



I am the face of arthritis in New Zealand

Annual Report

2015



**ARTHRITIS
NEW ZEALAND**

KAIPONAPONA AOTEAROA

*Improving the lives of
people affected by arthritis*
Te whai kia pai ake te hunga
kua pāngia e te kaiponapona

calls to 0800 line,
3% up on previous year

9870



teens'
weekend
held in
October



website
visits
up 18% to

239,248

gout
awareness
campaign



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Arthritis New Zealand

■ Our Mission

Improving the lives of people affected by arthritis

Te whai kia pai ake te hunga kua pāngia e te kaiponapona

Arthritis New Zealand is the trading name for the Arthritis Foundation of New Zealand Incorporated, a registered New Zealand charity. We are an incorporated society that has been operating since 1966, with over 4,000 current members.

Arthritis New Zealand facilitates the provision of quality services and programmes, supporting those affected by arthritis through public awareness, information and advice, direct support, promoting the issues affecting people with arthritis and promoting research. Our National Office is based in Featherston St, Wellington with 7 offices from which we provide services throughout the country.

There are over 578,000 people in New Zealand living with a diagnosis of arthritis making it one of the leading causes of disability in New Zealand. The World Health Organisation (WHO) global burden of disease study released in 2012 showed musculoskeletal conditions, including arthritis, are leading causes of burden of disease internationally. While not the leading cause of death the increasing rates of osteoarthritis and lower back pain and the lower age of diagnosis for these conditions means that for individuals, the community and the government these conditions have a huge impact on the life and health of people affected.

There is no cure for arthritis, but it can usually be managed, and most people with arthritis can continue to lead productive and fulfilling lives. For the person who has been diagnosed with arthritis and for the family members who support them Arthritis New Zealand provides information, advice, support and links to others in a similar situation.

■ Our Values

We are committed to working in ways that demonstrate our values of:

Putting People First

We demonstrate our commitment to being people-centred by:

- Acknowledging the personal and social impact of arthritis
- Recognising and celebrating success and achievement
- Being responsive to client, donor and member needs
- Developing our staff and volunteers
- Providing a welcoming workplace

Respect

We show respect by:

- Acknowledging all people in a culturally appropriate way
- Encouraging open and honest communication
- Recognising the diversity of contributions from our stakeholders

Integrity

We demonstrate integrity by:

- Following through commitments in a timely way
- Being accountable for all our activities
- Being totally trustworthy and honest in all our actions
- Providing clear and consistent information

Excellence

We strive to achieve excellence by:

- Providing evidence-based services and information
- Aiming for continuous improvement in all our actions
- Building on our strengths to make things happen
- * Sharing information

Our Programmes

Advocacy	<ul style="list-style-type: none"> • Advocacy programmes promote the needs of people living with arthritis • Active engagement with policy that affects people with arthritis, e.g. health, work issues • Arthritis New Zealand works in partnership with other agencies to address issues of musculoskeletal health • Active leader in the charity sector
Awareness	<ul style="list-style-type: none"> • Continues awareness campaigns “Arthritis: It could surprise you” • Active media presence reinforces the role of Arthritis New Zealand as first point of contact for people with arthritis • Provides high quality information resources - in electronic and printed format • Website and other technologies meet current and future needs
Information and Advice	<ul style="list-style-type: none"> • Group and individual advice provided in a timely relevant manner • Provide phone and web based services to meet needs of identified populations • Effective programmes are delivered to priority populations • Support primary and secondary health care services to meet the needs of people with arthritis
Research	<ul style="list-style-type: none"> • Research grants awarded supporting New Zealand based research into arthritis • Arthritis New Zealand commissions research that demonstrates outcomes that further our strategy • Arthritis New Zealand programmes are evaluated to demonstrate outcomes • Research outcomes are published and promoted
Support Services	<ul style="list-style-type: none"> • A range of volunteer led support services are provided nationally • A Peer Support programme for people newly diagnosed with arthritis • Volunteers are supported to develop and run programmes • Support services are provided for priority populations groups
Future Proofing	<ul style="list-style-type: none"> • Review organisational and governance model • Implement effective and sustainable funding to meet or exceed programme needs • Develop role as umbrella for organisations with similar goals • Organisation meets current best practice processes in financial, IT and human resource management



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President's Report

It is with mixed feeling I present this Annual Report for Arthritis New Zealand. There is a great deal of pride in the achievements of the organisation this year as you see reflected in this document. There is some sadness that this my last official task as President. Our constitution sets the maximum term of a President at four years and my term will end at the AGM in November.

When I came to the role, an organisational restructure had just taken place. I cannot take credit for it but all that has happened since has reinforced for me how timely it was and credit is due to those who had the vision and courage to undertake it. The results are obvious. This report shows another successful financial result and that Arthritis New Zealand is providing services to a growing number of people in ways that are sustainable.

We have long advocated for arthritis to be recognised as a public health priority. There are indications from government that the message is being heard. Last year we saw increases in joint replacement surgery; this year we have seen some more community based services funded. Messages from the Minister of Health and the Ministry indicate that musculoskeletal health is being recognised and the attention is welcome.

Arthritis can strike anyone at any age. Half of the 578,000 New Zealanders living with arthritis are under 65 years of age. And yet getting a diagnosis of arthritis remains a surprise to many people.

Too many people feel isolated at the time of diagnosis. Contact with Arthritis New Zealand reduces that isolation.

While for now there might be no cure for arthritis there is hope. Hope comes in many forms. Research grants bring the hope of unlocking some of the causes and possible treatments for arthritis. Our support services and exercises classes bring the hope of a better quality of life. For those who talk to an Arthritis Educator the hope comes in the self management techniques that make life easier.

Success is not accidental but the result of the efforts of many. I include in that staff and volunteers, and the people who give their time and energy to the Governing Body and Regional Liaison Groups. I also include our sponsors and many donors. I wish to take this opportunity to thank you all for your contributions.

The year ahead of us is particularly significant. The Jubilee year is a time to reflect on the history of the organisation; it is also a time to ensure that the organisation is ready for the challenges of the next 50 years and beyond. I wish the incoming President and Governing Body every success. The organisation is well positioned to meet the mission of "improving the lives of all affected by arthritis"

Alan Henwood

President



Our Governing Body

Governing Body members represent the interests of the organisation's members, volunteers, the wider community, donors and supporters.

Members 2014/2015

Alan Henwood President

Digna Toresen National Representative
(from December 2014)

John Pritchard Northern Representative

Katharine Bracey Central Representative
(until December 2014)

Laurie Breadmore (Midland Representative until December 2014 and then Midland/Central Representative)

Lynne McMillan Southern Representative
(until December 2014)

Deidre Lusby Southern Representative
(from December 2014)

Roy Tiffin National Representative
(until December 2014, then Appointed Member)

Rebecca Grainger Appointed Member

Martin Lenart Appointed Member

Steven Renata Appointed Member

Joe Stanton Appointed Member

Responsibilities:

- To provide strategic direction and leadership for the entire organisation.
- To ensure the organisation is soundly managed.
- To work in close partnership with the Chief Executive to ensure the Governing Body's goals and objectives are achieved, supporting and resourcing the Chief Executive to carry out her responsibilities.
- To appoint and monitor the Chief Executive, ensuring the organisation employs the best person for the position and provides fair and appropriate terms and conditions of employment.
- To develop and monitor policies, which provide direction and boundaries for both its own and the Chief Executive's functions.
- To establish Governing Body Committees or working groups as it sees fit.



