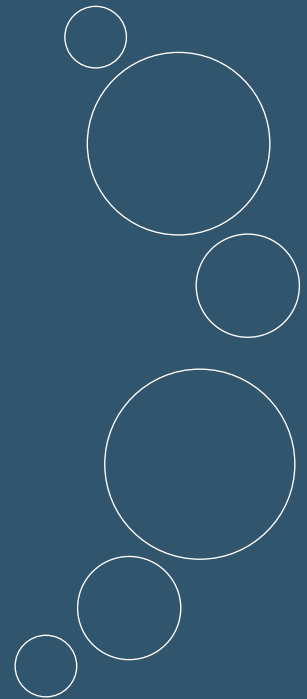


# THE ENGINE OF THE NEW NEW ZEALAND



MASSEY UNIVERSITY FOUNDATION

## ANNUAL REPORT 2011



MASSEY UNIVERSITY  
FOUNDATION

# FOUNDATION VISION

THE MASSEY UNIVERSITY  
FOUNDATION IS THE UNIVERSITY'S  
REGISTERED CHARITY, WHICH  
FOSTERS PHILANTHROPY AT  
MASSEY.

Founded in 2004, the Foundation's vision is to create an endowment fund that will exist in perpetuity to ensure that Massey continues to define New Zealand – contributing to its life and economy through its excellent teaching, research and invention.

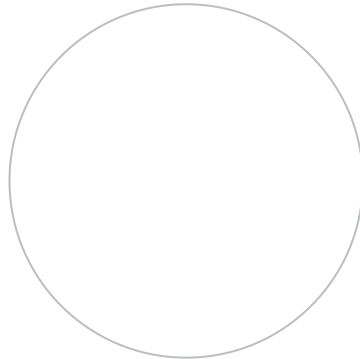
This report highlights the progress we have made to December 31, 2011.





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- 9 Statement of Management Responsibility
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- 29 Donors



# MESSAGE FROM THE CHAIR

The Foundation had yet another landmark year in 2011, again breaking all records and raising just under \$1 million dollars for a variety of educational causes across the University. This is an outstanding result in the current economic climate and on behalf of the Foundation I would like to thank all of our donors, large and small, for their commitment and contribution.

Notable donations in 2011 were from the New Zealand Racing Board, which contributed \$212,000 to the Equine sub-trust's activities of supporting research being conducted on horses' diseases, illnesses and injuries.

The Massey University Extramural Students' Association endowed \$200,000 with the Foundation to support extramural students studying at Massey. Students of Massey University contributed some \$320,000 through the newly introduced student levy. This money has been endowed and will be used for the benefit of Massey and its students, including an expected welfare component. The Foundation board and Massey students have taken the strategic decision to grow this endowment in the first two years of its existence and will take the first applications in 2013.

Donations to the Sir Neil Waters Scholarship amounted to a healthy \$71,000 bringing the total in this fund to \$190,000. This scholarship fund has a target of paying its first scholarship in 2014 to support post-graduate study in the New Zealand Institute of Advanced Study.

2011 also saw the Foundation launch 'direct from salary giving', a scheme that allows staff to contribute to various funds directly from their pay while receiving their tax credit instantly. Some 36 staff signed up to a variety of educational causes within the University in the first six months of the scheme. This is a great contribution from staff that already give so much to this institution and I thank them for their dedication.

Payments made from the Foundation to research and scholarships in 2011 amounted to \$549,000. The Foundation supported 93 scholarships (for recipients see page 28) and

several research funds. The largest of these was to the Equine sub trust which exists to improve outcomes for New Zealand's equine industry through research and study into disease injury and illness of horses.

Capital invested in the core fund (managed by Tyndall Investments) made gains of \$470,000, considering the ongoing impact of the global financial crisis, this was a pleasing result and a reflection of the restrained investment policy the Foundation has committed to.

The Foundation also launched a planned giving programme. This programme allows donors to leave a gift in their Will to make a difference in an area that is important to them without impacting on their financial situation during their lifetime.

On behalf of the Foundation staff and the board – John Harrison, Colin Harvey, John Luxton, Vice-Chancellor Steve Maharey and Brian Ward – I would like to take this opportunity once again to thank alumni, friends and staff that contributed to the Foundation in 2011. Without you the Foundation would not be the success that it is today.

I would also like to thank the Foundation staff – James Buchanan, Mitch Murdoch and Ann Rutledge for their continued commitment to making the Foundation a success.

It is always hard to keep breaking records, especially when you face, as we have done of late, economic uncertainty. However, I feel sure that next year I will be able to report even greater progress for the Foundation.

