

# NZ YOUNG FARMERS



**ANNUAL REPORT 2024**  
FINANCIAL YEAR 2022/2023





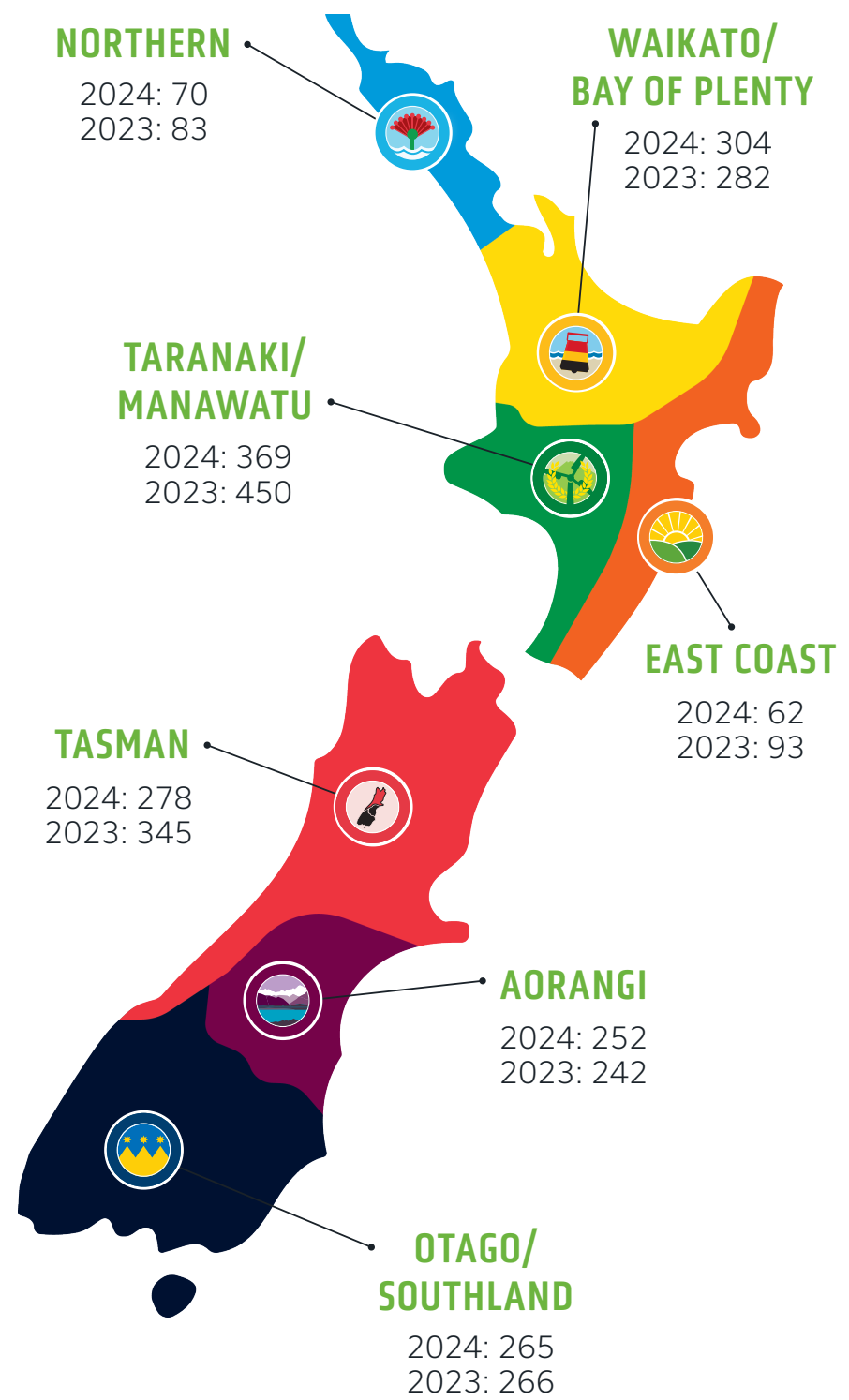
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# NZYF MEMBERSHIP



\*As at 31 March 2024

## TOTAL MEMBERS

(as of 31 March 2024)

1600

NZYF MEMBERS  
2023 Total: 1,762

389

TEENAG  
2023 Total: 249

## CLUBS

65

NZYF CLUBS  
2023: 64 Clubs

42

TEENAG CLUBS  
2023: 36 Clubs





# OUR REACH



100+

NZYF and  
TeenAg clubs



800+

Club meetings  
each year



22,000

Following on  
social media



150+

Events annually  
across all networks







# LYNDA COPPERSMITH

## NZYF CHIEF EXECUTIVE

This year has felt like we’ve finally been “back to normal” after two years of Covid disruption. We had a full season of Regional Finals and a Grand Final without lockdowns or last-minute isolation rules. Timaru provided amazing weather and hospitality for an epic South Island Grand Final.

We farewelled Casey Huffstutler, who supported NZYF for over 10 years and was known as our “Oracle” for her understanding of the NZYF Constitution. It was tough to say goodbye, but it’s great to see her volunteering at Contest events and advising clubs in the Waibop region. As I always say, NZYF is like “Hotel California” – you never really leave!

This year has been challenging as the economy has moved into recession. Farmers are struggling with rising interest rates, input costs, and living expenses. For our members working on farms, reducing costs often means taking on more work due to reduced staff numbers. It’s encouraging to see our members supporting each other during these tough times, with NZYF clubs offering a chance to get off the farm, catch up with mates, and have some fun.

## FINANCIAL RESULTS

It was disappointing to see a loss for the 22/23 financial year, mainly due to not achieving our targets in the Community Partnership revenue stream. We set high goals for gaining financial support for membership, but the tough times across the economy meant we fell short of our targets unfortunately. Many charities and not-for-profits are finding it hard, so we know we are not alone.

Moving forward, we’ve managed to keep costs down and anticipate a better result for the next year. While the change of government presents some challenges, our relationships with partners and government remains strong and there is real appetite to support the success of NZYF.

The key to our future financial success is ensuring a business model that provides sustainable revenue to support our membership services. This will continue to be a focus in the coming years.

## MEMBERSHIP

Many incorporated societies are struggling to grow and maintain membership numbers due to changes in technology and how people connect. NZ Young Farmers (NZYF) must continually assess how we support our clubs to thrive in this evolving landscape. Given the many pressures on people’s time, it is common to find people who feel support for the cause, but not necessarily for attending meetings and taking minutes! We deeply appreciate the tireless efforts of our club and regional executives at NZYF who lead and grow our communities.

Thanks to the MPI Sustainable Food and Fibre Futures (SFFF) project, NZ Young Farmers has increased membership since 2021—a milestone of which we are proud. This initiative provided us with additional resources to expand membership and insights into our membership model’s strengths and weaknesses. Modernising NZYF while preserving its legacy is crucial for our future, and we will share more about our plans in the coming months.