Dr Shane Reti, MP
new Parliamentary
Friends of Arthritis
facilitator

Below: Governing Body. From left: Digna Toresen, Laurie Breadmore, John Pritchard, Martin Lenart, Alan Henwood, Roy Tiffin, Deidre Lusby. Absent: Steve Renata, Joe Stanton, Rebecca Grainger, Katharine Bracey, Lynne McMillan.



Arthritis Educator Brenda Lettie Neri-Iseli provides gout test to His Excellency The Governor General, Lieutenant General, The Right Honourable Sir Jerry Mateparae.

20,089

clients
accessed
services

Chief Executive's Review

Kia ora koutou

It is with great pleasure that I present the 49th Annual Report for Arthritis New Zealand. As you read this I think you can agree that we are in the prime of our life. According to the idiom dictionary the prime of life is “the best years of one’s life, when one is at the peak of one’s powers”.

Over the past year we have seen politicians and policy makers taking arthritis seriously. The costs of arthritis to the New Zealand community – costs that Arthritis New Zealand first published in 2005 – are substantial. For 15% of the adult community, 578,000 people, living with a diagnosis of arthritis the costs are personal – the cost of doctor’s visits, prescriptions, the lost income due to reduced work ability and the hidden costs related to social isolation. The costs also hit the wider community – in healthcare costs, welfare benefits and lost opportunities. The World Health Organisation includes osteoarthritis as one of the costliest long term health conditions. We have called for many years for arthritis to become a health priority. While we are not quite there yet the signs are encouraging. We welcomed the increased investment in community musculoskeletal health services announced this year. We expect to be an active partner in such programmes.

“Arthritis, it could surprise you” has been the strapline now for three advertising campaigns. This year Neemia Tialata, a professional rugby player and a man who lives with gout, fronted our campaign “Don’t be trapped by gout”. Many are surprised that gout is a form of arthritis and that getting gout is more about your genes than it is about lifestyle choices. Gout is one form of arthritis that can be managed. That takes a team – the person with gout, their family, health services and us. We aren’t there yet for many people, hopefully a step closer for many following this campaign.

One of the advantages of maturity, and 49 is mature, is that you know where the risks are in the activities around you and can plan for them. Compared to the impetuosity of youth where trial and error seem fine, adults usually plan and prepare. For Arthritis New Zealand this planning and preparation includes all services whether they are run by paid staff or are volunteer led services. All our services must provide a safe place for people with arthritis.

Tributes for the achievements this year are due to all those involved. Arthritis New Zealand has a dedicated team of paid staff and volunteers. Our success is very much the result of the combined efforts.

Our Governing Body deserves a special mention. This group of volunteers takes on the challenge of overseeing this organisation. They hold the toanga of this organisation handed on from the founders in 1966 and ensuring the gift can be handed on to future generations. I have been honoured to work alongside our outgoing President Alan Henwood. Our styles are different but I share his passion for the organisation.

I don’t know if this is the peak for Arthritis New Zealand – I know there is more we can do. I invite you to read this report with pride at the many achievements of a 49 year old organisation. Turning 50 is a milestone. We can celebrate over the year ahead knowing there we are in great shape for a fit and healthy future. May it be so for us all individually and collectively.

Sandra Kirby

Chief Executive



The Year in Review

Advocacy

Our priority for many years has been to have arthritis recognised as a priority within the New Zealand health system. Over the past year we have seen some significant movement towards this recognition. An election promise for additional funding for musculoskeletal health was welcome and the follow up programmes are being actively followed.

We have participated in reviews of the ACC system, with our focus being on those people who have been declined ACC cover on the basis of a pre-existing arthritis related condition.

We work alongside other agencies to make representation on the needs of the 578,000 New Zealanders living with arthritis.

Awareness.

Having the general public understand that arthritis can strike anyone of any age remains one of our key challenges. This year we have maintained a steady flow of media articles to keep this message in the public eye. More than a year after our last campaign we created the third in our series of television advertisements. The campaign was introduced to the public at the Governor General's Nationhood event in April at Government House in Auckland.

The campaign was then formally launched at a Gout Champions Hui in Auckland.

The 2015 campaign featured Neemia Tialata avoiding the trap of gout. It is really pleasing to see high levels of awareness for Arthritis New Zealand – 81% of the people surveyed knew about the organisation. This level has grown significantly over the past four years.

Information and Advice.

We provide advice and information on all forms of arthritis to people through a range of services. This work is lead by our team of trained Arthritis Educators and includes our phone services, individual and group consultations, seminars and self-management programmes. Our web based services are growing to meet the demand for innovative services. A new look website, interactive Facebook sessions and our extensive range of brochures provide evidence based information for people with arthritis and those who support them.

National Management Team. From left: Karen Baker, Rob Mitchell, Dianne Armstrong, Francesca Holloway, Sandra Kirby, Cathie Morton, Paul Barclay, Tui Tararo



81%

of people are aware of Arthritis New Zealand



75 advocates

5,383

visits to our gout campaign website

Neemia Tialata, professional sportsman, in the gout television ad.

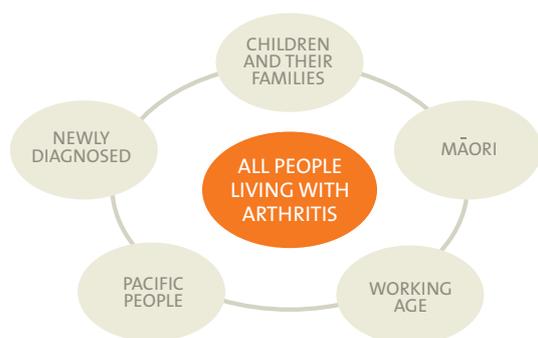


Priority Populations

For the person who has been diagnosed with arthritis and for the family members who support them Arthritis New Zealand provides information, advice, support and links to others in a similar situation.

Within the larger population there are groups of people who have been identified as needing specific emphasis due to health disparities and specific needs.

This year we developed a programme of support for newly diagnosed people as part of our service. Trained volunteers with similar diagnosis are matched with people who call the service and provide support and advice around the myriad of non-clinical questions people have as they come to terms with a life changing diagnosis.



March: National Gout Hui and launch of Gout Awareness Campaign

56
gout
champions

66

media releases during the year

Our gout champions programme helps extend our reach into Māori and Pacific communities using trained volunteers to deliver gout information and advice at marae, whanau and community level. Our first gout champions hui was held alongside the launch of our gout campaign at the beautiful Te Manukanuka o Hoturoa Marae in Auckland.