Dr Nigel Gould  
Chair, Massey University Foundation

# ADVANCING NEW ZEALAND CAMPAIGN

## OUR GOAL – RAISING \$100 MILLION FOR ADVANCING NZ PROJECTS

As a University, we have not shied away from change. The University has embraced new opportunities to deliver excellence in our teaching and research, recognising that in a challenging and demanding environment, we cannot afford to stand still.

We will continue to lead the 'new' New Zealand, to push the boundaries to remain at the cutting edge of education. The Advancing New Zealand campaign seeks community, corporate and individual support for a range of projects that will enable Massey University to maintain and drive its international standing as a centre of excellence in the areas of agri-food, innovation, creativity and connectivity.

Advancing New Zealand aims to raise \$100 million for strategic priorities, created to support very specific areas of learning and research at Massey.

## EQUINE

Several Partnerships for Excellence have been set up by the Crown to enable the New Zealand government to make significant new investments – matched by investment from relevant industry group – in the public tertiary education sector.

One of these partnerships is the Equine Pfx. This official partnering of equine industry groups and government utilises the capabilities of Massey University and many other partners inside and outside New Zealand to assist in improving the equine industry's future progress. The initiative aims to expand learning and research capabilities across the industry to help it improve efficiency and solve problems.

The Foundation manages and invests the \$5 million (Pfx monies supplied by the Government). The income from this investment, less an adjustment for inflation, is made available each year to the trustees of the Equine Trust to invest in research and education projects.



In 2011 the Equine Trust, chaired by eminent equine orthopaedic veterinarian and Massey alumnus Dr Wayne McIlwraith, released \$260,000 to support research projects in various areas of equine health and well being.

## WILDBASE (PREVIOUSLY KNOWN AS THE NEW ZEALAND WILDLIFE HEALTH CENTRE)

The Foundation's objective is to raise \$1.4 million to build a new hospital that will enable Wildbase to provide better treatment for many more animals and improve the success rate of returning those animals to the wild.

Wildbase at Massey incorporates a rapid response oil spill unit to deal with animals affected by oil spills, a diagnostic service for captive and free living animals, a hospital for sick and injured wildlife, and a research unit to understand, prevent and treat diseases in wild animals.

## DIRECT SALARY FROM GIVING

In 2011 Massey University introduced direct from salary giving for staff. With around 3200 staff the impact of a relatively small regular donation could have a very major impact on the Foundation's goal. The decision to make donations is entirely voluntary and the choice of project, or fund, an individual donates to is, of course, personal.

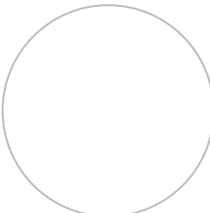
## THE FOUNDATION IN THE UNITED STATES

Friends of Massey University USA Inc was established two years ago to develop relationships with alumni in the United States, and gather donations on behalf of Massey University.

The board is made up of three outstanding alumni – Linda Jenkinson, Dr John Reid, Dr Wayne McIlwraith and the Vice-Chancellor, Steve Maharey. The board, apart from Mr Maharey attended a Massey alumni function in New York in September 2011 and are pictured (left) with former Prime Minister Helen Clark.





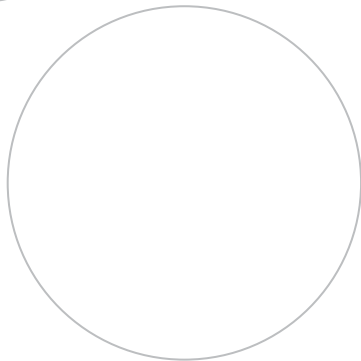


TRUSTEES

- Dr Nigel Gould (Chair)
- John Harrison
- Colin Harvey
- Hon John Luxton
- Hon Steve Maharey (Vice-Chancellor)
- Brian Ward

PAST TRUSTEES

- Dr Peter Hubscher
- Prof Judith Kinnear
- Stephen Kos
- Dr Warren Larsen
- Sue Lane
- Philip Lough
- Michael Matthews
- Andrea McIlroy
- Trevor Sew-Hoy
- Jim Scotland



STATEMENT OF MANAGEMENT RESPONSIBILITY  
FOR THE YEAR ENDED 31ST DECEMBER 2011

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Massey University Foundation Trust

**Statement of Management Responsibility**  
**For the Year Ended 31<sup>st</sup> December 2011**

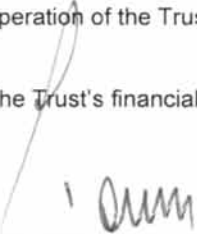
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The trustees of Massey University Foundation Trust accept responsibility for the preparation of the annual financial statements and the judgments used in these statements.

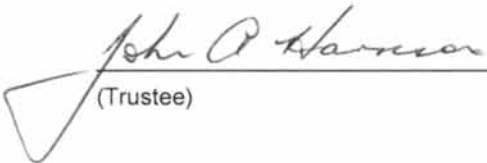
The trustees accept responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of the Trust's financial reporting.

