

**The Outward Bound Trust of New Zealand Group**

**Consolidated Financial Statement for the year ended  
30 June 2024**

# The Outward Bound Trust of New Zealand Group

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## **The Outward Bound Trust of New Zealand Group**

### **Directory of Information**

#### **Directors**

Tim Watts                      *Chairperson*  
Cheewei Kwan                *Deputy Chairperson*  
Steve Hall                     *Deputy Chairperson*

#### **Registered Office**

20 Beaumont Street  
Auckland, Auckland CBD  
1010

Grant Faber  
Roz Mexted  
Amy Murphy  
Jo Robinson

#### **Charity Registration Number**

CC34682

Iaeen Cranwell  
Mark Synnott (*appointed 25th June 2024*)

**Bankers** Westpac Banking Corporation  
**Auditors** Grant Thornton New Zealand  
Audit Limited, Auckland

#### **Nature of Business**

To create a better New Zealand through improvement of the individual character by providing lifelong learning experiences, particularly to youth, which add value to the individual's life and instill values important to New Zealand's culture such as honesty, reliability, individual responsibility, pride in performance, respect for others, fairness and compassion. To provide education and character, physical, mental and spiritual training for all people in New Zealand of all races and creeds with a particular emphasis on youth

## The Outward Bound Trust of New Zealand Group

<b>Consolidated Statement of Comprehensive Revenue and Expense</b>			
<b>For the year ended 30 June 2024</b>			
<b>In New Zealand Dollars</b>			
	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Revenue from Non-Exchange Transactions</b>			
Subsidised Course Fees - Attendee		300,975	279,150
Subsidised Course fees - Funder		3,764,073	3,326,954
Government Grant Income		32,330	11,159
General donations and memberships		1,655,140	5,992,515
		<b>5,752,517</b>	<b>9,609,779</b>
<b>Revenue from Exchange Transactions</b>			
Course fees		3,037,215	3,191,368
Merchandise sales		125,622	129,603
Revenue from interest and investments		2,750,148	1,179,952
Dividends		218,500	207,000
Net gains on financial assets at fair value through surplus and deficit		238,750	268,750
Gain on disposal of assets		-	31,739
Other income		263,006	272,039
		<b>6,633,240</b>	<b>5,280,452</b>
<b>Total Revenue</b>		<b>12,385,758</b>	<b>14,890,230</b>
<b>Operating expenditure</b>			
	4		
Staff and administration costs		7,805,538	7,254,256
Student costs and financial assistance		1,794,862	1,375,186
Merchandise costs		85,772	90,166
Premises rental		167,713	112,357
Depreciation		384,593	427,511
Amortisation		7,324	6,969
Bad Debts written off		-	-
<b>Total operating expenditure</b>		<b>10,245,801</b>	<b>9,266,445</b>
<b>Surplus for the year</b>		<b>2,139,956</b>	<b>5,623,786</b>
Other comprehensive revenue and expense		-	-
<b>Total comprehensive income for the year</b>		<b>2,139,956</b>	<b>5,623,786</b>

These financial statements were approved by the Board of Directors on 15 October 2024