The camp for children with arthritis and their parents is an annual highlight for us. The Totara Springs camp is an ideal setting for both the education and activities that are part of the busy weekend. This year we were grateful for an invitation to visit Hobbiton. This was a real highlight for all involved.

In October 18 teens with arthritis met in Auckland to spend the weekend developing their leadership skills, learning about how to manage their arthritis and enjoying time with other young people who know exactly what it is like to grow up with arthritis.

This exciting programme included an art workshop, a cooking session, a wonderful time at the Devonport Naval Base doing some naval exercises and a series of social media challenges.

PEDALL Programme

An introductory programme and two pilot programmes were run in Christchurch. PEDALL involves a combination of education about arthritis and its management and exercise bike sessions for a group of up to 20 people.

We are awaiting the full evaluation but early signs are that quality of life indicators for participants have improved significantly.

Some comments include:

- *More movement in joints and less pain.*
- *Leg muscles are stronger and muscles are more toned.*
- *I have felt fitter and have more energy.*
- *My legs are much stronger.*
- *I can straighten my knees which I haven't been able to do in 2 years!!*

Les, age 50: PEDALL exercise class attendee

As a keen cyclist, it was a major blow for Les to develop psoriatic arthritis. He already had a fairly good idea about the affect that arthritis has on people, as he was a volunteer driver for Arthritis New Zealand. So when his own knees started buckling under so much pain that he could no longer cycle, it was time to see a doctor.

Les had already had a rough few years with different medical issues, and getting arthritis in his knees was the last straw.

“I already had a lot to deal with over the years and I’d been in a lot of pain and discomfort. I thought ‘here we go again.’”

Through the help of his local arthritis support person, he was put onto the PEDALL programme – a spin class specially designed for people affected by arthritis to get them moving again.

It’s been hugely enjoyable for Les. When he started the programme he had trouble doing even one rotation of the wheel. Within a couple of sessions he was flying along. Since the 12 week programme finished, Les has continued with twice weekly classes as he found it so beneficial. He has found a lot of supportive friends through the programme. The social benefit for Les in doing these classes have been just as beneficial as the physical improvement.

Les recommends that if you are experiencing pain, to get in contact with Arthritis New Zealand, as they can help out with advice, and get on to exercise classes like the PEDALL programme.

“The PEDALL programme was fantastic. I’ve been through a heck of a lot, and Arthritis New Zealand has been there for me.”



Shane Reti, MP (back to camera) displays his T shirt in the ‘Woodhouse Wonders’ team in the inaugural match against the ‘Arthritis All Stars’.



350 contacts made by advocates with MPs pre 2014 election



Above: The Outing Gout hui.

Awards

In November we celebrated the achievements of some special volunteers and supporters at our biennial National Awards function in Christchurch.

Awardees were:

Associate Professor Peter Larmer – Premier Award.

Adrienne Crowe – Arthritis New Zealand Distinguished Service Award.

Billy Bowden – Arthritis New Zealand’s Distinguished Service Award.

Lynne McMillan – Arthritis New Zealand’s Distinguished Service Award.

Blackmores – Arthritis New Zealand Business Award.

James Lowe – Arthritis New Zealand Young Achiever Award.

Sandra Kirby (CEO), James Lowe, Adrienne Crowe, Alan Henwood (President), Peter Larmer, Lynne McMillan, Deva Dhar (Blackmores)



Hon Michael Woodhouse receives Honorary Life Membership

Research

For now there is no cure for arthritis but we are working through our dedicated New Zealand based researchers to change this. Through our dedicated research fund we support New Zealand research into the cause and treatment of arthritis. Our own work is based on sound research and we are committed to evaluating our services.

In 2014 Arthritis New Zealand paid \$244,194 to support six research projects and three summer scholarships.

Research Grants

Professor Fiona McQueen (Auckland University). Investigating the use of MRI inflammation as an imaging biomarker in rheumatoid arthritis: monitoring response to the “Treat to Target” approach.

Dr Susanna O’Sullivan (Auckland University). The treatment of bone loss in women with functional hypothalamic amenorrhoea.

Professor Keith Rome (Auckland University of Technology). The first metatarsophalangeal joint in gout and asymptomatic hyperuricaemia.

Dr Elwyn Firth (Auckland University). Is hyaline articular cartilage of young individuals already degraded by chronic low grade inflammation associated with diet-induced obesity?

Dr Valerie Wright-St Clair. Exploring participant and educator experiences of quality and effectiveness of the Arthritis New Zealand self-management programme.

Associate Professor Duncan Warwick (University of Otago). Periosteum derived mesenchymal multipotent progenitor cell for bone growth on titanium surfaces.

Support Services

Our team of volunteers form the backbone of our organisation. We train and support people to run a range of services at the local level for people with arthritis. Tasks undertaken vary from governance, administration support, fundraising, leading water based exercise classes to supporting our team of Arthritis Educators.

Pam, mother of Anna aged 23: Fibromyalgia

"I'm not the person with arthritis, I'm her mum.

After Anna's fibromyalgia diagnosis there was no guidance on what help was available out there. We sourced it ourselves.

My daughter, at 23, felt her life was over."

After developing Complex Regional Pain Syndrome (CRPS) which spread to the whole of her body Anna she struggled to keep down a regular job through the excruciating pain she was faced with. As there were difficulties in getting a diagnosis for this new pain, she found it hard to manage her pain effectively. As well as the physical pain and loss of mobility, Anna lost confidence, experienced depression and lost motivation. Then she received a diagnosis of fibromyalgia, which just crushed her.

"We were facing a situation where she didn't want to be here. Following the immediate assistance from Arthritis New Zealand, and the encouragement and advice of our arthritis support person, I was able to help Anna out of this dark place. If we had not had that help, Anna would not have the future that she has now. She's still not 100%, but she's in a far better place, both emotionally and physically.

Thank you so much Arthritis New Zealand for being there, and enabling me to help my daughter.

One the things I want people to know is that, after a diagnosis, their life doesn't have to be over. I believe this service has helped me to save her life and make her see that she CAN have a life, albeit with limitations."



Team Arthritis in the Legends Relay at the Swimming NZ zonal championships. Team Captain Arthritis Ambassador Jaynie Hudgell, Gary Hurring, Craig Hudgell and Corney Swanepoel.

\$2.44
million

in funding for
6 research projects and
3 summer scholarships



Arthritis ambassador Billy Bowden and Sandra Kirby.

6

submissions to parliament

clients who accessed
our Support for Newly
Diagnosed service

47

Arthritis stand at Ratana Pa – Tui Tararo, Maggie Lovekin-Pitman and Iuliano Tinielu.



