

# Special Purpose Annual Report

LegaSea Limited  
For the year ended 30 June 2018

Prepared by Phibbs & Co Limited

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# Directory

## LegaSea Limited

For the year ended 30 June 2018

### Nature of Business

Ecological and Fisheries Protection

### Registered Office

Phibbs & Co Limited  
8 Murdoch Road  
Grey Lynn, Auckland 1021

### Incorporation Number

3674320

### Directors

Peter Campbell  
Mark Connor

### Chartered Accountant

Phibbs & Co Limited  
8 Murdoch Road  
Grey Lynn, Auckland 1021

### Bankers

ASB Bank

### Shareholders

New Zealand Sport Fishing Council  
Incorporated

100 Shares

### Governance Advisory Subcommittee

Peter Campbell (Chair)

Mark Connor

Lewis Avenell

Ross Lucas

Scott Macindoe

Bob Gutsell



# Approval of Financial Report

**LegaSea Limited**  
**For the year ended 30 June 2018**

The Directors are pleased to present the approved financial report including the historical financial statements of LegaSea Limited for year ended 30 June 2018.

APPROVED

For and on behalf of the Board of Directors.



Peter Campbell

Date 3-9-2018



Mark Connor

Date 5-9-2018



# Statement of Income and Expenditure

## LegaSea Limited

For the year ended 30 June 2018

	NOTES	2018	2017
<b>Income</b>			
<b>Donations received for Advocacy, Research, Education and Alignment</b>			
LegaSea Legends		84,481	84,534
Donations from events		12,969	8,702
Public		24,927	19,585
Unaffiliated Clubs		1,840	-
<b>Total Donations received for Advocacy, Research, Education and Alignment</b>		<b>124,218</b>	<b>112,821</b>
<b>Distributions made for Advocacy, Research, Education and Alignment</b>			
Distributions remitted to NZSFC		(120,644)	(101,027)
Distributions remitted to LegaSea Hawke's Bay	3	(3,574)	(3,092)
<b>Total Distributions made for Advocacy, Research, Education and Alignment</b>		<b>(124,218)</b>	<b>(104,119)</b>
<b>Other Income</b>			
Platinum Partners		77,615	46,000
Gold Partners		93,178	49,500
Building LegaSea Sponsors		24,057	12,152
LegaSea Works Sponsors		12,030	527
Sponsorship Income Distributed to LegaSea Hawke's Bay	4	(4,028)	(2,003)
Donations from affiliated clubs		2,831	4,115
Merchandise Sales		33,348	32,375
Grants Received	5	532,250	215,900
Event income		121,428	-
Interest Received		60	141
<b>Total Other Income</b>		<b>892,768</b>	<b>358,707</b>
<b>Total Income</b>		<b>892,768</b>	<b>367,409</b>
<b>Expenditure</b>			
<b>Public Outreach</b>			
Communications Activities		69,052	52,279
Social Media Programme		25,408	29,315
Database Building, Research and Maintenance		21,347	18,531
Brochures and Other Brand Collateral		6,485	13,217
Website Development and Maintenance		6,868	17,304
Event Attendances, Followup and Reporting		161,812	62,837
Hutchwilco NZ Boat Show		-	6,197
Campaigns		256,505	42,481
Alignment Programme		6,302	4,643
Volunteer Capacity Building		16,048	5,028
FishCare - Charter Fleet		600	-
Free Fish Heads [FFH]		-	942
Merchandise Purchases and Expenses		30,281	29,903
Distribution expenses - Packaging, postage and freight		4,379	3,457

The accompanying notes form part of, and are to be read in conjunction with, this financial report and auditors report.



