



GENERAL ASSEMBLY FUNDS

Financial Statements for the year ended 30 June 2005

This package comprises 15 pages including the Auditor's Report

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Statement of Financial Performance

For the Year Ended 30 June 2005

	Note	30/06/05 \$	30/06/04 \$
Income			
Assembly Assessment	1d	4,507,028	2,930,356
Investment Income	2a	706,945	917,470
Property Income		367,068	336,373
Service Income		597,330	439,262
Gifts, Donations and Trust income		750,720	496,941
Realisation of Surplus Property & Shares		117,631	102,150
Insurance Premiums Charged		-	2,488,714
Total Income		<u>7,046,722</u>	<u>7,711,267</u>
Expenditure			
Staff Costs		2,297,082	2,023,839
Seniority Allowances		382,458	401,914
Beneficiary Fund Contribution	1d	942,147	0
Travel Costs		323,172	266,566
Depreciation	2b	198,799	184,982
Property Costs		255,725	314,523
Computer Support		177,431	261,715
Communication Costs		297,095	444,427
Grants Paid		1,278,903	1,657,394
Audit Fees		55,000	114,500
Sundry Costs		946,935	797,830
CWM Change in Accounting Policy		581,818	-
Increase in Doubtful Debts Provision		523,015	383,378
Interest Paid		44,817	68,764
Insurance premiums Paid		80,351	2,163,726
Joint Venture Expenditure Write Off		-	316,852
Total Expenditure		<u>8,384,748</u>	<u>9,400,411</u>
Operating (Deficit)/Surplus for the Year		<u>(1,338,026)</u>	<u>(1,689,144)</u>
Revaluation of Investment Property		163,000	33,000
Transfer of Trust Balances	5c	-	(807,765)
Total (Deficit)/Surplus for the Year		<u><u>(1,175,026)</u></u>	<u><u>(2,463,909)</u></u>

Statement of Movements in Equity

For the Year Ended 30 June 2005

	Note	30/06/05 \$	30/06/04 \$
Opening Equity at 1 July		19,008,623	20,159,402
Total (Deficit)/Surplus for the Year		(1,175,026)	(2,463,909)
Revaluation of Fixed Assets		1,867,026	1,313,130
		<u>692,000</u>	<u>(1,150,779)</u>
Closing Equity at 30 June		<u><u>19,700,623</u></u>	<u><u>19,008,623</u></u>

The accompanying notes form part of these Financial Statements

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Statement of Financial Position

As at 30 June 2005

	Note	30/06/05 \$	30/06/04 \$
Equity	5	19,700,623	19,008,623
Current Liabilities			
Accounts Payable and Accruals		542,469	767,606
Presbyterian Foundation Borrowing	6	419,319	-
Council of World Mission Funds		479,673	-
Unsecured Deposits from Ministers & Parishes		601,362	829,426
Total Current Liabilities		2,042,823	1,597,032
Total Equity and Liabilities		21,743,446	20,605,655
Non Current Assets			
Unsecured Advances to Ministers & Parishes	3	1,419,279	1,342,198
Listed Shares	7	-	192,149
Land and Buildings	8a	4,448,600	6,196,300
Investment Property	8c	905,000	742,000
Office Furniture and Equipment	8b	240,105	328,017
Total Non Current Assets		7,012,984	8,800,664
Current Assets			
Property Intended for Sale	15	3,540,000	155,000
Unsecured Advances to Ministers & Parishes	3	301,665	332,751
Accounts Receivable	4	360,298	702,357
Deposits Presbyterian Investment Fund	6	10,513,369	10,456,645
Cash at Bank		15,130	158,238
Total Current Assets		14,730,462	11,804,991
Total Assets		21,743,446	20,605,655

For and on behalf of the Council of Assembly who authorised the issue of these Financial Statements on 20th September 2005