## CONTEST

What a year for FMG Young Farmer of the Year! We celebrated our first-ever female Grand Final winner, Emma Poole, who embodies the best in NZ farming. Emma is an example of what anyone in our sector can achieve with confidence, capability, and strong support networks. While she’s our first female winner, I see many young women in Young Farmers who can achieve what she has. Emma represents numerous women balancing farming, raising a young family, and contributing to their communities.

It was fantastic to see Zoe McElrea, the 2023 FMG Junior Young Farmer of the Year, competing for the first time in the Otago/Southland FMG Young Farmer Regional Final this year. We continue to see a great pipeline of FMG Junior competitors transitioning to the senior level.

Our incredible sponsor family, led by principal sponsor FMG, continues to support us. They provide not only funding but also their time, staff, and ideas. This collaborative group of sponsors works together to support each other and NZYF, ensuring FMG Young Farmer of the Year remains NZ’s most prestigious farming contest. I can’t thank them enough.

Thanks also to the teachers, parents, grandparents and others who make a huge effort to get our Agrikids and FMG Junior Young Farmers teams to Regional Finals. We recognise the commitment of time and cost that goes into this, not to mention the fantastic team outfits and fundraising. Great to see Woolworths coming on board as a sponsor this year to make sure our AgriKids and FMG Junior teams are well fed throughout the day!

## PARTNERS

I’d like to acknowledge and thank the industry partners that NZYF is working with. DairyNZ and Beef & Lamb continue to support NZYF and we are moving more into a partnership approach with shared and aligned goals for young people working and training in our sector.

Our relationship with the Ministry for Primary Industries (MPI) continues to develop and thrive. Their support means a lot and we thank them for it. Again, we are looking at areas

to partner with them where we share goals for young people and where it makes sense for us to work together. They provide sponsorship of FMG Young Farmer of the Year as well as supporting us to grow our membership and improve the long-term financial sustainability of our membership model.

AgMardt continues to support leadership development of our members and in 2023, we agreed on a two-year program to excite our members at club and regional level about leadership. Many of the political, farming and industry leaders across NZ started their leadership journey in NZYF and attribute much of their success to the foundation of skills development at NZYF. We want to set our members up to be the successful leaders of the future in our sector and AgMardt’s support is instrumental in doing this.

## THE NZYF BOARD

A heartfelt thank you to Chloe and the NZYF Board for your invaluable support and guidance. The personal time and effort dedicated by this group to our organisation’s success often goes unnoticed by many members. Our Independent Directors generously contribute their time without compensation, and their support is indispensable to us.

I would like to extend special thanks to Independent Director Catherine McMillan, who will be stepping down from the Board this AGM. Catherine’s extensive experience and technical knowledge have greatly enriched our discussions, providing invaluable guidance to both fellow Board members and myself as CEO.

## NZYF STAFF & VOLUNTEERS

Last of all, I’d personally like to thank my National Office staff for their hard work and positive attitude to all things NZYF! We are a small team but pack a huge punch in terms of what we achieve.

To our volunteers, we could not deliver what we do without your time and energy, and we can’t thank you enough. Volunteers are the lifeblood of NZYF – both with Contest and Membership. We appreciate your support immensely.





# CHLOE JONES

## NZYF CHAIR

Thank you for taking the time to read this and joining me in reflecting on the end of our financial year. It's often said that time flies when you're having fun, and that's certainly true at NZ Young Farmers. Alongside the fun, we know there's a great deal of hard work involved. As a not-for-profit, we deeply appreciate the efforts of our volunteers and national office staff—your work does not go unnoticed.

I am immensely proud and privileged to be part of the NZ Young Farmers organisation and to witness the dedication of our volunteers and National Office team. On behalf of myself and the Board, I extend my heartfelt thanks. Events don't just happen, members don't just show up, and committees don't just make changes—it all happens because of your drive and commitment.

It was fantastic to gather in Timaru for Season 55 of the FMG Young Farmer of the Year in July 2023. It was an incredible opportunity to celebrate our rural roots and honor our first female champion, Emma Poole. Like Lynda, I've enjoyed following Emma's journey. Watching her struggle yet complete the Agri-Sports challenge at the Grand Final and win the contest by two points was truly inspiring. It demonstrated incredible grit, determination, and resilience—qualities we can all admire and aspire to.



The 2023 AGM saw Stanley Fraser from Taranaki/Manawatu elected to the board, replacing our departing Chair Jessie Waite. We also welcomed Valentine Tauamiti as an Independent Director. I had big shoes to fill, and it's been a great year Chairing the Board. I've enjoyed seeing the diversity of thought starting to come to fruition, and the development of conversations as our board cohesion starts to show.

Donald's Farm, owned by NZYF, has continued to excel in the educational space while also successfully managing our herd and farm operations throughout the season.

A special thank you to our Farm Manager, Sam Waugh, and your supportive family for all your hard work and dedication.



NZYF has been busy finishing off the SFFF project, continuing to deliver on the five project streams including the digital platform, industry partnership, club leadership model, online events schedule and the Food & Fibre Youth Network. As an organisation we have had an increase in membership, which with challenging times out there, is an awesome outcome to see.



# ACKNOWLEDGEMENTS

A heartfelt thank you to the following individuals. You are the heart of our organisation, and your dedication and support are what keep us going strong:

Our NZYF members, the lifeblood of our community and the driving force behind our success.

A special appreciation to our partner and sponsor family for their unwavering belief in our mission and continuous support.

A big shoutout to the Donald's Farm team and Board for their collaboration and shared commitment to our goals.

