



NZ YOUNG FARMERS



ANNUAL REPORT 2022

FINANCIAL YEAR 2020/2021



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HIGHLIGHTS

AT A GLANCE



DIGITAL PLATFORM LAUNCHED

The long-awaited refresh of our digital platform was launched in April 2022. This platform encompasses a new website, a membership platform, and a customer relationship management system.



NZYF COMMUNITY LAUNCHED

The new NZYF Community is a new partnership funding-based model, aimed to ensure the organisation will be around for generations to come. The first partners include Primary ITO, Tavendale & Partners, Trev, MKM and Skellerup.



TOURNAMENT REFRESH

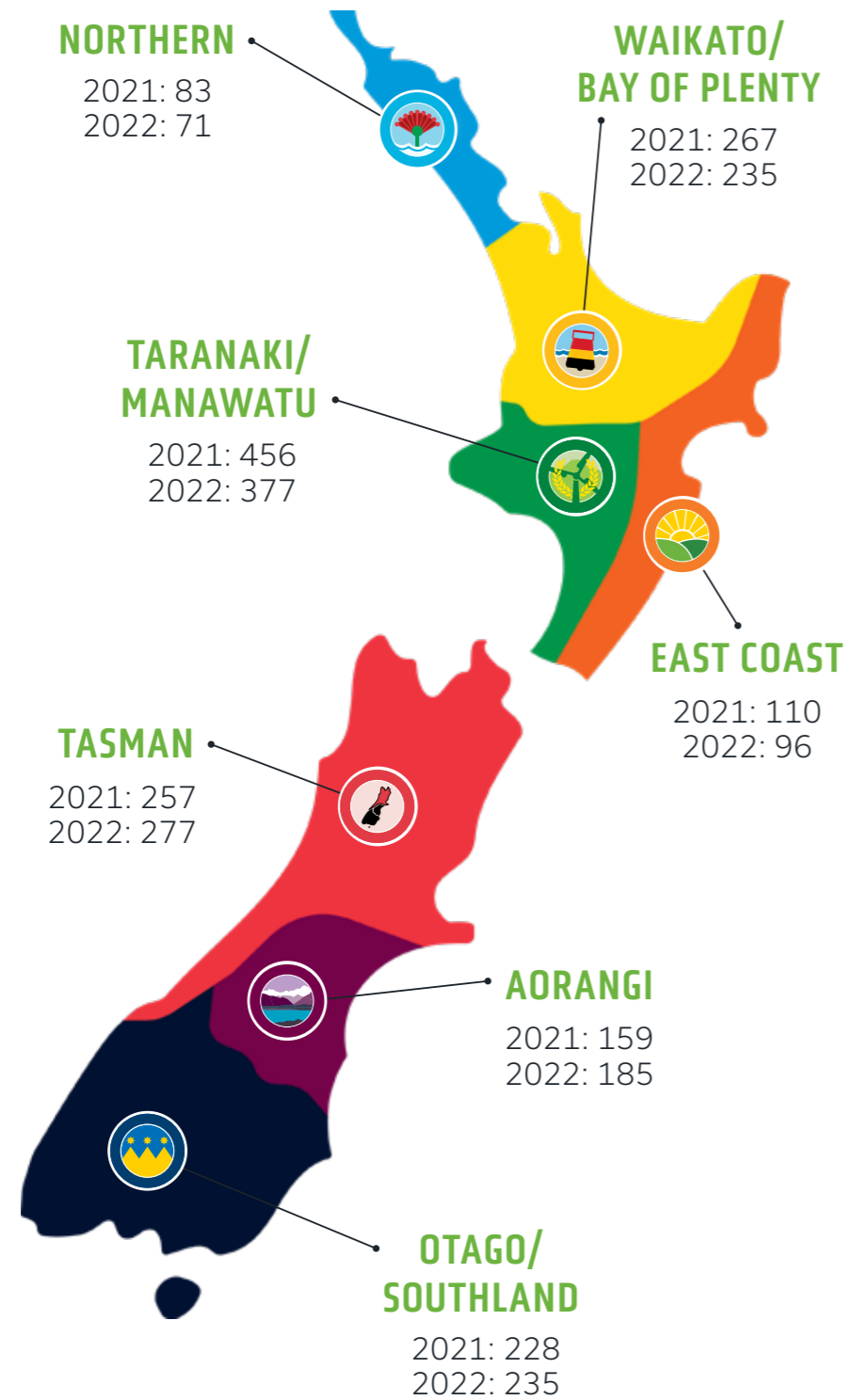
Previously the Competition Series, the NZYF Tournament was refreshed, with a sponsor family developed: Goldpine Fencing, Tavendale & Partners Debating, NZ Farmers Livestock Stock Judging and Hunting & Fishing Clay Target.



CONTEST AT RED

The FMG Young Farmer of the Year Season 54 Regional Finals ran successfully and safely at the Red Traffic Light, under the Covid Protection Framework.

NZYF MEMBERSHIP



TOTAL MEMBERS

1,489

NZYF MEMBERS (2022)
2021 Total: 1,560

134

TEENAG MEMBERS (2022)
2021 Total: 2,881*

CLUBS

63

NZYF CLUBS (2022)
2021: 75 Clubs

45

TEENAG CLUBS (2022)
2021: 68 Clubs

*Note: Historically, TeenAg has been a five-year membership. This has consequently meant that we do not have a transparent view of how many TeenAg members in our database are currently qualifying TeenAg members. On the new platform, the membership will be a one-year membership, so we can ensure we have up-to-date data and visibility of our members.



OUR REACH



100+

NZYF and
TeenAg clubs



800+

Club meetings
each year



19,000

Following on
social media



150+

Events annually
across all networks





LYNDA COPPERSMITH NZYF CHIEF EXECUTIVE

Another year of Covid ups and downs challenged all of us – who would have thought this would go on for so long. It was great to see the resilience of the food and fibre sector showing through even though 2021 continued to test us. Despite challenges, our club and membership network remained strong and we continued working towards our strategic goals focused on delivering benefits for our members.

FINANCIAL

Financially, 2020/2021 was pleasing in that NZ Young Farmers posted a consolidated surplus result around \$5,000 ahead of our budgeted surplus of around \$27,000. Our consolidated result (includes the results from Donald's Farm) was also positive. We signed a three-year agreement with MPI for funding from the Sustainable Food and Fibre Futures (SFFF) fund. This project allowed us to create the building blocks for a sustainable financial future for NZ Young Farmers. Our relationships with our partners continued to grow and develop and we saw some great support coming from them to help create that sustainable future.

FMG YOUNG FARMER OF THE YEAR CONTEST SERIES

Season 53 was awesome! After the cancellation of Season 52 due to Covid 19, we were thrilled to be able to deliver a complete season of Districts, Regionals and Grand Final. It was still a bit of a roller coaster as we grappled with changing restrictions throughout Regional Finals but all of you who volunteered to make these events happen rolled with it. In fact, Otago Southland did so well changing their event to meet Level 2 settings that they won Regional Final of the Year!

Getting together in Christchurch for Grand Final highlighted to me how important the event was for bringing our members and communities together. Covid meant connecting in person and gathering with friends was hard – the evening show was the opportunity for our members to connect again after a year of tough restrictions and Zoom meetings. Jake Jarman was a wonderful champion and big thanks to James Robertson for being champion for two years.

Moving forward and as a result of the need to innovate during the last two years, we have looked at how we can take those learnings to continue to grow and develop the Contest Series. We've seen how we can do things differently and still create fantastic events for our members and communities that perhaps could make convening and organising a bit easier for our volunteers.

Thanks to our wonderful sponsor family and to our members who put their heart and soul into Contest. We love your passion and commitment and appreciate your support.



MEMBERSHIP

Membership numbers were impacted by Covid restrictions which was understandable given the challenges with events and meetings. From the perspective of National office, we were just concerned that you were all still connecting, albeit via Zoom and phone. We know that for many of you, your club is your social connection and being unable to catch up with your mates would have been hard. Shout out to those of you who made sure you were checking in on your mates during endless lockdowns and restrictions.

Despite Covid, we have seen numbers pick up again which is wonderful. We continued to work on tangible benefits for members. Don't forget the Federated Farmers membership is complimentary with your NZ Young Farmers membership. This is worth \$170 and gives you access to loads of discounts and information. There is also the awesome Southern Cross Health Insurance deal - both offers are detailed in the membership portal. There have been some new deals in the pipeline which we look forward to announcing in due course.

The SFFF fund will deliver some great benefits for our members.

These include a new website that is fully available on your smartphone, a calendar of online events including events being run by our partners and a more robust club support network that rallies support from our partners and alumni. Implementing a new partnership funding model – the NZYF Community – will help to ensure that NZ Young Farmers is delivering benefits to members in the long term. Look out for the section in this report about the Food and Fibre Youth Network and Council as well.

It was great to see the wellbeing events being delivered across the regions. I know Covid really made this difficult at times but thank you to those that put in the effort to make these happen during challenging times. We have secured more funding to run wellbeing events and provide support where we can.

