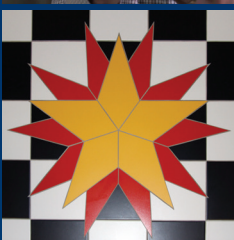
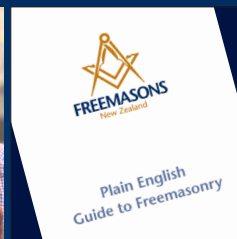
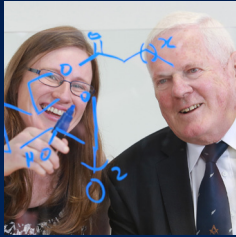


# FREEMASONS NEW ZEALAND Annual Report 2014–2015



*Freemasonry makes the difference*



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## Grand Master's introduction

**T**he Grand Lodge of New Zealand has this year celebrated 125 years of Freemasonry.

From its earliest beginnings when Henry Thomson was the first Grand Master, through to the current day, Freemasonry has a proud record of achievements. As society changed, so too did the craft. New Zealand faced World Wars, a Great Depression, cultural changes within society, technical and engineering revolutions through modernisation, and of course the opportunities and innovations of the electronic and computer age.

The craft has generally recognised those changes and adapted to the new environments, and as we celebrate our 125<sup>th</sup> anniversary, it is timely to reflect on

the successes of the past, and look to the opportunities of tomorrow.

Evolution is an integral phase of the continued success of an organisation, and as Freemasons we too must change with the times so as to remain relevant, effective, and vibrant. In recognising this change, we must not however undermine the fundamental principles on which Freemasonry is based as these are enmeshed into the fabric of civilised society and are as relevant today as they were 125 years ago.

I exhort each Lodge and every Freemason to accept this challenge, and, as we collectively celebrate 125 years of achievements to date, we also plan for the progress we must make tomorrow.

*John Litton,  
Grand Master*

**ABOVE** At the restored grave of the first Grand Master is the 77th Grand Master of Freemasons New Zealand, John Litton centre, with past Grand Masters, from left: Selwyn Cooper; Mike Pope; David Mace; and Barry McLaggan. Near destroyed in the Christchurch earthquakes, Freemasons – particularly those from The Phoenix Lodge No 43 – restored the gravesite at Linwood Cemetery and gathered to acknowledge the service of Henry Thomson, the first Grand Master installed in 1890. Mr Thomson also served as Mayor of Christchurch from 1878–79 and was Member of Parliament from 1881–84 for the then Christchurch North electorate.



# President's report

## Overview

The outstanding accomplishment of the 2014–2015 year was the celebration, by Freemasons throughout the country, of the anniversary of the first meeting of the Grand Lodge of New Zealand.

From smaller local initiatives through to the national project supporting the Blind Foundation, the anniversary was proudly and effectively promoted in a very public manner. Freemasons pledged to donate 125 DAISY players to the Blind Foundation. Digital Accessible Information Systems (DAISY) players are portable, easy to navigate reading devices. They help to give the visually impaired a reading experience similar to that enjoyed by the sighted. The player holds up to six books or 40 continuous hours of reading. Its CD lets you skip from page to page, chapter to chapter and book to book.

As at the date of this report, that total has been well and truly exceeded and donations continue to flow in.

In addition, The Potter Masonic Trust, in conjunction with the lodges of Counties Hauraki District and aided by The Freemasons Charity, contributed close to \$500,000 towards an inter-active children's playground facility at the Homai College for the Blind in South Auckland.

Other events occurred at venues around the country, all both celebrating 125 years, and assisting those who are visually-impaired. This created a sense of pride within the Lodges.

## Strategy for Growth

Throughout the past 125 years, New Zealand has faced challenges and changes at both international and local levels, where the environment in which we operate faces new pressures and demands. The craft has adapted to the challenges over the years, and must continue to do so as we progress into the years ahead.

Part of this change has occurred within Grand Lodge itself by a recognition of the need to separate Governance from Operations. This has resulted

in a slimmed down Board of General Purposes which now has a clear focus on Governance of the organisation, supplemented by a beefed up Leadership Team managed by the Chief Executive which is charged with the Operational side of the craft.

The Leadership Team includes each Divisional Grand Master, who participates as manager of the Division under his control. It is operational and has the resources of Grand Lodge at its behest, including, for example, access to the Grand Superintendent of Works should advice be needed on any Lodge building issue, or the Grand Treasurer if finances are an issue, or the Grand Registrar if some legal question is in need of consideration.

These changes within Grand Lodge will see a streamlined structure designed to ensure the needs of Lodges and Freemasons are in clear focus, and are the basis of the decisions and directions that are made.

