



World Vision of New Zealand Trust Board

General Purpose Financial Report

For the year ended 30 September 2024

WORLD VISION OF NEW ZEALAND TRUST BOARD
TRUSTEES' RESPONSIBILITY STATEMENT
For the year ended 30 September 2024

The Trustees are responsible for ensuring that the general purpose financial report, which comprises the financial statements and service performance information, fairly presents the financial position of World Vision of New Zealand Trust Board (the "Trust", "WVNZ") as at 30 September 2024 and its service performance, financial performance and cash flows for the year ended on that date.

The Trustees consider that the financial statements of the Trust have been prepared using appropriate accounting policies, consistently applied and supported by reasonable judgements and estimates and that all relevant financial reporting and accounting standards have been followed.

The Trustees believe that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of the Trust and facilitate compliance with New Zealand generally accepted accounting practice.

The Trustees consider they have taken steps to safeguard the assets of the Trust and prevent fraud and other irregularities.


The Trustees have pleasure in presenting the audited Statement of Service Performance set out on pages 6 - 7 and financial statements set out on pages 8 - 15 for the year ended 30 September 2024.

The Board of Trustees of World Vision of New Zealand Trust Board authorised this general purpose financial report for issue on 20 November 2024.

For and on behalf of the Board



Trustee
Aimee Mai



Trustee
Margie Apea
Chair, Board.



Independent auditor's report

To the Trustees of World Vision of New Zealand Trust Board

Our opinion

In our opinion, the accompanying general purpose financial report of World Vision of New Zealand Trust Board (the Trust) presents fairly, in all material respects:

- the financial position of the Trust as at 30 September 2024, its financial performance, and its cash flows for the year then ended; and
- the service performance for the year ended 30 September 2024 in that the service performance information is appropriate and meaningful and prepared in accordance with the Trust's measurement bases or evaluation methods

in accordance with Public Benefit Entity Standards issued by the New Zealand Accounting Standards Board.

What we have audited

The general purpose financial report which comprises:

- The financial statements, including:
 - the statement of financial position as at 30 September 2024;
 - the statement of comprehensive revenue and expenses for the year then ended;
 - the statement of changes in trust funds for the year then ended;
 - the statement of cash flows for the year then ended; and
 - the notes to the financial statements, which include significant accounting policies and other explanatory information.
- The statement of service performance (the service performance information) for the year ended 30 September 2024.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the service performance information in accordance with the ISAs (NZ) and New Zealand Auditing Standard 1 (Revised) *The Audit of Service Performance Information* (NZ AS 1 (Revised)). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the general purpose financial report* section of our report.

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

Our independence

We are independent of the Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards)* (New Zealand) (PES 1) issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements, the service performance information and our auditor's report thereon. The other information we obtained prior to the date of this auditor's report comprised the five-year summary and the trustees' responsibility statement. The remaining other information is expected to be made available to us after that date.

Our opinion on the general purpose financial report does not cover the other information and we do not and will not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the general purpose financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the general purpose financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the other information not yet received, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Trustees and use our professional judgement to determine the appropriate action to take.

Responsibilities of the Trustees for the general purpose financial report

The Trustees are responsible, on behalf of the Trust, for the preparation and fair presentation of the general purpose financial report in accordance with Public Benefit Entity Standards, and for such internal control as the Trustees determine is necessary to enable the preparation of the general purpose financial report that is free from material misstatement, whether due to fraud or error.

The Trustees are also responsible, on behalf of the Trust, for the service performance information, including:

- the selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present service performance information that is appropriate and meaningful in accordance with PBE FRS 48;
- the preparation and fair presentation of service performance information in accordance with the Trust's measurement bases or evaluation methods, in accordance with the applicable financial reporting framework; and
- the overall presentation, structure and content of the service performance information in accordance with the applicable financial reporting framework.

In preparing the general purpose financial report, the Trustees are responsible for assessing the Trust'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 Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the general purpose financial report

Our objectives are to obtain reasonable assurance about whether the general purpose financial report, as a whole, is 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) and NZ AS 1 (Revised) 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 or collectively, they could reasonably be expected to influence the economic decisions of users taken on the basis of this general purpose financial report.

A further description of our responsibilities for the audit of the general purpose financial report is located at the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-14/>

This description forms part of our auditor's report.

