



Performance Report

Redwood Trust Incorporated
For the year ended 31 March 2023

Prepared by WK Advisors and Accountants Limited

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Entity Information

Redwood Trust Incorporated For the year ended 31 March 2023

Legal Name

Redwood Trust Incorporated

Entity Status and Legal Basis

Incorporated Society
Registration number 418159

Date of Incorporation

18 August 1988

Entity Purpose or Mission

To donate to recognised charitable or amateur sporting organisations funded from gaming machine proceeds.

Entity Structure

The Incorporated Society is governed by a Board of Trustees which meets monthly to consider funding applications and governance matters. The entity contracts directly with a tavern, through a venue agreement, to operate the entity's gaming machines.

The Board of Trustees is not less than two nor more than four persons who shall be known as the Trustees of the Society and who shall be approved as Trustees and as members of the Management Committee by the Department of Internal Affairs or any other authority responsible for the supervision of gaming machine operations.

Trustees

Greg King (Chairman)
Craig Forsyth
Bob Penington

Contact Details

Physical Address: 2 Alfred Street, Blenheim 7201
Postal Address: PO Box 349, Blenheim 7240
Phone: 03-578-0180
Email: enquiries@redwoodtrust.org.nz
Website: www.redwoodtrust.org.nz

Main Sources of Cash and Resources

Redwood Trust Incorporated has received income from gaming machines sited at the Redwood Tavern, Cleghorn Street, Redwoodtown, Blenheim 7201, and from investments.

Main Methods Used to Raise Funds

Aside from gaming machines, the entity does not carry out fundraising.

Reliance on Volunteers and Donated Services

The entity does not rely on volunteers or donated services

These statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report

IRD Number

050-432-882

GST Status

Payments Basis, Two monthly returns, Coinciding with balance date

Chartered Accountants

WK Advisors and Accountants Limited
P O Box 349
Blenheim 7240
Contact - Craig Forsyth

Auditors

NMA Nelson Marlborough Audit Limited
PO Box 732
Nelson, 7040

Bankers

Bank of New Zealand
92-94 Market Street
Blenheim 7201

These statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report

Statement of Service Performance

Redwood Trust Incorporated For the year ended 31 March 2023

Entities Outcomes

The Redwood Trust is an incorporated society that exists for the purpose of raising funds and donating them to recognised charitable or amateur sporting organisations in the community. The entity owns gaming machines installed at a tavern in Marlborough, that manages the machines on their behalf.

Profits from these machines are utilised for authorised purposes, for distribution within the community.

Quantification of Outputs

Applied and distributed funds	2023	2022
Proceeds from Gaming Machines	\$897,466	\$987,803
Donations	\$388,040	\$432,934
Less Refunds	\$(4,042)	\$(44,275)
Net Donations:	\$383,999	\$388,659
Applied and distributed funds as a percentage of gross proceeds	43.24%	43.83%

For more information visit www.redwoodtrust.org.nz

Statement of Financial Performance

Redwood Trust Incorporated For the year ended 31 March 2023

	NOTES	2023	2022
Revenue			
Revenue from providing Goods or Services	7	897,466	987,803
Interest, Dividends and other Investment Revenue	7	1,032	84
Total Revenue		898,498	987,887
Expenses			
Grants and Donations Made	8	383,999	388,659
Costs related to providing goods or services	8	466,531	491,612
Other Expenses	8	76,670	82,316
Total Expenses		927,200	962,587
Net Surplus / (Deficit) for the Year		(28,701)	25,300



These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report.

Statement of Financial Position

Redwood Trust Incorporated As at 31 March 2023

	NOTES	31 MAR 2023	31 MAR 2022
Assets			
Current Assets			
BNZ Current Account		128,475	141,737
Gaming Debtor		10,067	16,129
Total Current Assets		138,542	157,866
Non-Current Assets			
Property, Plant and Equipment		112,123	78,504
Total Non-Current Assets		112,123	78,504
Total Assets		250,665	236,370
Liabilities			
Current Liabilities			
Trade and Other Payables		49,465	42,570
GST Account		14,304	10,560
Interest Accrued		570	77
Loans - Current Portion		24,559	33,078
Total Current Liabilities		88,897	86,285
Non-Current Liabilities			
Loans			
Creditflex - Dec 2022		51,061	-
Heartland Bank - September 2020		-	10,677
Total Loans		51,061	10,677
Total Non-Current Liabilities		51,061	10,677
Total Liabilities		139,958	96,962
Net Assets		110,707	139,408
Accumulated Funds			
Accumulated Funds		110,707	139,408
Total Accumulated Funds		110,707	139,408

Signed by:

 Trustee
  Trustee
 Date: 11-05-2023

These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report.