In the opinion of the trustees the annual statements for the financial year fairly reflect the financial position and operation of the Trust.

The Trust's financial statements were adopted by the trustees on March 15 2012

  
\_\_\_\_\_  
(Trustee)

15/3/12  
\_\_\_\_\_  
(Date)

  
\_\_\_\_\_  
(Trustee)

15/3/12  
\_\_\_\_\_  
(Date)



## TRUST DIRECTORY

AS AT 31ST DECEMBER 2011

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### REGISTERED OFFICE

Massey University, Turitea Campus, Tennant Drive, Palmerston North

### TRUSTEES

John Luxton	appointed 04 December 2006	
Colin Harvey	appointed 27 July 2007	
Steve Maharey	appointed 04 October 2008	
Brian Ward	appointed 25 March 2010	
John Harrison	appointed 25 March 2010	
Nigel Gould (Chair)	appointed 25 March 2010	
Andrea McIlroy	appointed 25 March 2010	resigned 2 March 2011

### AUDITORS

Audit New Zealand  
On behalf of the Auditor-General

### BANKERS

Bank of New Zealand

### NATURE OF BUSINESS

Charitable Trust

### LOCATION OF BUSINESS

Palmerston North

### ACCOUNTANT

Massey University

### SOLICITOR

Cooper Rapley, 240 Broadway Avenue, Palmerston North, Ph (06) 358 6123, Fax (06) 356 4345



STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31ST DECEMBER 2011

	Note	Foundation Actual 2011 \$000	Foundation Actual 2010 \$000
<b>INCOME</b>			
Distributions from Managed Funds	5	623	382
Net gains from Managed Funds at fair value through surplus or deficit	5	34	414
Interest		12	-
Other Income		32	-
<b>Total Income</b>		<b>701</b>	<b>796</b>
<b>EXPENDITURE</b>			
Audit Fees		6	10
Investment Management Fees		62	58
<b>Total Expenditure</b>		<b>68</b>	<b>68</b>
Surplus for the year		633	728
Other Comprehensive Income		-	-
<b>Total Comprehensive Income for the year</b>	2	<b>633</b>	<b>728</b>

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with these statements.

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31ST DECEMBER 2011

	Note	Foundation Actual 2011 \$000	Foundation Actual 2010 \$000
Balance at 1 January		12,221	11,061
Total Comprehensive Income		633	728
Contributed Capital from Massey University		1,950	714
Distribution from Retained Income		(1,110)	(282)
<b>Balance at 31 December</b>	2	<b>13,694</b>	<b>12,221</b>

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with these statements.

STATEMENT OF FINANCIAL POSITION  
AS AT 31ST DECEMBER 2011

		Foundation	Foundation
		Actual	Actual
		2011	2010
	Note	\$000	\$000
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents		228	3
Debtors and Other Receivables	8, 11	-	128
Other Financial Assets	5, 11	13,481	12,478
<b>Total Current Assets</b>		<b>13,709</b>	<b>12,609</b>
<b>CURRENT LIABILITIES</b>			
Creditors and Other Payables	9	15	388
<b>Total Current Liabilities</b>		<b>15</b>	<b>388</b>
<b>Net Assets</b>		<b>13,694</b>	<b>12,221</b>
<i>Repress entered by:</i>			
<b>FOUNDATION EQUITY</b>			
Contributed Capital	2	13,548	11,598
Retained Earnings	2	146	623
<b>Total Equity</b>		<b>13,694</b>	<b>12,221</b>

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with these statements.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31ST DECEMBER 2011

		Foundation	Foundation
		Actual	Actual
		2011	2010
	Note	\$000	\$000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<i>Cash was provided from:</i>			
Interest		12	-
Return on Investment		623	-
Other Income		32	-
		<b>667</b>	<b>-</b>
<i>Cash was applied to:</i>			
Payment to suppliers		159	32
<b>Net Cash Flows from Operating Activities</b>	6	<b>508</b>	<b>(32)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<i>Cash was provided from:</i>			
Withdrawal of Investment		569	-
<i>Cash was applied to:</i>			
Purchase of Investments		1,538	519
<b>Net Cash Flows from Investing Activities</b>		<b>(969)</b>	<b>(519)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<i>Cash was provided from:</i>			
Capital Injection		2,078	748
<i>Cash was applied to:</i>			
Distribution of Retained Income		1,392	197
<b>Net Cash Flows from Financing Activities</b>		<b>686</b>	<b>551</b>
Net Increase/(Decrease) in cash and cash equivalents		225	-
Cash and Cash Equivalents at the beginning of the year		3	3
<b>Cash and Cash Equivalents at the end of the year</b>		<b>228</b>	<b>3</b>

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with these statements.