Who we report to

This report is made solely to the Trustees, as a body. Our audit work has been undertaken so that we might state those matters which 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 Trust and the Trustees, as a body, for our audit work, for this report or for the opinions we have formed.

The engagement partner on the audit resulting in this independent auditor's report is Richard Day.

For and on behalf of:

A handwritten signature in black ink, appearing to read 'Richard Day'.

PricewaterhouseCoopers
Auckland
20 November 2024

WORLD VISION OF NEW ZEALAND TRUST BOARD

STATEMENT OF SERVICE PERFORMANCE

For the year ended 30 September 2024

Who we are and why do we exist?

World Vision is an international christian emergency relief, community development and advocacy organisation dedicated to working with children, families and communities to overcome poverty and injustice. Grounded in our Christian faith we partner with communities around the world to equip children and communities to tackle the root causes of poverty. We do this through proven long-term development and short-term relief practices aligned to child well-being outcomes. These include child protection, water and sanitation, education, health and nutrition and livelihoods.

Our vision statement: "OUR VISION FOR EVERY CHILD, LIFE IN ALL ITS FULLNESS, OUR PRAYER FOR EVERY HEART, THE WILL TO MAKE IT SO".

World Vision of New Zealand Trust Board (WVNZ) as a member of the global World Vision partnership raises funds for development and relief programs internationally aimed at improving the lives of children, families and communities in need. All resources that are raised and are intended for ministry outside of New Zealand are remitted through World Vision International (WVI), with the exception of direct project funding under approved bilateral agreements. We also support World Vision entities to administer and monitor multilateral grants from overseas organisations.

What we deliver

We raise money for international development and relief programmes that support children and communities.

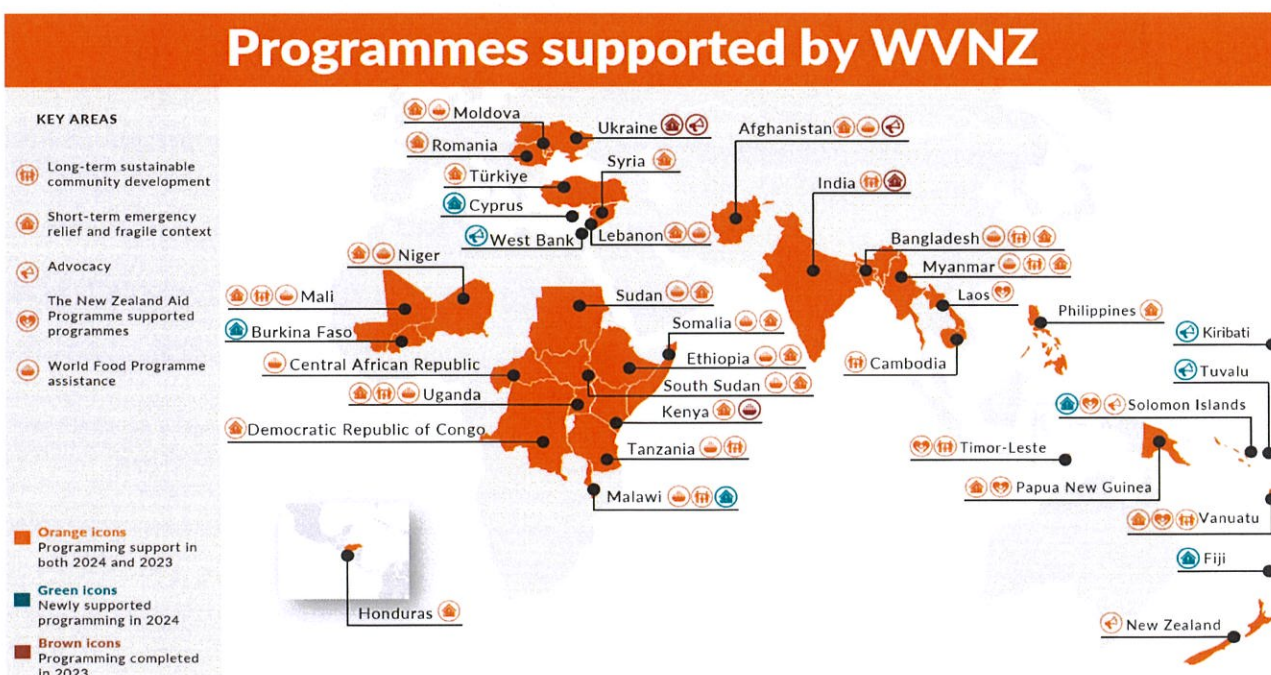
The work we do is made possible by the generosity of private and grant donors. In 2024 we raised \$33,569k (2023: \$34,778k) in donations from the New Zealand public and \$37,417k (2023: \$43,888k) in grant income. Total income was \$72,010k (2023: \$79,760k).