Moving forward, we have received a generous donation from an Alumni member that would help us to do more leadership and personal development for club level executive. We'll have some details soon but watch out for this.

DONALD'S FARM

2020/21 has seen Donald's Farm continue to give credence to Donald Pearson's legacy. The farm has significantly lifted both pasture and milk production under Sam Waugh's excellent management. This, along with improving milk prices, is assisting in the farm becoming more financially viable and sustainable. Under Julie Pirie's leadership at the board table, the farm strategy and the educational plan have been strongly developed and we are starting to see more activity with schools, teachers, and students. The forming of an Educational Advisory group to assist planning of educational activity has been a significant addition in this space.



WHAT'S HAPPENING IN THE FUTURE?

We are very focused on delivering the workstreams of the SFFF funding. Phase one of the new website has been delivered and I would encourage you to login and set yourself up if you haven't already. Over the next two years, we will continue to develop this platform and expand what it can do, including making it easier to manage club administration and connecting members with our partners.

The Food and Fibre Youth Network and Council is your opportunity to have your say about the issues that will affect your future in the sector. I would encourage you to get involved with the network events when you can and make sure your voice is heard.

We will be continuing to grow the network over the next two years and already it is getting attention at a ministerial level.

We are setting up a formal coaching and mentoring network to provide support to our clubs using our partners and alumni. While we would love to have territory managers in each region to do this, if we want to be financially sustainable, that would be a challenging cost to cover. We need your input to the pilot programmes to ensure we get it right so please get involved if you can.

We're all looking forward to less restrictions and life getting back to some sort of normal and so you will see the National Office staff out and about at club meetings more and more. We know how important it is to connect in person and all staff are encouraged and supported to do this. So we look forward to seeing you soon!

Stay safe,
Lynda Coppersmith





KENT WEIR NZYF CHAIR

How time flies when you're having fun! It seems like only months ago we were gathered in Christchurch for the Season 53 Grand Final of FMG Young Farmer of the Year and celebrating the fact we were able to hold our prestigious event at full capacity.

Little did we know what Omicron had in store for us all!

I am immensely proud of how the organisation, our members and our staff have continued to adapt to the challenges that COVID 19 has presented, ensuring New Zealand Young Farmers has a significant presence not only nationally but, more importantly, in our local communities.

The 2021 Annual General Meeting saw Samantha Bills (Whanganui) and James Robertson (Auckland City) elected to the Board. They replaced Ash-Leigh Campbell and Rob Barry. We also welcomed Malcolm Nitschke as our new independent director in August replacing Sam Robinson who stepped down at the 2021 AGM.

The focus for the Board in the last 12 months has been refining our shortterm strategy and objectives. With the Sustainable Food and Fibre Futures (SFFF) fund project now well underway, the Board has shifted some of its focus to the long term goals and direction of the organisation, further clarifying what a successful NZYF looks like in 5, 10 and 20 years' time. We continue to work closely with National Office to ensure the financial sustainability of the organisation and the development of a business model and funding partnerships that will allow Young Farmers to continue doing what it does best in our rural communities. All whilst being fresh and relevant for the future of the primary industry.

THE FOOD & FIBRE YOUTH NETWORK

We are very proud of He Tātai Rangahua - The Food and Fibre Youth Network. This was an initiative spearheaded by New Zealand Young Farmers and supported with funding from MPI. I eagerly await the publishing of the council's first industry report later in the year. The group is gaining impressive traction in Wellington and has been very well received by the industry.

DONALD'S FARM

Donald's Farm has had another good season, with Farm Manager Sam Waugh and the Donald's Farm Board (chaired by Julie Pirie) navigating not only the climatic challenges but also the extended Covid 19 situation in Auckland and supply chain issues very well. Both the NZYF Board and National Committee have recently toured the farm and viewed first-hand the progress that has been made there. It is great to see the vision for the farm coming to life. It is going to be an exciting 12 months ahead, with particular focus from

the farm board on the further development of the educational use of the farm and the realisation of the late Donald Pearson's wishes for what the property was to become. I would like to give thanks to Sam, Julie and farm board for their hard work and dedication to the property and the vision for its future. New Zealand Young Farmers truly appreciates what you do!

FMG YOUNG FARMER OF THE YEAR

As we gather again to celebrate the Grand Final of Season 54 of FMG Young Farmer of the Year, I would like to take the opportunity to sincerely thank all the staff and volunteers who have worked together tirelessly to pull another year of FMG Young Farmer of the Year together. Once again, COVID 19 has caused more than its share of stress and strain, but we should be immensely proud that we managed to have seven in-person regional finals. The calibre of these events and the contestants has been excellent and the consistency of quality across the regional finals is something I am very proud of.

MEMBERS

I would also like to thank our members who put aside a significant amount of time to organise events and run clubs throughout the country.

"Your drive and determination are the biggest contributors for the continued success of New Zealand Young Farmers. You exemplify everything NZYF is about, and it never fails to impress me how motivated you all are to make your clubs, districts, regions and the whole organisation be the best they can be."

THANK YOU TO OUR PARTNERS

New Zealand Young Farmers could not be what it is without our partners and stakeholders. They continue to invest in the people and initiatives within our organisation. You are an integral part of our community, and I cannot thank you enough for believing in NZYF, our purpose and our strategy.

ACKNOWLEDGEMENTS

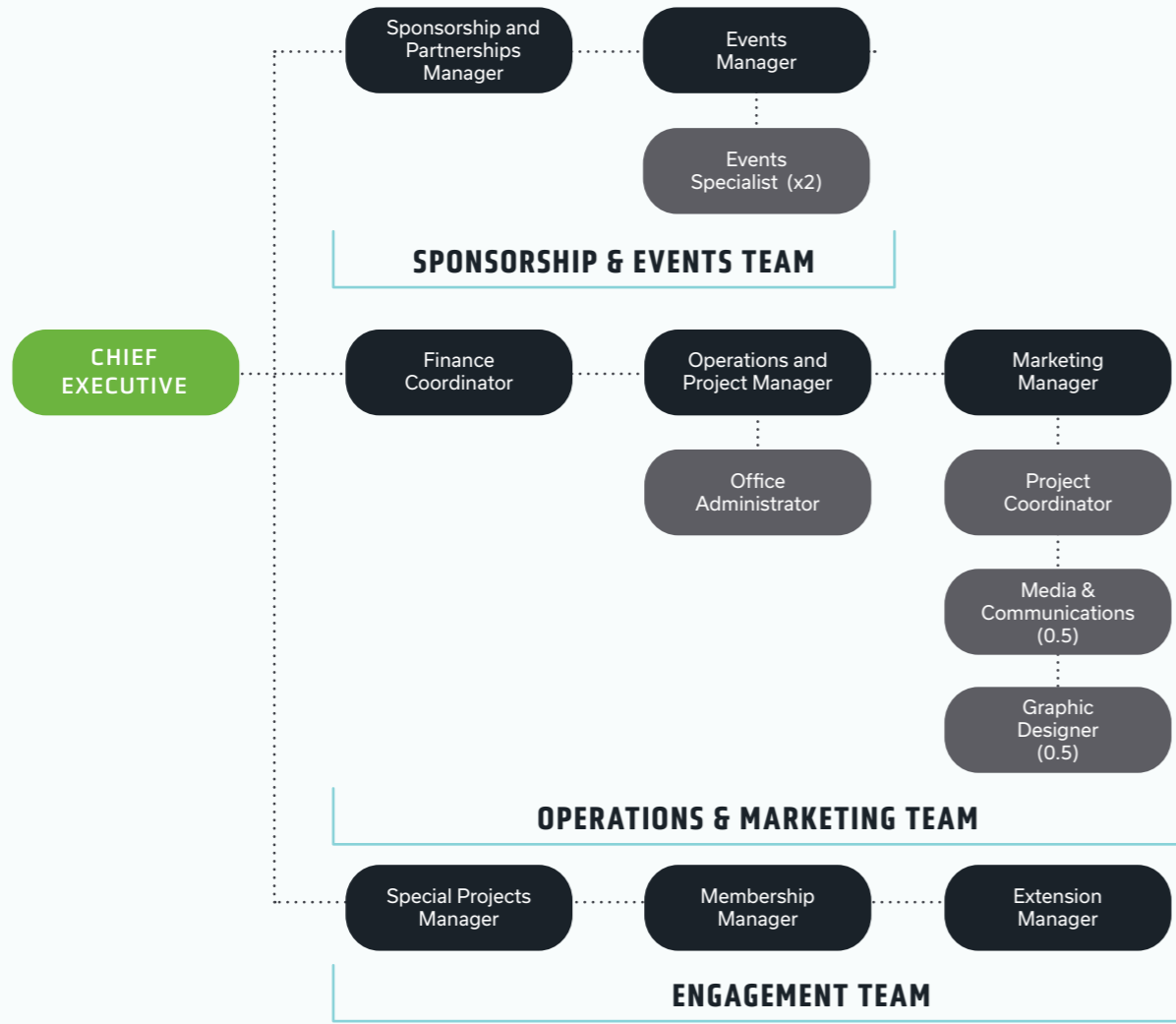
To Lynda and all of our NZYF staff - thank you for your dedication to your roles, your infectious enthusiasm and your ability to adapt to change. In true Young Farmers fashion, you always pull through with a great result.