## NOTES TO THE FINANCIAL STATEMENTS

### 1. Statement of Accounting Policies

#### REPORTING ENTITY

Massey University Foundation Trust is domiciled in New Zealand and is a charitable trust of Massey University. It has held charitable status since 2004. Massey University Foundation Trust has designated itself as a public benefit entity with applicable public benefit entity exemptions being adopted.

The financial statements are prepared in accordance with the trust deed and NZ GAAP. They comply with NZ IFRS and other applicable Financial Reporting Standards as appropriate for charitable entities.

Massey University Foundation Trust is not aware of any material adjustment as a result of new standards coming into effect in 2011. It has not adopted any standards that have been issued but are not yet effective.

The financial statements of Massey University Foundation Trust are for the year ended 31 December 2011. The financial statements were authorized for issue by the Board on 16 March 2012.

#### BASIS OF PREPARATION

##### Measurement Base

The financial statements have been prepared on an historical cost basis.

##### Functional and Presentation Currency

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$000). The functional currency of the Foundation is New Zealand dollars (NZ\$).

##### Differential Reporting

The Foundation has applied differential reporting with all exemptions being taken up except for the provision of a Cash flow Statement.

The Foundation qualifies for differential reporting on the grounds that it is not publicly accountable within the meaning of the Framework for differential reporting. It is not large as it has less than 50 employees and total revenue was less than \$20 million for the year.

##### Changes in accounting policy

There have been no changes in accounting policies during the financial year.

#### Adoption of the revised NZ IAS 24 Related parties

The revised NZ IAS 24 Related Parties Disclosures (Revised 2009) has been adopted for the year ended 31 December 2011. The effect of adopting the revised standard is:

- More information is required to be disclosed about transactions between Massey University Foundation and government related entities.
- Commitments with related parties now require disclosure.

#### SIGNIFICANT ACCOUNTING POLICIES

##### Revenue

Revenue is measured at the fair value of consideration received or receivable. Interest income is recognized at the maturation of investments with an accrual made for the portion that relates to the period between maturation date and balance date.

##### Cash and cash Equivalents

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

Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

##### Debtors and Other Receivables

Debtors and Other Receivables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method less any provision for impairment.

##### Other Financial Assets

Financial assets are initially recognised at fair value plus transaction costs unless they are carried at fair value through surplus or deficit in which case the transaction costs are recognised in the surplus or deficit.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Foundation has transferred substantially all the risks and rewards of ownership.

Financial assets are classified into the following categories for the purposes of measurement:

- fair value through surplus or deficit; and
- loans and receivables

Classification of the financial asset depends on the purpose for which the instruments were acquired.

#### *Financial assets at fair value through surplus or deficit*

Financial assets at fair value through surplus or deficit include financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term or is part of a portfolio that are managed together and for which there is evidence of short-term profit-taking. Derivatives are also categorised as held for trading unless they are designated into hedge accounting relationship for which hedge accounting is applied.

Financial assets acquired principally for the purpose of selling in the short-term or part of a portfolio classified as held for trading are classified as a current asset.

After initial recognition financial assets in this category are measured at their fair values with gains or losses on re-measurement recognised in the surplus or deficit.

#### *Loans and receivables (including cash and cash equivalents and debtors and other receivables)*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance date, which are included in non-current assets. Related party receivables that are repayable on demand are classified as a non-current asset because repayment of the receivable is not expected within 12 months of balance date.

After initial recognition loans and receivables are measured at amortised cost using the effective interest method less any provision for impairment. Gains and losses when the asset is impaired or derecognised are recognised in the surplus or deficit

#### **Impairment of financial assets**

At each balance date, the Foundation assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired. Any impairment losses are recognised in surplus or deficit.

#### *Loans and receivables (including cash and cash equivalents and debtors and other receivables)*

Impairment of a loan or a receivable is established when there is objective evidence that Foundation will not be able to collect amounts due according to the original terms of the debt. Significant financial difficulties of the debtor, probability that the debtor will enter into bankruptcy, and default in payments are considered indicators that the asset is impaired. The amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted using the original effective interest rate. For debtors and other receivables, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the surplus or deficit. When the receivable is uncollectible, it is written-off against the allowance account. Overdue receivables that have been renegotiated are reclassified as current (that is, not past due). For other financial assets, impairment losses are recognised directly against the instruments carrying amount.

#### **Goods and Services Tax**

The Foundation is not GST registered and all of the amounts included in the Statement of Comprehensive Income and Statement of Financial Position are stated on a GST exclusive basis.