ORANGE
a play

written and produced
by Geraldine Brophy,
performed in December

Rehearsals at ORANGE, written and produced by Geraldine Brophy
From left: Rachael Williams, Lily Simpson, Sharon Waterhouse, Fran Olds, Kitty Walter. At rear, Riley Brophy. Below right: Camp attendee.



national awards
held in Christchurch
in November

annual
children's
camp held

net fundraising income
above budget at year end:

30%

**Phoebe, age 23 months:
Juvenile Idiopathic Arthritis (JIA)**

While going out to get ice-cream as a family one day, parents Kris and Louise were upset to see that their 23 month old daughter Phoebe had swollen fingers, knees and toes. They thought Phoebe was having an allergic reaction. But tests confirmed that Phoebe had JIA. It was a heartbreaking shock for Kris and Louise to learn that their bright young child was in so much pain. After such a promising start to meeting all of her milestones she was now going backwards and couldn't even sit up anymore. They had no idea children got arthritis.

Thankfully, both support and medication was available. Phoebe's father Kris describes her transformation as:

"the day she started taking medication, she was able to open her bedroom door and walk around, which she wasn't able to do before. Within days she was skipping. As a result, her personality has taken off."

It is a constant struggle for parents Louise and Kris to remain positive and brave, all the while continuing to issue her weekly injections. They fear that the medication may cease to work or that when she is weaned off it, her arthritis will flare up once again.

The online support network provided by Arthritis New Zealand has been especially useful in preparing them for any challenging situations, as they can ask our Arthritis Educators questions and find support by talking to others.

It is comforting for them to know that they are not alone.

"I've been astonished by how much help we've been getting from everyone. It's good to know that there are people out there like Arthritis New Zealand who are putting these issues in the face of the government, and making it a recognised health issue" – Louise (mother).

Acknowledgements

Our work is only possible with the help of many, and those listed below are but a few of our amazing supporters. Their financial support is vital to us.

Major Sponsors

Abbvie Limited, Unichem, Life Pharmacy, Pfizer New Zealand, New Zealand Lotteries Grants Board, BUPA New Zealand, Blackmores New Zealand, The Warehouse Region 4, Douglas Pharmaceuticals

Supporters

Orange Box, Z Good in the Hood, Signature Marketing

Partnerships in Action

Arthritis New Zealand values the partnerships we develop with our corporate supporters and their staff.

The Warehouse Region 4 stores continued during this year to support 'children with arthritis' and in particular our annual camp for children and their families

We were again delighted to be selected by a number of Z stations as part of their Z Good in the Hood programme. This programme has a huge profile and our staff and volunteers have lots of fun being concierge for a day on forecourts across the country.

Thank you all for your wonderful support



35

water based
exercise classes




Peter Larmer represents ArthritisNew Zealand at the Global Musculoskeletal Alliance meeting in London



Left: Jane Messer, Arthritis Educator, conducting a telephone clinic. Below: Dave Cox, Arthritis Educator at the New Zealand Rheumatology conference.



40

formally linked
support groups

31

bequests

thank you

Finance Report: 2015

For the year ended 30 June 2015, Arthritis New Zealand recorded a net operating surplus of \$583,226 compared with a surplus of \$1,009,512 in the previous year.

Despite being 42% below the previous year, this is still another great result, made possible by the generous bequests from the Late R. A. Howie, the Late H. B. Ham and the Late W.I. Scott. We continue to be surprised and humbled by these generous gifts and are extremely grateful to these people.

Notwithstanding the impact of these bequests, a good result was achieved on the back of grant revenue exceeding budget and operating expenses being contained.

The surplus for this year has once again contributed to an improved net asset position and positive cash flow.

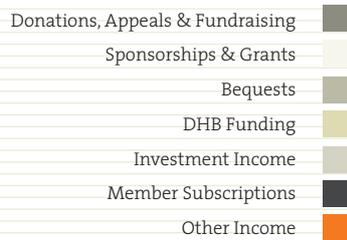
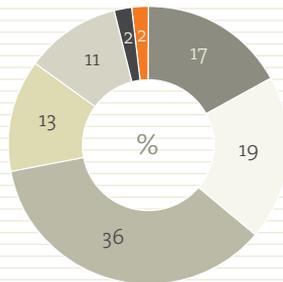
Arthritis New Zealand remains well-positioned to face the challenges of the next few years as we focus on the strategic priorities for the organisation. We continue to focus attention on the need to find new sources of regular income to meet the rising costs of delivering the quality services we aspire to.

Rob Mitchell

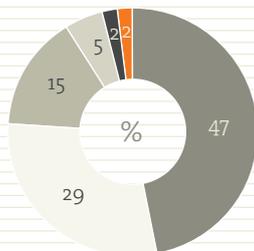
Corporate Services Manager



Income Sources
(Total Income \$5,032,00)



Operating Expenditure
(Total \$4,449,000)





Independent Auditor's Report

To the members of Arthritis Foundation of New Zealand

We have audited the accompanying financial statements of Arthritis New Zealand ("the incorporated society") on pages 16 to 28. The financial statements comprise the statement of financial position as at 30 June 2015, the statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Governing Body's responsibility for the financial statements

The governing body is responsible for the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards for Public Benefit Entities Differential Reporting) and for such internal control as the governing body determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the incorporated society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the incorporated society's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

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

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

Opinion

In our opinion, the financial statements on pages 16 to 28 comply with generally accepted accounting practice in New Zealand and present fairly, in all material respects, the financial position of Arthritis New Zealand as at 30 June 2015 and its financial performance and cash flows for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards for Public Benefit Entities Differential Reporting.

23 September 2015, Wellington

Statement of Financial Position

As at 30 June 2015

<i>in New Zealand Dollars</i>	<i>Note</i>	2015	2014
Assets			
Property, furniture and equipment	5	628,432	672,806
Investments	6	7,624,236	6,943,511
Trade and other receivables	7	110,129	168,334
Cash and cash equivalents	8	1,037,960	757,721
Total assets		9,400,757	8,542,372
Equity			
General Funds		1,558,584	1,416,769
Research Funds		2,488,022	2,362,635
Other Special Purpose Funds		1,671,544	1,403,354
Endowment Fund		1,196,266	1,148,432
Investment Fair Value Reserve		1,533,884	1,327,218
Total equity	9	8,448,300	7,658,408
Liabilities			
Managed Funds		184,676	185,884
Employee benefits	10	204,000	188,281
Trade and other payables	11	271,564	148,637
Revenue in Advance	12	292,217	361,162
Total liabilities		952,457	883,964
Total equity and liabilities		9,400,757	8,542,372

The accompanying notes on pages 20 to 28 form part of and should be read in conjunction with these financial statements.