The Board of General Purposes has, as part of its Governance role, identified



Chief Executive Laurence Milton with the online Toolbox consisting of a collection of ideas and resources to expand Lodge activities and enhance the experience of being a Freemason.

three principal areas of focus – Finance, Membership, and Communication.

- ♦ **Finance** – the Board wants to see fiscal prudence in all aspects of the Grand Lodge operation. Not merely cutting costs for the sake of it, but ensuring our modest funds are sparingly used, and then only for those outgoings which are essential for the craft.



Learning to operate a DAISY player are Freemasons Tony Smith of Red Beach and Rick Pullin of Silverdale with the assistance of the Blind Foundation's Community Development Manager, Joy McClintock.



- ♦ **Membership** – it is trite to suggest that this topic is fundamental to our future. The Board has asked the Leadership Team to place this as one of the three top items of importance, to develop strategies to attract retain and enthuse members, to deliver the tools and resources needed by Lodges and Freemasons to achieve immediate and positive results.
- ♦ **Communication** – the emphasis placed on two-way communication, to enable Freemasons to see and understand what decisions are being made by the Board, and for the Board itself to have a clear line from brethren through their Divisions to the Board. Two way communication within the craft, but also the continued emphasis on raising our profile externally so that the power of good that is being done in our name is known to the world.

The Leadership Team has the ability to call on the assistance of the Pillar Committees to assist it in delivering on these three objectives within each Division.



Charity Administrator Sheila Hicking with a selection of gifts which have been given to Masonic widows.

## The Freemasons Charity

In this 125th Anniversary Year, The Freemasons Charity launched itself into the celebrations in the way it knows best, by continuing the tradition of caring. Our charity sought projects worthy of the 125th tag, and with the support of local Freemasons, succeeded on a number of fronts. The DAISY player project was a major focus, but so too the wide range of other activities actively pursued by The Freemasons Charity on our behalf through the year.

There is, by way of example, the day-to-day business that the Charity undertakes, the provision of support to those in need in our local communities, individuals both inside and outside our organisation, support to the Masonic

widows and to our aged Masons, continuing to offer unswerving support for our local Lodges working on projects in their local communities, advising them on how to market their project to local media, and encouraging them to “speak louder about what we do”.

The growing support of education continued through a variety of scholarships. The range of students now offered support by Freemasons starts with the secondary school students (offered science scholarships through the Royal Society), includes the children and grandchildren of Freemasons attending secondary schools (through the grateful sponsorship of Heartland Bank) to the tertiary scholarships offered as the flagship Freemasons University Scholarships, and extending to the Post-Doctoral Freemasons Rutherford Scholarship (funded by the Freemasons Foundation).

Education is recognised by Freemasonry as a cornerstone of the good health of the world in which we live – knowledge and learning engenders understanding which in turn leads to tolerance and co-operation. These recipients are the leaders of tomorrow, and they will remember that Freemasonry recognised their talents early in their careers and provided them with assistance on their journey.



Frankie Stevens played host to this Hutt Valley Country Charity Concert organised by several Lodges in the Hutt, Wairarapa and Kapiti-Wellington Districts. The show featured more than 15 local, regional and national acts including this year's winner of the Gore Golden Guitar Award. Funds raised from the evening and contributed by The Freemasons Charity have enabled the purchase of a debridement machine for the Hutt Valley District Health Board. Debriding machines are used to enhance the wound healing process with wounds often healing up to 300% faster.



## The year ahead

The Governance and Operations of Grand Lodge have been set on a clear and firm footing. This will drive results which Freemasons and Lodges will see at a local level. The Pillar Committees have been very busy this year and they have been holding seminars and instructive forums in some Districts and have laid a solid foundation for that work to continue this coming year.

Over 120 tools to assist Lodges to improve and develop have been published on the Grand Lodge website. The challenge for the year ahead is to increase participation in the work that the Pillar Committees are doing and to focus Lodges and Districts on improving the three objectives identified by the Board of General Purposes: Membership; Finance; and Communication.

If each Lodge focusses on making these their own objectives, then we will see traction at all levels.

In the interim, the Divisional Conferences are recommended as the prime venue for Freemasons to communicate their views, comments and suggestions. The craft has faced challenges throughout its 125 years, and has adapted its operations to meet those changes. We must not steer away from making brave decisions as to how we can modify our operations to better suit the environment in which we operate. Our fore-fathers overcame the challenges of their era, we must do the same today.

We look forward to the Grand Installation to be held in 2016 in Wellington. Freemasons and their ladies and partners should plan to attend that event as it is the showcase of Freemasonry in New Zealand, and as it only occurs

once every three years, it is another reason to take pride in Freemasonry and our organisation.

## Appreciations

With the passage of another year, we also look to record our appreciation for those who have played a role in the development of Freemasonry in New Zealand.