Lastly to my fellow Board members, thank you for your effort and contributions over the last 12 months. Thanks also for your patience with me as Chair and for the fresh perspectives and diversity of thought you all bring to the board table. A special thanks to our independent directors Sharon Angus, Catherine McMillan and Malcolm Nitschke for offering your services and immense skillsets to our organisation - we would be lost without you!

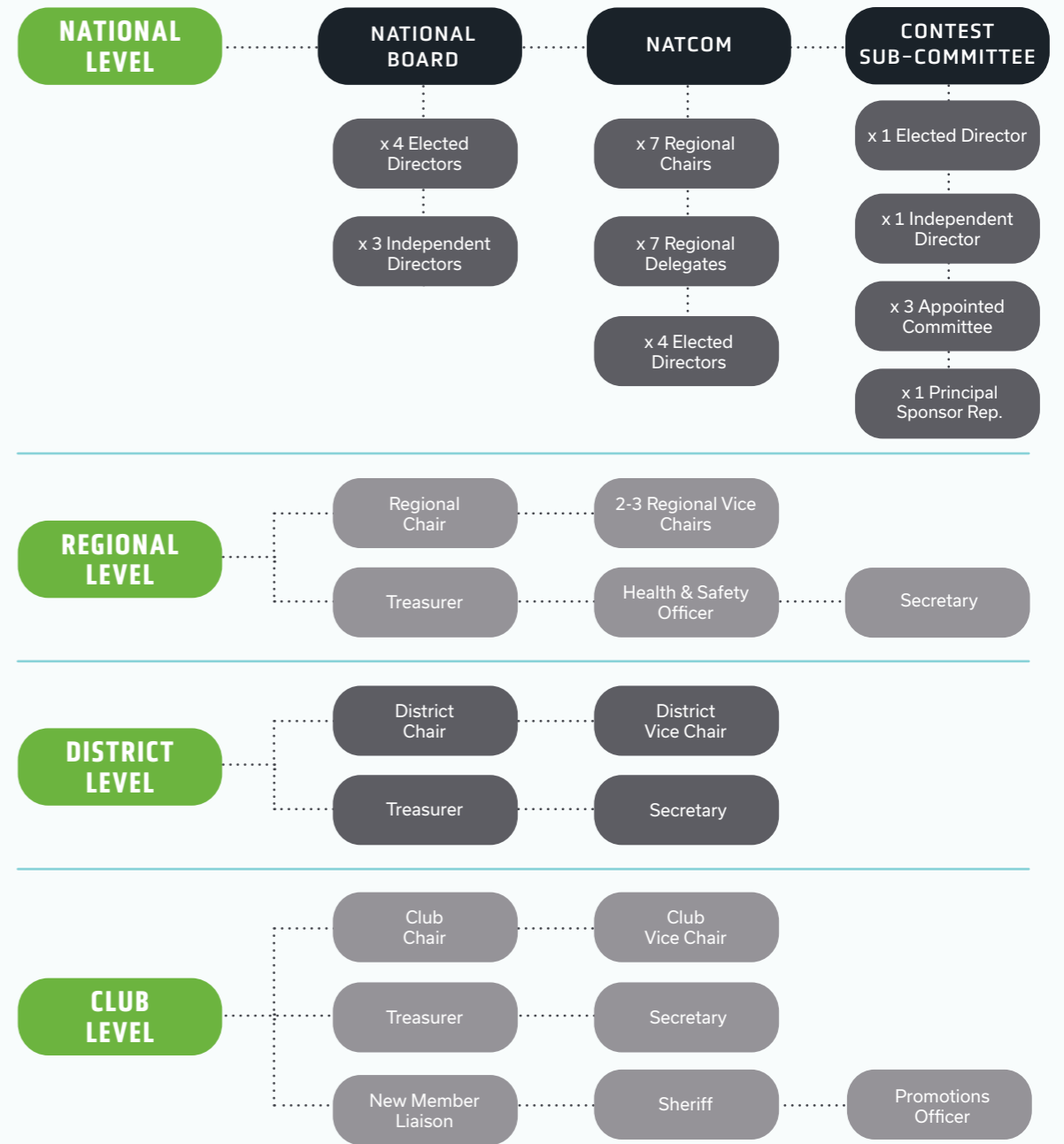
As my term on the Board comes to an end and the Young Farmers chapter of my life draws to a close, I reflect with a great sense of pride and satisfaction at my time involved with the organisation. I can only hope that I have made a fraction of the difference to NZYF that it has made to me as a person.

All the best for the future,
Kent Weir

ORGANISATION STRUCTURE



MEMBERSHIP & EXTERNAL ROLES



BOARD OF DIRECTORS



KENT WEIR
CHAIR



JESSIE WAITE
ELECTED BOARD MEMBER



SAMANTHA BILLS
ELECTED BOARD MEMBER



JAMES ROBERTSON
ELECTED BOARD MEMBER



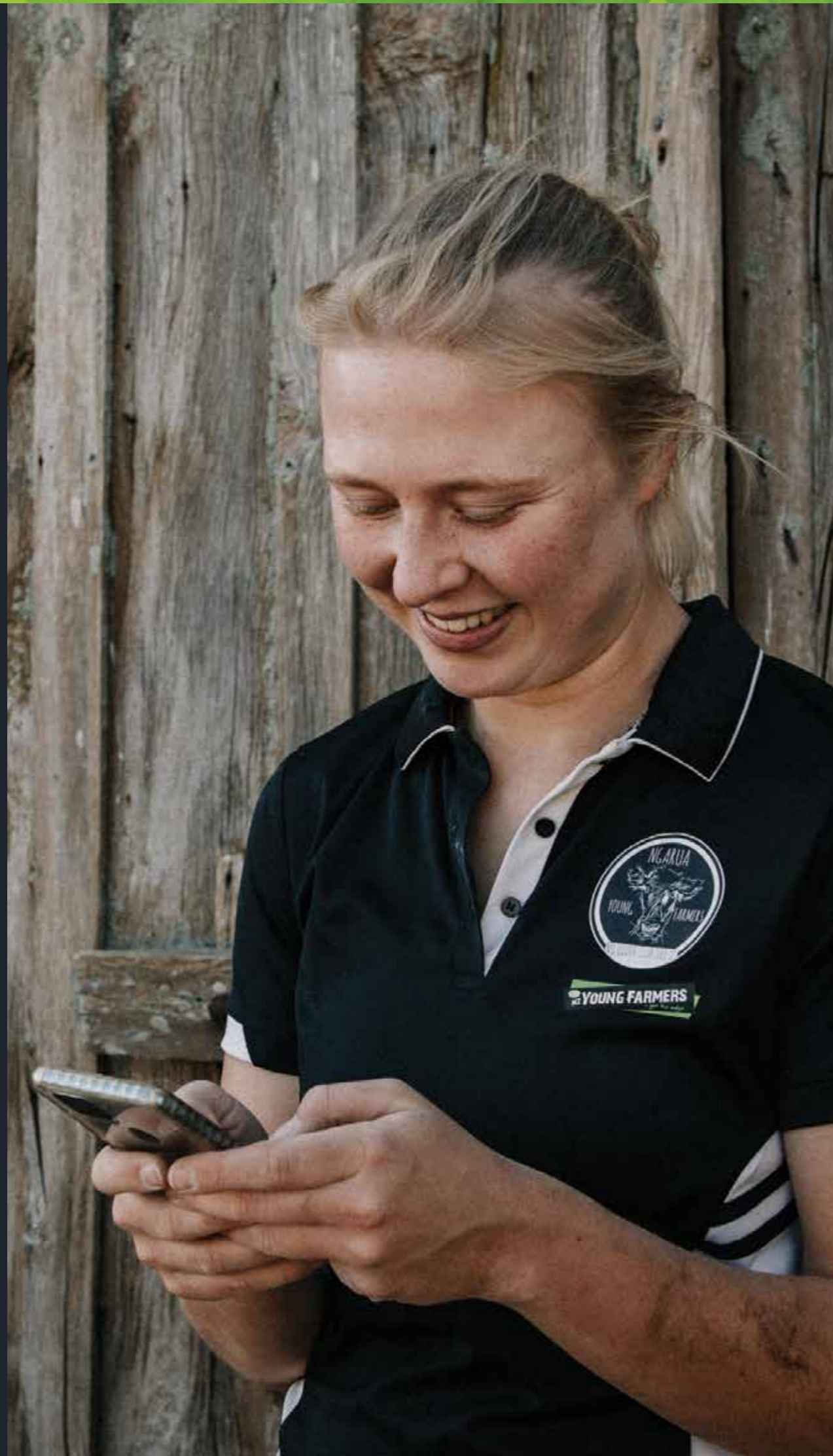
SHARON ANGUS
BOARD MEMBER



MALCOLM NITSCHKE
BOARD MEMBER



CATHERINE MCMILLAN
BOARD MEMBER



DIGITAL PROJECT GO-LIVE IMPLEMENTED

The long-awaited refresh of the digital platform was launched 22 April 2022.

