

SUMMARY FINANCIAL STATEMENTS

BLUESKY COMMUNITY TRUST LIMITED

FOR THE YEAR ENDED 31 JULY 2018

	2018	2017
SUMMARY STATEMENT OF FINANCIAL PERFORMANCE		
INCOME		
Gaming Machine Profits	10,656,010	8,971,126
Other Income	226,855	4,653
Total Income	10,882,865	8,975,779
EXPENDITURE		
Gaming Duty and Problem Gambling Levy	2,610,190	2,197,477
Venue Payments	1,707,040	1,379,537
Depreciation	786,519	580,354
Compliance & Regulatory Costs	519,333	385,230
Other Operating Costs	505,157	394,602
Finance expense	90,373	60,983
Total Expenditure	6,218,612	4,998,183
Surplus for the period	4,664,253	3,977,596
Grants Paid	4,754,783	3,887,033
Net Surplus/(Deficit) for the Period	(90,530)	90,563
SUMMARY STATEMENT OF MOVEMENTS IN EQUITY		
Equity at Beginning of Year	131,629	41,066
Net Surplus/(Deficit) for the Period	(90,530)	90,563
Equity at End of Year	41,099	131,629
SUMMARY BALANCE SHEET		
Current Assets	406,363	274,746
Non-Current Assets	2,287,259	931,398
Total Assets	2,693,622	1,206,144
Current Liabilities	1,549,848	951,653
Non-Current Liabilities-Term Debt	1,102,675	122,862
Total Liabilities	2,652,523	1,074,515
Net Assets	41,099	131,629
Represented by:		
Shareholders Equity	41,099	131,629

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BLUESKY COMMUNITY TRUST LIMITED FOR THE YEAR ENDED 31 JULY 2018

BASIS OF PREPARATION

1. Basis of Preparation

These summary financial statements are for BlueSky Community Trust Limited (the "Company") for the year ended 31 July 2018.

The summary financial statements are presented in New Zealand Dollars (NZD) rounded to the nearest dollar.

The comparative figures are for a period of twelve (12) months.

The summary financial statements are presented in summary form and therefore do not give all information required by Generally Accepted Accounting Practice in New Zealand using PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime. The Summary Financial Statements have been prepared in accordance with PBE FRS 43 Summary Financial Statements.

The full financial statements for the Company have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand using PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.

Due to the summarised nature, these summary financial statements cannot provide a full understanding of the financial performance and financial position of the Company. The understanding can only be obtained by reference to the annual financial statements of the Company which are available from the registered office.

2. Nature of Audit Opinion

The full financial statements for the years ended 31 March 2018 and 31 March 2017 have both been audited with unqualified audit opinions issued in respect of each.

3. Non-Current Assets

Non-current assets are made up of the following:

	2018	2017
Fixed Assets	<u>2,287,259</u>	<u>931,398</u>
	2,287,259	931,398

4. Term Debt

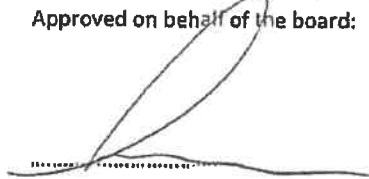
The term loans consists of 6 (2017: 5) separate loans from BNZ financed for 36 months. The interest rates range from 7.96% - 8.10% p.a (2017: 7.9% to 8.11% p.a). Finance is secured over gaming assets of the Company.

5. There are no capital commitments as at 31 July 2018 (2017: Nil).

6. At balance date there are no known contingent liabilities (2017: Nil).

The Directors authorised the publication of these Summary Financial Statements on 23 October 2018.

Approved on behalf of the board:





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Report of the Independent Auditor on the Summary Financial Statements

To the Shareholders of BlueSky Community Trust Limited

Opinion

The accompanying summary financial statements, which comprise the summary balance sheet as at 31 July 2018, the summary statement of financial performance, and summary statement of movements in equity for the year then ended, and related notes, are derived from the audited financial statements of BlueSky Community Trust Limited for the year ended 31 July 2018.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with PBE FRS-43; *Summary Financial Statements* issued by the New Zealand Accounting Standards Board.

Summary financial statements

The summary financial statements do not contain all the disclosures required by Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR"). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 25 October 2018. That report also includes:

- An Emphasis of Matter section that draws attention to the audited financial statements. We draw attention to Note 2(e) in the financial statements, which indicates that BlueSky Community Trust Limited's current liabilities exceeded the current assets by \$1,143,485 and therefore reliant on bank funding. The Company is also reliant on the Class 4 Operator's licence expiring on 31 October 2018, that is renewed on an annual basis by the Department of Internal Affairs. As stated in Note 2(e), these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

The board's responsibility for the summary financial statements

The directors are responsible on behalf of the entity for the preparation of the summary financial statements in accordance with PBE FRS-43: *Summary Financial Statements*.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), "Engagements to Report on Summary Financial Statements."

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Other than in our capacity as auditor we have no relationship with, or interests, in BlueSky Community Trust Limited.

Who we report to

This report is made solely to the shareholders, as a body. Our audit has been undertaken so that we might state to the shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the shareholders as a body, for our work, for this report, or for the opinions we have formed.



RSM Hayes Audit
Auckland

25 October 2018