We record thanks to **Rob Angelo** for his six-year commitment to the role of Grand Superintendent of Works and particularly acknowledge his work post the Canterbury earthquakes (which compelled building owners to look at their buildings in a completely different light). **Jim Harborow**, Divisional Grand Master (Southern), completes his three-year term in November 2015 and we record our indebtedness for the considerable commitment he made in managing the vast Southern Division.

Appreciation to **Terry McConnell** who has completed an enthusiastic four-year commitment to the role of the Superintendent of the Freemasons Charity and to **Warwick Roberts**, who retired from the Board after six years providing valued input to Board deliberations.

After 125 years we have taken the luxury of reflecting on the achievements of the past, celebrating the many wonderful



The 2015 Freemasons University Scholars with keynote speaker Prof Emeritus Martin Devlin, Grand Master John Litton and Superintendent of the Freemasons Charity Terry McConnell following the presentation ceremony at the Transitional Cathedral in Christchurch.

Freemasons who have contributed time and energy in promoting the craft within this fine country.

We can learn from the past as we plan for the future. We can celebrate the milestones of yesteryear while we prepare for the challenges of tomorrow. And yes, we can make a difference if each one of us assumes personal responsibility for the future of our Lodge, practises Freemasonry according to its principles, and works with peace, love and harmony in furthering this magnificent institution.

*Graham Wrigley*  
President

## Office holders

**Grand Lodge Trustees:** Chair, Mark Winger; David Mace; Leslie Green; Selwyn Cooper; Barry McLaggan; and Michael Scott.

**Board of General Purposes:** President, Graham Wrigley; Grand Master, John Litton; Grand Registrar, John Pritchard; Grand Treasurer, Raymond Burgess;

Superintendent of the Freemasons Charity, Terry McConnell (retires November 2015); Divisional Appointees – Northern, Warwick Roberts (retires November 2015); Central, Russell Pratt; Southern, Terry Carrell. In attendance Chief Executive, Laurence Milton.

**National Leadership Team:** Chief Executive, Laurence Milton; Divisional Grand Masters – Northern, Tony Smith; Central, John Peryer; Southern, Rob Angelo; Grand Superintendent of Works, Graham Strez; Superintendent of the Freemasons Charity, Terry McConnell (retires November 2015); Grand Secretary, Richard Lodge.

**As at 30 June 2015**

# Financial statements

## Grand Lodge of Antient Free & Accepted Masons of New Zealand

### Statement of Financial Performance

For the year ended 30 June 2015

		2015	2014
	Note	\$	\$
<b>INCOME</b>			
Brokerage Commission Received		380,264	357,350
Capitation Fees		512,455	502,675
Interest Received		436,759	375,321
Investment Income		896,639	754,541
Estate Funds Introduced		186,676	566,695
Other Income		234,640	115,904
Rental Revenue		1,007,704	942,618
		<b>3,655,137</b>	<b>3,615,105</b>
<b>EXPENDITURE</b>			
Audit Fees		21,208	16,938
Other Administrative Expenses		966,378	878,952
Other Building Expenses		609,969	1,005,529
Scholarships & Grants		922,124	3,003,330
		<b>2,519,679</b>	<b>4,904,749</b>
Operating surplus/(deficit) before tax		1,135,458	(1,289,644)
Taxation	5	-	4,673
Operating Surplus/(deficit) after tax		1,135,458	(1,294,317)
Unrealised Gain/(loss) on Investment Portfolio		2,410,834	934,662
Unrealised Gain/(loss) on Freemason House		320,000	(390,000)
Unrealised Gains/(Losses)		2,730,834	544,662
Surplus/(Deficit) for the year		<b>3,866,292</b>	<b>(749,655)</b>

The Surplus/(Deficit) has been allocated to the various reserves as follows:

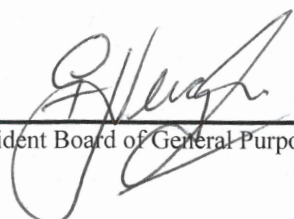
#### Board of General Purposes


General Fund	(95,648)	(42,361)
Freemason House	686,768	(414,765)
Building Fund	351,340	202,300
Communication Fund	(156)	6,893
Special Reserve Fund	276,543	(131,907)
	<b>1,218,847</b>	<b>(379,840)</b>

#### Freemasons Charity

General Fund	2,374,683	1,508,055
Centennial Project Capital (Geriatric) Fund	86,387	(1,883,816)
Paediatric Fund	186,375	5,946
	<b>2,647,445</b>	<b>(369,815)</b>
	<b>3,866,292</b>	<b>(749,655)</b>

Signed for and on behalf of Grand Lodge of Antient, Free and Accepted Masons of New Zealand