Kerry Stotter- Convenor
20 September 2005



Dr Helen Bichan – Deputy Convenor
20 September 2005

The accompanying notes form part of these Financial Statements

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Statement of Cash Flows

For the Year Ended 30 June 2005

	Note	\$	30/06/04 \$
Cash Flows from Operating Activities			
Cash was Provided From:			
Receipts from Parishes, Ministers & Others		5,134,991	6,339,605
Interest Received		706,945	912,140
Dividends Received		4,536	6,405
Bequests Grants and Donations		750,711	496,565
Receipts from Partner Churches		315,453	298,853
		<u>6,912,636</u>	<u>8,053,568</u>
Cash was Disbursed for:			
Payments to Suppliers and Employees		(7,577,666)	(8,732,858)
		<u>(7,577,666)</u>	<u>(8,732,858)</u>
Net Cash (Outflow) from Operating Activities	11	(665,030)	(679,290)
Cash Flows from Investing Activities			
Cash was Provided from:			
Sale of Surplus Property		272,631	102,150
Sale of Listed Shares		192,149	26,091
Reduction in PIF Deposits		362,650	921,137
Decrease in Unsecured Advances		-	76,641
		<u>827,430</u>	<u>1,126,019</u>
Cash was Applied to:			
Purchase of Fixed Assets		(31,275)	(198,167)
Increase in Unsecured Advances		(46,113)	-
Reduction in Unsecured Deposits		(228,120)	(90,324)
		<u>(305,508)</u>	<u>(288,491)</u>
Net Cash Inflow/(Outflow) from Investing Activities		521,922	837,528
Increase/(Decrease) in Bank		(143,108)	158,238
Balance Bank 1 July		158,238	-
Deposited with the Bank at 30 June		<u>15,130</u>	<u>158,238</u>

The accompanying notes form part of these Financial Statements

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

1. Statement of Accounting Policies

a) Reporting Entity

The reporting entity is the General Assembly Funds of The Presbyterian Church of Aotearoa New Zealand (The Assembly). The Assembly is the governing body of the individual parishes and presbyteries that have pledged allegiance to the principles and teachings of The Presbyterian Church of Aotearoa New Zealand. The Presbyterian Church and the Assembly are unincorporated bodies.

The reporting entity records the exercise of the power of the Assembly to raise money from, receive money on behalf of or spend money on account of the individual parishes that comprise the body of The Presbyterian Church of Aotearoa New Zealand. Any residual assets or liabilities arising from the exercise of this power are included in the results of the reporting entity.

As part of its powers the Assembly appoints the Presbyterian Church Property Trustees (The Trustees) who hold on behalf of the individual member parishes, presbyteries and the church as a whole their property. Only where the Assembly or its appointed Trustees have the power to either determine: a) the nature of the trust, b) the class of beneficiary, c) the disposition of the trust or where the assembly is the beneficiary of the trust will the reporting entity include the assets, liabilities and income of the trust. The Trustees separately report the financial performance of certain trusts under their jurisdiction.

The Church is a beneficiary of trusts whose financial performance is reported separately by the Trustees to the General Assembly. The trusts are for commercial activities gifted to the Church for the purpose of providing financial and material assistance to the Church and its ministers. Payments to the Church from these trusts are recognised as income as and when received. To include these commercial activities within the body of the Church accounts would give a misleading picture of the financial activities of the General Assembly.

The Financial Statements of The Presbyterian Church of Aotearoa New Zealand General Assembly Funds have been prepared in accordance with generally accepted accounting practice.

b) Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on an historical cost basis are followed with the exception that certain assets as specified below are recorded at a value other than their historical cost.

c) Specific Accounting Policies

The following specific accounting policies, which materially affect the measurement of financial performance and the financial position, have been applied.

(i) Unsecured Advances

Advances are recorded at face value.

(ii) Accounts Receivable

Accounts Receivable are stated at their estimated realisable value.

(iii) Fixed Assets

Legal ownership of all the property of The Presbyterian Church of Aotearoa New Zealand ("the Church") is vested in The Presbyterian Church Property Trustees in accordance with the requirements of The Presbyterian Church Property Act 1885. The property is held in trust by the Trustees for the benefit of parishes, presbyteries and the General Assembly. In the absence of a specific trust property is held in trust on terms specified in The Presbyterian Church Property Act 1885.

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

The property of The Presbyterian Church of Aotearoa New Zealand includes real and personal property in each Parish together with real and personal property held for the general operation of the Church. Fixed assets included in these Financial Statements comprise only the assets held by the Trustees for the benefit of the General Assembly and trusts where the General Assembly can exercise one or more of the rights described in Note 1(a) above.