We have been actively responding to emergency crises around the world. Through our humanitarian appeals, we have raised \$448k to support emergency relief efforts including Sudan and the Middle East (2023: \$1,621k Türkiye/Syria earthquake and Vanuatu cyclone).

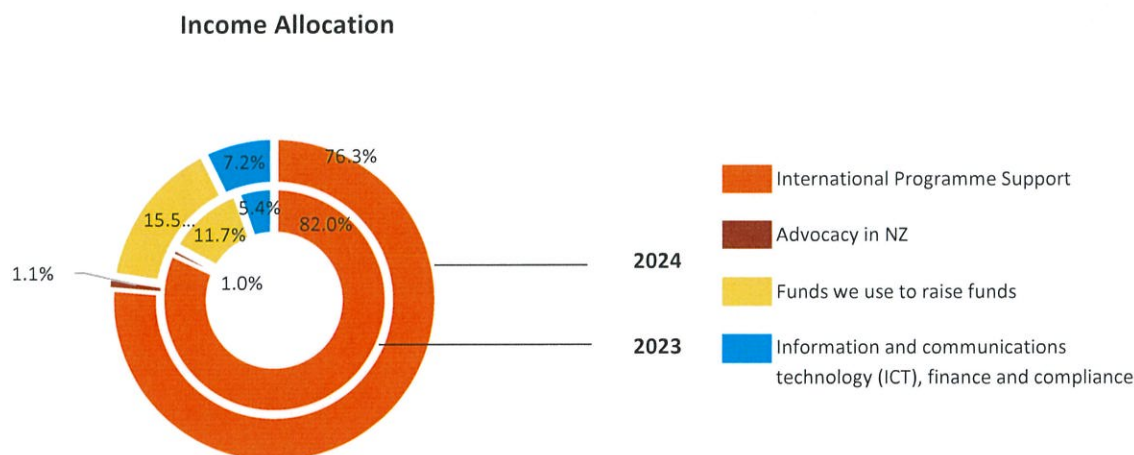
We have partnered with the New Zealand Ministry of Foreign Affairs and Trade's NZ Aid Programme to deliver \$3,923k (2023: \$5,078k) of programming related to key areas of child protection, water and sanitation, education, health and nutrition and livelihoods.

We have partnered with The World Food Programme and other non-government grant institutions including UNHCR, UNICEF, and UHOCHA to deliver \$31,843k of grant programming in 2024 (2023: \$36,732k).

We supported 214 individual programmes in 36 countries around the world (2023: 266 programmes in 34 countries).



WVNZ delivered 76.3% (2023: 82.0%) of our funds raised to our programmes. We remit all resources to WVI in accordance with agreed financial principles and procedures. WVNZ does not retain surplus funds.



We advocate in New Zealand

World Vision New Zealand embraces the promotion of human transformation through the power of giving.

We are dedicated to promoting education for youth, with 43,262 (2023: 38,981) (target 50,000) young people participating in the 40 Hour Challenge event this year.

Our Modern Slavery campaign is focused for the enactment of modern slavery legislation in New Zealand, to ensure New Zealand businesses do not have slavery in their supply chains. In November 2023 we published our Risky Goods Report that analysed New Zealand's imports linked to child and forced labour. In September 2024 we drafted a bipartisan modern slavery bill with other experts for presentation to politicians.

Our Climate Mobility campaign is focused on ensuring New Zealand has an adequate framework in place to allow for people displaced by climate change to migrate with dignity to New Zealand. As first steps, in 2024 we conducted Talanoa with Pacific communities focused on relationship building and partnering with Pacific communities regarding our research proposal and campaign direction.

In August 2024 we published a report on climate finance outlining the finance levels the government should be meeting in the next climate finance negotiations.