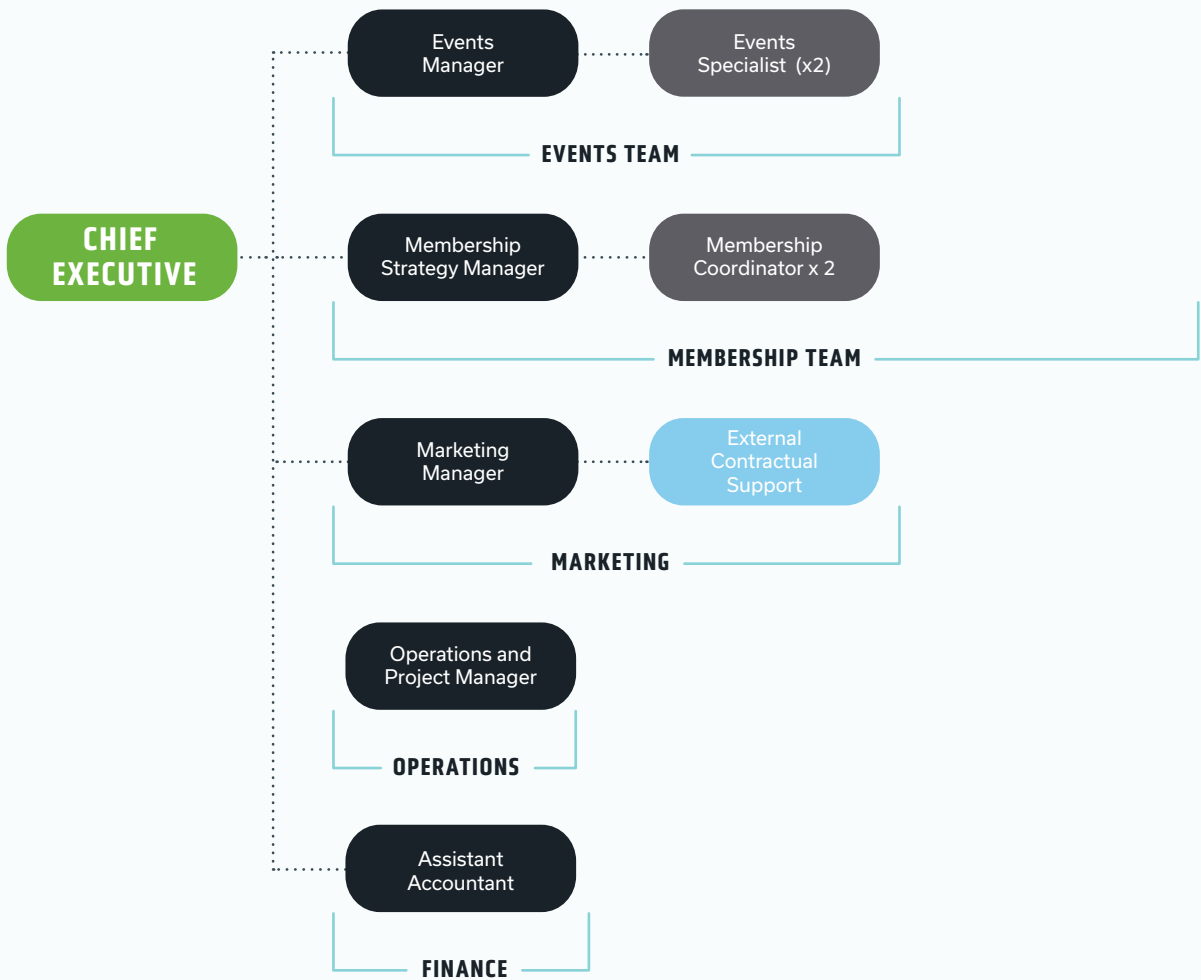
Gratitude to Lynda and the exceptional team at NZ Young Farmers National Office—Sara, Rachel, Tilly, Claire, Lucy, Stacey, Nick, Caitlin and Sophie—for their tireless efforts and invaluable contributions. We also extend thanks to Casey Huffstutler, Staci Barnette and Bri Dalglish, whose roles were instrumental in delivering the Season 55 Contest season.

Last but certainly not least, a warm thank you to our dedicated board members—Malcolm, Catherine, Nicola, Sammy, Stanley and Valentine—for their leadership and unwavering dedication to our organisation's success.

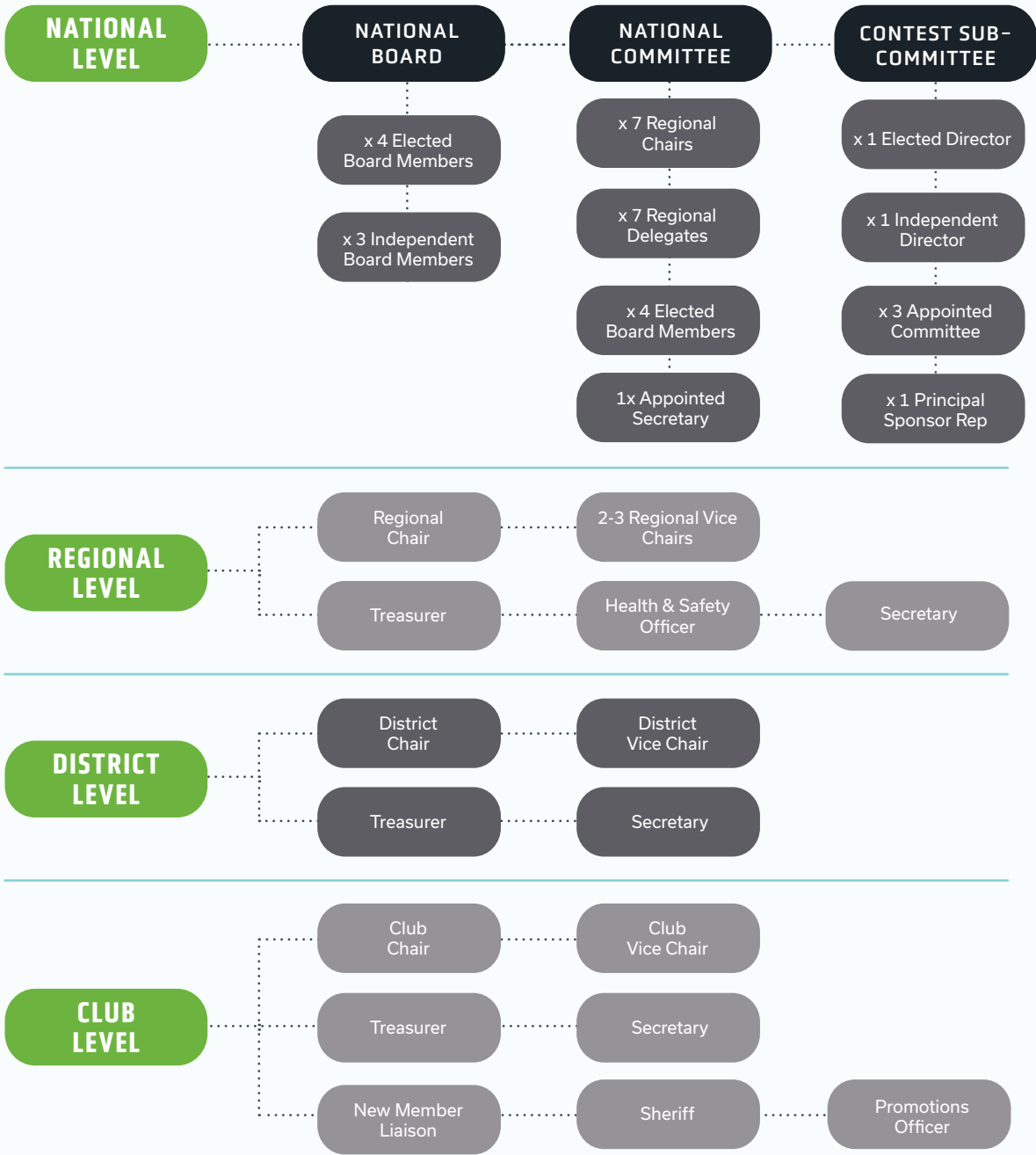




ORGANISATION STRUCTURE



MEMBERSHIP & EXTERNAL ROLES



BOARD OF DIRECTORS



CHLOE JONES  
CHAIR



SAMANTHA BILLS  
ELECTED BOARD MEMBER



NICOLA BLOWEY  
ELECTED BOARD MEMBER



STANLEY FRASER  
ELECTED BOARD MEMBER



MALCOLM NITSCHKE  
BOARD MEMBER



CATHERINE MCMILLAN  
BOARD MEMBER



VALENTINE TAUAMITI  
BOARD MEMBER



# YEAR IN REVIEW

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# DONALD'S FARM

## SEASON REPORT 2023/2024

As we come to the end of another season, I reflect on the changes that have been made on farm in the past 12 months. We have made huge steps forward in our waterway restoration project, with approximately 18,500 natives planted in the winter of 2023, and another 10,000 going in over the 2024 winter.