As part of the Sustainable Food and Fibre Futures (SFFF) fund projects for NZYF, we scoped, developed and implemented a website, membership portal, and CRM system with the aim to streamline process, and develop the NZYF digital footprint.

The new website and membership portal allows us a better vehicle to efficiently share information with our members, understand what our members want, and showcase what NZYF is all about.

Uptake of the platform has been positive, with over 20,000 views in May. If you haven't already, be sure to activate your

account to take advantage of the latest opportunities and offers from our supporters and partners.

A big thank you to everyone who contributed their time offering feedback and advice to ensure we delivered a platform that was user-friendly and included capabilities targeted for our membership.

And thank you to those who helped with content generation, the amazing photographs have brought the site to life!

If you have any feedback, please send it through to info@youngfarmers.co.nz

SFFF Project Team

DONALD'S FARM

SEASON REPORT 2021/2022



74 ha
DAIRY FARM



150
DAIRY COWS



95%
OF MILK AT
EXCELLENCE LEVEL

What a season it has been. We all hoped Covid would be a thing of the past by this stage, but it has continued to cause disruption throughout the year, particularly with our education programmes. However, the team at Donald's Farm has used this time to really clarify our vision and future direction. We have seen the development of an education advisory group which feeds back ideas and solutions to the board ensuring that what we are looking to implement will work for both schools and the wider industry. This group includes representatives of; NZYF, Donald's Farm, Ngai Tai Tamaki iwi, Ministry for Primary Industries, Ministry of Education, Ministry of Social Development, Kahui Ako o Manurewa (representing all the Manurewa based schools from pre-school through to tertiary), DairyNZ, FarmSource, Food and Fibre Centre of Excellence, Primary ITO, Tertiary Education Commission and ASB MAGS Farm. The passion and excitement from this group in seeing what opportunities there are for Donald's Farm to play a pivotal role in connecting people to farming within the South Auckland area and beyond is very encouraging to see. We have some exciting developments on the horizon in this area and can't wait to kick them off.

On the farming front, 2021/22 was a bit of a tricky season. We started off with an average spring which didn't really lead to much pasture growth, followed with a fairly good start to summer. However, summer certainly dragged its feet this year with the



farm only receiving two decent rain events between mid-December and mid-May. This really put a squeeze on pasture growth and increased our supplements fed, but also reinforced the value of using chicory in the system to provide high quality feed over these drier months for our milkers and R1's as well as acting as a break crop for our regressing program. A focus on improving pastures on farm continues with 12.5% of the farm sown into new grass this autumn. We have drilled two different varieties of perennial ryegrass/clover mixes to see which performs best. We have also put one paddock into a tall fescue/clover mix to see how well this performs, particularly over the summer months.

We managed to hold strong production this season, generating another farm record of 36,942 kgMS (2,438 kgMS above last season and 1,942 kgMS above target). Maintaining a low SCC has been a bit of a focus with some good results, averaging a 70,000 SCC. This has helped us perform well within Fonterra's new Co-Operative Difference framework supplying 95% of our milk at an excellence level. Our youngstock have also grown well this year. We have been monitoring youngstock liveweights for the last two seasons and this is really starting to pay off, with management changes made to ensure growth rates are well maintained throughout the year.

In amongst this, we have undertaken a project which has been about three years

in the making, to harvest a significant number of trees on the property. A lot of these trees were mature pine, macrocarpa, gum, and poplar, which were starting to fall over and cause damage to a lot of fence-lines around the farm. With the removal of these trees the next phase of the project now begins with refencing these areas and riparian planting them into natives.

We continue to see support for the farm grow, with some significant contributions from FIL, Trev, and FarmSource. A huge shout out to these companies as we look ahead to the start of a new and exciting season.

Sam Waugh
Manager, Donald's Farm



YEAR IN REVIEW

THE FOOD AND FIBRE YOUTH NETWORK

The Food and Fibre Youth Network, officially launched in May 2021, had a successful year getting established and appointed its first leaders – Cheyenne Wilson as Chair and Lincoln Roper as Vice Chair.

192
NETWORK
MEMBERS

64
NZYF
MEMBERS



There were two more Network meetings planned for the 2022 year in Nelson and Hamilton.

The Council members had numerous requests to represent the youth voice in the sector on panels and discussion groups. The network continued to grow and spread its influence.

Membership of the network is open to any young people working in the Food and Fibre sector.

The first Network meeting was held in Christchurch on 3 July, 2021. 39 people registered and 31 attended. The theme for the meeting was "What is on top for young people in the Food and Fibre Sector at the moment".

The second Network meeting was held online on October 22, 2022 due to covid restrictions at the time with the theme "talent attraction and retaining young people in the sector". The output from this network meeting was presented to the Primary Production Committee – the inquiry into the future workforce needs of the primary industries in NZ.



Visit www.youngfarmers.co.nz/ffyn for more information and to join.



MESSAGE FROM THE FOOD AND FIBRE YOUTH NETWORK CHAIR

CHEYENNE WILSON

Tuhoe and Ngati Awa descendant Cheyenne Wilson said she was extremely humbled to be given the opportunity as FFYN Chair, to lead and be involved with decision making that will affect the future of the industry and generations to come.

"I am personally really passionate about seeing rangatahi in the primary industries and making sure the sector is fit for rangatahi to thrive in."

She worked as a Graduate Māori Relationship partner with DairyNZ.

"It's a nice feeling to be able to lead the Network and act as a voice for the future. For me coming through the sector I didn't see too many young women, let alone young Māori women in the primary industries. I hope to use this position to inspire people to come into the sector, pursue a career, or a Governance position and push any barriers aside."

Slowly building momentum and industry recognition, Wilson anticipated a big year, noting the identification of skills and labour shortages and public perception as key cross sector challenges to work on.

"We want to be that point of contact for people when they are wanting a young voice. We also want to be knocking on the door and saying 'hey you need to be considering us', and not being used as a box ticking exercise. We want to be part of the process and not just consulted on later when the decisions have already been made. As a Māori woman, for so long we've been knocking on doors and voicing our opinions and making sure we matter," she said.

"The Network has the potential to really rock the boat and make a lot of difference. We're so unique, we're the first of our kind in the food and fibre sector."



FOOD AND FIBRE YOUTH NETWORK

ELECTED COUNCIL



CHEYENNE WILSON
CHAIR
Graduate Māori Relationship Partner, DairyNZ, Christchurch



LINCOLN ROPER
VICE CHAIR
Senior Advisor at KPMG Propagate™, Auckland



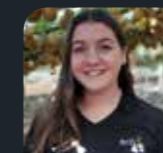
SARAH CROFOOT
COUNCILLOR
Sheep and beef farmer, Wairarapa



AMY MOORE
COUNCILLOR
General Manager People, Safety and Culture at Westland Milk Products, Christchurch



EMMA SUBTIL
COUNCILLOR
The New Zealand Merino Company, ZQ and ZQRX Relationship Manager, Australia



ALEX TOMKINS
COUNCILLOR
Business Improvement Coordinator & Assistant Packhouse Manager at Trevelyan's Pack and Cool Ltd, Bay of Plenty.



MEMPHIS WRIGHT
COUNCILLOR
Technical Systems Assessor at Silver Fern Farms Northland



ANTHONY TAUKEI
COUNCILLOR
Fruition Horticulture, Hawke's Bay



CALLUM WOODHOUSE
COUNCILLOR
Farm Research & Development at Halter Ltd, Waikato



JAKE JARMAN

FMG YOUNG FARMER OF THE YEAR 2021, SEASON 53

Inglewood Young Farmer Jake Jarman took out the FMG Young Farmer of the Year title at the 2021 Grand Final in Christchurch.

The ANZ Relationship Associate represented the Taranaki Manawatu region and initially signed up to give the contest a go.

"I was happy that I gave everything a go to the best of my ability and be competitive. I loved the practical day, the challenge of having to multitask under time pressure and be a bit strategic," he said at the time.

Jarman was the fifth generation to work his family dairy farm, and worked as a farm systems research graduate with Dairy Trust Taranaki prior to his move to Ashburton in the middle of contest season.

"My fellow competitors certainly didn't make it easy and honestly, I feel like it was anyone's game for the whole three days. It's been a privilege getting to know them and to now call them friends".