Over 2024 we sent 65 letters to politicians or government officials requesting policy changes relating to climate change, modern slavery, international child protection and humanitarian resettlement.

Key judgements in selection, measurement and presentation

The Trustees exercise judgement in deciding how to select, measure, aggregate, and present service performance information. This judgement focuses on determining the most appropriate and meaningful performance measures that are of particular value for accountability and decision-making purposes. The Trustees have chosen to present the performance measures selected above, after consideration of the qualitative aspects and pervasive constraints of information. This included consideration of other information published in the entity's annual report, website and impact report.

The scope of our Statement of Service Performance is limited to our core services as World Vision of New Zealand Trust Board. We have not included activities that are outside our scope or delivered by other World Vision entities internationally or where pervasive constraints exist in measuring, collecting and reporting the impact of those activities in a cost effective and timely manner.

Definitions

Advocacy is working with policymakers and the public at the national, regional, and global level to build awareness around poverty and to address the unjust systems that help perpetuate it.

Individual programmes refer to specific initiatives or programs implemented by WVNZ to address a particular issue or meet a specific need within a community or region. Each individual programme has its own objectives, target beneficiaries, activities, and timelines, and is implemented with the goal of contributing to the overall mission of World Vision in overcoming poverty and injustice.

Long-term sustainable community development refers to the systematic and participatory approach employed by WVNZ focusing on helping communities meet their legitimate needs such as clean water, education, healthcare, agricultural improvements and sanitation. These programmes run for an extended period – typically 10-15 years. The ultimate goal is to empower communities to become self-reliant, resilient, and capable of driving their own development.

Short-term emergency relief includes providing food, shelter and medical care to survivors of natural or manmade disaster.

WORLD VISION OF NEW ZEALAND TRUST BOARD
STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES
For the year ended 30 September 2024


	Note	2024 \$000	2023 \$000
Revenue from New Zealand donors			
Child sponsorship income		20,058	20,140
Private donations		13,062	13,017
Grant income	5	5,574	7,156
Humanitarian appeals		449	1,621
		<u>39,143</u>	<u>41,934</u>
Interest and other income		1,024	1,094
Total revenue from New Zealand		<u>40,167</u>	<u>43,028</u>
Multilateral grant income	2	31,843	36,732
Total revenue		<u>72,010</u>	<u>79,760</u>
Relief and development project costs	3	55,706	66,149
Operating expenditure			
Raising of funds		11,130	9,297
ICT, Finance and Compliance		5,174	4,314
	4	<u>16,304</u>	<u>13,611</u>
Net surplus/(deficit)		<u>-</u>	<u>-</u>
Other comprehensive revenue and expenses		-	-
Total comprehensive revenue and expenses		<u>-</u>	<u>-</u>
Total operating expenditure as % of Total revenue		22.6%	17.1%

WORLD VISION OF NEW ZEALAND TRUST BOARD
STATEMENT OF FINANCIAL POSITION
As at 30 September 2024

		2024 \$000	2023 \$000
Current assets			
Cash and cash equivalents	6	3,567	3,083
Term and secured deposits	7	3,555	2,705
Prepayments and other receivables		402	405
Receivables from grant partners	5	301	-
Funding remitted to WVI in advance	3	842	886
Total current assets		8,667	7,079
Non-current assets			
Property, plant and equipment	9	2,152	2,190
Intangibles	10	541	61
Total non-current assets		2,693	2,251
Total assets		11,360	9,330
Current liabilities			
Trade payables, accruals and other liabilities		666	2,099
Employee entitlements		891	732
Deferred grant income	5	4,927	1,623
Total current liabilities		6,484	4,454
Trust funds	8	4,876	4,876
Total liabilities and trust funds		11,360	9,330

WORLD VISION OF NEW ZEALAND TRUST BOARD
STATEMENT OF CHANGES IN TRUST FUNDS
For the year ended 30 September 2024

	2024 \$000	2023 \$000
Trust funds at beginning of year	4,876	4,876
Total comprehensive revenue and expenses for the year	-	-
Trust funds at end of year	4,876	4,876


 Trustee
 Date: 20 November 2024


 Trustee
 Date: 20 November 2024
 Margile Apa
 Chair, Board.