Statement of Cash Flows

Redwood Trust Incorporated For the year ended 31 March 2023

	2023	2022
Cash Flows from Operating Activities		
Cash was provided from:		
Receipts from gaming machines	903,528	984,290
Interest, dividends and other investment receipts	1,032	84
Total Cash was provided from:	904,560	984,374
Cash was applied to:		
Payments to suppliers and employees	(476,628)	(541,189)
Authorised Distributions	(383,999)	(388,659)
Interest Paid	(3,895)	(5,178)
Total Cash was applied to:	(864,522)	(935,026)
Total Cash Flows from Operating Activities	40,038	49,348
Cash Flows from Investing Activities		
Cash was provided from:		
Receipts from sale of property, plant and equipment	-	512
Total Cash was provided from:	-	512
Cash was applied to:		
Payments to acquire property, plant and equipment	(3,867)	(3,263)
Total Cash was applied to:	(3,867)	(3,263)
Total Cash Flows from Investing Activities	(3,867)	(2,751)
Cash Flows from Financing Activities		
Cash was provided from:		
Proceeds from loans borrowed from other parties	-	-
Total Cash was provided from:	-	-
Cash was applied to:		
Repayments of loans borrowed from other parties	(49,433)	(54,865)
Total Cash was applied to:	(49,433)	(54,865)
Total Cash Flows from Financing Activities	(49,433)	(54,865)
Net Increase/ (Decrease) in Cash	(13,262)	(8,269)
Cash Balances		
Cash and cash equivalents at beginning of period	141,737	150,006
Cash and cash equivalents at end of period	128,475	141,737
Net change in cash for period	(13,262)	(8,269)

These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report.

Schedule of Fixed Assets and Depreciation

Redwood Trust Incorporated For the year ended 31 March 2023

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Gaming Machines									
00500058 Helix Upr Plus MagicPearl	12 Oct 2017	24,995	2,591	-	-	40.00%	1,037	23,440	1,555
00500635 - Helix Plus BestBet Lightning Cash	1 Oct 2018	24,995	4,319	-	-	40.00%	1,728	22,404	2,591
00502653 - Dancing Foo Choy's Kingdom	9 Dec 2022	23,995	-	23,995	-	40.00%	3,199	3,199	20,796
00700484 - Conversion to MoonRace Multi V99	9 Dec 2022	3,000	-	3,000	-	40.00%	400	400	2,600
00700484 Lucky Strike - Conversion	5 Nov 2014	6,000	140	-	-	40.00%	56	5,916	84
00700484 The Phantom 2c V99	31 Oct 2012	28,995	234	-	-	40.00%	94	28,855	140
00701149 - Conversion Pure Gold 2C VO4 to High Stakes LC Lightning Cash	1 Oct 2018	6,000	1,037	-	-	40.00%	415	5,378	622
00701149 Vir W/S MidR LTB Pure Gold 2c V04	4 Nov 2015	17,000	661	-	-	40.00%	264	16,603	397
01920207 Multistar Megastar 3	30 Nov 2013	-	-	-	-	40.00%	-	-	-
01931034 - Conversion to Multistar Extra Chance Premium	9 Dec 2022	5,500	-	5,500	-	40.00%	733	733	4,767
01931034 Multistar World Champion Series/Free upgrade to Multistar Super 3G/Free upgrade to Fortune Chairm	20 Sep 2016	26,995	1,609	-	-	40.00%	644	26,029	966
01931507 - Hyper Hit Rhino Riches Conversion to Multistar Hot Diamonds 1c	1 Oct 2018	23,500	4,061	-	-	40.00%	1,624	21,064	2,436
01931507 - Conversion to Fireball Money Bears Express	9 Dec 2022	5,500	-	5,500	-	40.00%	733	733	4,767
01937100 - Cleopatra Rising Dual 1c/converted to Fireball Moon II Express	30 Oct 2019	26,995	7,775	-	-	40.00%	3,110	22,330	4,665
01937101 - Wheel Shot Wild Gold 1c/converted to Fireball Jewel of Africa	30 Oct 2019	26,995	7,775	-	-	40.00%	3,110	22,330	4,665
01937239 - Bubble Blast Treasures of Atlantis	30 Sep 2020	26,995	12,418	-	-	40.00%	4,967	19,544	7,451
01937240 - Fireball Money Bears Express	30 Sep 2020	26,995	12,418	-	-	40.00%	4,967	19,544	7,451
01960411 Conversion Multistar Foxy Fortune	1 Apr 2008	6,000	5	-	-	39.60%	2	5,997	3
01960411 Multistar Foxy Fortune	1 Oct 2002	18,700	1	-	-	39.60%	-	18,699	1
01970459 Multistar 10G Megastar	1 Sep 2005	24,995	6	-	-	39.60%	2	24,991	4
01980695 Multistar Megastar 2 w Pids	1 Apr 2008	25,995	22	-	22	39.60%	-	-	-