Statement of Income and Expenditure

	NOTES	2018	2017
NZSFC Reporting and Club Relationships		20,034	21,540
<b>Total Public Outreach</b>		<b>625,121</b>	<b>307,673</b>
<b>Fundraising</b>			
Partner Programme		60,095	38,737
Building LegaSea and LegaSea Works		18,655	14,082
LegaSea Legends programme - sales and collateral		9,815	11,008
Public Donor Fundraising		8,062	8,398
Grant Seeking		16,398	21,072
Credit Card Commissions and Processing Costs		5,568	5,711
<b>Total Fundraising</b>		<b>118,593</b>	<b>99,008</b>
<b>Governance, Strategy and Planning</b>			
Budgeting		6,001	1,590
Governance		42,890	32,140
Strategic Planning		29,738	20,701
<b>Total Governance, Strategy and Planning</b>		<b>78,629</b>	<b>54,431</b>
<b>Administration</b>			
Accountancy fees		4,665	3,050
Audit Fees and Expenses		2,772	3,530
Bank Fees		704	669
Book Keeping		21,692	24,923
Depreciation		725	966
IT Support		1,160	-
Office Expenses		5,582	7,424
NZACA grant applications		395	-
Recruitment		19,125	20,090
Vega.Works Database Management System		14,888	20,762
<b>Total Administration</b>		<b>71,707</b>	<b>81,414</b>
<b>Total Expenditure</b>		<b>894,050</b>	<b>542,526</b>
<b>Net Surplus (Deficit) for the Year</b>		<b>(1,282)</b>	<b>(175,116)</b>

The accompanying notes form part of, and are to be read in conjunction with, this financial report and auditors report.



# Statement of Financial Position

## LegaSea Limited As at 30 June 2018

	NOTES	30 JUN 2018	30 JUN 2017
<b>Assets</b>			
<b>Current Assets</b>			
Bank		48,873	30,837
Trade and Other Receivables		28,584	28,667
GST Receivable		25,145	18,028
Inventories		18,083	14,374
Income Tax Receivable		56	39
<b>Total Current Assets</b>		<b>120,742</b>	<b>91,945</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment		2,174	2,899
Work in Progress - Website		8,578	-
<b>Total Non-Current Assets</b>		<b>10,752</b>	<b>2,899</b>
<b>Total Assets</b>		<b>131,494</b>	<b>94,845</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables		73,019	65,087
Loan - Interest Free		270,000	240,000
<b>Total Current Liabilities</b>		<b>343,019</b>	<b>305,087</b>
<b>Total Liabilities</b>		<b>343,019</b>	<b>305,087</b>
<b>Net Assets</b>		<b>(211,525)</b>	<b>(210,243)</b>
<b>Equity</b>			
Share Capital		100	100
Retained Earnings		(210,343)	(35,226)
Current year earnings		(1,282)	(175,116)
<b>Total Equity</b>		<b>(211,525)</b>	<b>(210,243)</b>

The accompanying notes form part of, and are to be read in conjunction with, this financial report and auditors report.



# Statement of Changes in Equity

**LegaSea Limited**

**For the year ended 30 June 2018**

	2018	2017
<b>Equity</b>		
Opening Balance	(210,243)	(35,126)
<b>Increases</b>		
Profit for the Period	(1,282)	(175,116)
<b>Total Increases</b>	<b>(1,282)</b>	<b>(175,116)</b>
<b>Total Equity</b>	<b>(211,525)</b>	<b>(210,243)</b>

The accompanying notes form part of, and are to be read in conjunction with, this financial report and auditors report.





# Depreciation Schedule

**LegaSea Limited**

**For the year ended 30 June 2018**

NAME	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE	PRIVATE USE AMOUNT
<b>Plant and Equipment at Cost</b>							
LegaSea instant Marquee	4,418	2,899	-	-	725	2,174	-
<b>Total Plant and Equipment at Cost</b>	<b>4,418</b>	<b>2,899</b>	-	-	<b>725</b>	<b>2,174</b>	-
<b>Total</b>	<b>4,418</b>	<b>2,899</b>	-	-	<b>725</b>	<b>2,174</b>	-

The accompanying notes form part of, and are to be read in conjunction with, this financial report and auditors report.

# Notes to the Financial Statements

## LegaSea Limited

For the year ended 30 June 2018

### 1. Reporting Entity

LegaSea Limited is a company incorporated under the Companies Act 1993 and is engaged in the business of Ecological and Fisheries Protection.

This special purpose financial report was authorised for issue in accordance with a resolution of directors dated 31 August 2018.

### 2. Statement of Accounting Policies

#### Basis of Preparation

These financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by Chartered Accountants Australia and New Zealand.

The financial statements have been prepared for the owners and for the purposes of meeting the company's income tax requirements.