  
President Board of General Purposes

  
Grand Treasurer





# Grand Lodge of Antient Free & Accepted Masons of New Zealand

## Statement of Financial Position

30 June 2015

		2015	2014
	Note	\$	\$
<b>CURRENT ASSETS</b>			
<i>Board of General Purposes</i>			
Cash on Hand		200	200
Bank Accounts	2	5,159,232	4,312,868
Accounts Receivable	3	121,179	60,353
Taxation Receivable	5	60,398	6,857
Building Fund Loans	10	372,797	-
Loan Master & Past Master Lodge		14,000	14,000
Stock on Hand		63,537	46,522
<i>Freemasons Charity</i>			
Bank Accounts	2	223,878	492,816
Investments	10	18,386,655	-
<b>Total current assets</b>		<b>24,401,876</b>	<b>4,933,616</b>
<b>NON CURRENT ASSETS</b>			
<i>Board of General Purposes</i>			
Investment Property	7	6,100,000	5,780,000
Plant & Equipment	6	379,622	302,513
Building Fund Loans	10	4,214,477	5,039,913
Investments	10	891,748	891,748
<i>Freemasons Charity</i>			
Loans & Mortgages	10	368,762	431,643
Investments	10	5,454,732	20,534,207
<b>Total non current assets</b>		<b>17,409,341</b>	<b>32,980,024</b>
<b>TOTAL ASSETS</b>		<b>41,811,217</b>	<b>37,913,640</b>
<b>CURRENT LIABILITIES</b>			
<i>Board of General Purposes</i>			
Accounts Payable	4	92,613	89,232
Employee Entitlements		85,481	73,739
<i>Freemasons Charity</i>			
Accounts Payable	4	110,880	94,718
<b>Total current liabilities</b>		<b>288,974</b>	<b>257,689</b>
<b>TOTAL LIABILITIES</b>		<b>288,974</b>	<b>257,689</b>
<b>NET ASSETS</b>		<b>41,522,243</b>	<b>37,655,951</b>
<b>ACCUMULATED FUNDS</b>			
Retained Earnings		41,522,243	37,655,951
<b>TOTAL ACCUMULATED FUNDS</b>		<b>41,522,243</b>	<b>37,655,951</b>

Signed for and on behalf of Grand Lodge of Antient, Free and Accepted Masons of New Zealand

NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements.



## Grand Lodge of Antient Free & Accepted Masons of New Zealand

### Notes to and Forming Part of the Financial Statements for the year ended 30 June 2015

#### 1. Statement of Accounting Policies

##### Reporting Entity

The Grand Lodge of Freemasons of New Zealand Trustees Act 1903 vests all real and personal property in the Grand Lodge Trustees. Under Rule 222b of the Constitution of Grand Lodge. The Board of General Purposes is responsible for the control and administration of those finances and property including the Freemasons Charity.

##### General Accounting Principles

These financial statements are general purpose financial statements and have been prepared in accordance with generally accepted accounting practice.

##### Statement of Compliance

The financial statements comply with Financial Reporting Standards (FRS's) and Statements of Standard Accounting Practice (SSAP's) as appropriate for entities that qualify for and apply differential report exemptions.

##### Differential Reporting

Grand Lodge of Antient Free and Accepted Masons of New Zealand ("Grand Lodge") qualifies for differential reporting, because it is not publicly accountable and does not qualify as a "large" entity. The Grand Lodge has taken advantage of all differential reporting exemptions available to it with the exception of FRS-19 Accounting for Goods and Services Tax, with which it has fully complied.

##### Measurement Base

The financial statements have been prepared on a historic cost basis, as modified by the revaluation of certain assets as identified in specific accounting policies below.

##### Specific Accounting Policies

The following specific accounting policies that materially affect the measurement of reporting of financial performance and financial position have been applied:

(a) **Depreciation** - Assets have been depreciated on a straight-line basis at the following rates:

Office Equipment	18 - 36% pa
Furniture & Fittings	10 - 20% pa
Library	2% pa
Freemason House Furniture & Fittings	8 - 33%pa
Freemason House Plant	15%pa

(b) **Plant & Equipment** - Office Equipment, Furniture & Fittings Library & Museum are shown at cost less accumulated depreciation.

Regalia & Jewels are shown at cost with no depreciation (note 6).

Where an asset is disposed of, the gain or loss is recognised in the Statement of Financial Performance and calculated as the difference between the sale price and the carrying amount of the asset.

(c) **Goods and Services Tax** - These financial statements have been prepared on a GST exclusive basis except Accounts Receivable and Payables which are stated inclusive of GST.

(d) **Income Tax** - The Board of General Purposes is subject to taxation on income earned from external sources. The Freemasons Charity is a registered charity and is not subject to taxation. Transactions arising during the year are allocated between the two activities in order to determine the current tax liability.

(e) **Receivables** - Receivables are valued at the amount expected to be realised, after providing for debt where collection is doubtful. Bad debts are written off in the period in which they are identified.