**For and on behalf of the Trust:**



Tim Watts  
Chair  
15 October 2024



Grant Faber  
Trustee  
15 October 2024



## The Outward Bound Trust of New Zealand Group

<b>Consolidated Statement of Financial Position</b>			
<b>As at 30 June 2024</b>			
<b>In New Zealand Dollars</b>			
	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Current Assets</b>			
Cash and cash equivalents	5	163,803	678,896
Receivables from exchange transactions	6	1,759,242	1,922,350
Receivables from non-exchange transactions	6	491,966	340,656
Prepayments		61,563	67,347
Inventories		95,159	94,478
<b>Total current assets</b>		<b>2,571,734</b>	<b>3,103,727</b>
<b>Non-current Assets</b>			
Property plant and equipment	7	8,069,488	7,631,911
Intangible assets		3,526	10,850
Investments	8	26,697,112	24,306,133
<b>Total non-current assets</b>		<b>34,770,127</b>	<b>31,948,894</b>
<b>Total Assets</b>		<b>37,341,861</b>	<b>35,052,621</b>
<b>Current Liabilities</b>			
Trade creditors and other payables	9	1,034,127	768,592
Bank Overdraft	5	584,457	7,608
Employee entitlements		221,953	387,981
Revenue in advance for exchange transactions	10	1,578,944	1,906,265
Revenue in advance for non-exchange transactions	10	835,284	1,035,036
<b>Total current liabilities</b>		<b>4,254,766</b>	<b>4,105,483</b>
<b>Total Liabilities</b>		<b>4,254,766</b>	<b>4,105,483</b>
<b>Total Net Assets</b>		<b>33,087,096</b>	<b>30,947,138</b>
<b>Equity</b>			
Accumulated funds		164,559	664,364
Equity reserves	11	32,922,537	30,282,774
<b>Total equity</b>		<b>33,087,096</b>	<b>30,947,138</b>

## The Outward Bound Trust of New Zealand Group

Consolidated Statement of Changes in Net Assets							
For the year ended 30 June 2024							
In New Zealand Dollars							
		Equity Reserves					
	Note	Accumulated funds	Endowment Funds	Sponsorship Funds	Special Funds	Capital Replacement Reserve	Total Equity
Balance 30 June 2022		1,200,805	19,433,579	2,552,462	2,033,842	102,664	25,323,352
<b>Total comprehensive income for the year</b>							
Surplus for the year		5,623,786	-	-	-	-	5,623,786
Other comprehensive revenue & expenses		-	-	-	-	-	-
Total comprehensive revenue & expense for the year		5,623,786	-	-	-	-	5,623,786
Transfers between equity reserves	11	(6,160,277)	5,797,207	207,429	24,590	131,000	-
Balance 30 June 2023		664,364	25,230,786	2,759,891	2,058,432	233,664	30,947,138
<b>Total comprehensive income for the year</b>							
Surplus for the year		2,139,956	-	-	-	-	2,139,956
Other comprehensive revenue & expenses		-	-	-	-	-	-
Total comprehensive revenue & expense for the year		2,139,956	-	-	-	-	2,139,956
Transfers between equity reserves	11	(2,639,761)	2,165,053	678,082	30,290	(233,664)	-
<b>Balance 30 June 2024</b>		<b>164,559</b>	<b>27,395,839</b>	<b>3,437,973</b>	<b>2,088,722</b>	<b>-</b>	<b>33,087,096</b>



## The Outward Bound Trust of New Zealand Group

<b>Statement of Consolidated Cash Flows</b>			
<b>For the year ended 30 June 2024</b>			
<b>In New Zealand Dollars</b>			
	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Cash flows from Operating activities</b>			
<b>Receipts</b>			
Receipts from Subsidised Course Fees		4,066,370	3,921,451
Receipts from Donations and Membership		1,655,144	6,119,699
Receipts from Other Course Revenue		7,330	11,160
Receipts from Course Fees		2,558,277	2,730,326
Receipts from Merchandise Sales		125,622	129,603
Receipts from Other Income		263,002	674,703
Receipts from Investments		225,727	204,684
		8,901,472	13,791,626
Payments to suppliers and employees		(9,684,917)	(9,243,768)
		(9,684,917)	(9,243,768)
Net cash flows (used in)/from operating activities		(783,445)	4,547,858
<b>Cash flows from investing activities</b>			
Withdrawal of investments		1,516,429	300,000
Purchase of investments		(1,000,000)	(4,870,000)
Proceeds from sale of property, plant and equipment		(5,217)	31,739
Property, plant and equipment additions		(819,708)	(226,840)
Net cash flows used in investing activities		(308,496)	(4,765,101)
<b>Net decrease in cash and cash equivalents</b>		<b>(1,091,941)</b>	<b>(217,243)</b>
Cash and cash equivalents at beginning of year		671,288	888,532
Cash and cash equivalents at end of year	5	(420,654)	671,288

The accompanying notes form part of these consolidated financial statements



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**1 Reporting entity**

These financial statements comprise the consolidated financial statements of the Outward Bound Trust of New Zealand (the “Group”) for the year ended 30 June 2024.