SEASON 54

FMG YOUNG FARMER OF THE YEAR



GRAND FINALISTS



TOM ADKINS
AORANGI FMG YOUNG FARMER OF THE YEAR

- Upper Waitaki Young Farmers
- 23 years old
- Block manager (sheep and beef)



ALEX FIELD
OTAGO SOUTHLAND FMG YOUNG FARMER OF THE YEAR

- Nightcaps Young Farmers
- 29 years old
- Block manager (sheep and beef)



JONNY BROWN
TASMAN FMG YOUNG FARMER OF THE YEAR

- Dunsandel Young Farmers
- 31 years old
- Dairy farm manager



MARK WALLACE
EAST COAST FMG YOUNG FARMER OF THE YEAR

- Tikokino Young Farmers
- 30 years old
- Sheep and beef farmer



TIM DANGEN
NORTHERN FMG YOUNG FARMER OF THE YEAR

- Auckland City Young Farmers
- 30 years old
- Beef farmer



CHRIS POOLE
WAIKATO BAY OF PLENTY FMG YOUNG FARMER OF THE YEAR

- Te Kawa West Young Farmers
- 27 years old
- Dairy farmer

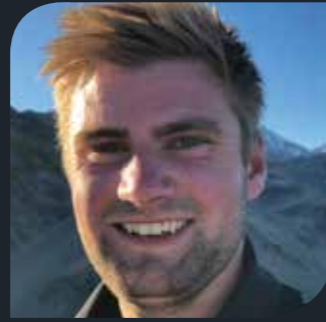


DAVID REESBY
TARANAKI MANAWATU FMG YOUNG FARMER OF THE YEAR

- Marton Young Farmers
- 21 years old
- Dairy farmer, 2IC

YEAR AT A GLANCE

NZ YOUNG FARMERS CLUB & REGIONAL HIGHLIGHTS 2021



WORLD CONGRESS CHARITABLE TRUST SCHOLARSHIPS

Lincoln University post graduate student Jeremy Kilgour and aspiring Massey University veterinarian Merida Bateup awarded the NZYF World Congress Charitable Trust Scholarships



NZYF FUTURE ME SCHOLARSHIP

Lincoln University student Georgia Moody first recipient of brand new NZYF Future Me Scholarship, receiving \$1,500 for planned professional development.



NZYF TOURNAMENT SERIES

Four new sponsors welcomed to the NZYF Tournament Series - Hunting and Fishing clay target shooting, Goldpine fencing, NZ Farmers Livestock stock judging and Tavendale and Partners debating.



FEDERATED FARMERS MEMBERSHIP

Federated Farmers offered exclusive complimentary NZYF Federated Farmers Membership.



FOOD AND FIBRE YOUTH NETWORK

Cheyenne Wilson appointed first chair of the Food and Fibre Youth Network



WESTLAND YOUNG FARMERS' CLUB

NZYF launch brand new Westland Young Farmers' Club on West Coast



TASMAN VALLEY YOUNG FARMERS' CLUB

NZYF launch brand new Tasman Valley Young Farmers Club in Tasman



NZ YOUNG FARMERS HISTORY ON DISPLAY AT TE PAPA

The Museum of New Zealand Te Papa Tongarewa preserved Young Farmer of the Year pieces of history. They accepted the original Skellerup Trophy and the Young Farmer of the Year Original Cloak of Knowledge for display



\$10,454 RAISED FOR WILL TO LIVE CHARITY

Ngarua Young Farmers raised \$10,454 for mental health charity Will To Live, with their Naked Calendar Campaign



BEST COMMERCIAL BOAR

Pendarves Young Farmers took out the NZ Ag Show Young Farmers Club Best Commercial Boar



PALMERSTON NORTH RESCUE HELICOPTER

Fitzherbert Young Farmers raised \$2,188 for the Palmerston North Rescue Helicopter with a Wild West Party



DAIRY INDUSTRY AWARD SUCCESS

Hinds Young Farmer Peter O'Connor crowned 2022 New Zealand Dairy Trainee of the Year at Dairy Industry Awards

NORWOOD NATIONAL AWARDS 2021



BEST DISTRICT CONTEST AWARD

Lower North District



BEST REGIONAL FINAL AWARD

Otago/Southland



HEALTH AND SAFETY AWARD

Beth Pease - North King Country



BEST NZ YOUNG FARMERS CLUB

Foothills Young Farmers



CLUB MEMBERSHIP AWARD

South Waikato



BEST NZ YOUNG FARMERS EVENT

80th Reunion - Marton Club



BEST NZ YOUNG FARMERS REGION

Waikato/Bay of Plenty



SERVICE TO NZ YOUNG FARMERS

Samantha Tennent and Rachel Stewart



NZ YOUNG FARMERS

SPONSORS AND SUPPORTERS

NZ Young Farmers wouldn't exist without the support of our family of sponsors.

NZYF COMMUNITY

SUPPORTERS



FRIENDS



FMG YOUNG FARMER OF THE YEAR

PRINCIPAL SPONSOR



FAMILY OF SPONSORS



NZYF TOURNAMENT



CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021



The New Zealand Federation of Young Farmers Clubs (Inc.)

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The New Zealand Federation of Young Farmers Clubs (Inc.)

Statutory information

As at 30 September 2021

Date of establishment	20 March 1934
Nature of the Incorporated Society	Meeting the needs of rural youth
Address of the Incorporated Society	Innovation Park, 185 Kirk Road, Sycamore Street, Templeton 7678
Registered Office	Innovation Park, 185 Kirk Road, Sycamore Street, Templeton 7678
Board chairman	Ash-Leigh Campbell (until 03/07/2021) Kent Weir (from 3/07/2021)
Board members	Jessie Waite Robert Barry (until 03/07/2021) Sammy Bills (from 03/07/2021) James Robertson (from 03/07/2021) Sharon Angus Catherine McMillan Samuel Robinson (until 03/07/2021) Malcolm Nitschke (from 16/09/2021)
Chief Executive Officer	Lynda Coppersmith
Banker	ANZ Bank Limited
Auditor	PKF Goldsmith Fox Audit Limited


**The New Zealand Federation of Young Farmers Clubs (Inc.)
Statement of Compliance and Responsibility**

The Board accepts responsibility for the preparation of The New Zealand Federation of Young Farmers Clubs (Inc.) annual consolidated financial statements and judgements used in them, and hereby adopt the financial statements as presented.

They also accept responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

In the opinion of the Board, the Group financial statements presented for the year ended 30 September 2021 fairly reflect the financial position and performance of The New Zealand Federation of Young Farmers Clubs (Inc.).

Signed on behalf of the Board:


Kent Weir
Chairman
14 December 2021


Jessie Waite
Chair of Audit and Risk Committee
14 December 2021

The New Zealand Federation of Young Farmers Clubs (Inc.)

Consolidated Statement of Comprehensive Revenue and Expense

For the year ended 30 September 2021

		2021	2020
	Note	\$	\$
Revenue			
<i>Revenue from exchange transactions</i>			
Industry funding	2	590,988	599,498
Sponsorship	2	1,077,595	814,131
Ticket sales		74,142	-
Membership subscriptions		75,941	72,774
Farming revenue		297,209	235,646
Other revenue		175,840	365,104
<i>Revenue from non-exchange transactions</i>			
Grants received		25,000	-
Bequests		-	46,821
Total revenue		2,316,714	2,133,973
Expenditure			
Personnel costs	3	1,046,178	1,056,077
Vehicle operating costs	4	93,375	119,372
Business development projects		-	36,337
Contest and other events		437,888	131,483
Members benefits		30,377	28,924
Office and administration expenditure		67,048	109,059
Other operating expenditure	5	394,388	343,817
Farming expenses		121,399	224,086
Depreciation and amortisation expense		89,096	121,649
Total expenditure		2,279,749	2,170,803
Surplus before net financing costs		36,965	(36,830)
Bad Debt Expense		(401)	
Finance income		4,823	1,814
Finance costs		-	(69)
Net finance income/(costs)		4,422	1,744
Surplus/(deficit) for the year from continuing operations		41,387	(35,086)
Other comprehensive revenue and expense			
Gain/(Loss) on revaluation of shares		(15,214)	13,784
Total other comprehensive revenue and expense		(15,214)	13,784
Total comprehensive revenue and expense		26,172	(21,302)

The above Statement should be read in conjunction with the accompanying notes on pages 9 to 28 and the Independent Auditor's Report.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Consolidated Statement of Changes in Equity

For the year ended 30 September 2021

	2021	2020
Note	\$	\$
Balance at 1 October	5,729,144	5,747,758
Surplus/(Deficit) for the year	41,387	(35,086)
Other comprehensive revenue and expense	(15,214)	13,784
Total comprehensive revenue and expense for the year	26,172	(21,302)
Less transfers to reserves	-	(46,821)
Accumulated surpluses	5,755,316	5,679,635
Reserves		
Transfer to Reserve - Livestock Revaluation Reserve	744	2,688
Transfer to Reserve - Legacy - D F Pearson	-	46,821
Total Reserves	744	49,509
Balance at 30 September	5,756,060	5,729,144

The New Zealand Federation of Young Farmers Clubs (Inc.)