We are working together with Conservation Volunteers NZ to build a native plant nursery on farm, with the construction phase of the project kicking off at the end of the 2023 season. This will focus on growing approximately 50,000 native plants annually to be planted along the Papakura Stream (which Donald's Farm waterways flow into). This nursery will also be used as an educational tool to showcase the process of growing natives, which are being planted on farms all over NZ.

On farm performance continues to improve, with the farm producing record production once again, reaching 46,010 kgMS (up by 10.3% from the previous season). Although winter and early spring was very wet with early season grass growth being well below average, the rest of the season saw consistent warmth and rainfall with higher than average growth. This meant overall feed inputs for the season were well below budget.

This season, we decided to enter the Ballance Farm Environment Awards to see how our environmental strategies



were heading, and to get an outside perspective on our operation. This process provided us with some fantastic feedback from a range of people involved in the wider industry and was a really helpful way to gauge the direction of the farms environmental strategies. We were very pleasantly surprised to have received four category awards in the Auckland region; Soil Management, People in the Primary Sector, Sustainability and Stewardship and the Farming Efficiency awards.

During the season we developed our secondary school education strategy and are now beginning to deliver on this.



**74 ha**  
DAIRY FARM



**125**  
DAIRY COWS

Included in this programme has been the introduction of a group of students from James Cook High School attending the farm every Monday during the school term to gain both hands-on practical skills as well as learning some of the theory and science behind different aspects of farming.

These students started off the year without having been on a farm before, and are now at the stage of being comfortable around stock, learning to use some farm equipment and have a much greater understanding and appreciation of what it takes to produce food.

We have also begun working alongside Pacific Coast Technical Institute to deliver an apiculture programme on the farm. Students are learning all aspects of beekeeping, including hive construction, bee husbandry and honey harvesting.

Alongside this, we expanded our Open Farms event and have continued to provide a number of visits from other secondary and primary school groups. Nature's Den continues to run their forest and farm school here at Donald's Farm, with a number of primary school students spending a day a week learning in our native bush block.

Overall, the 2023/2024 season has been another great one of progress for Donald's Farm. We could not achieve this without the continued support by a number of organisations, and we wish to thank them for their support. They include FIL, Trev, FarmSource, Allflex, Gallagher, NZAgbiz, Barenbrug, Tokoroa Engineering, Milkbar, Goldpine and NuFarm.

**Sam Waugh**  
Manager, Donald's Farm





# THE FOOD AND FIBRE YOUTH NETWORK



## WILL ROBERTSON CHAIR, FOOD & FIBRE YOUTH COUNCIL

2023 marks the third year of the Food and Fibre Youth Network as we continue to create avenues for our members to share their views on the policies that shape their industry.

The departure of our inaugural chairperson Cheyenne Wilson and Council members Lincoln Roper, Alex Reid (née Tomkins) and Sarah Crofoot marked a new stage of succession for the Network. I would like to thank Cheyenne, Lincoln, Alex and Sarah for their role establishing the Network and building such strong base for to current Council to build from.

With large shoes to fill, we were fortunate to onboard Kazi Talaska, Lara Pritchard, Sarah Wilson and Ellie Copeland to the Council. Hitting the ground running with their energy and ideas, they're going to be incredible assets to the Network. I would also like to thank Ella Zwagerman, Ben Pierce, Ben Purua and Jesse as they step into their second year leading the Network.

## GROWING OUR REACH

92 people joined the Council in 2023, increasing our membership base to 355. This continued growth from a range of industries highlights how powerful our role as a cross-industry group providing avenues for youth voice in policies. We remain focused on developing our pan-sector voice and building connections between our members.

*Membership to the network  
is open and free to any young  
people working in the food and  
fibre sector.*

*For more info, visit  
[www.ffyouthnetwork.co.nz](http://www.ffyouthnetwork.co.nz)*

## CONSULTATION & SUBMISSIONS

The contribution of our Network members to industry submissions has been nothing short of astounding. Over the past 12 months, Network members have provided their input into three relevant topics for the industry, helping to shape its future.

### CLIMATE RESILIENCE

Following the devastation of Cyclone Gabrielle, we asked our members for their views on the importance of Climate Resilience. A white paper report was formed and shared across the industry. To close out the research, two webinars hosted by Hilton Collier and Izzy Crawshaw highlighted practical approaches to building a climate resilient system and community.

### LIVE ANIMAL EXPORTS

March saw Live Animal Exports become a hot topic as the government reviewed its current regulations. Following this buzz, the Council facilitated a survey on how our members viewed the regulation review. The responses had perspectives from across the board, providing a well-balanced view of the benefits and costs of such change.

### WHAT'S ATTRACTING YOUTH TO OUR SECTOR

Following a challenging 12 months for the industry, we closed out 2023 asking our members what makes them so passionate about working in the industry. The responses highlighted how diverse our network is and the Council thoroughly enjoyed creating such a positive piece of research after a challenging year. The project was capped off with a presentation by Alex and Ben at the Food and Fibre Centre of Vocational Excellence Conference, sharing our insights. We received feedback that it was one of the most engaging and insightful presentations of the two-day event!

Following on from this, we identified that young people want the ability to connect with other youth in the sector as well as leaders, to support this we will be facilitating an event one evening during the E Tipu BOMA Conference to facilitate and foster meaningful connections.

**To view our reports, presentations, and webinars, please visit  
[www.ffyouthnetwork.co.nz](http://www.ffyouthnetwork.co.nz)**

## LOOKING AHEAD

Our calendar for the remainder of 2024 is looking packed as we continue to focus on our 3 key pillars: providing a youth voice on policy, creating stronger inter-industry connections and developing tomorrow's future leaders. Attending Fieldays, conferences, networking events and panel discussions as well as producing a genetic modification white paper are all on the cards.



# THE YEAR AT A GLANCE



## EMMA POOLE MAKES HISTORY

After 55 years of FMG Young Farmer of the Year, Emma Poole became the first female to take out the prestigious title. She has spent the last 12 months advocating for the food and fibre sector, and showcasing the Young Farmers Community.



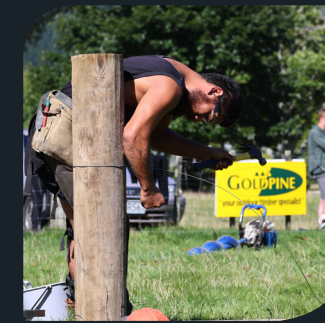
## SUPPORTING COMMUNITIES

Young Farmers clubs are the back bone of rural communities and are always putting their hands up to help out where needed.