The Trust was incorporated under the Charitable Trust Act 1957, is registered under the Charities Act 2019, and is domiciled in New Zealand.

The principal activity of the Group is to provide experiential education courses.

**2 Basis of preparation**

**(a) Statement of compliance**

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand (NZ GAAP). They comply with Public Benefit Entity International Public Sector Accounting Standards (“PBE IPSAS”) and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Group is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board of Trustees has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime (“RDR”) disclosure concessions.

**(b) Basis of consolidation**

The Group financial statements consolidated those of the Parent, being the Outward Bound Trust of New Zealand (the “Trust”) and its 100% controlled subsidiary – The Outward Bound Trust of New Zealand Foundation (the “Foundation”).

The Group financial statements consolidate the financial statements of the Trust and all entities over which the Trust has the power to control the financial reporting and operating policies. Control is obtained through ownership of more than half the voting rights or the subsidiary governing body members also being members of the Parent governing body.

The purchase method is used to prepare the consolidated financial statements, which involves adding together like terms of asset assets, liabilities, income and expenses on a line-by-line basis. All significant inter-group balances are eliminated on consolidation of group results, position and cash flows.

All subsidiaries have a 30 June 2024 reporting date and consistent accounting policies are applied.

**(c) Basis of measurement**

The financial statements have been prepared on a historical costs basis, except for financial assets and liabilities that have been measured at fair value. The accrual basis of accounting has been used unless otherwise stated and the financial statements have been prepared on a going concern basis. While current assets exceed current liabilities by \$1,683,032 the Trustees have concluded that the Trust remains a going concern on the basis it has been provided with a letter of support from the Outward Bound Trust of New Zealand Foundation which confirms that the Foundation will not seek repayment of the \$200,000 loan for a period of at least 12 months beyond signing of these financial statements. In addition, the Foundation has confirmed that it will provide



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
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working capital support to the Trust in the event it is required. This would be in the form of a sell down of its investment, which is available as cash.

**(d) Presentation currency**

The financial statements are presented in New Zealand dollars (\$), which is the Group's functional currency. The financial statements are rounded to the nearest dollar.

**(e) Use of estimates and judgements**

The preparation of financial statements in conformity with PBE IPSAS RDR requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Where material, information on significant assumptions is provided in the relevant accounting policy or will be provided in the relevant note.

Although during a financial year estimates to revenue are made, specifically where a course overlaps 2 months (and matching principles are adopted), as at the 30th June 2024 all courses were complete and there were no estimates being made to account for revenue into the FY24 accounting period (2023: nil)

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Subsequent actual results may differ from these estimates.

The Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The residual values and depreciation rates used for property, plant and equipment are based on judgements and estimates of appropriate values and rates and the expected useful life of an asset, based on experience of similar assets owned and expended by "the Trust". The Mercer (N.Z.) Ltd capital fund includes cash which has been classified as investments due to the cash being part of the total investment portfolio.

**3 Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

**(a) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and any bank overdraft.

**(b) Trade debtors and other receivables**

Trade debtors and other receivables are measured at amortised cost using the effective interest method less any impairment losses.

An allowance for impairment is established where there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivable.

Receivables with a short duration are not discounted.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
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**(c) Property, plant and equipment**

Property, plant and equipment are measured at cost, less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset.

**Additions**

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential will flow to the Group and the cost of the item can be measured reliably.

In most instances, an item of property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value as at the date of acquisition.

Assets are only capitalised and depreciated from the time they start their useful life. Until an asset is commissioned and comes into service, it would therefore remain as “work in progress”.

**Disposals**

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the Statement Comprehensive of Revenue and Expense.

**Depreciation**

Depreciation is charged on a straight- line basis on all property, plant and equipment, other than land, over the estimated useful life of the asset. Depreciation is charged to the surplus or deficit in the Statement of Comprehensive Revenue and Expense.