WORLD VISION OF NEW ZEALAND TRUST BOARD
STATEMENT OF CASH FLOWS
For the year ended 30 September 2024

	Note	2024 \$000	2023 \$000
Cash flows from operating activities:			
<i>Cash was provided from:</i>			
Donations		33,569	34,778
Grant income	5	7,427	6,382
Interest received		404	388
Revenue from exchange transactions		621	706
<i>Cash was disbursed to:</i>			
Field project costs overseas	3	(21,422)	(26,494)
Payments to suppliers and employees		(18,559)	(15,958)
Net operating cash flows		2,040	(198)
Cash flows from investing activities:			
Purchase of property, plant and equipment and intangibles	9	(706)	(201)
Increase/ (decrease) in Term Deposits		(850)	878
Net investment cash flows		(1,556)	677
Net movement in cash and cash equivalents		484	479
Cash and cash equivalents at beginning of the year	6	3,083	2,604
Cash and cash equivalents at the end of the year	6	3,567	3,083

WORLD VISION OF NEW ZEALAND TRUST BOARD
RECONCILIATION OF SURPLUS/(DEFICIT) FOR THE YEAR TO NET OPERATING CASH FLOWS
For the year ended 30 September 2024

		2024 \$000	2023 \$000
Surplus for the Year		-	-
Adjusted for non-cash items:			
Depreciation and amortisation	4	264	216
Increase in funding to be remitted to WVI		45	535
Movements in deferred income		3,303	(985)
Other working capital movements		(1,572)	36
Net operating cash flows		2,040	(198)

WORLD VISION OF NEW ZEALAND TRUST BOARD NOTES TO THE FINANCIAL STATEMENTS

1. WVNZ financial statements

These financial statements set out the performance, position and cash flows of World Vision New Zealand Trust Board (the "Trust", "World Vision New Zealand", "WVNZ") for the year ended 30 September 2024. The financial statements are presented in New Zealand Dollars rounded to the nearest thousand dollars and net of GST. The historical cost method has been observed in the preparation of WVNZ's financial statements.

Reporting entity

World Vision New Zealand ("WVNZ") is a Christian relief, development and advocacy organisation dedicated to working with children, families and communities to overcome poverty and injustice.

Vision and values:

"OUR VISION FOR EVERY CHILD, LIFE IN ALL ITS FULLNESS, OUR PRAYER FOR EVERY HEART, THE WILL TO MAKE IT SO"

The World Vision of New Zealand Trust Board (the "Trust") is a charitable trust established in October 1974 by a Deed of Trust and subject to the provisions of the Charitable Trusts Act 1957. The Trust is registered under the Charities Act 2005 and its registration number is CC25984.

The Trust is not liable for income taxation as it is a charitable organisation as defined by the Income Tax Act 2007.

Basis of preparation

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("GAAP"). They comply with Public Benefit Entity Accounting Standards ("PBE Standards") 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 GAAP, the Trust is a public benefit Not-For-Profit entity and is applying Tier 1 Not-For-Profit- PBE Standards on the basis that it does not have public accountability and is defined as large.

The financial statements have been prepared on a going concern basis.

The accounting policies have been applied consistently with prior periods. There are no accounting standards that are expected to have a material impact on these financial statements, and that have been issued but are not yet effective.

The financial statements have been approved by the Board of Trustees who do not have power to amend the financial statements once issued.

The financial assets and liabilities are categorised as 'financial asset at amortised cost' and 'financial liabilities at amortised cost', respectively.

All non-financial assets are non-cash generating.

There were no contingent liabilities or capital commitments at reporting date (2023: none).

There were no amendments to the Deed of Trust during the 2024 financial year.

Revenue from exchange transactions

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

All other income is recognised as revenue upon receipt.

Revenue from non-exchange transactions

Non-exchange transactions are those where the entity receives value from another entity (e.g. cash or other assets) without giving approximately equal value in exchange. For example, donations, grants, gifted goods in kind.

Inflows of resources from non-exchange transactions, other than services in-kind, that meet the definition of an asset are recognised as an asset only when:

- i. It is probable that the entity will receive an inflow of economic benefits or service potential; and
- ii. The fair value of can be measured reliably.

Revenue from New Zealand donors includes child sponsorship, private donations and humanitarian appeals and are recognised as revenue upon receipt.