Authorised for issue for and on behalf of the Governing Body

Chief Executive: 

President: 

Date: 23 September 2015

Statement of Comprehensive Income

For the year ended 30 June 2015

<i>in New Zealand Dollars</i>	<i>Note</i>	2015	2014
Revenue			
Contributions from the Community	13	3,588,542	4,069,224
Income from Services & Programmes	14	787,524	810,697
Members Subscriptions		87,659	93,152
Profit/(Loss) on Disposal of Fixed Assets		609	(953)
Total operating income		4,464,334	4,972,120
Expenditure			
Fundraising Costs	13	654,743	576,720
Expenditure on Services & Programmes	14	2,109,451	1,954,948
Administration Expenses	15	1,338,733	1,371,502
Governance Costs		58,178	54,850
Research Grants Awarded		210,140	210,688
Depreciation and amortisation expenses	5	76,979	72,019
Total operating expenses		4,448,224	4,240,727
Operating surplus before finance income		16,110	731,393
Net finance income	16	567,116	278,119
Operating surplus after finance income		583,226	1,009,512
Impairment of investments	17	-	120,212
Surplus for the year	18	583,226	889,300
Other Comprehensive Income			
Net change in fair value of investments		206,666	434,302
Total Comprehensive Income for the year		789,892	1,323,602

The accompanying notes on pages 20 to 28 form part of and should be read in conjunction with these financial statements.

Statement of Changes in Equity

For the year ended 30 June 2015

<i>in New Zealand Dollars</i>	Note	Research Funds	General Funds	Special Purpose Funds	Endowment Fund	Investment Fair Value Reserve	Total Equity
Balance at 1 July 2013		2,496,438	1,219,970	1,390,547	334,935	892,916	6,334,806
Total Comprehensive Income for the year							
Surplus/(Deficit) for the period		(133,803)	953,999	55,607	13,497	–	889,300
Other Comprehensive Income							
Unrealised gain on revaluation of investments		–	–	–	–	455,298	455,298
Cumulative gain on investments sold transferred to Statement of Comprehensive Income		–	–	–	–	(20,996)	(20,996)
Transactions recorded directly in Equity							
Transfers between funds	9	–	(757,200)	(42,800)	800,000	–	–
Balance at 30 June 2014	9	2,362,635	1,416,769	1,403,354	1,148,432	1,327,218	7,658,408
Balance at 1 July 2014		2,362,635	1,416,769	1,403,354	1,148,432	1,327,218	7,658,408
Total Comprehensive Income for the year							
Surplus for the period		125,387	351,555	58,450	47,834	–	583,226
Other Comprehensive Income							
Unrealised gain on revaluation of investments		–	–	–	–	432,093	432,093
Cumulative gain on investments sold transferred to Statement of Comprehensive Income		–	–	–	–	(225,427)	(225,427)
Transactions recorded directly in Equity							
Transfers between funds	9	–	(209,740)	209,740	–	–	–
Balance at 30 June 2015	9	2,448,022	1,558,584	1,671,544	1,196,266	1,533,884	8,448,300

The accompanying notes on pages 20 to 28 form part of and should be read in conjunction with these financial statements.

Statement of Cash Flows

For the year ended 30 June 2015

<i>in New Zealand Dollars</i>	<i>Note</i>	2015	2014
Cash Flows from Operating Activities			
Cash was provided from:			
Contributions from the community		3,517,142	4,193,036
Income from Services & Programmes		845,598	779,246
Members Subscriptions		90,117	95,714
		4,452,857	5,067,995
Cash was applied to:			
Payments to suppliers		1,732,279	1,828,879
Payments to employees & volunteers		2,366,260	2,207,160
Research Grants paid		135,140	233,189
		4,233,679	4,269,228
Net Cash Inflow from Operating Activities	18	219,178	798,767
Cash Flows from Investing Activities			
Cash was provided from:			
Sale of Property, furniture & equipment		609	–
Interest & Dividends received		329,599	257,122
Sale of Investments		817,907	2,066,195
		1,148,115	2,323,317
Cash was applied to:			
Purchase of property, plant and equipment		32,606	47,322
Purchase of Investments		1,054,448	3,501,317
		1,087,054	3,548,639
Net Cash (Outflow) from Investing Activities		61,061	(1,225,322)
Net Increase/(Decrease) in cash and cash equivalents		280,239	(426,555)
Cash and cash equivalents at 1 July		757,721	1,184,276
Cash and cash equivalents at 30 June	8	1,037,960	757,721

The accompanying notes on pages 20 to 28 form part of and should be read in conjunction with these financial statements

Notes to the Financial Statements

For the year ended 30 June 2015

1. Reporting Entity

The Arthritis Foundation of New Zealand Inc (the Foundation) is registered under the Incorporated Societies Act 1908 and the Charities Act 2005 and is domiciled in New Zealand. It operates under the name Arthritis New Zealand.

The principal activity of the Foundation is to raise awareness and provide advocacy, information, education, and support services for people affected by arthritis.

The financial statements of the Foundation are for the year ended 30 June 2015. The financial statements were authorised for issue by the Governing Body on 23rd September 2015.

2. Basis of Preparation

Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZGAAP). They comply with New Zealand equivalents to International Financial Reporting Standards (NZIFRS). The Foundation has applied the Framework for Differential Reporting for entities adopting NZIFRS and its interpretations.

The Foundation is a not-for-profit public benefit entity, as defined under NZ IAS 1.

The Foundation qualifies for differential reporting exemptions as it has no public accountability and the Foundation is small in terms of the size criteria specified in Framework for Differential Reporting. All available reporting exemptions allowed under the Framework for Differential Reporting have been adopted, except for NZ IAS 7, Statement of Cash Flows.

The External Reporting Board of New Zealand ("XRB") has released a new accounting standards framework which establishes the financial standards to be applied to entities with statutory financial reporting obligations. The Foundation is currently reporting under NZ IFRS Differential Reporting. Under the new XRB framework, management expects that the Foundation will be reporting under the Tier 2 PBE Standards as applicable for not-for-profit public benefit entities. This will be applicable for the Foundation's 30 June 2016 year end.

Basis of measurement

The financial statements are prepared on the historical cost basis, except for financial instruments that are classified as available-for-sale which are stated at their fair value.

Presentation currency

These financial statements are presented in New Zealand dollars (\$).

3. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. Certain comparative amounts have been reclassified to conform with the current year's presentation.

Revenue

Grant funding

The Foundation's activities are supported by grants, sponsorship and donations. Grants received that are subject to conditions are initially recognised as a liability and revenue is recognised only when the services are performed or conditions are fulfilled.

Bequests

Revenue from bequests is recognised when the bequest funds are received. Where a bequest is given with specified conditions, the funds received are placed in an appropriate reserve fund and applied to expenditure that meets the specified conditions.

Services provided

Revenue from services rendered is recognised in the Statement of Comprehensive Income as services are provided.

Members subscriptions

Members Subscriptions are recognised in the membership period to which they relate.

Cash contributions from the community

Cash contributions from the community in the form of general donations and appeals are recognised in the Statement of Comprehensive Income at the point at which they are receipted into the Foundation's bank account.

Expenses

Operating lease payments

Payments made under operating leases are recognised in the Statement of Comprehensive Income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the Statement of Comprehensive Income over the lease term as an integral part of the total lease expense.

Finance income

Finance income comprises dividend and interest income. Interest income is recognised as it accrues, using the effective interest method.