The following depreciation rates have been applied at each class of property, plant and equipment:

○ Land	nil
○ Boats	3-10 years
○ Buildings	10–40 years
○ Plant and equipment	3-20 years
○ Office furniture and Computer equipment	3-10 years
○ Training equipment	3-5 years
○ Canoes	3 years
○ Motor vehicles	5 years
○ Rockface	10 years

The residual value of property, plant and equipment is reassessed annually.

**(d) Intangible assets**

Intangible assets acquired by the Group, which have finite useful lives, are measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised in the Statement of Comprehensive Revenue and Expense on a straight-line basis over the estimated useful life of the intangible asset, from the date that they are available for use. The estimated useful lives for the current and comparative periods are as follows:

○ Computer software, Obtains and Web Development	3 years
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**The Outward Bound Trust of New Zealand Group**  
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Acquired computer software licenses are capitalised on the basis of the cost incurred to acquire and bring to use the specific software.

**(e) Impairment**

The carrying amounts of Group assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the Statement of Comprehensive Revenue and Expense.

The estimated recoverable amount of an asset is the greater of its fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the asset and discounting to its present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indicators exist, the Group estimates the asset's recoverable amount, to measure the reversal of any previous period impairment charges. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Reversals of impairment are recognised in the Statement of Comprehensive Revenue and Expense.

**(f) Trade creditors and other payables**

Trade creditors and other payables are measured at amortised cost using the effective interest method.

**(g) Employee entitlements**

**Short term benefits**

Employee benefits that the Group expects to be settled within 12 months of balance date are measured at nominal value based on accrued entitlements at current rate of pays.

These include salaries and wages accrued up to balance date, annual leave earned, but not yet taken at balance date.

The Group recognises a liability and expense for bonuses where they are contractually obliged or where there is a past practice that has created a constructive obligation.

**(h) Financial instruments**

Financial instruments are comprised of trade debtors and other receivables, cash and cash equivalents, investments, trade creditors and other payables and borrowings. The Group held no derivative financial instruments (i.e. hedging instruments) in the years reported.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

The Group has no off-balance sheet financial instruments.

**Recognition and de-recognition of financial assets and liabilities**

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Financial assets and financial liabilities are measured initially at fair value plus transaction costs, except for those carried at fair value through surplus or deficit, which are measured at fair value.

**Subsequent measurement of financial assets**

The subsequent measurement of financial assets depends on their classification. The classification depends on the purpose for which financial assets were acquired. Management determines the classification of financial assets at initial recognition and re-evaluates this designation at each reporting date.

The Group currently holds financial assets in two classifications:

*(i) Loans and receivables*

Financial assets that are non-derivative with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial.

*(ii) Financial assets at fair value through surplus or deficit*

Financial assets at fair value through surplus or deficit include investments, which were designated upon initial recognition at fair value through surplus or deficit. Financial assets at fair value through surplus or deficit are carried in the Statement of Financial Position at fair value with changes in fair value recognised in the Statement of Comprehensive Revenue and Expense.

*(iii) Impairment*

All financial assets are subject to review for impairment at least once each reporting date. Accounts receivable are reviewed for impairment when accounts are past due or when other objective evidence is received that a specific counterparty will default. Impairment of trade receivables are presented in the Statement of Comprehensive Revenue and Expense, within expenses.

**Subsequent measurement of financial liabilities**

All financial liabilities held by the Group are designated as “loans and advances”, being non-derivative financial liabilities with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**(i) Revenue**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received.

The following specific recognition criteria must be met before revenue is recognised.

**Revenue from non-exchange transactions**

**Donations and grants**

Donations and grants are recognised in the Statement of Comprehensive Revenue and Expense when received unless a use or return condition exists. Where donations and grants have such a condition, they are held as revenue in advance until such time as the condition is satisfied at which at which point the balance is recognised within the Statement of Comprehensive Revenue and Expense.

Donated assets are recorded at their fair value at the date of donation. Like many other charitable organisations, the Group often receives the benefit of people's time and service carried out free of charge. This type of donation cannot be readily quantified and hence is not recorded in the financial statements.