Grant revenue includes grants given by the New Zealand Government, other charitable organisations, philanthropic organisations and businesses. 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 deferred income and released to revenue as the conditions are fulfilled. Grant contributions to New Zealand costs are recognised as the applicable expenses are incurred.

Multilateral grants are recognised as income when it has been confirmed by the WV partner that the conditions of the grant have been complied with.

Multilateral grant income includes food and other commodities donated by the World Food Programme and other parties. WVNZ is involved in organising the distribution of these commodities, and the development of infrastructure to enable the distribution, to famine affected regions. WVNZ recognises income, for the donated items, at the value as determined by the World Food Program, once confirmation has been received that the commodities have been received and distributed.

All other receipts are accounted for as income or recoveries as they are received.

Foreign currency

All foreign currency transactions during the year are brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items held at reporting date are translated at the exchange rate existing at reporting date. Non-monetary assets and liabilities carried at fair values that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Exchange differences are recognised as profit or loss in the period in which they arise.

Significant accounting estimates and judgements

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- i. The condition of the asset.
- ii. The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- iii. The nature of the processes in which the asset is deployed.
- iv. Availability of funding to replace the asset.
- v. Changes in the market in relation to the asset.

Useful lives are reviewed annually for reasonableness.

WORLD VISION OF NEW ZEALAND TRUST BOARD
NOTES TO THE FINANCIAL STATEMENTS

2. Multilateral grant income

	2024	2023
	\$000	\$000
World Food Programme food commodities	16,464	20,063
Other multilateral commodities	1,228	693
Multilateral grant cash income	14,151	15,976
	31,843	36,732

Multilateral grant income includes grants given by government entities, other charitable and philanthropic organisations, and businesses outside New Zealand.

3. Relief and development projects costs

	2024	2023
	\$000	\$000
Opening balance	886	1,421
Available for relief and development	(55,706)	(66,149)
<i>Dispositions</i>		
Cash remitted overseas	21,422	26,494
Multilateral grants	31,843	36,732
New Zealand based programme support	1,618	1,629
New Zealand based education and advocacy	779	759
Total applied to relief and development projects	55,662	65,614
Closing balance	842	886

World Vision International ("WVI") assists WVNZ by facilitating the coordination, implementation and monitoring of overseas programmes to ensure the funds provided by donors are used to directly benefit people in need.

4. Operating expenditure

Employee entitlements relating to salaries and wages, annual leave, health insurance, life insurance and KiwiSaver are recognised when they accrue to employees at the amount expected to be paid. All other expenses are recognised on an accrual basis.

	2024	2023
	\$000	\$000
People costs	7,385	6,878
Costs of raising funds	6,045	4,528
Depreciation, amortisation and disposal of assets	264	216
ICT Costs	1,386	895
Occupancy	367	366
Administration	322	172
Travel and accommodation	300	375
Consultancy	235	181
	16,304	13,611

Auditor remuneration has been disclosed as part of 'consultancy', refer below for breakdown.

Auditor remuneration - PwC

- Audit of general purpose financial report	48	45
- Other services - performed by PwC	-	-
	48	45

WORLD VISION OF NEW ZEALAND TRUST BOARD
NOTES TO THE FINANCIAL STATEMENTS

5. Grant income

	Development Grant		Relief Grant	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Grant funding received in current year (excl. GST)	5,849	4,785	1,578	1,597
Less: administration and assessment costs	(495)	(901)	(146)	(153)
Funding allocated to projects	5,354	3,884	1,432	1,444
Deferred grant income	(2,567)	(1,289)	(948)	(334)
Prior year deferred grant income	1,289	2,050	334	558
Grant income for the year	4,076	4,645	818	1,668
Allocation of grant income by country				
Bangladesh	-	-	225	216
Kenya	-	-	7	450
Laos	467	636	-	-
Moldova	-	-	272	112
Myanmar	-	59	-	-
Papua New Guinea	602	744	-	87
Solomon Islands	1,307	1,405	21	2
Somalia	-	-	39	-
Timor Leste	637	446	-	-
Türkiye	-	-	106	119
Ukraine	-	-	104	499
Vanuatu	1,063	1,355	44	183
Grant income for the year	4,076	4,645	818	1,668
			2024	2023
			\$000	\$000
Subtotal - grant income (non-exchange transactions)			4,894	6,313
Add: admin income (exchange transactions)			680	843
Total grant income			5,574	7,156
Subtotal - grant project deferred income			3,515	1,623
Add: admin deferred income			1,111	-
Add: receivables due from grant partners			301	-
Total deferred grant income (non-exchange)			4,927	1,623

Grant income includes grants given by the government entities, other charitable and philanthropic organisations, and businesses. Grant income is recognised when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions, the corresponding amount is recognised as deferred income.