## WOOLWORTHS JOINS SPONSOR FAMILY

Woolworths joined the FMG Young Farmer of the Year Contest sponsor family, supporting the next generation of food producers.



## NZYF TOURNAMENT

190 NZYF members competed in the 2024 NZYF Tournament regional competitions (fencing, stock judging, debating and clay target).



## NZYF COMMUNITY PARTNERS

A number of new partners have joined the NZYF Community to support the future sustainability of NZYF.



## MARTON SUPPORTS PARKINSONS

Marton Young Farmers raised over \$7,000 for ParkinsonsNZ at their annual bark up & auction.



## FOOD & FIBRE DISCOVERY CHALLENGE

NZYF and Beef + Lamb New Zealand ran the Youth Challenge to showcase the opportunities within the sector.



## MEMBER OF THE MONTH

## JOHN BULL MEMBER OF THE MONTH

John Bull Member of the Month was introduced to recognise members doing great work in their clubs & communities.



## MASSEY & LINCOLN EXCHANGE

Two of Young Farmers' biggest clubs got together for the annual University Club Exchange. Both clubs had mixed success through a range of challenges!



## REGIONAL FINAL TRIAL

A new format was trialled this season where the District Contest and Regional Final were merged into one weekend to look at ways we can streamline the FMG Young Farmer season.



## GISBORNE YOUNG FARMERS

Gisborne Young Farmers has officially been restarted, supporting young farmers on the East Coast.



## NZYF MOVEMBER CHALLENGE

Members and NZYF Clubs joined the NZYF Movember Challenge to raise over \$15,000 for the Movember Foundation.

## NZYF NATIONAL AWARDS 2022 YEAR



## BEST DISTRICT CONTEST AWARD

Southland District Contest (Thornbury Young Farmers)



## BEST REGIONAL FINAL AWARD

Waikato BOP Regional Final (Morrinsville-Ngarua Young Farmers)



## HEALTH AND SAFETY AWARD

Liv Thompson, Foothills Young Farmers



## BEST NZ YOUNG FARMERS CLUB

Dunedin Young Farmers



## CLUB MEMBERSHIP AWARD

North Waikato Young Farmers



## BEST NZ YOUNG FARMERS EVENT

Marton Young Farmers 2022 Bark Up



## BEST NZ YOUNG FARMERS REGION

Aorangi

## SERVICE TO NZ YOUNG FARMERS

Chris Malcolm, Nightcaps Young Farmers

## LEADERSHIP AWARD

Kate Denholm, Fitzherbert Young Farmers





# NZ YOUNG FARMERS

## SPONSORS AND SUPPORTERS

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

### NZYF COMMUNITY

### FMG YOUNG FARMER OF THE YEAR

#### PRINCIPAL SPONSOR



#### FAMILY OF SPONSORS

### NZYF TOURNAMENT



# CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2023





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

## GROUP FINANCIAL STATEMENTS

For the year ended  
30 September 2023

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

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**The New Zealand Federation of Young Farmers Clubs (Inc.)**  
**Statutory Information**  
As at 30 September 2023

<b>Date of establishment</b>	20 March 1934
<b>Nature of the Incorporated Society</b>	Meeting the needs of rural youth
<b>Address of the Incorporated Society</b>	Innovation Park, 185 Kirk Road, Sycamore Street, Templeton 7678
<b>Registered Office</b>	Innovation Park, 185 Kirk Road, Sycamore Street, Templeton 7678
<b>Board chairman</b>	Jessie Waite (until 8/07/2023) Chloe Jones (from 8/07/2023)
<b>Board members</b>	Sammy Bills Nicola Blowey Stanley Fraser (from 8/07/2023) Catherine McMillan Malcolm Nitschke Valentine Tauamiti (from 30/08/2023)
<b>Chief Executive Officer</b>	Lynda Coppersmith
<b>Banker</b>	ANZ Bank Limited
<b>Auditor</b>	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 group 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 2023 fairly reflect the financial position and performance of The New Zealand Federation of Young Farmers Clubs (Inc.).

**Signed on behalf of the Board:**



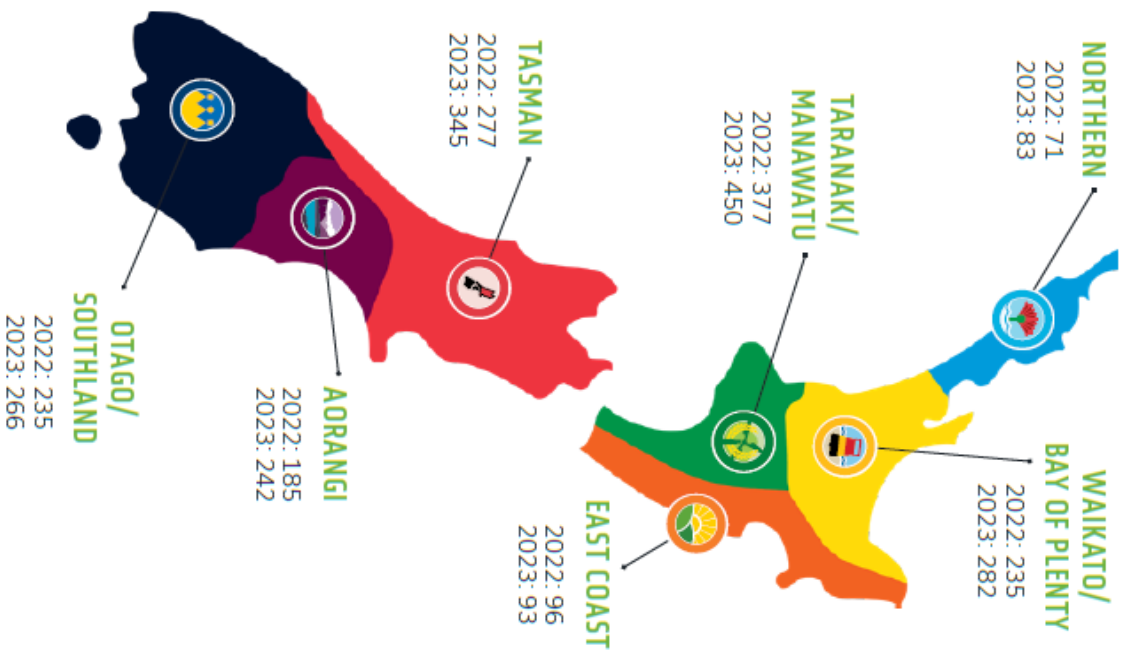
**Chloe Jones**  
Chair  
Date 22 March 2024



**Nicola Blowey**  
Chair of Audit and Risk Committee  
Date 22 March 2024



# NZYF MEMBERSHIP



**TOTAL MEMBERS**  
(as of 31 March 2023)

**1,762**

NZYF MEMBERS  
2022 Total: 1,489

**249**

TEENAG  
2022 Total: 134

**CLUBS**

**64**

NZYF CLUBS  
2022: 63 Clubs

**36**

TEENAG CLUBS  
2022: 45 Clubs



**11%**

Red Meat & Wool  
20% - 2022



**27%**

Dairy  
24% - 2022



**15%**

Agribusiness  
20% - 2022



**1%**

Arable  
2% - 2022

Members are also involved in environmental management, animal health, rural supplies, food processing and more.