Assets in the beneficial ownership of a Parish or Presbytery are not included in these Financial Statements.

The Fixed Assets of the General Assembly fall into the following categories:

- Freehold land
- Freehold building
- Computer & Office equipment

Fixed assets are initially recorded at cost, or fair value as determined by the Administration and Finance Policy Group of the General Assembly. Freehold Land and Buildings are valued at least every 3 years. The difference between the valuation and the book value is transferred to a Revaluation Reserve. The difference between the valuation amount and the book value of Investment Properties is transferred to the Statement of Financial Performance. The properties were last valued as at 30 June 2005.

Depreciation is provided on a straight-line basis on all fixed assets other than freehold land and investment properties, at depreciation rates calculated to allocate the assets' cost less estimated residual value over their estimated useful lives. If an asset has not been valued, cost is deemed to be its valuation.

Major depreciation periods are:

- | | |
|-----------------------------|----------|
| Buildings | 50 years |
| Computer & Office equipment | 4 years |

When computer and office equipment is sold, any gain or loss is recognised in the Statement of Financial Performance and is calculated as the difference between the sale price and the book value of the fixed asset.

(iv) Properties Intended for Sale

Properties intended for sale have been recorded at the lower of cost (or previous valuation) and net realisable value, and are disclosed as current assets in the Financial Statements.

(v) Investment Properties

Investment Properties are valued annually on balance date and are reported at their current net realisable value. Depreciation is not charged on investment properties. Revaluation gains and losses on such properties have been recorded in the Statement of Financial Performance.

(vi) Shares in Listed Companies

Shares in listed companies have been valued at market value. Any unrealised gains or losses arising from changes in either market values or foreign currency exchange rates are recorded in the Statement of Financial Performance.

(vii) Taxes

Income Tax

The General Assembly Fund, being a Religious Organisation, is exempt from income tax.

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

Goods and Services Tax

The Financial Statements have been prepared on a GST exclusive basis.

(viii) Grants

Grants given to the Church for the purpose of financing a particular activity are recognised as income where it is likely that the Church will comply with the terms of the grant. The grant is recognised as income in the year of receipt. Grants not recognised as income are held in Accounts Payable and Accruals.

d) Changes In Accounting Policies

Council of World Mission Income and Expenditure

As at 1 July 2004 there was a change in the treatment of Council of World Mission (CWM) income. Previously income from CWM was recognised when received. There is an obligation to return those funds if they are not used for the purpose for which they are given. This income recognition approach resulted in income being recognised in one year and expenditure recognised in subsequent years.

It has been concluded that a preferable and more informative treatment would be to treat the income as a liability until the expenditure is incurred. The result is that income and expenditure will be equal in the statement of Financial Performance and the Statement of Financial Position will record the outstanding liability.

The impact of the change in accounting policy has been a one off expense to the Statement of Financial Performance of \$581,817 as at 1 July 2004 to establish the liability as at that date in the Statement of Financial Position. The accounting treatment for the year to 30th June 2004 has not been changed.

Insurance Fund

Historically the total insurance revenue and premiums paid that flowed through the Insurance Fund had been incorporated within the General Assembly's accounts. This has included transactions originating from General Assembly, Parishes, Presbyterian Support and Schools.

Effectively from 1 August 2004 the Insurance Fund has operated as an independent entity and is no longer included with the General Assembly's financial accounts. The insurance costs related to the General Assembly as part of normal activity are recognised as an expense. Income is earned from the provision of administrative services to the Insurance Fund. The 2004/05 insurance premiums paid in the normal course of business were \$80,350.

Assembly Assessment

Effective from 1 July 2004 the General Assembly introduced Assembly Assessment, which is invoiced to each parish. The difference with the 2003/04 year is that the parish beneficiary fund contribution is now included within Assembly Assessment, where it was previously paid directly to the Beneficiary Fund.

This change in accounting treatment has increased 2004/05 income from parishes by \$1.1 million. With the administration of the Beneficiary Fund being undertaken by a third party, the General Assembly makes routine payments from Assembly Assessment receipts to the fund administrators.

e) Prior Year Comparatives

Where necessary, prior year comparative numbers have been reclassified to reflect current year presentation.