(f) **Revenue Recognition**

i) **Rental Income**: Lease receipts under an operating Lease are recognised as revenue on a straight line basis over the Lease term.

ii) **Other Income**: Income is reported on an accruals basis.

(g) **Investment**

Investments are initially recorded at cost, they are subsequently valued at market value, apart from shares held in Auckland Masonic Centre Ltd, Dunedin Masonic Hall Company Ltd and Nelson Masonic Hall Company Ltd, which are shown at cost.

(h) **Investment Property Policy**

Investment property is revalued each year in accordance with SSAP17. It is valued at net current market value (market value less disposal costs).

(i) **Inventory**

Inventories are stated at lower of cost and net realisable value.

##### Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classed as operating leases.

Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Financial Performance on a straight line basis over the period of the lease.

##### Comparative Figures

Comparative figures have been reclassified in the prior year to better reflect the financial position of the entity, however overall balances have not changed.

##### Changes in Accounting Policies

There has been no material change in accounting policies this year.





# Grand Lodge of Antient Free & Accepted Masons of New Zealand

## Notes to and Forming Part of the Financial Statements for the year ended 30 June 2015

### 2 Bank Accounts

	2015	2014
	\$	\$
<b>Board of General Purposes</b>		
<i>ANZ Bank</i>		
Current Account	121,393	76,144
Freemason House Current Account	166,622	61,716
<i>Heartland</i>		
General/Current Account	408,359	426,999
Building Fund	2,784,353	2,171,681
Communication Fund	106,208	106,694
Special Reserve Fund	1,572,297	1,469,633
	<b>5,159,232</b>	<b>4,312,868</b>
<b>Freemasons Charity</b>		
<i>ANZ Bank</i>		
Current Account	75,105	29,443
<i>Heartland</i>		
General/Current Account	141,661	456,556
Freemasons Chair of Gerontology	5,672	5,437
Paediatric Fellowship Account	1,440	1,381
	<b>223,878</b>	<b>492,816</b>
	<b>5,383,110</b>	<b>4,805,684</b>

### 3 Receivables

	2015	2014
	\$	\$
<b>Board of General Purposes</b>		
Receivables from Lodges	48,943	42,163
Receivables Freemason House	32,398	-
Contra Accounts Freemasons Charity/Potter Trust/Building Fund	3,048	4,323
Interest Accrued (Building Fund)	7,756	7,706
Prepayments - Freemason House	28,174	1,467
Prepayments - Other	860	4,694
	<b>121,179</b>	<b>60,353</b>

### 4 Payables

	2015	2014
	\$	\$
<b>Board of General Purposes</b>		
Accounts Payable - General	33,870	57,019
Inland Revenue	3,237	(3,202)
Accounts Payable - Freemason House	50,102	30,011
Rent in Advance & Bonds - Freemason House	5,404	5,404
	<b>92,613</b>	<b>89,232</b>
<b>Freemasons Charity</b>		
Accounts Payable - General	44,862	22,127
Accruals	65,623	72,491
Contra - BGP	395	-
	<b>110,880</b>	<b>94,618</b>
	<b>203,493</b>	<b>183,850</b>



# Grand Lodge of Antient Free & Accepted Masons of New Zealand

## Notes to and Forming Part of the Financial Statements for the year ended 30 June 2015

### 5 Taxation

	2015	2014
Tax Expense		
Net Surplus Before Tax	3,664,543	(744,982)
Freemason Charity (Surplus) / deficit	(2,647,445)	370,700
Non Assessable Income & Other Deductions	(1,670,606)	(769,793)
Non Deductable Expenses	641,845	1,198,314
	(11,663)	54,239
Tax Payable at Individual Rates Based on Annualised Income	-	6,494
Plus IRD UOMI	(185)	(1,821)
	(185)	4,673
Tax Liability		
Opening Balance	(6,857)	(62,409)
Plus Current Year Tax Expense	(185)	4,673
Less Tax Refunds Received / (Paid)	(53,356)	50,879
Closing Balance	(60,398)	(6,857)

### 6 Property, Plant and Equipment

	Cost 30/06/2014	Accumulated Depreciation 30/06/2014	Opening Book value 30/06/2014	Additions/ (Disposals)	Loss/(Gain) on Disposal	Depreciation	Cost 30/06/2015	Accumulated Depreciation 30/06/2015	Closing Book Value 30/06/2015
<b>Office:</b>									
Office Equipment	119,859	114,961	4,898	4,501	-	2,157	124,360	117,118	7,242
Furniture & Fittings	199,148	164,763	34,385	-	-	13,502	199,148	178,265	20,883
Trade Mark	5,010	-	5,010	-	-	-	5,010	-	5,010
Regalia & Jewels	118,935	-	118,935	-	-	-	118,935	-	118,935
Library & Museum	42,138	6,293	35,845	-	-	3,847	42,138	10,140	31,998
	485,090	286,017	199,073	4,501	-	19,506	489,591	305,523	184,068
<b>Freemason House:</b>									
Furniture & Fittings	479,943	376,503	103,440	4,754	-	26,661	484,697	403,164	81,533
Plant	44,627	44,627	-	129,721	-	15,700	174,348	60,327	114,021
	524,570	421,130	103,440	134,475	-	42,361	659,045	463,491	195,554
	1,009,660	707,147	302,513	138,976	-	61,867	1,148,636	769,014	379,622