**54%**

FEMALE MEMBERS  
Same as 2022



**44%**

MALE MEMBERS  
Same as 2022

**36% 41% 23%**

AGE 17-21  
29% - 2022

AGE 22-26  
31% - 2022

AGE 27-31  
21% - 2022



\*As at 31 March 2023

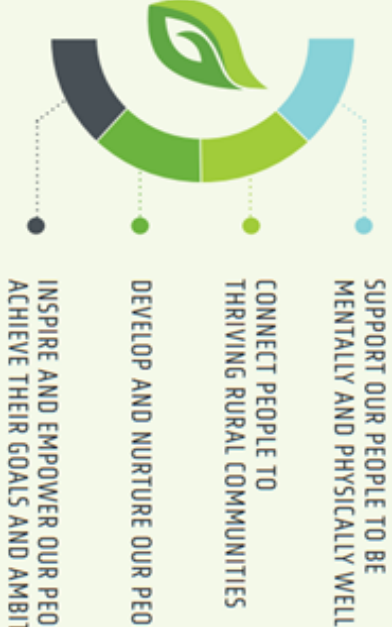
## NZYF FARMERS STRATEGIC PLAN

**OUR PURPOSE**  
*We excite, connect and nurture young people in the food and fibres sector.*

**OUR VISION**  
*Creating success for our young people in the food and fibre sector.*

### OUR STRATEGIES FOR SUCCESS

### OUR SUSTAINABLE FUTURE



INSPIRE AND EMPOWER OUR PEOPLE TO ACHIEVE THEIR GOALS AND AMBITIONS

CORE BUSINESS IS STRENGTHENED

- A thriving club network and nurtured social connections.

NZYF IS FUTURE-PROOFED

- Digital processes are adopted and opportunities for growth identified.

NZYF IS FINANCIALLY SUSTAINABLE

- New revenue streams are established to replace project funding.

### OUR VALUES

RESPECTFUL

ONE TEAM

PROUD

PASSIONATE

ALL LEADERS

## NZYF YOUNG FARMERS

# STATEMENT

## OF SERVICE

## PERFORMANCE

2023



100+

NZYF and TeenAg clubs



800+

Club meetings each year



21,000

Following on social media



150+

Events annually across all networks





# THE CONTEST

	<b>624</b> AgriKidsNZ Contestants (567 - 2022)	<b>8-12</b> Primary School students aged	Children compete in teams of three to battle it out for the title of AgriKidsNZ Champion.	
	<b>284</b> FMG Junior Young Farmer of the Year Contestants (320 - 2022)	<b>13-18</b> High School students aged	Students compete in teams of two and complete a range of modules, based on the primary industry.	
	<b>176</b> FMG Young Farmer of the Year Contestants (237 - 2022)	The flagship event for NZ Young Farmers. Showcasing the level of skill and knowledge of young people in our industry.	16 District Contests, seven Regional Finals, one Grand Final.	
<b>VOLUNTEERS</b>	<b>400</b> Approx. Volunteers for Districts (400 - 2022)	<b>500</b> Approx. Volunteers for Regionals (500 - 2022)	<b>180</b> Approx. Volunteers for Grand Final (175 - 2022)	



## DONALD'S FARM

The late Donald Pearson donated his 74 ha farm to NZ Young Farmers for the purpose of encouraging young people into the agricultural sector.

Under NZYF ownership, this farm operates as a commercial dairy farm, with the future aim to utilise the farm, and the way in which it is operated, as an outdoor classroom or learning centre for NZYF members and the wider community.

Sam Waugh an NZYF member, is the farm manager at Donald's Farm. He is passionate about developing the farm both from a commercial farming perspective but also in its role of encouraging the younger generation into the agricultural sector.



## THE FOOD AND FIBRE YOUTH NETWORK

The Food and Fibre Youth Network (FFYN), officially launched in May 2021. It enables young people in the primary sector to add their voice to shaping the future of our food and fibre sector.



2023

2022





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

### Group Statement of Comprehensive Revenue and Expense

For the year ended 30 September 2023

		2023	2022
	Note	\$	\$
<b>Revenue</b>			
<i>Revenue from exchange transactions</i>			
Industry funding	2	753,187	916,449
Sponsorship	2	1,154,213	1,096,079
Ticket sales		81,335	66,603
Membership subscriptions		90,035	78,297
Farming revenue		386,706	393,146
Other revenue		142,599	174,896
Gain/(Loss) on revaluation of shares		2,874	(22,424)
<i>Revenue from non-exchange transactions</i>			
Grants received		52,145	-
<b>Total revenue</b>		<b>2,663,094</b>	<b>2,703,046</b>
<b>Expenditure</b>			
Personnel costs	3	1,133,525	1,136,200
Vehicle operating costs	4	72,186	95,929
Contest and other events		579,105	499,948
Members benefits		51,680	36,720
Office and administration expenditure		61,734	59,334
Other operating expenditure	5	565,939	482,135
Farming expenses		262,090	204,317
Depreciation and amortisation expense		103,659	80,825
<b>Total expenditure</b>		<b>2,829,918</b>	<b>2,595,408</b>
<b>Surplus before net financing costs</b>		<b>(166,824)</b>	<b>107,638</b>
Bad debt expense		-	-
Finance income		21,477	11,348
Finance costs		98	-
<b>Net finance income/(costs)</b>		<b>21,378</b>	<b>11,348</b>
<b>Surplus/(deficit) for the year from continuing operations</b>		<b>(145,446)</b>	<b>118,986</b>
<b>Total comprehensive revenue and expense</b>		<b>(145,446)</b>	<b>118,986</b>

The above Statement should be read in conjunction with the accompanying notes on pages 13 to 33 and the Independent Auditor's Report.

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

### Group Statement of Changes in Equity

For the year ended 30 September 2023

		2023	2022
	Note	\$	\$
<b>Balance at 1 October</b>		<b>5,898,481</b>	<b>5,756,060</b>
Surplus/(Deficit) for the year		(145,446)	141,410
<b>Total comprehensive revenue and expense for the year</b>		<b>(145,446)</b>	<b>118,986</b>
Less transfers to reserves	14	-	-
<b>Accumulated surpluses</b>		<b>5,753,035</b>	<b>5,875,046</b>
<b>Reserves</b>			
Transfer to Reserve - Livestock Revaluation Reserve		(11,932)	23,435
Transfer to Reserve - Legacy - D F Pearson		-	-
<b>Total Reserves</b>		<b>(11,932)</b>	<b>23,435</b>
<b>Balance at 30 September</b>	<b>14</b>	<b>5,741,103</b>	<b>5,898,481</b>

The above Statement should be read in conjunction with the accompanying notes on pages 13 to 33 and the Independent Auditor's Report.