**Bequests**

Endowment fund bequests are recognised as revenue in the Statement of Comprehensive Revenue and Expense when received. Endowment bequests received are first recognised in surplus/deficit for the year and then transferred in the Statement of Changes in Equity from accumulated funds to the endowment funds equity reserve. This treatment recognises that endowment fund bequests are preserved in investments carried forward and only income earned from investments is used to fund student scholarships.

**Subsidised course fees**

Subsidised course fees are recognised as income when the course commences. When the course has been provided to the student the donation for course fees is recognised. Any fees invoiced at year-end for courses, which students intend to attend at a future date is recognised as revenue in advance for non-exchange transactions.

**Revenue from exchange transactions**

**Course fees from exchange transactions**

Course fees are recognised as income when the course commences. Any fees invoiced at year-end for courses, which students intend to attend at a future date is recognised as revenue in advance for exchange transactions.

**Sale of goods**

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and can be measured reliably. Risks and rewards are considered passed to the buyer at the time of delivery of the goods to the customer.

**Interest**

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

**Dividend income**

Dividend income is recognised on the date that the Group's rights to receive payment are established, which in the case of quoted securities is the ex-dividend date.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
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**(j) Operating lease payments**

An operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset. Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

**(k) Income tax**

Due to its charitable status, the Group is exempt from liability to income tax.

**(l) GST**

All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables that are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the Statement of Financial Position.

The Foundation is not registered for Goods & Services Tax.

**(n) Nature and purpose of reserves**

The Group creates and maintains reserves in terms of specific requirements. These are explained in detail in notes 11a to d.

**4 Other expenses**

Expenditure disclosed in the Statement of Comprehensive Revenue and Expense includes:

	2024	2023
<b>General overheads</b>		
Audit fees for financial statement audit	40,925	33,760
<b>Employee remuneration</b>		
Wages and salaries	5,068,551	4,746,457
Increase/ (decrease) in employee entitlements	(166,028)	59,964
<b>Finance costs include:</b>		
Bank charges	31,952	17,652

**5 Cash and cash equivalents**

	2024	2023
Cash at bank and in hand	20,539	80,623
Call deposits	143,265	598,273
<b>Total</b>	<b>163,803</b>	<b>678,896</b>
Bank overdraft	(584,457)	(7,608)
<b>Total</b>	<b>(420,654)</b>	<b>671,288</b>

The carrying amount of cash and cash equivalents and call deposits approximates their fair value.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**6 Receivables**

	<b>2024</b>	<b>2023</b>
Receivables from exchange transactions	1,759,242	1,922,350
Receivables from non-exchange transactions	491,966	340,656
<b>Total</b>	<b>2,251,208</b>	<b>2,263,005</b>

Trade debtors and other receivables are non-interest bearing and receipt is normally on 30-day terms. Therefore, the carrying value of receivables approximates their fair value.

Each year overdue receivable balances are assessed for impairment and appropriate allowances applied. All trade receivables are subject to credit risk exposure. There is no concentration of credit risk with respect to receivables outside the entity, as the entity has a large number of customers.

There is no allowance for impairment as no receivables are considered uncollectable.