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

2. Income and Expenditure

a) Investment Income

	2005	2004
	\$	\$
Interest	702,409	912,140
Dividends	4,536	6,405
Unrealised (Loss)/Gain on Shares	-	(1,075)
	<u>706,945</u>	<u>917,470</u>

b) Other Expenditure

	2005	2004
	\$	\$
Depreciation - Buildings	74,726	65,030
- Computer & Office Equipment	124,073	119,952
	<u>198,799</u>	<u>184,982</u>
Audit Fees	55,000	114,500
	<u>253,799</u>	<u>299,482</u>

3. Unsecured Advances

	2005	2004
	\$	\$
Current Portion	301,665	332,751
Non-Current Portion	1,419,279	1,342,198
Total Unsecured Advances	<u>1,720,944</u>	<u>1,674,949</u>

The total of Unsecured Advances comprises;

Loans to Parishes

MRB Property Loans	287,204	317,954
Parish and Committee Loans	575,259	502,427
Insurance Loans	9,544	47,929
Centenary Loan Fund Advances	32,136	47,819

Loans to Ministers

Ministers' Loan Fund Car Loans	816,801	758,820
Total Unsecured Advances	<u>1,720,944</u>	<u>1,674,949</u>

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

4. Accounts Receivable

	2005	2004
	\$	\$
Accounts Receivable	1,098,893	1,099,947
Less Provision for Doubtful Debts	(955,460)	(579,843)
	143,433	520,104
Prepayments	216,865	182,253
Net Accounts Receivable	360,298	702,357

The doubtful debts provision reflects that a large amount of money owed is greater than six months old.

5 Equity

a) Summary of Equity

	General Funds	Capital Trusts	Presbyterian Foundation	Total Equity
	\$	\$	\$	\$
2005				
Balance 1 July 2004	8,913,977	7,392,818	2,701,828	19,008,623
Less Net Surplus(Deficit) for the Year	(1,480,177)	290,067	15,084	(1,175,026)
Revaluation Reserve - Land & Buildings	1,867,026	-	-	1,867,026
Balance 30 June 2005	9,300,826	7,682,885	2,716,912	19,700,623
	General Funds	Capital Trusts	Presbyterian Foundation	Total Equity
	\$	\$	\$	\$
2004				
Balance 1 July 2003	9,408,594	8,004,663	2,746,145	20,159,402
Less Net Surplus(Deficit) for the Year	(1,807,747)	(611,845)	(44,317)	(2,463,909)
Revaluation Reserve - Land & Buildings	1,313,130	-	-	1,313,130
Balance 30 June 2004	8,913,977	7,392,818	2,701,828	19,008,623

b) Inclusion of Trusts in Equity

The Church periodically receives bequests or donations that are subject to strict conditions on their use including the provision that no distributions may be made from the capital of the trust. Such gifts are in the nature of an equity contribution to the Church and are accordingly incorporated in the reserves of the Church.

A number of these small gifts have been amalgamated and provide the funding for the Presbyterian Foundation. The Foundation disperses the income it earns from investing the gifts on the mission work of the Church. The Foundation is included in the equity of the Church and identified in Note 6.

c) Transfer of Trusts

The Church conducted a review of the conditions attached to the various trusts it administers. This review identified a number of trusts that provided benefits to the Church in total but did not specifically benefit the operation of the General Assembly. It was therefore decided to remove from the Accounts of the General Assembly the value of such trusts in the year to June 2004. These trusts remain under the control of the Church Property Trustees who are able to disburse the benefits of the trusts to the body of the Church.

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

6 Presbyterian Investment Fund Deposits and Other Advances

	2005	2004
	\$	\$
General Funds at Call with the PIF	4,055	1,527,771
Trusts – Income and Capital Available	2,062,512	2,028,177
Trusts – Income Only Available	5,727,536	5,417,952
Presbyterian Foundation	2,297,592	2,701,828
Current Account Beneficiary Fund	-	213,214
Current Account PIF	-	(1,474,105)
Current Accounts Other Related Church Bodies	-	41,808
	10,091,695	10,456,645

Funds held in trust are required by the terms of their trust to be used for specified activities of the General Assembly. The Assembly organises its activities so as to take advantage of these trusts. Income of the Presbyterian Foundation is distributed to parishes so as to provide financial assistance to specific parish projects. The Foundation balance comprises capital of \$2,543,147 and undistributed income of \$173,764 (2004 \$2,521,846 and \$179,982) less borrowings of \$419,319 by the General Assembly resulting in a net balance of \$2,297,592. Interest is payable on these borrowings.