Consolidated Statement of Financial Position

As at 30 September 2021

	2021	2020
Note	\$	\$
Assets		
Current assets		
Cash and cash equivalents	6 566,770	449,392
Receivables	7 92,627	128,148
Prepayments	18,787	15,369
Feedstock on Hand	2,918	11,960
Biological Assets	9 212,954	177,658
Other current assets	-	-
Total current assets	894,056	782,527
Non-current assets		
Property, plant and equipment	8 5,040,728	5,089,822
Investments	9 114,934	129,768
Intangible assets	11 21,308	51,542
Total non-current assets	5,176,970	5,271,132
Total assets	6,071,026	6,053,659
Liabilities		
Current liabilities		
Payables	12 108,844	115,389
Revenue received in advance	82,000	110,000
Employee entitlements	13 120,242	99,128
Other current liabilities	3,882	-
Total current liabilities	314,968	324,517
Total liabilities	314,968	324,517
Net assets	5,756,060	5,729,143
Equity		
Accumulated surplus/(deficit)	(150,383)	(176,555)
Reserves	5,906,443	5,905,699
Total equity	5,756,060	5,729,144

The above Statement should be read in conjunction with the accompanying notes on pages 9 to 28 and the Independent Auditor's Report.



The above Statement should be read in conjunction with the accompanying notes on pages 9 to 28 and the Independent Auditor's Report.



The New Zealand Federation of Young Farmers Clubs (Inc.)

Consolidated Statement of Cash Flows

For the year ended 30 September 2021

	2021	2020
Note	\$	\$
Cash flows from operating activities		
Receipts from customers	2,351,456	2,111,349
Payments to suppliers	(1,210,070)	(898,866)
Payments to employees	(1,025,064)	(1,066,596)
Movement of Livestock	(20,482)	23,762
Interest received	405	1,814
Interest paid	-	(69)
Net cash flow from operating activities	96,244	171,392
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,788)	(18,254)
Sale of property, plant and equipment	180	
Net cash flow from investing activities	(5,608)	(18,254)
Cash flows from financing activities		
Receipts from investments	4,418	(2,255)
Repayments of finance leases	-	(1,418)
Net cash flow from financing activities	4,418	(3,673)
Net increase/(decrease) in cash and cash equivalents	95,054	149,466
Cash and cash equivalents at the beginning of the year	449,392	299,926
Cash and cash equivalents at the end of the year	544,447	449,392

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

1. Statement of accounting policies

Reporting entity

The New Zealand Federation of Young Farmers Clubs (Inc.) ("the Society") is an incorporated society under the Incorporated Societies Act 1908, incorporated in New Zealand on 20 March 1934.

The Society is a public benefit entity for the purposes of financial reporting in accordance with the Financial Reporting Act 2013.

The Group financial statements for the year ended 30 September 2021 incorporate the activities of the following subsidiary (hereafter referred to as "the Group"):

- Donald Pearson Farm Limited - Subsidiary

The Society is primarily involved in meeting the needs of rural youth.

These financial statements were authorised for issue by the Board on 14 December 2021.

Basis of preparation

Statement of compliance

The consolidated financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with the Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") as appropriate for Tier 2 not-for-profit public benefit entities, for which all reduced disclosure regime exemptions have been adopted.

The Group qualifies as a Tier 2 reporting entity as it is not publicly accountable, and for the two most recent reporting periods it has had between \$2m and \$30m operating expenditure.

Measurement basis

The consolidated financial statements have been prepared on the historical cost basis except for the following material items in the statement of financial position, which are measured at fair value:

- Available for sale financial instruments
- Biological assets classified as inventory
- Certain financial assets & liabilities are detailed in the accounting policy

Functional and presentation currency

The financial statements are presented in New Zealand dollars (\$) which is the controlling entity's functional and Group's presentation currency, rounded to the nearest dollar.

The above Statement should be read in conjunction with the accompanying notes on pages 9 to 28 and the Independent Auditor's Report.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

Critical accounting estimates and assumptions

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

Critical judgements in applying accounting policies

Grants received

The Group must exercise judgement when recognising grants received to determine if conditions of the grant contract have been satisfied. This judgement will be based on the facts and circumstances that are evidence for each grant contract.

Estimated useful life of assets

Biological assets - fair value	refer to policy (f)
Property, plant and equipment	refer to policy (g)
Intangible assets - useful life	refer to policy (i)

Summary of significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the Group.

a) Basis of consolidation

i. Controlled entities

Controlled entities are those entities over which the Group has the power to govern the financial and operating policies so as to obtain benefits from that entity's activities. The financial statements of the Group's controlled entities are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Subsequent changes in a controlled entity that do not result in a loss of control are accounted for as transactions with owners of the controlling entity in their capacity as owners, within net assets/equity.

The financial statements of the controlled entity have been prepared for the same reporting period as the controlling entity, using consistent accounting policies.

ii. Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

b) Revenue

Revenue is recognised when the amount of revenue can be measured reliably and it is probable that economic benefits will flow to the Group, and measured at the fair value of consideration received or receivable.

The following specific recognition criteria in relation to the Group's revenue streams must also be met before revenue is recognised.

i. Revenue from exchange transactions

Revenue received from exchange transactions for services rendered is recognised in the period it relates to. Amounts received in advance for services to be provided in future periods are recognised as a liability until such time as the service is provided. Revenue received from exchange transactions include:

- Industry funding
- Sponsorship
- Membership fees and subscriptions
- Ticket sales
- Farm revenue
- Other revenue

ii. Revenue from non-exchange transactions

Non-exchange transactions are those where the Group receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

The following specific recognition criteria in relation to the Group's non-exchange transaction revenue streams must also be met before revenue is recognised.

Grants and Bequests

The recognition of non-exchange revenue from Grants and Bequests depends on the nature of any stipulations attached to the inflow of resources received, and whether this creates a liability (i.e. present obligation) rather than the recognition of revenue.

Stipulations that are 'conditions' specifically require the Group to return the inflow of resources received if they are not utilised in the way stipulated, resulting in the recognition of a non-exchange liability that is subsequently recognised as non-exchange revenue as and when the 'conditions' are satisfied.

Stipulations that are 'restrictions' do not specifically require the Group to return the inflow of resources received if they are not utilised in the way stipulated, and therefore there is no recognition of a non-exchange liability. As a result, this type of non-exchange revenue is recognised immediately.

c) Finance income

Finance income comprises interest income on cash and cash equivalents and dividend income on share investments. Interest income is recognised as it accrues in surplus or deficit, using the effective interest method. Income from dividends is recognised when the Group's right to receive payment is established and the amount can be reliably measured.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

d) Financial instruments

The Group initially recognises financial instruments when the Group becomes a party to the contractual provisions of the instrument.

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Group is recognised as a separate asset or liability.

The Group derecognises a financial liability when its contractual obligations are discharged, cancelled, or expire. The Group also derecognises financial assets and financial liabilities when there has been significant changes to the terms and/or the amount of contractual payments to be received/paid.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The classifications of the financial assets are determined at initial recognition. The categorisation determines the subsequent measurement.

The financial liabilities are classified as amortised cost. Financial liabilities are initially measured at fair value net of directly attributable transaction costs and subsequently measured at amortised cost.

The financial instruments comprise:

i. Trade and other receivables

Trade and other receivables are initially recognised at fair value plus directly attributable transaction costs and are subsequently measured at amortised cost using the effective interest method, less any impairment losses.

ii. Cash and Cash Equivalents

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

iii. Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives, principally equity securities, that are either designated in this category or not classified in any other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of reporting date.

The Group's available-for-sale financial assets comprise investments in shares (classified as investments in the statement of financial position).

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

iii. Available-for-sale financial assets (continued)

Purchases and sales of investments are recognised on trade date - the date at which the Group commits to purchase or sell the asset. Investments are initially recognised at fair value plus directly attributable transaction costs. Investments in equity instruments that do not have a quoted market price in an active market and whose fair values cannot be reliably measured are recognised and subsequently carried at cost.

Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

Available-for-sale financial assets are subsequently carried at fair value. Unrealised gains and losses arising from changes in the fair value of investments classified as available-for-sale are recognised in other comprehensive revenue and expense. When investments classified as available-for-sale are sold or impaired, the accumulated fair value adjustments are included in surplus or deficit as gains and losses from investments.

The Group assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of investments classified as available-for-sale, a significant or prolonged decline in the fair value of the investment below its cost is considered in determining whether the investments are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss - measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in surplus or deficit - is removed from other comprehensive revenue and expenses and recognised in surplus or deficit.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as improvements in the debtor's credit rating), the previously recognised impairment loss is reversed in other comprehensive revenue and expenses.

iv. Employee Benefits

Short-term employee benefits

Short-term employee benefit liabilities are recognised when the Group has a legal or constructive obligation to remunerate employees for services provided within 12 months of the reporting date, and is measured on an undiscounted basis and expensed in the period in which employment services are provided.

v. Trade and other Payables

These amounts represent unsecured liabilities for goods and services provided to the Group prior to the end of the financial year, which are unpaid. Trade and other payables are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method. As trade and other payables are usually paid within 30 days, they are not discounted.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

e) Income tax

The Society is exempt from income tax as it has obtained charitable status and is a registered charity with the Charities Services.

f) Biological assets

Biological assets comprise of dairy cattle and are initially measured at fair value less costs to sell, which equates to cost.