## The Outward Bound Trust of New Zealand Group

### Notes to the consolidated financial statements

In New Zealand Dollars

#### 7 Property plant and equipment

<b>Movement 2024</b>	Cost 1-Jul-23	Additions	Disposals	Cost 30-Jun-24	Accumulated depreciation 1-Jul-23	Depreciation written back	Current year depreciation	Accumulated depreciation 30-Jun-24	Carrying amount 30-Jun-24
Land	2,694,970	-	-	2,694,970	-	-	-	-	<b>2,694,970</b>
Buildings *	7,933,532	220,166	-	8,153,698	3,877,424	-	173,023	4,050,447	<b>4,103,252</b>
Boats	1,960,968	43,981	(68,720)	1,936,229	1,361,338	(68,708)	87,705	1,380,334	<b>555,895</b>
Motor vehicles *	765,651	140,159	-	905,810	664,093	-	25,930	690,023	<b>215,787</b>
Plant and equipment	617,443	33,321	(200,797)	449,967	542,443	(200,281)	34,857	377,019	<b>72,948</b>
Furniture and computer equipment *	162,667	12,926	(1,363)	174,230	120,472	(567)	20,898	140,803	<b>33,427</b>
Training equipment	457,699	372,942	(78,591)	752,051	395,251	(78,591)	42,181	358,842	<b>393,209</b>
<b>Total</b>	<b>14,592,930</b>	<b>823,495</b>	<b>(349,470)</b>	<b>15,066,955</b>	<b>6,961,021</b>	<b>(348,147)</b>	<b>384,593</b>	<b>6,997,467</b>	<b>8,069,488</b>
<b>Movement 2023</b>	Cost 1-Jul-22	Additions	Disposals	Cost 30-Jun-23	Accumulated depreciation 1-Jul-22	Depreciation written back	Current year depreciation	Accumulated depreciation 30-Jun-23	Carrying amount 30-Jun-23
Land	2,694,970	-	-	2,694,970	-	-	-	-	<b>2,694,970</b>
Buildings	7,906,814	26,718	-	7,933,532	3,701,506	-	175,918	3,877,424	<b>4,056,109</b>
Boats	1,962,598	132,708	(134,338)	1,960,968	1,362,571	(115,409)	114,176	1,361,338	<b>599,631</b>
Motor vehicles	853,737	-	(88,086)	765,651	724,946	(88,086)	27,233	664,093	<b>101,558</b>
Plant and equipment	614,509	27,674	(24,740)	617,443	532,938	(24,740)	34,246	542,443	<b>75,000</b>
Furniture and computer equipment	145,665	22,600	(5,598)	162,667	106,578	(5,598)	19,492	120,472	<b>42,195</b>
Training equipment	463,461	35,842	(41,604)	457,699	380,409	(41,604)	56,446	395,251	<b>62,448</b>
<b>Total</b>	<b>14,641,755</b>	<b>245,542</b>	<b>(294,365)</b>	<b>14,592,930</b>	<b>6,808,947</b>	<b>(275,437)</b>	<b>427,511</b>	<b>6,961,021</b>	<b>7,631,911</b>

(\* ) FY24 Capital work in progress contains a Mercedes Sprinter (in the workshop being retro fitted with seating), a drinking water supply project in Anakiwa, a new high ropes course being installed in Anakiwa and cost incurred in the search for a new site in the Coromandel. They are recognised at cost and are not depreciated. The cost of these assets is held in the relevant asset class. When the asset is in location and condition compete for its intended use, it is fully capitalised and depreciated over it's useful life (2024 : \$579,735 & 2023 : \$52,143).



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**8 Investments**

	2024	2023
Rangatira shares	4,295,000	4,056,250
Mercer (NZ) Ltd	22,402,112	20,240,096
Foodstuffs redeemable preference shares	-	9,787
<b>Total</b>	<b>26,697,112</b>	<b>24,306,133</b>

All investments are initially recognised at cost, being the fair value of the consideration given. All investments disclosed in these financial statements have been classified as "fair value through surplus or deficit".

After initial recognition for investments classed as "fair value through surplus or deficit", any movement in the fair value or impairment is recognised in the Statement of Comprehensive Revenue and Expense.

The Groups FCNZ and Mercer (N.Z.) Ltd capital investment portfolios and other equity investments are classified as "fair value through surplus or deficit", because investments held are part of a portfolio of investments, that are managed together to generate short-term profits. The policy of the Foundation is to hold investments for the long-term, but if conditions change the investments are readily able to be sold.

All investments are carried at fair value with movements recognised in the Statement of Comprehensive Revenue and Expense. Investments are considered to be long-term by nature and therefore are classified as non-current assets. Cash funds held within the investment portfolio at balance date were \$2,813,262 (2023: \$1,696,952).

**9 Trade creditors and other payables**

	2024	2023
Trade creditors	406,207	136,744
Accrued expenses	426,395	382,102
GST and PAYE payable	201,525	249,746
<b>Total</b>	<b>1,034,127</b>	<b>768,592</b>

Trade creditors and other payables are non-interest bearing and are normally settled on 30- day terms; therefore the carrying value of trade creditors and other payables approximates their fair value.