7 Shares in Listed Companies

Various shares in listed companies have been bequeathed to the General Assembly and the market values are summarised as follows:

	2005	2004
	\$	\$
New Zealand	-	166,259
Overseas	-	25,890
	-	192,149

8 Fixed Assets

a) Land and Buildings

	School of Ministry
	\$
2005	
Buildings at Valuation	2,635,600
Accumulated Depreciation	-
Net Depreciated Value	2,635,600
Land at Valuation	1,813,000
Balance 30 June 2005	4,448,600

The School of Ministry Houses were valued as at 30th June 2005 by Tim Dick, independent registered valuer of the firm Macpherson Valuation Ltd. Tim Dick is a member of the New Zealand Institute of Valuers (Inc).

The properties were valued at market value less the estimated costs of disposal

	2004	Laughton House	School of Ministry	Total
		\$	\$	\$
Buildings at Valuation		1,300,000	2,436,300	3,736,300
Accumulated Depreciation		-	-	-
Net Depreciated Value		1,300,000	2,436,300	3,736,300
Land at Valuation		1,250,000	1,210,000	2,460,000
Balance 30 June 2004		2,550,000	3,646,300	6,196,300

Presbyterian Church of Aotearoa New Zealand

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Notes to the Financial Statements for the Year Ended 30 June 2005

Laughton House was valued on 30th June 2004 by C W Nyberg, independent registered valuer of the firm DTZ New Zealand Ltd. The School of Ministry Houses were valued on 30th June 2004 by Tim Dick, independent registered valuer of the firm Macpherson Valuation Ltd. C W Nyberg and Tim Dick are members of the New Zealand Institute of Valuers (Inc).

The properties were valued at market value less the estimated costs of disposal.

b) Computer, Office Equipment

	2005	2004
	\$	\$
Cost	668,059	640,559
Accumulated Depreciation	<u>(427,954)</u>	<u>(312,542)</u>
Book Value	<u>240,105</u>	<u>328,017</u>

c) Investment Property

This property is subject to a long-term lease to Christchurch Cool Stores Limited. The property was valued on 30th June 2005 by Lance Collings, independent registered valuer of the firm DTZ New Zealand Ltd. Lance Collings is a member of the New Zealand Institute of Valuers (Inc). The property is valued at market value less the estimated costs of disposal.

9 Employee Entitlements

At balance date the value of annual leave accrued and payable to employees of the General Assembly totalled \$89,849 (2004 - \$143,433).

10 Related Party Transactions

a) Banking Facilities

The General Assembly Funds maintain "on demand" Current Accounts with the Trustees' Presbyterian Investment Fund which provides banking for Church trusts. The interest received by the General Assembly from these funds is determined by the earnings of the Presbyterian Investment Fund.

b) Churches Agency on Social Issues

This body is a joint ventures between the Church and a number of other New Zealand churches. The General Assembly has provided an annual grant and the Financial Services Department accounting services to the Agency. The grants paid was \$35,000 (2004 \$38,500)

At balance date there were no amounts outstanding. (2004 Nil).

c) School of Ministry & Presbyterian Archives

The School of Ministry and the Presbyterian Archives are rent free tenants of Knox College.

Presbyterian Church of Aotearoa New Zealand

General Assembly Funds

Notes to the Financial Statements for the Year Ended 30 June 2005

11 Reconciliation of Net Surplus with the net Cash Flow from Operating Activities

	2005	2004
	\$	\$
Reported Net Deficit for the Year	<u>(1,175,026)</u>	<u>(2,463,909)</u>
Adjustments for Non Cash Items		
Less Gain on Sale of Surplus Property	(117,631)	(102,150)
Loss/(Gain) Revaluation of Shares	-	1,075
Less Revaluation of Investment Property	(163,000)	(33,000)
Plus Depreciation	198,799	184,982
Plus Joint Venture Expenditure Written Off	-	316,852
Plus Transfer of Trust Balances	-	807,765
Less Other Adjustments	(4,767)	-
	<u>(86,599)</u>	<u>1,175,524</u>
Working Capital Adjustments		
Decrease/(Increase) in Accounts Receivable	342,059	689,638
Increase/(Decrease) in Payables & Accruals	254,536	(80,543)
	<u>596,595</u>	<u>609,095</u>
Net Cash Inflow From Operating Activities	<u><u>(665,030)</u></u>	<u><u>(679,290)</u></u>