#### **Income Tax**

The Foundation has received confirmation from the Commissioner of Inland Revenue for Exemption from Income Tax and Resident Withholding Tax by way of Charitable Status. The Foundation is registered with the Charities Commission as a charitable organisation. Accordingly no charge for income tax has been provided for.

#### **Critical Accounting Estimates and Assumptions**

In preparing these financial statements the Foundation has made estimates and assumptions concerning the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and assumptions are continually evaluated and are based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

The Foundation invests its portfolio of assets with Tyndall Investment Management Limited. As part of the regular meeting schedule the trustees discuss the asset mix and weighting of the portfolio making recommendations on a best endeavors approach based on the current investment environment and likely future. Any adjustments that are recommended are discussed with Tyndall Investment Management Limited before being enacted.

#### **Creditors and Other Payables**

Creditors and Other Payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

#### **Statement of Trust Relationship**

The Foundation acts as an investment vehicle for bequests and donations that have previously been held by the University and for future bequests and donations that may come into the University. It is responsible for a return on investment that meets the expense demands of the individual trusts and donated funds, and reinvestment of excess monies as accretion to the capital of those trusts and donated funds.

## 2. Equity

	01/01/11				31/12/11
	Opening	Contributed		Distributed	Closing
	Balance	Capital	Surplus	Retained Income	Balance
	\$000	\$000	\$000	\$000	\$000
<b>FOUNDATION EQUITY</b>					
Trust Capital	11,598	1,950	-	-	13,548
Retained Earnings	623	-	633	(1,110)	146
<b>Total Funds Employed</b>	<b>12,221</b>	<b>1,950</b>	<b>633</b>	<b>(1,110)</b>	<b>13,694</b>

	01/01/10				31/12/10
	Opening	Contributed		Distributed	Closing
	Balance	Capital	Surplus	Retained Income	Balance
	\$000	\$000	\$000	\$000	\$000
<b>FOUNDATION EQUITY</b>					
Trust Capital	10,884	714	-	-	11,598
Retained Earnings	177	-	728	(282)	623
<b>Total Funds Employed</b>	<b>11,061</b>	<b>714</b>	<b>728</b>	<b>(282)</b>	<b>12,221</b>

Section 4 of the trust deed states that if the board accepts a gift on condition that it is used for a specific purpose within the purpose of the trust, the board:

- (a) Must keep that gift and any income arising from it separate from the other assets of the trust fund;
- (b) Must use that gift and any income arising from it only for the specific purpose for which it has been given and to meet any expenses which the board considers relate (directly or indirectly) to the administration of that specific purpose; and
- (c) May establish a sub-trust or sub-trusts under clause 18.1 for this purpose.
  - (i) Clause 18.1 states that the board may at any time establish a Sub-Trust or sub-trusts for purposes within the purpose of the trust. The purpose terms and conditions shall be defined in writing.

The trust does not have funds received for a specified purpose and which are subject to specified conditions as envisaged by section 4 of the trust deed.

## 3. Securities and Guarantees

There was no overdraft as at balance date nor was any facility arranged.

## 4. Related Parties

Massey University Foundation Trust is a wholly controlled entity of Massey University. It is significantly influenced by the University and in addition is its main source of funding. During the year Massey University vested funds with Massey University Foundation Trust. All transactions between entities were conducted on an arm's length basis using commercial terms.

The following is a summary of transactions between Massey University Foundation and Massey University;

	2011	2010
	\$000	\$000
Debtors	-	128
Creditors - Massey University	-	388
Contributed Capital	1,950	714
Distributed Retained Income	1,110	282
Interest received	8	-

There were no other transactions between Massey University Foundation and other related parties.



## 5. Other Financial Assets - Tyndall Managed Fund

### FAIR VALUE MANAGED FUND THROUGH SURPLUS OR DEFICIT

	2011		2010	
	\$000	\$000	\$000	\$000
Opening Balance		12,478		11,163
<b>CAPITAL</b>				
New Funds	758		519	
Funds Withdrawn	(569)		-	
		189		519
<b>INVESTMENT ACTIVITY</b>				
Distributions from Managed Funds - Dividends	623		382	
Net gains/(losses) of Managed Funds at fair value through surplus or deficit	34		414	
		657		796
<b>Closing Balance</b>		13,324		12,478
<i>Represented by:</i>				
Capital Stable Assets				
Cash New Zealand	676		726	
Fixed Interest New Zealand	5,656		4,802	
Fixed Interest Offshore	2,744		2,425	
		9,076		7,953
Equities				
Equities New Zealand	1,847		1,923	
Equities Offshore	2,401		2,602	
		4,248		4,525
		13,324		12,478

## 6. Reconciliation of the net surplus / (deficit) to the net cash flow from operating activities

Surplus/(Deficit) from the Statement of Comprehensive Income	633	728
<i>Add (Less) non-cash items:</i>		
Distributions from Managed Funds	-	(382)
Fair Value Managed Funds through Profit and Loss	(34)	(414)
<i>Add (Less) movements in working capital items:</i>		
(Increase)/Decrease in trade and other receivables	-	-
Increase/(Decrease) in Creditors and Other Payables	(91)	36
<b>Net Cash flow from Operating Activities</b>	<b>508</b>	<b>(32)</b>

## 7. Contingencies

As at 31 December 2011 (2010, Nil) The Foundation had no contingent Liabilities or contingent Assets.