The total funding received from the New Zealand Aid Programme that is included in the above grant funding received was \$7,460k (2023: \$4,891k) and \$3,923k (2023: \$5,078k) was recognised as income for the year.

6. Cash and cash equivalents

Cash and cash equivalents are on-demand, highly liquid investments with original maturities less than 3 months that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

	2024	2023
	\$000	\$000
Cash at bank and on hand	3,567	3,083
Liquid investments with a maturity of less than 3 months	-	-
	3,567	3,083

7. Term and secured deposits

Term deposits are interest-bearing investments placed with financial institutions with original maturities of more than 3 months. The interest income on term deposits is calculated using the effective interest method and is recognised in the statement of comprehensive revenue and expenses.

Term deposits	3,400	2,550
Secured deposit	155	155
	3,555	2,705

Designated use of cash and term deposits (Note 6 and 7)

Government grants deferred and committed to projects (Note 5)	4,927	1,623
Working capital to meet liabilities	2,195	4,165
	7,122	5,788

WORLD VISION OF NEW ZEALAND TRUST BOARD NOTES TO THE FINANCIAL STATEMENTS

8. Trust funds

The Trust's capital is its trust funds, which comprise accumulated comprehensive revenue and expenses.

The Trust manages its capital by prudently managing revenues, expenses, disbursements to World Vision programmes, assets and liabilities to ensure that WVNZ effectively achieves its objectives and purpose, while remaining a going concern.

The Trust is not subject to any externally imposed capital requirements.

9. Property, plant and equipment

Land is carried at cost and is not depreciated. Equipment includes computer hardware, motor vehicles, office equipment and furniture and fittings, and is carried at cost less accumulated depreciation. Buildings and equipment are depreciated on a straight-line basis over their estimated useful lives and reviewed annually for any indications of impairment.

	2024 \$'000				2023 \$'000			
	Land	Buildings	Equipment	Total	Land	Buildings	Equipment	Total
Opening net book value	795	1,223	172	2,190	795	1,346	126	2,267
Additions & Transfers	-	89	101	190	-	7	127	134
Disposals	-	-	-	-	-	-	-	-
Depreciation	-	(128)	(100)	(228)	-	(130)	(81)	(211)
Impairment	-	-	-	-	-	-	-	-
Closing net book value	795	1,184	173	2,152	795	1,223	172	2,190
Cost	795	3,284	948	5,027	795	3,195	923	4,913
Accumulated depreciation	-	(2,100)	(775)	(2,875)	-	(1,972)	(751)	(2,723)
Net book value	795	1,184	173	2,152	795	1,223	172	2,190
Estimated useful lives (years)	N/A	5-30 years	2-5 years		N/A	5-30 years	2-5 years	

10. Intangibles

Intangible assets acquired separately are measured on initial recognition at cost. They are amortised on a straight line basis over 3 years and assessed for impairment whenever there is an indication that the asset may be impaired.

Where direct costs, by way of salaries or support costs are incurred in relation to the development of software that will generate probable future economic benefits to WVNZ, these costs are capitalised as Work in Progress. They are not amortised until the asset is put in use and tested annually for impairment.

	2024 \$'000				2023 \$'000			
	Work in Progress	Computer Software	Website Development	Total	Work in Progress	Computer Software	Website Development	Total
Opening net book value	12	-	49	61	-	-	-	-
Additions	469	6	41	516	12	-	54	66
Transfers	(481)	-	481	0	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Amortisation	-	(1)	(35)	(36)	-	-	(5)	(5)
Impairment	-	-	-	-	-	-	-	-
Closing net book value	-	5	536	541	12	-	49	61
Cost	-	4,066	2,702	6,768	12	4,060	2,180	6,252
Accumulated depreciation	-	(4,061)	(2,166)	(6,227)	-	(4,060)	(2,131)	(6,191)
Net book value	-	5	536	541	12	-	49	61

WORLD VISION OF NEW ZEALAND TRUST BOARD

NOTES TO THE FINANCIAL STATEMENTS

11. Risk management

(a) Credit risk

Credit risk is the risk that a third party will default on its obligations to the Trust, causing it to incur a loss.