**10 Revenue in advance**

	2024	2023
Revenue in Advance for exchange transactions	1,578,944	1,906,265
Revenue in Advance for non-exchange transactions	835,284	1,035,036
<b>Total</b>	<b>2,414,228</b>	<b>2,941,301</b>



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**11 Equity reserves**

All income and expenditure is recognised in the Statement of Comprehensive Revenue and Expense and the surplus for the year taken to accumulated funds. Transfers between accumulated funds and equity reserves are disclosed in the Statement of Changes in Net Assets.

<i>2024- transfers between equity reserves</i>	<b>Opening</b>	<b>Transfer from/ (to) retained earnings</b>	<b>Closing</b>
Endowment funds	25,230,786	2,165,053	27,395,839
Sponsorship funds	2,759,891	678,082	3,437,973
Special funds	2,058,432	30,290	2,088,722
Capital Replacement Reserve	233,664	(233,664)	0
<b>Total</b>	<b>30,282,773</b>	<b>2,639,761</b>	<b>32,922,534</b>
<i>2023- transfers between equity reserves</i>	<b>Opening</b>	<b>Transfer from/ (to) retained earnings</b>	<b>Closing</b>
Endowment funds	19,433,579	5,797,207	25,230,786
Sponsorship funds	2,552,462	207,429	2,759,891
Special funds	2,033,842	24,590	2,058,432
Capital Replacement Reserve	102,664	131,000	233,664
<b>Total</b>	<b>24,122,547</b>	<b>6,160,227</b>	<b>30,282,773</b>

**(a) Endowment funds**

Endowment funds are bequests whereby the principal donation is preserved and only income earned being expended on student scholarships. Endowment fund bequests are recognised as income when received in the Statement of Comprehensive Revenue and Expense and transferred to the Endowment Funds equity reserve from Accumulated Funds.

**(b) Sponsorship funds**

Sponsorship funds includes surplus unexpended donations received targeted towards student scholarships.

**(c) Special funds**

Special funds includes surplus funds targeted for operation funding other than non-operational expenditure and student scholarships.

**(d) Capital replacement reserve**

Capital replacement reserve includes donations received for specific capital project across the organisation. As at 30<sup>th</sup> June 2024, there are no funds held in this respect (2023: \$233,664).

**12 Related party transactions**

Related parties arise when an entity or person(s) has the ability to significantly influence the financial and operating policies of the Group.

**(a) Parent and ultimate controlling party**

The Outward Bound Trust of New Zealand (the "Trust") is the ultimate controlling party and is not a subsidiary of any other entity, nor controlled by any other party.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**(b) Related parties**

The Board of the Trust resolved to set up the Foundation as a separate organisation, to be run in parallel to the Outward Bound Trust, and dedicated to providing funds for long term sustainability of the Outward Bound Trust. The Foundation came into effect 1 July 2001.

One of the Nine trustees of the Trust are also members of the governing body of the Foundation.

**(c) Related party transactions**

No provision has been required, nor any expense recognised for impairment for any loans or other receivable balance to related parties (2023: \$Nil).

**Key management personnel**

The Group has a related party relationship with members of the Trust Board, executive officers, and other key management personnel.

<i>Key management personnel compensation</i>	<b>2024</b>	<b>2023</b>
Salaries and other short-term employee benefits (2024: 1 person, 2023: 1 person)	230,000	230,000

Total remuneration paid to key management personnel is made up of short –term employee benefits and no other post-employment benefits, termination benefits or long-term benefit arrangements have been expensed in the years reported.

In the year reported, \$1,293 was incurred on travel expenses for a close family member of the Key management personnel noted above. This is within the amount approved by the Board (2023: nil)

**(d) Other related party transactions**

*Grant Faber – Outward Bound Trust Director*

The Trust received donations of \$nil for the 2024 financial year to assist with operational costs (2023: \$25,196).

*Andrew Smith – Outward Bound Trust Director (resigned)*

The Trust received donations of \$nil for the 2024 financial year to assist with operational costs (2023: \$20,000).