## 8. Debtors and Other Receivables

Debtors and Other Receivables were made up of a combination of new capital received into existing trusts but not yet transferred to the foundation, and new trusts that have been established and not yet transferred to the foundation. Once these transfers have been completed the funds are invested with Tyndall Investment Management Ltd.

	2011	2010
	\$000	\$000
External Capital from existing trusts	-	18
Capital from new trusts	-	110
<b>Total</b>	<b>-</b>	<b>128</b>

## 9. Creditors and Other Payables

	2011	2010
	\$000	\$000
Trade Payables	15	-
Amounts due to related parties	-	388
<b>Total</b>	<b>15</b>	<b>388</b>

Trade and other payables are non-interest bearing and are normally settled on 30 day terms: therefore the carrying value of trade and other payables approximates their fair value and is the same as the contractual values.

## 10. Events after balance date

There were no events after balance date.

## 11. Financial Instrument categories

	2011	2010
	\$000	\$000
<b>FINANCIAL ASSETS</b>		
<i>Fair Value through Surplus or deficit - held for trading</i>		
Managed Fund	13,324	12,478
Short-term deposits with maturities of 4-12 months	157	-
<b>Total held for trading</b>	<b>13,481</b>	<b>12,478</b>
 <i>Loans and Receivables</i>		
Cash and Cash Equivalents	228	3
Debtors and Other Receivables	-	128
<b>Total Loans and Receivables</b>	<b>228</b>	<b>131</b>
 <b>FINANCIAL LIABILITIES</b>		
<i>Financial Liabilities at Amortised Cost</i>		
Creditors and Other Payables	15	388
<b>Total Financial Liabilities at Amortised Cost</b>	<b>15</b>	<b>388</b>
 <i>Maturity analysis and effective interest rate</i>		
Short-term deposits with maturities of 4-12 months	157	-
Weighted average interest rate	4.40%	0.00%
 <b>The fair value of Term Deposits are as follows:</b>		
Fairvalue of Term Deposits (> 3 months) as at 31 December	157	-

## REPORT OF THE AUDITOR GENERAL

AUDIT NEW ZEALAND  
Mana Arotake Aotearoa

### Independent Auditor's Report

#### To the readers of Massey University Foundation's financial statements for the year ended 31 December 2011

The Auditor-General is the auditor of Massey University Foundation Trust (the Trust). The Auditor-General has appointed me, Mark Maloney, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements of the Trust on her behalf.

We have audited the financial statements of the Trust on pages 5 to 18 that comprise the statement of financial position as at 31 December 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date and the notes to the financial statements that include accounting policies.

#### Opinion

In our opinion the financial statements of the Trust on pages 5 to 18:

- comply with generally accepted accounting practice in New Zealand; and
- fairly reflect the Trust's:
  - financial position as at 31 December 2011; and
  - financial performance and cash flows for the year ended on that date.

Our audit was completed on 15 March 2012. This is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Trustees and our responsibilities, and we explain our independence.

#### Basis of opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporates the International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and carry out our audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader's overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

An audit involves carrying out procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including our assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Trust's preparation of financial statements that fairly reflect the matters to which they relate. We consider internal control 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 Trust's internal control.

An audit also involves evaluating:

- the appropriateness of accounting policies used and whether they have been consistently applied;
- the reasonableness of the significant accounting estimates and judgements made by the Trustees;
- the adequacy of all disclosures in the financial statements; and
- the overall presentation of the financial statements.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements. We have obtained all the information and explanations we have required and we believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

#### Responsibilities of the Trustees

The Trustees are responsible for preparing financial statements that:

- comply with generally accepted accounting practice in New Zealand; and
- fairly reflect the Trust's financial position, financial performance and cash flows.

The Trustees are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Trustees' responsibilities arise from clause 12 of the Trust Deed.

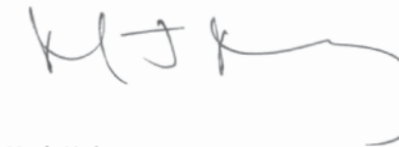
#### Responsibilities of the Auditor

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you based on our audit. Our responsibility arises from section 15 of the Public Audit Act 2001 and clause 24.1 of the Trust Deed.