Income tax

The Foundation is registered as a Charitable Foundation and is exempt from Income Tax. The Foundation is not exempt from indirect tax legislation such as Goods and Services Tax, Fringe Benefit Tax, PAYE or ACC and accordingly it is required to comply with these regulations.

Goods and Services Tax

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

Investments***Shares and managed bond funds***

The Foundation's investments in shares and managed bond funds are classified as available-for-sale financial assets. Subsequent to initial recognition, they are measured at fair value which is based on listed market information. The fair value of these investments is their quoted bid price at the end of the reporting period.

Changes in fair value, other than impairment losses, are recognised within reserves in equity. An equity investment is considered impaired when its fair value has decreased by more than 20% of its cost or its fair value has been below its cost for a prolonged period exceeding 9 months. Such loss is recorded in the Statement of Comprehensive Income. When an investment is sold, the cumulative gain or loss previously recognised in equity is transferred to Statement of Comprehensive Income.

Term deposits

The Foundation's investments in term deposits are classified as held-to-maturity investments. They are measured at amortised cost and it is the Foundation's policy to hold these investments until maturity date.

Property, furniture and equipment

Items of property, furniture and equipment are stated at cost, less accumulated depreciation and impairment losses. Depreciation is charged to the Statement of Comprehensive Income using the straight line method. Depreciation is set at rates that will write off the cost or fair value of the assets, less their estimated residual values, over their useful lives. The residual value of assets is reassessed annually.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances, foreign currency call accounts and short-term deposits with a maturity of 3 months or less from acquisition date.

Impairment

The carrying amounts of the Foundation's assets are reviewed at the end of each reporting period 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 Income.

Estimated recoverable amount of other assets, e.g. property, furniture and equipment, is the greater of their 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 these to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. The assets of the Foundation are used in providing the Foundation services and are therefore considered for impairment on the overall performance of the Foundation

Provisions

A provision is recognised when the Foundation has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax discount rate that reflects current market rates and, where appropriate, the risks specific to the liability

4. Financial Risk Management

The Foundation is subject to market risk (including currency risk and price risk), credit risk, cash flow interest rate risk and liquidity risk. The Foundation does not have any derivatives.

Market risk

The Foundation invests in cash in bank accounts, fixed interest investments and equities. Investments are constantly monitored by the Foundation. There has been no change to the Foundation's exposure to market risks or the manner in which it manages and measures the risk.

Foreign currency risk

The Foundation is exposed to currency risk on its Australian investments. The Governing Body does not consider this to be a significant financial risk for the Foundation and accordingly, no sensitivity analysis is

Notes to the Financial Statements

For the year ended 30 June 2015

provided. The Foundation has no other exposure to foreign currency risk.

Price Risk

The Foundation has moderate exposure to price risk through its investments in New Zealand and Australian equities. This risk is managed by holding a diversified portfolio across a broad range of companies. The Foundation has no other exposure to price risk. A 10% change in price will increase/decrease the value of investments held at reporting date by \$368,678 (2014: \$352,170) with corresponding increase/decrease in the reserves.

Interest rate risk

The Foundation has minimal exposure to interest rate risk on financial liabilities as it does not have borrowings which are subject to interest charge. The sensitivity below has been determined based on the exposure to interest rates on the book value of interest-bearing financial instruments at the reporting date and the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting period. A 50 basis point increase or decrease in interest rate is used. At reporting date, if the interest rate had been 50 basis points higher or lower and all other variables held constant, the surplus would increase/decrease by \$19,687 (2014: \$19,715).

Credit Risk

Credit risk is the risk that the counterparty to a transaction with the Foundation will fail to discharge its obligations, causing the Foundation to incur a financial loss.

Financial Instruments, which potentially subject the Foundation to credit risk, consist principally of bank balances, trade and other receivables, and managed bond funds. The carrying amounts of these items reflected in the Statement of Financial Position represent the Foundation's maximum exposure to credit risk for such loans and receivables.

The Foundation does not have any guarantees.

The Foundation continuously monitors its exposure to credit risk.

Liquidity Risk

Liquidity risk is the risk that the Foundation will have insufficient funds on hand to meet its commitments. The Foundation actively monitors its liquidity position to ensure that sufficient funds are available to meet its liabilities as they arise.

The Foundation deems that exposure to liquidity risk is minimal due to minimal long term liabilities. Short term liquidity risk is managed through maintaining adequate reserves and cash to match financial liabilities. The Foundation continuously monitors forecast and actual cash flows and matches the maturity profiles of financial assets and obligations.

5. Property, Furniture and Equipment

	Furniture and Equipment	Land and Buildings	Total
Balance as at 30 June 2015			
Cost	561,705	650,000	1,211,705
Accumulated depreciation	422,398	160,875	583,273
Carrying value	139,307	489,125	628,432
Current year depreciation	63,979	13,000	76,979
Balance at 30 June 2014			
Cost	543,321	650,000	1,193,321
Accumulated depreciation	379,140	141,375	520,515
Carrying value	164,181	508,625	672,806
Current year depreciation	52,519	19,500	72,019

The estimated useful lives of major classes of assets and resulting rates of depreciation are as follows:

- Office furniture and equipment: 10-30% SL
- Buildings: 3% SL

6. Investments

	2015	2014
General and Special Purpose Funds		
Shares	1,592,318	1,309,668
Units in Managed Bond Funds	2,237,989	2,179,412
Capital Notes	–	21,200
	3,830,307	3,510,280
Research funds		
Shares	2,094,463	2,212,034
Units in Managed Bond Funds	933,444	632,689
Capital Notes	–	21,200
	3,027,907	2,865,923
Total Investments – non-current	6,858,214	6,376,203
General & Special Purpose funds		
Term Deposits	463,790	159,083
Research funds		
Term Deposits	302,232	408,225
Total Investments – current	766,022	567,308
Total Investments	7,624,236	6,943,511

The Foundation holds investments in listed New Zealand and Australian companies and Managed Bond Funds. These investments are held as available-for-sale investments which mean that they are recorded at fair value which is the market price at balance date. These investments are considered to be

Level One in the fair value hierarchy, whereby market prices are readily available. The Foundation holds investments in term deposits with a maturity term of more than 3 months returning between 3.75% and 4.5% (2014: 3.25% and 4.0%).

7. Trade and Other Receivables

	2015	2014
Accounts Receivable	85,091	152,934
Prepayments	4,601	8,817
Sundry Receivables	13,482	9,188
GST Receivable (Payable)	6,955	(2,605)
	110,129	168,334

8. Cash and Cash Equivalents

General & Special Purpose Funds		
Bank Balances	726,558	747,992
Short-term Deposits	203,470	–
	930,028	747,992
Research Funds		
Bank Balances	107,931	9,729
Total Cash and cash equivalents	1,037,960	757,721

Notes to the Financial Statements

For the year ended 30 June 2015

Cash and cash equivalents comprise cash balances and short-term deposits with a maturity of 3 months or less. The Foundation manages funds on behalf of the Wellington Rheumatology Trust Board. These funds are held in trust and applied to payment of expenses as authorised by the trustees of the Wellington Rheumatology Trust Board from time-to-time. The Managed Funds liability of \$184,676 (2014: \$185,884) is equivalent to the amount of cash not available for general use by the Foundation.