The Foundation received a donation of \$nil for the 2024 financial year, contributing to the “Grow the Foundation” strategy (2023: \$5,000,000).

*Roz Mexted – Outward Bound Trust Director*

The Trust received donations of \$nil for the 2023 financial year (2023: \$1,749).

There were no other related party transactions in the 2024 and 2023 financial reporting years.



**The Outward Bound Trust of New Zealand Group**  
**Notes to the consolidated financial statements**  
*In New Zealand Dollars*

**13 Financial instruments**

**Categories of financial assets and liabilities**

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

<b>Financial Assets</b>	<b>2024</b>	<b>2023</b>
<i>Financial assets at fair value through surplus or deficit</i>		
Investments	26,697,112	24,306,133
<i>Loans and receivables</i>		
Cash and cash equivalents	163,803	678,896
Receivables from exchange transactions	1,759,242	1,922,350
Receivables from non-exchange transactions	491,966	340,656
<b>Total</b>	<b>29,112,123</b>	<b>27,248,034</b>
<b>Financial Liabilities</b>	<b>2024</b>	<b>2023</b>
<i>At amortised cost</i>		
Trade creditors and accrued expenses	1,034,127	768,592
Bank overdraft	584,457	7,608
Employee entitlements	221,953	387,981
Revenue in Advance for exchange transactions	1,578,944	1,906,265
Revenue in Advance for non-exchange transactions	835,284	1,035,036
<b>Total</b>	<b>4,254,766</b>	<b>4,105,483</b>

**14 Operating leases**

<i>Non-cancellable operating leases are payable as follows:</i>	<b>2024</b>	<b>2023</b>
Less than one year	93,193	169,234
Between one and five years	312,146	410,154
More than five years	220,844	244,290
<b>Closing balance</b>	<b>626,184</b>	<b>823,678</b>

Operating leases are held on a printer in the Auckland Office, a property lease at Ruakaka Bay and the 2 premises leased at 3 Queens Wharf, Wellington and 20 Beaumont Street, Auckland

**15 Capital commitments**

As at Balance Sheet date, the Trust has no capital commitments (2023: \$140,066).

**16 Contingent assets and liabilities**

The Group has no contingent assets or liabilities as at balance date (2023: \$Nil).

**17 Subsequent events**

There were no significant events after balance date requiring reporting or adjustment in these financial statements.



# Independent Auditor's Report

## To the Trustees of The Outward Bound Trust of New Zealand

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the consolidated financial statements of Outward Bound Trust of New Zealand (the "Trust") and its controlled entity (the "Group") on pages 2 to 18 which comprise the consolidated statement of financial position as at 30 June 2024, and the consolidated statement of comprehensive revenue and expense, consolidated statement of changes in net assets and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Group as at 30 June 2024 and its comprehensive revenue and expenses and cash flows for the year then ended in accordance with Public Benefit Entities International Public Sector Accounting Standards Reduced Disclosure Regime (Not-for-Profit) issued by the New Zealand Accounting Standards Board.

#### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* 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 opinion.

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

#### Responsibilities of Those Charged with Governance for the Consolidated Financial Statements

The Trustees are responsible on behalf of the Group for the preparation and fair presentation of these consolidated financial statements in accordance with Public Benefit Entities International Public Sector Accounting Standards Reduced Disclosure Regime (Not-for-Profit) issued by the New Zealand Accounting Standards Board, and for such internal control as those charged with governance determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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### **Auditor's responsibilities for the Audit of the Consolidated Financial Statements**

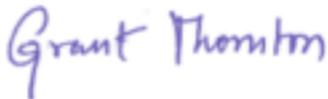
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the External Reporting Board's website at: <https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/>

### **Restriction on use of our report**

This report is made solely to the Group's Trustees, as a body. Our audit work has been undertaken so that we might state to the Group's Trustees, as a body, 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 Group and its Trustees, as a body, for our audit work, for this report or for the opinion we have formed

**Grant Thornton New Zealand Audit Limited**



**Auckland**

**24 October 2024**