### 7 Investment Property Revaluation

Freemason House was valued by Bayley's Valuations Ltd at \$6,100,00 on 22 May 2015 for year ended 30 June 2015, \$5,780,000 on 5 May 2014 for year ended 30 June 2014 \$6,300,000 on 16 May 2013 for the year ended 30 June 2013.

	2015 \$	2014 \$
Net Current Value @ 30/06/14	5,780,000	6,170,000
Plus: Revaluation	320,000	(390,000)
Net Current Value @ 30/06/15	6,100,000	5,780,000

This includes \$120,000 for demolition costs if need be.





## Grand Lodge of Antient Free & Accepted Masons of New Zealand

### Notes to and Forming Part of the Financial Statements for the year ended 30 June 2015

#### 8 Capital Commitments and Contingent Liabilities

	2015	2014
Photocopier		\$
Within One Year	5,465	6,558
One - Two Years	-	5,465
Two - Five Years	-	-

This is an operating lease for a Sharp Photocopier. The lease is due to expire on 30.04.2016.

#### 9 Related Party Transactions

The Grand Lodge of Antient Free and Accepted Masons of New Zealand has Trustees in common with The Potter Masonic Trust and Hugh N Rankin Education Trust.

The Potter Masonic Trust paid an administration fee to the Grand Lodge in the amount of \$15,000.

Hugh N Rankin Education Trust paid an administration fee to Grand Lodge in the amount \$10,000.

All Transactions have been carried out at arms length basis.

#### 10 Investments, Loans & Mortgages

	2015	2014
	\$	\$
Board of General Purposes		
Building Fund Loans (Current)	372,797	5,039,913
Building Fund Loans (Non Current)	4,214,477	-
Shares Masonic Hall Companies	891,748	891,748
	5,479,022	5,931,661
Freemasons Charity		
Loans & Mortgages:		
Interest Free Loans	5,742	5,742
Mortgages - Other	363,020	425,901
Per Balance Sheet	368,762	431,643
Interest bearing investments:		
Fund Managers (Current Asset)	15,755,525	-
Fund Managers (Non Current Asset)	4,674,380	17,391,481
Centennial Project Capital Fund:		
Fund Managers (Current Asset)	796,142	-
Fund Managers (Non Current Asset)	235,581	945,575
Paediatric Fund:		
Fund Managers (Current Asset)	1,834,988	-
Fund Managers (Non Current Asset)	544,771	2,197,151
	23,841,387	20,534,207
	29,689,171	26,897,511

#### 11 Centennial Project Capital (Geriatric) Fund

On 1/11/2013 \$2million was donated to Auckland University for neurological research.



# Grand Lodge of Antient Free & Accepted Masons of New Zealand

## Statement of Movements in Equity

For the year ended 30 June 2015

	Note	2015 \$	2014 \$
<b>ACCUMULATED FUNDS AND RESERVES</b>			
Balance as at 1 July		37,655,951	38,405,606
Add: surplus/Deficit		3,866,292	(749,655)
Total Recognised Revenue & Expenses		3,866,292	(749,655)
Balance as at 30 June 2015		<b>41,522,243</b>	<b>37,655,951</b>
<b>B) ANALYSIS OF INDIVIDUAL FUNDS</b>			
1. <b>Board of General Purposes General Fund</b>			
Balance as at 1 July		629,772	672,133
Allocation for the year		(95,648)	(42,361)
Balance as at 30 June 2015		<b>534,124</b>	<b>629,772</b>
2. <b>Freemason House</b>			
Balance as at 1 July		(2,651,516)	(2,236,751)
Allocation for the year		686,768	(414,765)
Balance as at 30 June 2015		<b>(1,964,748)</b>	<b>(2,651,516)</b>
3. <b>Building Fund</b>			
Balance as at 1 July		8,213,700	8,011,400
Allocation for the year		351,340	202,300
Balance as at 30 June 2015		<b>8,565,040</b>	<b>8,213,700</b>
4. <b>Communication Fund</b>			
Balance as at 1 July		146,694	139,801
Allocation for the year		(156)	6,893
Balance as at 30 June 2015		<b>146,538</b>	<b>146,694</b>
5. <b>Special Reserve Fund</b>			
Balance as at 1 July		1,452,468	1,584,375
Allocation for the year		276,543	(131,907)
Balance as at 30 June 2015		<b>1,729,011</b>	<b>1,452,468</b>
6. <b>Freemasons Charity General Fund</b>			
Balance as at 1 July		26,775,478	25,267,423
Allocation for the year		2,374,683	1,508,055
Balance as at 30 June 2015		<b>29,150,161</b>	<b>26,775,478</b>
7. <b>Centennial Project Capital (Geriatric) Fund</b>			
Balance as at 1 July		910,649	2,794,465
Allocation for the year	11	86,387	(1,883,816)
Balance as at 30 June 2015		<b>997,036</b>	<b>910,649</b>
8. <b>Paediatric Fund</b>			
Balance as at 1 July		2,178,706	2,172,760
Allocation for the year		186,375	5,946
Balance as at 30 June 2015		<b>2,365,081</b>	<b>2,178,706</b>