9. Equity

Research Fund

This Fund comprises the National and Auckland General Research Funds and the Wellington Osteoporosis Research Fund and is maintained to ensure a continuing source of financial contribution toward the cost of grants provided by the Foundation for quantitative and qualitative research studies in the field of arthritis. The Fund receives contributions from specified bequests, donations and income earned on the capital sum invested. Grants from the Fund are considered by the Governing Body each year following an advertising, review and recommendation process completed by a Research Grants Committee.

General Fund

This Fund comprises the accumulated net surpluses of the Foundation that have not been restricted by donors or designated by the Governing Body for specified purposes. It provides:

- Working capital for the Foundation's operations
- A source of income to contribute to financing the work of the Foundation

- Assurance of financial stability to complete major projects

Special Purpose Funds

- **Irwin Isdale Memorial Fund** – This fund commemorates the work of the late Dr. Irwin Isdale in the field of rheumatology by providing support for rheumatology trainees to help them attend Rheumatology conferences and meetings in Australia and New Zealand.
- **Whitwell Bequest Fund** – This fund originated in 1983 from a bequest from the Estate of Mrs. Whitwell and is held to support the Foundation's services in the Canterbury/Westland region.
- **Pierce Bequest Fund** – This fund was established from a bequest from the Estate of Mr. A. G. Pierce and is held to support the Foundation's services in the Putaruru region.
- **Ham Bequest Fund** – This fund has been established from a bequest from the Estate of Ms H. B. Ham and is held to support the Foundation's services in the Northland region.
- **Taranaki Youth Scholarship Fund** – This fund was established by the previous Taranaki Division to assist young arthritis sufferers from the Taranaki region with their education.
- **Wellington Education Fund** – This fund was established by the previous Wellington Division to assist young arthritis sufferers from the Wellington region with their education.

Endowment Fund

This fund has been established by the Governing Body to provide a long-term facility to accumulate reserves and ensure financial stability for the Foundation.

	2015	2014
Appropriations to/(from) Special Purposes Funds:		
Share of Investment returns for the year	58,450	55,607
Distribution from Ham Estate Credited to Ham Bequest Fund	264,552	–
Appropriation from Ham Bequest Fund for Services in Northland	(41,651)	(40,000)
Appropriations from Other Funds	(13,161)	(2,800)
	268,190	12,807
Appropriations to Endowment Fund:		
Share of Investment Returns for the year	47,834	13,497
Appropriation from Surplus for the year	–	800,000
	47,834	813,497
Total Appropriations from General Fund	316,024	826,304

10. Employee Benefits

	2015	2014
Current		
Payroll Accruals	112,449	94,968
Liability for Holiday Pay	86,934	87,687
	199,383	182,655
Non-current		
Liability for Long-service Leave	4,617	5,626
	204,000	188,281
11. Trade and Other Payables		
Trade Payables	144,605	110,223
Non-trade Payables and Accrued Expenses	126,959	38,414
	271,564	148,637
12. Revenue in Advance		
Grants from the Community	64,632	20,000
Grants from New Zealand Lottery Grants Board	204,928	290,962
Grants from other Government Agencies	–	30,000
Membership Subscriptions	22,657	20,200
	292,217	361,162

Revenue in Advance includes grants awarded for specific purposes. Due to conditions of these grants being unfulfilled at 30 June 2015, in that the expenditure to which they relate is yet to be incurred, the amount is recorded as revenue in advance at 30 June 2015.

Notes to the Financial Statements

For the year ended 30 June 2015

13. Contributions from the Community

	2015	2014
Revenue		
Donations, Appeals and Fundraising	867,930	852,173
General Purpose Bequests	1,524,315	2,284,779
Special Purpose Bequests	264,552	–
Special Purpose Grants – Public Awareness Campaigns	–	208,089
Grants from Community Trusts	345,576	341,415
Grants from New Zealand Lottery Grants Board	380,516	225,457
Grants from Community Organisation Grants Schemes	40,024	31,500
Grants from Other Government Agencies	18,839	27,164
Sponsorship Income	146,790	98,647
Total Contributions from the Community	3,588,542	4,069,224
Expenses		
Employee Benefits	396,654	345,880
Advertising and Direct Marketing	234,945	163,615
Other Fundraising Costs	23,144	67,225
Total Fundraising Costs	654,743	576,720
Net Contributions from the Community	2,933,799	3,492,504

Contributions from the community to support the Foundation in pursuit of its mission are gratefully acknowledged. Gifts of money and property are included in the Financial Statements. Support is also given through the provision of services at special or discounted rates.

The Foundation gratefully acknowledges general purpose bequests of \$336,222 (2014: \$800,000) from the Estate of the late R. A. Howie, \$352,857 from the Estate of the late R. E. Lockhart and \$291,370 from the Estate of the late W. I. Scott.

The Foundation also acknowledges a further Special Purpose Bequest of \$264,552 from the Estate of the Late H. B. Ham, the proceeds of which were

appropriated to the Ham Estate Bequest Fund and the funds invested. Income from these investments has been used for the purpose of the Foundation's services in the Northland region.

The Foundation also relies on gifts of volunteer time and expertise to complete work in many essential roles such as National Governance (Board and Committees), Regional Liaison Groups, Promotion, Fundraising, Investments, Administration, Accounting, Awards and Grants. No attempt has been made to record the value of these contributions.

Sponsorship income is received as part of co-operative projects completed with other organisations

14. Services and Programmes

	2015	2014
Revenue		
National Health Contract Income	375,450	375,885
Other Contract Income	287,218	306,161
Client Service Charges	79,153	73,964
Other income	45,703	54,687
Total Income from Services and Programmes	787,524	810,697
Expenses		
Employee Benefits	1,084,875	1,016,013
Arthritis Information Resources	45,442	58,319
Volunteer Coordination and Development	57,220	36,923
Public Awareness Campaigns	273,396	208,089
General Awareness and Newsletters	76,385	102,687
Service Delivery Direct Costs	360,435	304,265
National Conference	–	53,171
Service Delivery Support	211,698	175,481
Total Cost of Services and Programmes	2,109,451	1,954,948
Net Cost of Arthritis Services and Programmes	(1,321,927)	(1,144,251)

The Foundation is contracted nationally to the Ministry of Health through the Capital & Coast DHB to provide arthritis information services.

