **DJ Turner & Associates**

Chartered Accountants  
Wellington & Wairarapa, NZ  
15<sup>th</sup> April 2023