In order to determine the allocation to reserves during the year, transactions relating to the statement of financial performance were allocated to the individual reserves. A breakdown of the allocations is set out as an appendix to these financial statements.



**Grand Lodge of Antient Free & Accepted Masons of New Zealand -**  
**Appendix to Financial Statements**  
For the year ended 30 June 2015

**Board of General Purposes - General Fund**

Statement of Financial Performance for the year ended 30th J	2015	2014
	\$	\$
<b>REVENUE</b>		
Capitation Fees	512,455	502,675
Other Income	28,366	329,451
Interest Received	16,878	10,455
<b>Total Revenue</b>	<b>557,699</b>	<b>842,581</b>
<b>EXPENSES</b>		
<i>Administration Expenses</i>		
Audit Fees	11,908	7,252
Depreciation	19,506	25,058
Doubtful Debts	-	-
Computer Lease Interest Expense	-	1,269
General	82,847	145,812
Insurance	17,218	14,012
Photocopier Lease	7,992	7,542
Rent - Freemason House	-	51,940
Board Meetings & Travel	56,416	51,156
Communication Grand Lodge Costs	-	109,164
<i>Repairs &amp; Maintenance</i>		
Furniture, Fittings & Equipment	533	-
Office Machinery	-	-
Regalia, Jewels & Service Awards	3,460	8,744
Salaries, Employment Related Expenses including ACC	453,467	474,110
<b>Total Expenses</b>	<b>653,347</b>	<b>896,059</b>
<b>Net surplus/(deficit) for year</b>	<b>(95,648)</b>	<b>(53,478)</b>

**Freemason House**

Statement of Financial Performance for the year ended 30th June 2015

	2,015	2,014
	\$	\$
<b>REVENUE</b>		
Interest Received	626	605
Rental Revenue	1,007,704	1,064,653
<b>Total Revenue</b>	<b>1,008,330</b>	<b>1,065,258</b>
<b>EXPENSES</b>		
Audit Fees	7,800	5,695
Depreciation - Plant, Fittings	42,361	25,224
Doubtful Debts	-	-
Mortgage Interest Payments	-	471,750
Other Building Expenses	591,401	587,353
<b>Total Expenses</b>	<b>641,562</b>	<b>1,090,022</b>
<b>Operating surplus/(deficit) for year</b>	<b>366,768</b>	<b>(24,765)</b>
Unrealised Gain (Loss) on Investment Property	320,000	(390,000)
<b>Surplus/(deficit) for year</b>	<b>686,768</b>	<b>(414,765)</b>

**Building Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015	2014
	\$	\$
<b>REVENUE</b>		
Proceeds Sale of Lodge Buildings	65,938	-
Interest Received	303,970	257,400
<b>Total Revenue</b>	<b>369,908</b>	<b>257,400</b>
<b>EXPENSES</b>		
Building Fund costs	18,568	37,828
Taxation	-	-
	18,568	37,828
<b>Net surplus/(deficit) for year</b>	<b>351,340</b>	<b>219,572</b>





Grand Lodge of Antient Free & Accepted Masons of New Zealand - Appendix to Financial Statements

**Communication Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015	2014
	\$	\$
<b>REVENUE</b>		
Interest Received	2,044	6,893
<b>Total Revenue</b>	<b>2,044</b>	<b>6,893</b>
<b>EXPENSES</b>		
2014 Communication	2,200	-
<b>Net surplus/(deficit) for year</b>	<b>(156)</b>	<b>6,893</b>