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

### Group Statement of Financial Position

As at 30 September 2023

		2023	2022
	Note	\$	\$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	398,465	588,458
Receivables	7	95,824	144,093
Prepayments		17,021	31,225
Feedstock on Hand		9,615	2,397
Biological assets	10	250,685	260,905
Other current assets		6,229	20,572
<b>Total current assets</b>		<b>777,839</b>	<b>1,047,650</b>
<b>Non-current assets</b>			
Property, plant and equipment	8	5,058,462	5,084,875
Investments	9	80,593	93,181
Intangible assets	11	53,410	75,466
Other non-current assets		19,395	11,844
<b>Total non-current assets</b>		<b>5,211,860</b>	<b>5,265,366</b>
<b>Total assets</b>		<b>5,989,699</b>	<b>6,313,016</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Payables	12	94,613	116,506
Revenue received in advance		36,000	170,250
Employee entitlements	13	103,364	125,058
Other current liabilities		14,619	2,721
<b>Total current liabilities</b>		<b>248,596</b>	<b>414,535</b>
<b>Total liabilities</b>		<b>248,596</b>	<b>414,535</b>
<b>Net assets</b>		<b>5,741,103</b>	<b>5,898,481</b>
<b>Equity</b>			
Accumulated surplus/(deficit)		(176,843)	(31,397)
Reserves		5,917,946	5,929,878
<b>Total equity</b>	14	<b>5,741,103</b>	<b>5,898,481</b>

The above Statement should be read in conjunction with the accompanying notes on pages 13 to 33 and the Independent Auditor's Report.

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

### Group Statement of Cash Flows

For the year ended 30 September 2023

		2023	2022
	Note	\$	\$
<b>Cash flows from operating activities</b>			
Receipts from customers		2,574,237	2,741,013
Payments to suppliers		(1,561,141)	(1,488,714)
Payments to employees		(1,155,121)	(1,131,384)
Movement of livestock		-	-
Interest received		12,302	3,295
Interest paid		(98)	-
<b>Net cash flow from operating activities</b>		<b>(129,822)</b>	<b>124,210</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(69,346)	(176,447)
Sale of property, plant and equipment		-	65,872
<b>Net cash flow from investing activities</b>		<b>(69,346)</b>	<b>(110,575)</b>
<b>Cash flows from financing activities</b>			
Receipts from investments		9,175	8,054
<b>Net cash flow from financing activities</b>		<b>9,175</b>	<b>8,054</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(189,993)</b>	<b>21,688</b>
Cash and cash equivalents at the beginning of the year		588,458	566,770
<b>Cash and cash equivalents at the end of the year</b>	6	<b>398,465</b>	<b>588,458</b>

The above Statement should be read in conjunction with the accompanying notes on pages 13 to 33 and the Independent Auditor's Report.



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

Notes to the Group Financial Statements

For the year ended 30 September 2023

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.

These special purpose group financial statements for the year ended 30 September 2023 incorporate the activities of the following subsidiary (hereafter referred to as "the Group"):

- Donald Pearson Farm Limited - Subsidiary

The inclusion of this subsidiary is consistent with reporting in prior years.

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

These financial statements were authorised for issue by the Board on the 22nd of March 2024.

Basis of preparation

Statement of compliance

These special purpose group financial statements have been prepared in accordance with Tier 2 Public Benefit Entity Standards with the following material exceptions: PBE IPSAS 35

In correspondence with the Charities Commission they have confirmed this to be an appropriate basis for the preparation of the financial statements and have provided an exemption from filing compliant financial statements under section 42(A) of the Charities Act 2005 until 30 April 2025.

Measurement basis

The 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:

- Fair value through surplus or deficit
- 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.

Changes in Accounting Policies

The Group adopted the following accounting standards that applied for the year ended 30 September 2023:  
PBE IPSAS 41 - Financial Instruments  
The Group also adopted PBE FRS 48 - Service Performance Reporting in the 2022 Financial Year.

PBE IPSAS 41 - Financial Instruments  
PBE IPSAS 41 Financial Instruments replaces parts of IPSAS 29 Financial Instruments: Recognition and Measurement, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

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

Notes to the Group Financial Statements

For the year ended 30 September 2023

Statement of accounting policies (Continued)

Changes in Accounting Policies (Continued)

PBE IPSAS 41 is effective from 1 January 2022 and was adopted by the Group retrospectively.

As a result of adopting PBE IPSAS 41 there were no changes to the value of assets or liabilities, rather a change in the measurement category of the assets. The nature of these presentation changes are described below:

i. Classification and Measurement of financial assets and liabilities

Under PBE IPSAS 41, financial assets are subsequently measured at fair value through surplus or deficit (FVTSD), amortised cost or fair value through other comprehensive revenue and expense (FVOCRE). Financial liabilities are subsequently measured at fair value through surplus or deficit (FVTSD) or amortised cost. Financial instruments measured at amortised cost replaces the previous measurement category: loans and receivables, the change in category is outlined in the below table.

The classification is based on two criteria:

- (1) the Group's business model for managing the assets: and
- (2) whether the instruments 'contractual cash flows represent solely payment of principal and interest' on the principal amount outstanding.

The assessment of the Group's business model was made as at date of initial application. The assessment of whether contractual cash flows on debt instruments are solely compromised of principal and interest was made based on the facts and circumstances as at the initial recognition of the assets.

Receivables from exchange and non-exchange transactions and term deposits were previously classified as Loans and Receivables and are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest. These are classified and measured as financial instruments at amortised cost.

	Measurement Category	
	PBE IPSAS 29	PBE IPSAS 41
Financial assets		
Cash and cash equivalents	Loans and receivables	Amortised cost
Term deposits	Loans and receivables	Amortised cost
Investments	Available-for-sale Financial Assets	FVTSD
Financial liabilities		
Accounts payable	Amortised Cost	Amortised Cost

ii. Impairment

The adoption of PBE IPSAS 41 has changed the Group's accounting for impairment losses for financial assets by replacing PBE IPSAS 29's incurred loss approach with a forward-looking expected credit loss (ECL) approach. PBE IPSAS 41 requires the Group to recognise an allowance for ECL's for all debt instruments not held at fair value through surplus and deficit.

Upon the adoption of IPSAS 41, the Group did not recognise any additional impairment.





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

**Notes to the Group Financial Statements**

For the year ended 30 September 2023

**Statement of accounting policies (Continued)**

Critical accounting estimates and assumptions

In preparing these group 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 (h)

**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**

The Group Financial Statements incorporate the subsidiary Donald Pearson Farm Limited. As noted in the statement of compliance on page 13 the Group Financial Statements have an exemption from consolidating the controlled branches until 30 April 2025

**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



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

**Notes to the Group Financial Statements**

For the year ended 30 September 2023

**Statement of accounting policies (Continued)**

**b) Revenue (continued)**

*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.

**d) Financial instruments**

i. Financial assets

Financial assets are classified, at initial recognition, and subsequently measured at amortised cost, and FVTSD.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. With the exception of short-term receivables and payables that do not contain a significant financing component or for which the Group has applied the practical expedient, the Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through surplus or deficit, transaction costs.