#### Independence

When carrying out the audit, we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the New Zealand Institute of Chartered Accountants.

Other than the audit, we have no relationship with or interests in the Trust.



Mark Maloney  
Audit New Zealand  
On behalf of the Auditor-General  
Palmerston North, New Zealand



## 2011 FOUNDATION SCHOLARSHIP RECIPIENTS

We believe that the brightest and most gifted students should flourish at Massey regardless of their financial circumstances. In 2011 the Foundation managed funds for 32 separate scholarship funds and, from these, awarded 93 individual scholarships. The Foundation is currently fundraising for two more scholarship funds – The Sir Neil Waters and The Brian Murphy Funds are open for donations. Details can be found on the Foundation website: <http://foundation.massey.ac.nz>.

Below is a list of our 2011 scholarship recipients.

### Alan Gibson Accountancy Scholarship

Jenna Maree Mildenhall  
Bridget Erin Telfer

### Albert & Alexis Dennis Donation

Frances Zeala Weston  
Eileen Marguerite Woolridge

### Bailey Bequest Bursary

April Marie Adiletta  
Suzanne Maria Deuchar  
Jerr Dell Clara Cline  
Hazel Nicoll  
Stephanie Dulce Wilson

### Bootten Bequest Bursaries

Elizabeth Louise Evans  
Rowena Kapa  
Mubeen  
Cheyenne Kathryn Rosewarne  
Rebekah Claire Scown  
Benjamin Graeme Stark  
Zachary James Trezise-Ashley  
Francis Immanuel Vattiprolu  
Tianzi Yin

### Catherine Baxter Scholarship

Arnab Sarkar  
Christopher Roy Sidwell

### D J McGowan Scholarship

Chin Lui Foo

### Farmers' Union Scholarship

Casey Maree Inverarity

### Graham Chalmers Allen Memorial Scholarship

Sarah Margaret Rosanowski

### Helen E Akers Postgraduate Scholarship

Erin Jane Garnett  
Peter Shou Lern Lee  
Nicholas Anthony Macklin  
Andres Cristobal Paniagua Gonzalez  
Kate Anne Syngé  
Tracey Lee Gawn  
Mu nee Tan

### Helen E Akers PhD Scholarship

Sunit Adhikari  
Chin Lui Foo  
George Edmund Gruenewald  
Kirsty Joan Hammond  
Rashmi Kant  
Rajasheker Reddy Pullanagari  
A B M Arif Hasan Khan Robin  
Naga Venkata Srikanth  
Rupavatharam  
Uttara Chandani Samarakoon  
Khalidoun Qasem Mahmoud  
Shatnawi  
Arvindkumar Subbaraj  
Noveline Mercy Rose Vattiprolu  
Yuguo Wang  
Palash Biswas  
Prasad Rai Choudary Doddala

### J McLennan Bursary

Lucy Cranston Moore

### J P Skipworth Scholarship (Ecology)

Phoebe Jan Stewart-Sinclair

### Joan Berry Fellowships in Veterinary Science – Undergraduate

Hoi Mei Cheung  
Lauren Rae Fraser  
Emma Gordon  
Erin Courtney Grundy  
Steven Impey  
Steffi Maja Jalava  
Siu To Koo  
Emily McColl  
Elizabeth Anne Riede-Rawson  
Rebecca Elizabeth Ruby  
Preethi Monica Saldanha  
Jessica Nicole Salisbury  
Flora Elizabeth Waddington

### Joan Berry Fellowships in Veterinary Science – Postgraduate

Kathryn Nicole Bonistalli

### Joe Walding Memorial Bursary

Danae Tenneille Gardner

### Johannes August Anderson PhD Scholarship

Jessica Florence Bensemann  
Adam Samuel Richards

### John Hodgson Pastoral Science Scholarships

Hannah May Appleton  
Petra Stein

### Julie Alley Bursary

Robyn Ellen Dewhurst  
Alana Marie Smith  
Alexandra Louise Wilson

### Massey University Alumni Doctoral Completion Bursary

Gunnar Benjamin Scheibner

### Massey University Undergraduate Scholarship

Charles Maxwell Annear-Henderson  
Ryan Paul Cattin  
Kelly Brad Durston  
Deborah Mary Griffin

### Miller Massey Buchanan Scholarship

Samuel James Dunlop

### Muriel Caddie Scholarships in Vet Science

Winston Alan Mason

### Peter Collett Extramural Bursary

Vittoria O'Neill Colonna  
Anadi Caitanya Morgan Elander

### Phyllis Irene Grey Fellowships in Veterinary Science – Undergraduate

Lauren Rae Fraser  
Vanessa Jean Leatham  
Katherine Elizabeth Reeve  
Rebekah Grace Reid