**Special Reserve Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015	2014
	\$	\$
<b>REVENUE</b>		
Brokerage Commission Received - Heartland	380,264	357,350
Interest Received	66,903	63,236
Other Income	57,014	-
<b>Total Revenue</b>	<b>504,181</b>	<b>420,585</b>
<b>EXPENSES</b>		
Administration Expenses - Deposit Scheme	-	130,901
New Zealand Freemason Magazine	54,088	94,246
Publicity & Public Relations	24,630	50,958
Renewal & Development	140,420	241,647
Video Conference Equipment Lease	-	31,722
	219,138	549,473
<i>Grants - Research Lodges &amp; Shirley</i>	8,500	4,500
Grant Museum & Heritage Trust	-	-
Grant Masters & Past Masters	-	-
	8,500	4,500
Taxation	-	4,674
Loss on disposal	-	-
<b>Total Expenses</b>	<b>227,638</b>	<b>558,647</b>
<b>Net surplus/(deficit) for year</b>	<b>276,543</b>	<b>(138,062)</b>

**Freemasons Charity General Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015	2014
	\$	\$
<b>REVENUE</b>		
Donations	83,322	85,435
Estate bequests	186,676	566,695
Interest Income	46,338	47,189
Other Income	-	-
<i>Investment Income</i>		
Investment	762,442	1,076,907
<b>Total Revenue</b>	<b>1,078,778</b>	<b>1,776,226</b>
<b>EXPENSES</b>		
Administration Expenses	15,887	188,878
Audit Fees	1,500	3,992
Board Meetings & Travel	22,586	-
Investment Monitoring Service	6,663	-
Publicity & Public Relations	16,104	23,121
	62,740	215,991
<i>Grants &amp; Scholarships</i>		
Almoners Association	308	2,573
Individuals and families	65,247	106,452
Lodge/Group/District Projects	308,123	304,768
Special Projects	78,064	95,963
University Scholarships	240,185	259,112
	691,927	768,868
<b>Total Expenses</b>	<b>754,667</b>	<b>984,859</b>
<b>Operating surplus/(deficit) for year</b>	<b>324,111</b>	<b>791,367</b>
Unrealised Gain/(Loss)	2,050,572	716,688
<b>Surplus/(Deficit) for year</b>	<b>2,374,683</b>	<b>1,508,055</b>



Grand Lodge of Antient Free & Accepted Masons of New Zealand - Appendix to Financial Statements

**Centennial Project Capital (Geriatric) Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015 \$	2014 \$
<b>REVENUE</b>		
Contributions	-	550
Investment Income	41,305	59,088
<b>Total Revenue</b>	<b>41,305</b>	<b>59,638</b>
<b>EXPENSES</b>		
Payments to Auckland University	65,000	2,065,000
<b>Total Expenses</b>	<b>65,000</b>	<b>2,065,000</b>
<b>Net surplus/(deficit) for year</b>	<b>(23,695)</b>	<b>(2,005,362)</b>
Unrealised Gain/(Loss)	110,082	121,546
<b>Surplus/(Deficit) for year</b>	<b>86,387</b>	<b>(1,883,816)</b>

**Paediatric Fund**

Statement of Financial Performance for the year ended 30th June 2015

	2015 \$	2014 \$
<b>REVENUE</b>		
Investment Income	92,892	79,841
<b>Total Revenue</b>	<b>92,892</b>	<b>79,841</b>
<b>EXPENSES</b>		
Other Payments	-	863
Payments to University of Otago	156,697	169,462
<b>Total Expenses</b>	<b>156,697</b>	<b>170,325</b>
<b>Net surplus/(deficit) for year</b>	<b>(63,805)</b>	<b>(90,484)</b>
Unrealised Gain/(Loss)	250,180	96,430
<b>Surplus/(Deficit) for year</b>	<b>186,375</b>	<b>5,946</b>



## Independent Auditor's Report

### Audit

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### **To the Members of Grand Lodge of Antient Free and Accepted Masons of New Zealand**

#### **Report on the financial statements**

We have audited the financial statements of the Grand Lodge of Antient Free and Accepted Masons of New Zealand on pages 1 to 7, which comprise the statement of financial position as at 30 June 2015, the statement of financial performance and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### **Board of General Purposes' responsibilities**

The Board of General Purpose are responsible for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's responsibilities**

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 entity's preparation of financial statements that present fairly the matters to which they relate 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 entity'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.

Our firm carries out other assignments for the Grand Lodge of Antient Free and Accepted Masons of New Zealand in the area of taxation advice for the restructure. The firm has no other interest in the Grand Lodge of Antient Free and Accepted Masons of New Zealand.

#### Opinion

In our opinion, the financial statements on pages 1 to 7 present fairly, in all material respects, the financial position of the Grand Lodge of Antient Free and Accepted Masons of New Zealand as at 30 June 2015, and its financial performance, for the year then ended in accordance with generally accepted accounting practice in New Zealand



**Grant Thornton New Zealand Audit Partnership**  
**Wellington, New Zealand**  
**8 October 2015**