The dairy cattle are subsequently measured at fair value using the national average market values of specified livestock provided by Inland Revenue, apart from bull and heifer calves which are measured at observable prices in active markets and recent market transactions on an arm's length basis. Any change is recognised in surplus or deficit.

g) Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, less accumulated depreciation and impairment losses, except those acquired through non-exchange transactions which are instead measured at fair value as their deemed cost at initial recognition.

ii. Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefit or service potential associated with the item will flow to the Group and the cost of the item can be measured reliably.

iii. Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposal are included in the Statement of Comprehensive Revenue and Expense.

iv. Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefit or service potential associated with the item will flow to the Group and the cost of the item can be measured reliably.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

h) Property, plant and equipment (continued)

v. Depreciation

Depreciation is provided on property, plant and equipment at rates that will write off the assets to their estimated residual values over their useful lives. The useful lives and associated depreciation rates of major classes of assets have been estimated as follows:

Land	nil
Buildings	0.00% - 8.50% diminishing value
Motor vehicles	13.00% - 30.00% diminishing value
Plant and equipment	8.00% - 67.00% diminishing value
Plant and equipment - Farm	10.00% - 67.00% diminishing value
Office equipment	8.00% - 67.00% diminishing value
Furnishings	12.00% - 16.00% diminishing value
Furnishings - Farm	13.00% - 25.00% diminishing value
Contest assets	8.0% - 50.00% diminishing value
Property Improvements	0.00% - 13% diminishing value

The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year-end.

i) Intangible assets

i. Recognition and measurement

Items of intangible assets are measured at cost, less accumulated amortisation and impairment losses.

ii. Software

Costs that are directly associated with the development and acquisition of software for internal use are recognised as an intangible asset.

Staff training costs and costs associated with the maintenance of computer software and website are recognised as an expense in surplus and deficit when occurred.

iii. Amortisation

The carrying value of an intangible asset with a finite life is amortised on a straight line basis over its useful life. Amortisation begins when the asset is available for use and ceases at the date that the asset is derecognised. The amortisation charge for each financial year is recognised in surplus or deficit.

The useful lives and associated amortisation rates of major classes of intangible assets have been estimated as follows:

Software	2 years	50.0%
Website	7 Years	14.3%

j) Impairment of property, plant and equipment and intangible assets

Assets with a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount of which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

k) Impairment of property, plant and equipment and intangible assets (continued)

Value in use is determined using the depreciated replacement cost for an asset where the future economic benefits or service potential of the asset are not primarily dependent on the asset's ability to generate net cash inflows and where the Group would, if deprived of the asset, replace its remaining future economic benefits or service potential.

If an asset's carrying amount exceeds its recoverable amount, the asset is impaired and the carrying amount is written down to the recoverable amount. The total impairment is recognised in the Statement of Comprehensive Revenue and Expense.

l) Leases

Operating leases

An operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset. Lease payments under an operating lease are recognised as expenses on a straight line basis in surplus or deficit.

m) Goods and services tax (GST)

All items in the financial statements are stated exclusive of GST, except for Receivables and Payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the Statement of Financial Position.

Commitments and contingencies are disclosed exclusive of GST.

n) Changes in accounting policy

The accounting policies adopted by the Group in these financial statements are consistent with those adopted by the Society in the previous financial year.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

2. Revenue

	2021	2020
	\$	\$
Industry Funding		
SFFF Funding	548,987	-
Other	42,000	599,498
Total Industry Funding	590,987	599,498
Sponsorship Revenue		
Events and Contest	1,023,395	794,131
Other	54,200	20,000
Total Sponsorship revenue	1,077,595	814,131

3. Personnel costs

	2021	2020
	\$	\$
Salaries and wages	1,025,065	1,066,596
Increase/(decrease) in employee entitlements liability	21,114	(10,519)
Personnel costs	1,046,178	1,056,077

4. Vehicle operating costs

	2021	2020
	\$	\$
Operating lease expense - vehicle	59,803	76,135
Other vehicle operating expenditure	33,572	43,237
Vehicle operating costs	93,375	119,373

5. Other operating expenditure

	2021	2020
	\$	\$
Fees to auditor		
- For audit of financial statements	12,500	12,000
- For other services	-	-
Operating lease expense - office	40,797	57,159
Communication expenses	16,621	1,650
IT maintenance/development	54,999	51,446
Non salary staff related expenses	51,398	72,215
Other expenses	218,073	149,347
Other operating expenditure	394,388	343,817

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

6. Cash and cash equivalents

	2021	2020
	\$	\$
Bank account balances		
ANZ - Current account	184,318	139,907
ANZ - Serious saver account 1	632	390
ANZ - Serious saver account 2	489	120,706
ANZ - Serious saver account 3	172,950	82,503
ANZ - Contest account	-	194
ANZ - Call Account	60,038	7
ANZ - Donald Pearson Farm Ltd	148,344	105,685
Cash and cash equivalents	566,770	449,392

The carrying value of the Bank account balances represents their fair value.

Interest is earned on the ANZ - Serious saver accounts (1, 2 & 3) at a rate of 0.12%.

Interest is earned on the ANZ - Call account at a standard rate of 0.05%. There is no interest earned on the Current account

ANZ Bank has a registered security over all present and after acquired personal property of the Society.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

7. Receivables

	2021	2020
	\$	\$
Trade receivables from exchange transactions	92,627	128,148
Receivables	92,627	128,148

Fair value

Receivables are non-interest bearing and receipt is normally on 30 day terms. Therefore the carrying value of receivables approximates their fair value.

Impairment

The carrying amount of receivable that would otherwise be past due or impaired whose terms have been renegotiated is \$0 (2020: \$0).

The status of receivables as at 30 September 2021 and 2020 is as follows:

	2021	2020
	\$	\$
Not past due		
Gross	90,847	108,378
Impairment	-	-
Net	90,847	108,378
Past due 1 - 30 days		
Gross	-	23,000
Impairment	-	-
Net	-	23,000
Past due 31 + days		
Gross	2,181	(3,229)
Impairment	(400)	-
Net	1,781	(3,229)
Total	92,627	128,149

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

8. Property, plant and equipment (continued)

Additions through non-exchange transactions

No items were received through non-exchange transactions in the year under review (2020:\$0).

Impairment

There is no impairment provision for property, plant and equipment (2020:\$0).

9. Investments

	2021 Number of Shares	2021 \$	2020 Number of Shares	2020 \$
Farmlands shares	200	200	200	200
Shares - Livestock Investment Corporation	5,924	7,227	5,924	4,505
Shares - Fonterra Co-Op Group Limited	30,925	105,145	30,925	123,082
Shares - Ravensdown	2,362	2,362	1,981	1,981
Investments	39,411	114,934	39,030	129,768

There is no impairment provision for investments (2020: \$0).

Equity investments are measured at fair value with fair value determined by reference to published market price quotations in an active market. Where no published market price quotations exist, historical cost is used as the fair value.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

8. Property, plant and equipment

	Freehold		Buildings	Plant and equipment	Motor Vehicles	Office equipment	Furnishings	Agrikids signage and trailer	Total
	Land								
Cost or valuation									
Balance as at 1 October 2019	4,111,000	769,439	284,987	80,000	123,191	19,974	23,484	5,412,075	
Additions	-	-	18,008	-	3,641	-	5,901	27,550	
Disposals	-	-	(230)	-	(8,113)	(954)	-	(9,297)	
Transfers	(138,000)	138,000	-	-	-	-	-	-	
Balance as at 30 September 2020	3,973,000	907,439	302,765	80,000	118,719	19,020	29,385	5,430,328	
Balance as at 1 October 2020	3,973,000	907,439	302,765	80,000	118,719	19,020	29,385	5,430,328	
Additions	-	-	-	-	9,950	-	-	9,950	
Revaluation gain/(loss)	-	-	-	-	-	-	-	-	
Disposals	-	-	-	-	(3,475)	(210)	-	(3,685)	
Transfers	-	-	(6,071)	-	6,071	-	-	-	
Balance as at 30 September 2021	3,973,000	907,439	296,694	80,000	131,265	18,810	29,385	5,436,593	
Accumulated depreciation and impairment									
Balance as at 1 October 2019	-	15,079	112,978	23,749	93,021	10,767	19,592	275,186	
Depreciation	-	13,525	27,223	8,854	12,473	1,416	1,831	65,322	
Disposals	-	-	-	-	-	(3,360)	-	(3,507)	
Balance as at 30 September 2020	-	28,604	140,201	32,603	105,494	12,183	21,423	340,508	
Balance as at 1 October 2020	-	28,604	140,201	32,603	105,494	12,183	21,423	340,508	
Depreciation	-	12,105	24,912	7,348	11,802	1,159	1,538	58,864	
Disposals	-	-	-	-	(3,360)	(147)	-	(3,507)	
Balance as at 30 September 2021	-	40,709	165,113	39,951	113,937	13,194	22,961	395,865	
Net book value									
As at 1 October 2019	4,111,000	754,360	172,009	56,251	30,170	9,207	3,892	5,136,889	
As at 30 September 2020	3,973,000	878,835	162,564	47,397	13,225	6,837	7,962	5,089,821	
As at 30 September 2021	3,973,000	866,730	131,581	40,049	17,328	5,616	6,424	5,040,728	

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

10. Biological assets

Livestock (Cattle)

Livestock is held by the Group for the purpose of milk production for on sale to Fonterra.