The Trust is exposed to credit risk from cash and deposits held with financial institutions. The maximum credit exposure is best represented by the carrying amount in the Statement of financial position. The risk exposure is not considered significant, as the balances are with financial institutions with Board approved long-term credit ratings of no less than AA- as issued by Standard and Poor's Rating Agency.

Counterparties with credit ratings	2024	2023
Cash and cash equivalents, Term and secured deposits	\$000	\$000
AA-	<u>7,122</u>	<u>5,788</u>

(b) Foreign exchange risk

Foreign currency risk is the risk from movement in the New Zealand dollar against other currencies which WVNZ uses. The Trust does not have any material exposure to foreign exchange risk because we remit to WVI in NZD. WVI hedges foreign currency risk for field programming in USD.

(c) Interest rate risk

Interest rate risk is the risk that the value of its financial assets or liabilities will fluctuate as a result of changes in interest rates. The Trust's exposure is limited to deposits held at fixed interest rates.

(d) Liquidity risk

Liquidity risk is the risk that WVNZ will encounter difficulty raising liquid funds to meet commitments as they fall due. WVNZ manages liquidity risk by continuously monitoring forecast and actual cash flow requirements.

All financial liabilities are due within 6 months.

(e) Fair values

At reporting date, the carrying value of financial assets and liabilities approximates their fair value.

12. Related party transactions

During the year the organisation provided cash funding to WVI of \$21,422k (2023: \$26,494k) and non-cash funding of \$31,843k (2023: \$36,732k).

Key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the members of the governing body comprising the Board of Trustees and members of the Senior Leadership Team.

WVNZ received \$80k in donations from key management personnel (2023: \$48k).

The Board of Trustees is comprised of 10 individuals, with total remuneration (including benefits) of \$0 (2023: \$0).

The Senior Leadership Team is comprised of 6 individuals, with total remuneration (including Kiwisaver and insurances) of \$1,313k (2023: \$1,246k).

No remuneration was provided to employees who are close family members of key management personnel (2023: nil).

13. Contingent asset

In 2012 WVNZ was named a residual beneficiary of an estate. The assets of the estate are held in Trust and administered by its trustees. WVNZ expects to receive a final distribution from this Trust however, the assets are still to be sold so the exact timing and value of this distribution was not known at balance date. We estimate the value of this distribution to be between \$500k and \$1,200k (2023: \$500k and \$1,200k).

14. Subsequent events

There are no events after balance date that would materially affect these financial statements.

WORLD VISION OF NEW ZEALAND TRUST BOARD
Five Year Summary (Unaudited)

Revenue	2024	2023	2022	2021	2020
Revenue from New Zealand donors	\$000	\$000	\$000	\$000	\$000
Child sponsorship income	20,058	20,140	20,850	21,617	22,394
Private donations	13,062	13,017	11,693	15,661	12,430
Grant income	5,574	7,156	7,069	3,367	3,315
Humanitarian appeals	449	1,621	3,586	1,171	1,984
	39,143	41,934	43,198	41,816	40,123
Interest and other income	1,024	1,094	568	307	423
Total revenue from New Zealand	40,167	43,028	43,766	42,123	40,546
Multilateral grant income	31,843	36,732	30,289	30,846	29,505
Total revenue	72,010	79,760	74,055	72,969	70,051
Relief and development project costs	55,706	66,149	62,942	62,363	59,306
Operating expenditure					
Raising funds	11,130	9,297	7,374	7,019	7,144
ICT, Finance and Compliance	5,174	4,314	3,739	3,587	3,601
	16,304	13,611	11,113	10,606	10,745
Net surplus/(deficit)	-	-	-	-	-
Other comprehensive revenue and expenses	-	-	-	-	-
Total comprehensive revenue and expenses	-	-	-	-	-
Total operating expenditure as % of Total revenue	22.6%	17.1%	15.0%	14.5%	15.3%