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Schedule of Fixed Assets and Depreciation

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
01983377 Multistar Foxy Fortune	1 Aug 2010	22,995	12	-	12	48.00%	-	-	-
07993772 PC4 Equinox	5 Nov 2014	25,995	606	-	-	40.00%	243	25,631	364
07993773 Multideluxe Conversion from SL-V Equinox	20 Sep 2016	5,995	357	-	357	40.00%	-	-	-
07993773 SL-V Equinox	5 Nov 2014	27,495	641	-	641	40.00%	-	-	-
07994088 - Conversion to Eureka Reel Blast	30 Oct 2019	5,295	1,525	-	-	40.00%	610	4,380	915
07994088 Conversion to Ironman from Scatterstrike Blue	12 Oct 2017	2,648	274	-	-	40.00%	110	2,483	165
07994088 EGM Scatter Strike Blue	4 Nov 2015	23,995	933	-	-	40.00%	373	23,435	560
07994469 Conversion to Bright Lights from Beyond Olympus Fire Surge	12 Oct 2017	2,648	274	-	-	40.00%	110	2,483	165
07994469 SL-V Dualos Beyond Olympus Fire Surge	20 Sep 2016	28,995	1,729	-	-	40.00%	691	27,958	1,037
07994844 - Conversion to That's Bananas Cash Connection	30 Oct 2019	5,295	1,525	-	-	40.00%	610	4,380	915
07994844 - Conversion to Wild Vikings Kraken Unleashed	9 Dec 2022	6,995	-	6,995	-	40.00%	933	933	6,062
07994844 Piggy Bankin Locked and Loaded	12 Oct 2017	24,745	9,122	-	-	20.00%	1,824	17,447	7,298
07996258 - Test Your Strength Penny Pier VIP	9 Dec 2022	24,995	-	24,995	-	40.00%	3,333	3,333	21,662
Display Flags x2	20 Jan 2012	1,058	360	-	-	10.00%	36	734	324
Jackpot System Generation One - S/No XKA800211	30 Nov 2013	29,250	409	-	-	40.00%	164	29,004	246
Jackpot Sinfo Kits AU1 x3	30 Nov 2013	3,300	46	-	-	40.00%	18	3,272	28
Jackpot Sinfo Kits GU4 x2	30 Nov 2013	4,000	56	-	-	40.00%	22	3,966	34
Jackpot Sinfo Kits GU4A x2	30 Nov 2013	4,000	56	-	-	40.00%	22	3,966	34
Notes sorter, s/no 2P105L052	13 Jan 2016	5,300	223	-	-	40.00%	89	5,166	134
Qcom Conversion Kits	1 Apr 2006	2,000	1	-	-	39.60%	-	2,000	-
Qcom Upgrades	1 Apr 2006	17,250	5	-	-	39.60%	2	17,247	3
Superflat Monitors x5	1 Sep 2005	6,500	2	-	-	39.60%	1	6,499	1
Total Gaming Machines		660,893	73,228	69,985	1,033		36,277	472,510	105,903
Plant & Equipment									
Air Conditioning	1 Aug 2003	5,000	523	-	-	11.40%	60	4,537	463
Bar Stools	1 Sep 2003	3,727	41	-	-	21.60%	9	3,695	32
Bases	1 Sep 2006	10,136	724	-	-	15.60%	113	9,525	611