12 Farm Properties

The Church Property Trustees are the Trustees of a farm property situated in Waipukurau and known as Glen Innis. This property, a bequest in memory of pioneers Samuel and Martha McNutt, provides accommodation for ministers and their families for rest and relaxation. The terms of the bequest require income after providing for costs associated with the provision of holiday accommodation from the farming activities carried out on the property to be used for the welfare of children.

The Church Property Trustees are both the Trustees and the beneficiaries of the income arising from a farm property situated in Featherston known as the Catherine Annie Clark Estate. Income from the trust is to be applied for the benefit of Mission work.

Distributions are recorded in the financial statements when received. The farming assets are not included in the financial statements because of the specific nature of these bequests. The unaudited net assets involved in these estates amount to \$10,317,489 (2004 - \$10,321,995).

13 Financial Instruments

a) Credit Risk

Financial Instruments, which potentially subject the Funds to credit risk principally consist of Accounts Receivable, Unsecured Advances, Shares in Listed Companies and Presbyterian Investment Fund Deposits. Maximum exposures to credit risk at balance date are:

	2005	2004
	\$	\$
Accounts Receivable	360,298	702,357
Unsecured Advances	1,720,944	1,674,949
Shares in Listed Companies	-	192,149
Presbyterian Investment Fund	10,091,695	10,456,645
	<u><u>12,172,937</u></u>	<u><u>13,026,100</u></u>

The above maximum exposures are net of any recognised provision for losses on these financial instruments. No collateral is held on the above amounts.

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Notes to the Financial Statements for the Year Ended 30 June 2005

b) Concentrations of Credit Risk

There is a concentration of credit risk in that the General Assembly uses the Presbyterian Investment Fund as banker for all surplus funds.

c) Price Risk

Financial Instruments, which potentially subject the Funds to price risk consist of shares in listed companies. Maximum exposures to credit risk at balance date are:

	2005	2004
	\$	\$
Shares in Listed Companies	-	192,149
	<u>-</u>	<u>192,149</u>

d) Currency Risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. Financial Instruments, which potentially subject the Funds to currency risk consist of shares in listed companies. Maximum exposures to currency risk at balance date are:

	2005	2004
	\$	\$
Shares in Listed Companies	-	25,890
	<u>-</u>	<u>25,890</u>

e) Interest Rate Risk

Interest rate risk is the risk that the value of financial securities will fluctuate due to changes in market interest rates. The Funds have no investment securities that are subject to interest rate risks.

f) Fair Values

The following assumption was used to estimate the fair value of each class of financial instrument:

The carrying value is the fair value for Accounts Receivable and Accruals, Unsecured Advances, the Presbyterian Investment Fund, Shares in Listed Companies, Accounts Payable and Accruals, and Parish Contributions in Advance.

14 Commitments and Contingent Liabilities

a) Capital Expenditure Commitments

The General Assembly Funds had no capital expenditure commitments as at 30 June 2005. (2004 – no capital expenditure commitments).

b) Contingent Liabilities

The General Assembly Funds had no contingent liabilities as at 30 June 2005 (2004 – nil).

15 Subsequent Events

In July 2005 the sale of Laughton House went unconditional. The sale price is \$3.9 million with settlement date for completion being 20th March 2006. The valuation of Laughton House at 30th June 2005 was \$3.54 million.

Laughton House was valued on 10th May 2005 by Graeme Kirkcaldie, independent registered valuer of the firm Telfer Young. Graeme Kirkcaldie is a member of the New Zealand Institute of Valuers (Inc).

Presbyterian Church of Aotearoa New Zealand

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Notes to the Financial Statements for the Year Ended 30 June 2005

16 Segment Information

The General Assembly Funds financial statements represent the funds controlled by the General Assembly of the Church. The General Assembly is the governing body of the Church whose principal activity is “making Jesus Christ known” within New Zealand.