#### Historical Cost

These financial statements have been prepared on a historical cost basis. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

#### Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

#### Inventories

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

#### Property, Plant and Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Upon derecognition, the asset revaluation reserve relating to the asset disposed shall be transferred to retained earnings.

#### Depreciation

Account	Method	Rate
LegaSea Instant Marquee	Diminishing Value	25%



### Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue in respect of each reporting period after adjusting for any variances between estimated and actual income tax payable in the prior reporting period.

### Goods and Services Tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

### 3. Donations from Hawke's Bay

100% of donations received from the Hawke's Bay region is remitted to LegaSea Hawke's Bay on a monthly basis.

### 4. Sponsorship income from Hawke's Bay

100% of sponsor income received from the Hawke's Bay region is remitted to LegaSea Hawke's Bay on a monthly basis

### 5. Grants Received

Funder	Project	Gross Received	Spent	Unspent
The Guardians of the Sea Charitable Trust	#1706 Supporter Engagement	\$150,000	\$150,000	\$0
The Guardians of the Sea Charitable Trust	#1706 Supporter Engagement	\$150,000	\$150,000	\$0
The Guardians of the Sea Charitable Trust	#1706 Supporter Engagement	\$100,000	\$100,000	\$0
The Guardians of the Sea Charitable Trust	#1706 Supporter Engagement	\$50,000	\$50,000	\$0
The Guardians of the Sea Charitable Trust	#1706 Supporter Engagement	\$50,000	\$50,000	\$0
The Guardians of the Sea Charitable Trust	#0027 Fisheries Management	\$30,000	\$17,750	\$12,250
Tindall Foundation	Fish Care	\$20,000	\$20,000	\$0
<b>TOTAL</b>		<b>\$550,000</b>	<b>\$537,750</b>	<b>\$12,250</b>

The GOTS Charitable Trust Project #0027 Fisheries Management \$17,750 has been transferred to Donations received for Advocacy, Research, Education, and Alignment. The Net Grants received are \$532,250 as at 30th June 2018

The carried forward grants of \$54,180 from 30 June 2017 were all spent during the 2018 year.

As at 30 June 2018 \$12,250 of the grants received remains unspent.

2018 2017

### 6. Income Tax

Net Profit (Loss) Before Tax	(1,282)	(175,116)
Less Losses Carried Forward	(209,987)	(34,871)
<b>Total Losses to Be Carried Forward</b>	<b>(211,270)</b>	<b>(209,987)</b>



	2018	2017
<b>7. Equity</b>		
<b>Retained Earnings</b>		
Opening Balance	(210,243)	(35,126)
Current Year Earnings	(1,282)	(175,116)
<b>Total Retained Earnings</b>	<b>(211,525)</b>	<b>(210,243)</b>
<b>Total Equity</b>	<b>(211,525)</b>	<b>(210,243)</b>
	2018	2017

**8. Imputation Credit Account**

<b>Imputation Credit Account</b>		
<b>Opening Balance</b>		
Opening Balance	39	182
<b>Total Opening Balance</b>	<b>39</b>	<b>182</b>
<b>Increases</b>		
Income Tax Paid	-	-
Resident Withholding Tax Paid	17	39
<b>Total Increases</b>	<b>17</b>	<b>39</b>
<b>Decreases</b>		
Income Tax Refund	-	182
<b>Total Decreases</b>	<b>-</b>	<b>182</b>
<b>Total Imputation Credit Account</b>	<b>56</b>	<b>39</b>

**9. Related Parties**

Scott Macindoe has advanced interest free loans to LegaSea Limited. During the year \$30,000 worth of advances have been made to the company. The loan at balance date was \$270,000 (2017:\$240,000). Scott has taken out a \$1,000,000 life insurance policy with a memorandum of understanding that \$500,000 would be available to LegaSea Limited in the event of his death.

The New Zealand Sports Fishing Council is the sole shareholder of the company. Donations received by the company are passed on to the NZSFC (2018 : \$120,644 - 2017 : \$101,027).

**10. Shareholding Disclosure**

At balance date, the New Zealand Sport Fishing Council Incorporated held 100 fully paid ordinary shares in Legasea Limited.