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Schedule of Fixed Assets and Depreciation

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Bases	1 Oct 2006	1,019	74	-	-	15.60%	12	957	62
Computer System 26.01.12	26 Jan 2012	1,850	2	-	-	50.00%	1	1,849	1
EMS - Wiring	1 Oct 2006	650	-	-	-	50.00%	-	650	-
EMS - Wiring & Software	1 Oct 2006	3,940	-	-	-	50.00%	-	3,940	-
EMS - Wiring & Software Dual Loop	1 Jan 2007	898	-	-	-	50.00%	-	898	-
Gambling Machines Cash Management System -QEC Tablet	11 Nov 2021	3,263	2,719	-	-	40.00%	1,088	1,632	1,632
Gaming Stools x 6	1 Jul 2007	2,280	85	-	-	20.00%	17	2,212	68
Performance Optimising Monitoring System	24 Nov 2011	5,900	581	-	-	20.00%	116	5,435	465
Security Cameras	13 Apr 2015	5,162	145	-	-	40.00%	58	5,076	87
Thermal Printer	26 Jul 2022	1,017	-	1,017	-	40.00%	305	305	712
VIR LCD Button Upgrade Kit	5 Nov 2014	1,995	384	-	-	20.00%	77	1,688	307
Website Rebuild	31 Jul 2022	2,850	-	2,850	-	50.00%	1,069	1,069	1,781
Total Plant & Equipment		49,687	5,276	3,867	-		2,923	43,467	6,220
Total		710,580	78,504	73,852	1,033		39,200	515,977	112,123

These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report

Disposal Schedule

Redwood Trust Incorporated For the year ended 31 March 2023

NAME	PURCHASED	COST	ASSET VALUE	SALE PRICE	DEP RECOVERED	LOSS	CAPITAL GAIN	DISPOSED
Gaming Machines								
01920207 Multistar Megastar 3	30 Nov 2013	-	-	-	-	-	-	31 Dec 2022
01980695 Multistar Megastar 2 w Pids	1 Apr 2008	25,995	22	-	-	22	-	9 Dec 2022
01983377 Multistar Foxy Fortune	1 Aug 2010	22,995	12	-	-	12	-	9 Dec 2022
07993773 Multideluxe Conversion from SL-V Equinox	20 Sep 2016	5,995	357	-	-	357	-	31 Dec 2022
07993773 SL-V Equinox	5 Nov 2014	27,495	641	-	-	641	-	31 Dec 2022
Total Gaming Machines		82,480	1,033	-	-	1,033	-	
Total		82,480	1,033	-	-	1,033	-	

These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors Report

Notes to the Financial Statements

Redwood Trust Incorporated For the year ended 31 March 2023

1. Statement of Accounting Policies

Basis of Preparation

The financial statements presented here are for the entity Redwood Trust Incorporated an Incorporated Society registered under the Incorporated Societies Act 1908.

Redwood Trust Incorporated has elected to apply Tier 3 PBE Accounting Standards : PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit), on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the financial statements are reported using the accrual basis of accounting.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

The financial statements are prepared under the assumption that the entity will continue to operate in the foreseeable future.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the entity and revenue can be reliably measured. Revenue shall be recorded on the occurrence of a recognition event. This is when there is a legal right to receive cash either now or sometime in the future. Revenue is measured at the fair value of the consideration received.

The following specific recognition criteria must be met before revenue is recognised:

- Interest revenue is recognised as it accrues, using the effective interest method.
- Gaming income is recognised on an accruals basis in accordance with the gaming machine electronic monitoring activity reports.

Donations

Donations payable are recognised as at the date the donations have been approved by Trustees at their monthly meeting.