Elizabeth Anne Riede-Rawson  
Rebecca Elizabeth Ruby  
Danielle Lynda Thomson  
Neroli Fiona Wall

### Phyllis Irene Grey Fellowships in Veterinary Science – Postgraduate

Alison Lynne Harland

### Prof Ren Jizhou Scholarship

Bai Liu

### Waitawhiti Memorial Scholarship - Undergraduate

Matthew John Bosch  
Zoe Frances Claire Duncan





## 2011 FOUNDATION DONORS

Alumni, friends, corporate donors and benefactors - the Foundation wishes to thank-you for your generosity, we appreciate every gift. Without your help – the Foundation could not award the generous scholarships or fund the valuable research that it does.

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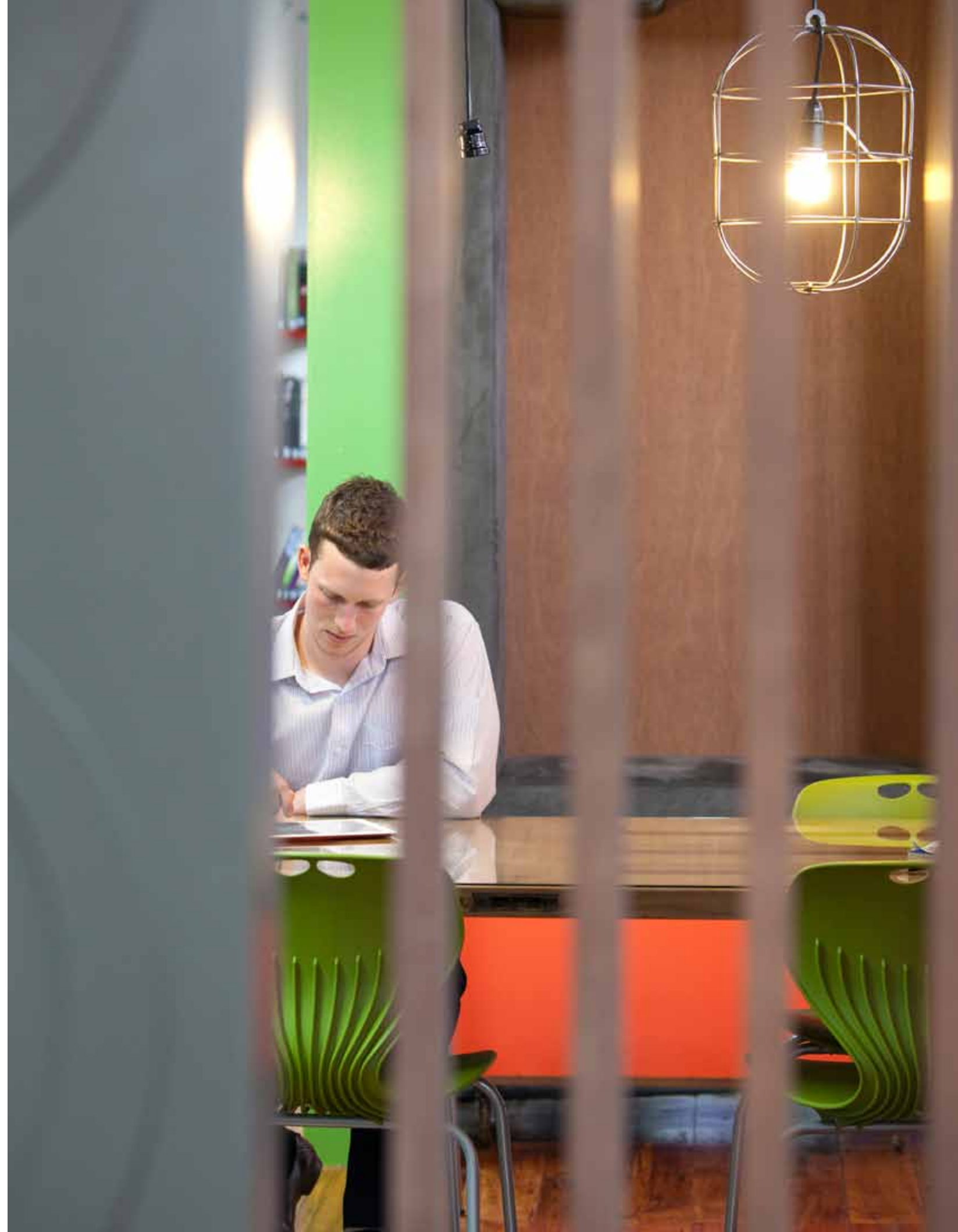
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