15. Administration Expenses

Audit Fees	23,625	23,665
Consultancy Fees – KPMG	–	1,955
Employee Benefits	900,452	844,010
Legal Expenses	8,348	4,247
Property and Office Expenses	282,905	326,701
Communications Expenses	23,987	72,560
Travelling Expenses	37,920	30,121
General Administration Expenses	61,496	68,243
	1,338,733	1,371,502

16. Net Finance Income**General Funds**

Dividends	74,385	60,187
Interest Income	115,451	64,234
Profit on Disposal of Investments	41,218	7,574
	231,054	131,995

Research Funds

Dividends	99,518	94,526
Interest Income	52,335	38,176
Profit on Disposal of Investments	184,209	13,422
	336,062	146,124

Net Finance Income	567,116	278,119
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Notes to the Financial Statements

For the year ended 30 June 2015

17. Impairment of Investments

	2015	2014
General Fund	–	51,885
Research Fund	–	68,327
Total Impairment of Investments	–	120,212

18. Reconciliation of Operating Surplus to Net Cash Flows from Operating Activities

Operating Surplus for the Year	583,226	889,300
Adjustments:		
Depreciation	76,979	72,019
Impairment of Investments	–	120,212
Net Finance Income	(567,116)	(278,118)
Loss on Disposal of Property, Furniture and Equipment	(609)	953
	(490,746)	(84,934)
Movements in Working Capital and Liabilities:		
(Increase)/Decrease in Trade and Other Receivables	58,205	(31,450)
Increase/(Decrease) in Liabilities	68,493	25,851
	126,698	(5,599)
Net Cash Inflow/(Outflow) from Operating Activities	219,178	798,767

19. Operating leases

Leases as Lessee

Non-cancellable property lease rentals are payable as follows:

Less than one year	102,995	126,228
Between one and five years	55,663	154,140

20. Contingencies

There are no material contingent liabilities at the end of the reporting period (2014: \$800,000).

21. Subsequent Events

There have been no significant events after the end of the reporting period that have affected the accuracy of these financial statements.

Grants and Bequests

Grants

Received from the many Trusts and Foundations who support our work in the community.

2904 Charitable Trust
 33 Club Trust Board Inc
 ACE Shacklock Charitable Trust
 Advance Ashburton Community Foundation
 Air Rescue Services Ltd
 Ara Lodge No 348 Charitable Trust Board
 Ashburton District Council
 Ashburton Trust Charitable Foundation
 B & C Hewett Charitable Trust
 Beatrice Georgeson Trust
 Bendigo Valley Sports And Charity Foundation
 Bill Blackadder Trust
 Bill Brown Trust
 Blue Waters Community Trust
 BlueSky Community Trust Ltd
 Canterbury Arthritis Support Trust
 Christchurch City Council
 Strengthening Communities
 COGS - Aoraki
 COGS - Central Otago
 COGS - Coastal Otago / Waitaki
 COGS - Hauraki
 COGS - Kahungunu Ki Heretaunga
 COGS - Kirikiriroa / Hamilton City
 COGS - Manawatu/Horowhenua
 COGS - Manukau
 COGS - Mataatua
 COGS - Nelson / Bays
 COGS - North Taranaki
 COGS - North Taranaki
 COGS - Papakura/Franklin
 COGS - Rotorua
 COGS - South Taranaki
 COGS - South Waikato
 COGS - Southland
 COGS - Tairāwhiti
 COGS - Tongariro
 COGS - Waikato West
 COGS - Wairarapa
 COGS - Waitakere City
 COGS - Wellington
 COGS - West Coast
 COGS - Whangarei/Kaipara
 COGS - Whitiāreia
 Community Trust of Mid & South Canterbury Inc
 Community Trust of Southland
 Constellation Communities Trust Ltd
 Doris M Partridge Charitable Trust
 Dragon Community Trust Ltd
 Dunedin City Council
 Community Grants
 E.B. Firth Charitable Trust
 Eastern & Central Community Trust
 Endeavour Community Foundation
 Estate George Sevicke Jones
 Estate Gordon Lindsey Isaacs
 Fenix Foundation
 First Sovereign Trust Ltd
 Four Winds Foundation
 Frances Skeet Charitable Trust
 Gaineville Charitable Trust
 H & K Reynolds Charitable Trust
 Hawke's Bay Foundation
 Henry & Eileen Wise Charitable Trust
 Hilda Curtis Charitable Trust
 Hutt Mana Charitable Trust
 Hutter Charitable Trust
 Infinity Foundation Ltd
 Irene Munro Charitable Trust
 J N Williams Memorial Trust
 Jack Jeffs Charitable Trust
 JBW McKenzie Trust
 Jim & Tom Hickey Charitable Trust
 Joyce Fisher Charitable Trust
 L W Nelson Trust
 Leys Charitable Trust
 Mainland Foundation
 Mana Community Grants Foundation (Inc)
 Margaret & Huia Clarke Trust Fund
 Marlborough District Council
 Community Grants
 Masterton Trust Lands Trust
 Morgenzon Charitable Trust
 Mt Wellington Foundation Ltd
 Napier City Council
 New Life Trust
 North and South Trust
 NZ Lottery Grants Board
 R G & E F MacDonald Trust Board
 Redwood Trust Inc
 Rodmor No 2 Charitable Trust
 Rotorua District Council
 Community Grants
 Rotorua Energy Charitable Trust
 SKYCITY Queenstown Casino
 Community Trust
 Southern Victorian Charitable Trust Inc.
 Southland District Council
 Community Initiatives Fund
 St Albans-Shirley Club Inc
 T Clark Trust
 Taranaki Electricity Trust (TET)
 Te Atatu Returned Services Association.
 (Inc.)
 The Charles & Vera Thrush Charitable Trust
 The Disability Community Trust Inc.
 The Gwen Rogers Trust Fund
 The Lawrence and Stephanie Russell Charitable Trust
 The Lion Foundation
 The Oxford Sports Trust
 The Southern Trust

The Torhaven Trust
 The Trusts Community Foundation
 The Vernon Hall Trust Fund
 Trinsley Charitable Trust
 Trust Aoraki Ltd
 Trust House Foundation
 Trust Waikato
 Tuakina Trust
 W Duncan Bickley Trust Fund
 Waikato WDFP Karamu Trust
 Waitaki District Council
 Community Group Grants
 West Coast Community Trust
 Western Bay of Plenty Disability Support Trust
 William Downie Stewart Charitable Trust
 Wilson Home Trust
 Zelda Roberts Charitable

Bequests

We gratefully acknowledge the estates of the following people, and their families for their generosity and support in ensuring their interests in our services continue:

R F Bowden
 H L Brown
 Michael Clarke
 Florence Clive
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 H N Dunn
 Ellen D Dwyer
 Mervyn Douglas Fahey
 Margaret L Forde
 Joyce M Fountain
 Audrey I Gibson
 Evelyn V Greig
 Hazel Bernice Ham
 Ruth A Howie
 Martha Elizabeth Jones
 Elizabeth Kennedy
 Leonora Knapp
 Robert N McMullan
 W H Meek
 Jessie M O'Neill
 Joan Paterson Charitable Trust
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 Betty Shaw Endowment Fund
 Henry George Sparks
 Edith Lillian Grace Tongue Trust
 John & Elsie Walsh Trust
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