The dairy cattle was measured at fair value using the national average market value of specified livestock provided by Inland Revenue, apart from Bull Calves and Heifer Calves which were measured at observable prices in active markets and recent market transactions on an arms length basis.

At reporting date, Livestock consisted approximately of:

	2021	2021	2020	2020
	#	\$	#	\$
R1 Heifers	26	18,382	19	14,003
R2 Heifers	0	-	15	18,330
MA Cows	121	184,888	93	141,825
RA Steers	-	-	-	-
Breeding Bulls	2	3,184	-	-
Bull Calves	20	2,500	2	250
Heifer Calves	32	4,000	26	3,250
	201	212,954	155	177,658

Reconciliation of Carrying Amounts of Dairy Livestock

	2021	2020
	\$	\$
Carrying amount at 1 October	177,658	247,578
Purchases		
Livestock - non exchange transaction	34,400	33,375
Sales		
Livestock Sold	(13,918)	(57,073)
Gain arising from changes in fair value less costs to sell		
Attributable to natural increase	3,818	3,731
Attributable to price changes	10,996	(49,953)
Balance as at 30 September	212,954	177,658

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

11. Intangible assets

	Software	Total
	\$	\$
Cost		
Balance as at 1 October 2019	386,386	386,386
Additions	-	-
Disposals	-	-
Balance as at 30 September 2020	386,386	386,386
Balance as at 1 October 2020	386,386	386,386
Additions	-	-
Disposals	-	-
Balance at 30 September 2021	386,386	386,386
Accumulated amortisation and impairment losses		
Balance as at 1 October 2019	278,519	278,519
Amortisation expense	56,327	56,327
Disposals	-	-
Impairment losses	-	-
Balance as at 30 September 2020	334,846	334,846
Balance as at 1 October 2020	334,846	334,846
Amortisation expense	30,232	30,232
Disposals	-	-
Impairment losses	-	-
Balance at 30 September 2021	365,078	365,078
Net book value		
At 1 October 2019	107,868	107,869
At 30 September 2020	51,542	51,542
At 30 September 2021	21,308	21,308

Impairment

There is no impairment provision for property, plant and equipment (2020:\$0).

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

12. Payables

	2021	2020
	\$	\$
Payables		
Trade payables	48,030	39,364
Accrued expenditure	13,400	30,797
GST payable	47,414	45,228
Total Payables	108,844	115,389

Payables are non-interest bearing and are normally settled in 30 day terms, therefore the carrying value approximates their fair value.

13. Employee entitlements

	2021	2020
	\$	\$
Current		
Accrued salaries and wages	52,223	41,034
Annual leave	68,019	58,095
Current employee entitlements	120,242	99,129
Non-current		
Non-current portion of long term employee benefits	-	-
Non-current portion of long term employee benefits	-	-

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

14. Equity

	2021	2020
	\$	\$
Accumulated surplus/(deficit)		
Balance at 1 October 2020	(176,555)	(108,432)
Surplus/(deficit) for the year	26,172	(21,302)
Less: transfers to reserves	-	(46,821)
Total accumulated surplus/(deficit)	(150,383)	(176,555)
Reserves		
Legacy - D F Pearson		
Opening balance	5,905,699	5,858,878
Transfer to reserve	-	46,821
Closing balance	5,905,699	5,905,699
Livestock Revaluation Reserve		
Opening balance	-	(2,688)
Movements for the period	744	2,688
Closing balance	744	-
Total Reserves	5,906,443	5,905,699
Total equity	5,756,060	5,729,144

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

15. Operating leases

Operating leases as lessee

The future non-cancellable minimum lease payments of operating leases as lessee at reporting date are detailed in the table below:

	2021	2020
	\$	\$
Less than one year	63,889	69,199
Between one and five years	67,542	39,026
Greater than five years	-	-
Total non-cancellable operating lease payments	131,431	108,225

The New Zealand Federation of Young Farmers Clubs (Inc.) has entered into a number of material operating leases for vehicles, photocopiers and buildings.

The lease of the buildings expires on 27 March 2022.

The lease of the photocopiers expires on 19 January 2024.

The leases of the vehicles expires as follows:

5 expire March 2024

1 expires May 2024

In addition to the above, there were a further two leases that expired during the period.

The building lease was renegotiated during the prior year. Upon expiry of the current agreement there are two subsequent right of renewals, each for 24 month periods.

These have not been included in the future payments listed above.

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

16. Related party transactions

Membership disbursement scheme

The New Zealand Federation of Young Farmers Clubs (Inc.) has made payments during the year to a number of its affiliated Young Farmer clubs under the membership disbursement scheme.

The amount paid from The New Zealand Federation of Young Farmers Clubs (Inc.) to affiliated Young Farmer clubs during the year is \$25,810 (2020:\$13,160).

Compensation of key management personnel

Key management personnel of The New Zealand Federation of Young Farmers Clubs (Inc.) include the Board, Senior Leadership Team staff members and Contest Board.

Key management personnel of Donald Pearson Farm Limited includes the Board of Directors.

The total remuneration of key management personnel and number of individuals, on a full time equivalent basis, receiving remuneration from The New Zealand Federation of Young Farmers Clubs (Inc.) are:

	2021	2020
	\$	\$
Executive leadership team (6 FTE:Last Year 4 FTE)	466,778	412,456
Elected board members and Contest Board	26,500	25,500
Director's Fee paid to Donald Pearson Farm Ltd directors	-	-
Total remuneration	493,278	437,956

Key management personnel did not receive any remuneration or compensation other than in their capacity as key management personnel (2020: nil).

The New Zealand Federation of Young Farmers Clubs (Inc.) did not provide any compensation to close family members of key management personnel during the year (2020: nil).

The New Zealand Federation of Young Farmers Clubs (Inc.) did not provide any loans to key management personnel or their close family members during the year (2020: \$0).

The New Zealand Federation of Young Farmers Clubs (Inc.)

Notes to the consolidated financial statements

For the year ended 30 September 2021

17. Commitments and contingencies

Capital commitments

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any capital commitments at 30 September 2021 (2020: nil).

Contingent assets

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any contingent assets at 30 September 2021 (2020: \$nil).

Contingent liabilities

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any contingent liabilities at 30 September 2021 (2020: nil).

18. Events after reporting date

There are no material non-adjusting events after the reporting date.

19. Going Concern

The Group's current assets exceed its current liabilities at 30 September by \$579,088 (2020: \$458,010).

The Group recorded a surplus for the year ended 30 September 2021 of \$26,172. For this reason the Group has adopted the going concern assumption.

20. Group Entities

A list of the Group's significant controlled entities is presented below:

Name of controlled entity	Country of incorporation	Ownership interest	
		2021	2020
		%	%
Donald Pearson Farm Limited	New Zealand	100	100

The controlled entity have the same reporting date as the controlling entity.

There are no significant restrictions on the ability of the controlled entity to transfer funds to the Society in the form of cash distributions or to repay loans or advances.

Donald Person Farm

The society has 100% equity interest in Donald Pearson Farm Limited, which is involved in Dairy Cattle Farming. It was incorporated on 28 April 2017 with the farm and assets being transferred 21 December 2018.

PKF Goldsmith Fox Audit

Chartered Accountants



INDEPENDENT AUDITOR'S REPORT

To the members of The New Zealand Federation of Young Farmers Clubs (Inc.)

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements The New Zealand Federation of Young Farmers Clubs (Inc.) (the Society), which comprise the consolidated statement of financial position as at 30 September 2021, the consolidated statement of comprehensive revenue and expenses, the consolidated statement of changes in equity, the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of The New Zealand Federation of Young Farmers Clubs (Inc.) as at 30 September 2021, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime Standards (PBE IPSAS RDR).

This report is made solely to the members, as a body. Our audit work has been undertaken so that we might state to the members those matters which we are required to state to them in the 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 members, as a body, for our audit procedures, for this report, or for the conclusion we have formed.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Board in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, The New Zealand Federation of Young Farmers Clubs (Inc.).

Board's Responsibilities for the Consolidated Financial Statements

The Board is responsible on behalf of the Society for the preparation and fair presentation of the consolidated financial statements in accordance with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime Standards (PBE IPSAS RDR), and for such internal control as the Board determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Board is responsible, on behalf of the Society, for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board either intend to liquidate the Society or cease operations, or have no realistic alternative but to do so.

The Board is responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate to the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Dawn Alexander.

PKF Goldsmith Fox Audit.

PKF Goldsmith Fox Audit Limited
Christchurch, New Zealand

14 December 2021





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