Income Tax

The Redwood Trust Incorporated is exempt from income tax under section CW48 of the Income Tax Act 2007.

Going Concern

The Trust continues to adopt the Going Concern assumption in preparing the financial statements as the Trust has, in the opinion of the Trustees, adequate resources to continue operations in the foreseeable future.

	2023	2022
Property, Plant and Equipment		
Gaming Machines		
Opening Balance	73,228	118,049
Purchases	69,985	-
Sales	-	-
Depreciation & Loss on Disposal	(37,310)	(44,821)
Total Gaming Machines	105,903	73,228
Plant and Machinery		
Opening Balance	5,276	3,905
Purchases	3,867	3,263
Sales	-	(762)
Depreciation	(2,923)	(1,130)
Total Plant and Machinery	6,220	5,276
Total Property, Plant and Equipment	112,123	78,504

Fixed Assets

Fixed Assets have been included at cost less accumulated depreciation. Details of fixed assets are set out in the attached Schedule of Fixed Assets and Depreciation.

Depreciation

Depreciation has been charged on a diminishing value (DV) basis, at rates approved by the Inland Revenue Department. Details of rates and depreciation claims are set out in the Fixed Asset Register included herein.

Goods and Services Tax

The Statement of Financial Performance and Statement of Cashflows have been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.

2. Audit

These financial statements have been subject to audit, please refer to the Auditor's Report.

3. Related Parties

Accountancy and secretarial services, and trustee fees for the total sum of \$58,500 per annum have been provided to the Trust by WK Advisors and Accountants Limited, a firm in which Trustee, C.A. Forsyth is a Director. \$6,756 was payable as at 31 March 2023.

All related party transactions are carried out on an arms length basis on normal commercial terms. No related party debts have been written off or forgiven during the year.

4. Contingent Liabilities

At balance date there are no known contingent liabilities (2022: \$0). Redwood Trust Incorporated has not granted any securities in respect of liabilities payable by any other party whatsoever.

5. Capital Commitments

As at balance date there are no significant capital commitments (2022: \$0).

6. Events Subsequent to Balance Date

No events or transactions have occurred since balance date which would have a material effect upon the financial statements or which are of such significance as to require mention in the notes to the financial policies. There are no plans or intentions that may materially affect the current value or classification of assets and liabilities (2022: \$0).

	2023	2022
7. Revenue		
Revenue from providing Goods or Services		
Proceeds from Gaming Machines	897,466	987,803
Total Revenue from providing Goods or Services	897,466	987,803
Interest, Dividends and other Investment Revenue		
Interest Received	1,032	84
Total Interest, Dividends and other Investment Revenue	1,032	84
Total Revenue	898,498	987,887
	2023	2022

8. Expenses

Grants and Donations Made		
Donations	388,040	432,934
Donations Refunded	(4,042)	(44,275)
Total Grants and Donations Made	383,999	388,659
Costs related to providing goods or services		
Electronic Monitoring Activity	11,891	10,948
Gaming Machine Duty	206,417	227,195
Insurance	9,088	8,524
Intralot Telecom Line Charge	650	618
Operator's Annual Fee	3,612	3,612
Operator's Licence - Renewal	10,246	10,246
Printing, Stamps & Stationery	1,519	1,175
Problem Gambling Levy	10,475	8,861
Repairs & Maintenance - Gaming Room	-	202
Secretarial Services	45,000	45,000
Service Contract	16,800	16,800
Site Fees and Administration	133,501	141,802
Subscriptions	3,230	3,072
Venue Annual Fee - per Machine	13,264	13,264
Venue Licence - Amendment	169	-
Venue Licence - Renewal	170	170
Website	500	124
Total Costs related to providing goods or services	466,531	491,612

2023 2022

Other Expenses

Accountancy Fees	7,500	7,500
Audit Fees	3,500	3,350
Bank Charges	89	103
Depreciation Expense	39,200	45,951
Depreciation - Loss on Disposal	392	250
Loss on Scrapping Asset	641	-
Interest - Loans	4,388	5,062
Loan Fees	960	-
Training	-	100
Trustees Fees	20,000	20,000
Total Other Expenses	76,670	82,316
Total Expenses	927,200	962,587