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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### Statement of accounting policies (Continued)

##### i. Financial assets (Continued)

In order for a financial asset to be classified and measured at amortised cost it needs to give rise to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through surplus or deficit, irrespective of the business model.

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows.

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

Financial assets at fair value through surplus or deficit are carried in the statement of financial position at fair value with net changes in fair value recognised in the statement of financial performance.

This category includes derivative instruments and managed funds which the Group had not irrevocably elected to classify at FVOCRE.

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

##### *b. Financial Assets at amortised cost*

Financial assets at amortised cost are non-derivative financial assets or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance date, which are included in non-current assets.

After initial recognition, are subsequently measured at amortised cost using the effective interest method (EIR) and are subject to impairment. Gains and losses are recognised in surplus or deficit when the asset is derecognised, modified, or impaired.

The Group's cash and cash equivalents are categorised as financial assets at amortised cost.

##### *c. 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 allowance for expected credit losses.

##### *d. Cash and Cash Equivalents*

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

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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### Statement of accounting policies (Continued)

##### i. Financial assets (continued)

##### *e. Derecognition of financial assets*

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's statement of financial position) when:

- The rights to receive cash flows from the asset have expired or the group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:
- the Group has transferred substantially all the risks and rewards of the asset, or
  - the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

A financial liability is derecognised when the obligation under the liability is discharged, waived, cancelled, or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, then such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of financial performance.

##### ii. Financial liabilities

Financial liabilities at amortised cost are classified, at initial recognition and include payables. After initial recognition, payables are subsequently measured at amortised cost using the effective interest rate (EIR) method. Gains or losses are recognised in surplus or deficit when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of financial performance.

##### **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.



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

Notes to the Group Financial Statements

For the year ended 30 September 2023

Statement of accounting policies (Continued)

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.

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.

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

Notes to the Group Financial Statements

For the year ended 30 September 2023

Statement of accounting policies (Continued)

h) 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%

i) 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 in use.

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.





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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### Statement of accounting policies (Continued)

##### j) 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.

##### k) 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.

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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 2. Revenue

	2023	2022
	\$	\$
<b>Industry Funding</b>		
SFFF Funding	617,187	837,579
Other	136,000	78,870
<b>Total Industry Funding</b>	<b>753,187</b>	<b>916,449</b>
<b>Sponsorship Revenue</b>		
Events and Contest	1,100,699	1,046,035
Other	53,514	50,044
<b>Total Sponsorship revenue</b>	<b>1,154,213</b>	<b>1,096,079</b>

#### 3. Personnel costs

	2023	2022
	\$	\$
Salaries and wages	1,155,219	1,131,383
Increase/(decrease) in employee entitlements liability	(21,694)	4,816
<b>Personnel costs</b>	<b>1,133,525</b>	<b>1,136,200</b>

#### 4. Vehicle operating costs

	2023	2022
	\$	\$
Operating lease expense - vehicle	33,610	45,522
Other vehicle operating expenditure	38,576	50,407
<b>Vehicle operating costs</b>	<b>72,186</b>	<b>95,929</b>

#### 5. Other operating expenditure

	2023	2022
	\$	\$
Fees to auditor		
- For audit of financial statements	14,500	12,500
Accounting Fees	29,707	36,547
Board Expenses	38,814	43,556
Communication expenses	10,872	15,222
Industry Funding Expenses	259,780	147,738
Insurance	17,948	16,119
IT maintenance/development	39,596	50,793
Meeting Expenses	29,584	30,267
Non salary staff related expenses	42,858	26,680
Other expenses	82,281	102,714
<b>Other operating expenditure</b>	<b>565,939</b>	<b>482,135</b>

Other expenses are made up of the following: Advertising, Cleaning, Consultancy, General Office Expenses, & Printing & Stationery.



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 6. Cash and cash equivalents

	2023	2022
	\$	\$
<b>Bank account balances</b>		
ANZ - Current account	52,656	253,793
ANZ - Serious saver account 1	1,158	879
ANZ - Serious saver account 2	1,008	735
ANZ - Serious saver account 3	181,763	174,852
ANZ - Call Account	675	30,346
ANZ - Donald Pearson Farm Ltd	161,205	47,853
ANZ - Term Deposit	-	80,000
<b>Cash and cash equivalents</b>	<b>398,465</b>	<b>588,458</b>

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 1.25%.

Interest is earned on the ANZ - Call account at a standard rate of 2.75%.

Interest is earned on the ANZ - Current account at a rate of 2.45%

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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 7. Receivables from exchange transactions

	2023	2022
	\$	\$
Trade receivables from exchange transactions	95,824	144,093
<b>Receivables from exchange transactions</b>	<b>95,824</b>	<b>144,093</b>

##### *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.

##### *Expected Credit Losses*

Loss allowances for trade receivables are always measured at an amount equal to lifetime ECLs. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportive information that is relevant and available without undue cost or effort.

ECLs are a probability weighted estimate of credit losses. Credit Losses are measured as the present value of all cash shortfalls.

At 30 September 2023, the Group assessed that there were no Expected Credit Losses resulting from the 2023 Financial Year (2022: Nil)

The status of receivables as at 30 September 2023 and 2022 is as follows:

	2023	2022
	\$	\$
<b>Not past due</b>		
Gross	95,454	143,043
Impairment	-	-
<b>Net</b>	<b>95,454</b>	<b>143,043</b>
<b>Past due 1 - 30 days</b>		
Gross	370	50
Impairment	-	-
<b>Net</b>	<b>370</b>	<b>50</b>
<b>Past due 31 + days</b>		
Gross	-	1,000
Impairment	-	-
<b>Net</b>	<b>-</b>	<b>1,000</b>
<b>Total</b>	<b>95,824</b>	<b>144,093</b>



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 8. Property, plant and equipment (continued)

*Additions through non-exchange transactions*

No items were received through non-exchange transactions in the year under review (2022:\$0).

*Impairment*

There is no impairment provision for property, plant and equipment (2022:\$0).

#### 9. Investments

	2023 Number of Shares	2023 \$	2022 Number of Shares	2022 \$
Farmlands shares	200	200	200	200
Shares - Livestock Improvement Corporation	5,924	5,924	5,924	7,997
Shares - Fonterra Co-Op Group Limited	30,925	71,437	30,925	81,952
Shares - Ravensdown	3,032	3,032	3,032	3,032
<b>Investments</b>	<b>40,081</b>	<b>80,593</b>	<b>40,081</b>	<b>93,181</b>

There is no impairment provision for investments (2022: \$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 Group Financial Statements

For the year ended 30 September 2023

#### 8. Property, plant and equipment

	Freehold Land	Buildings	Plant and Equipment	Motor Vehicles	Office Equipment	Furnishings	Agrikids Signage and Trailer	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cost or valuation</b>								
Balance as at 1 October 2021	3,973,000	907,439	296,694	80,000	131,265	18,810	29,385	5,436,593
Additions	-	-	2,035	31,243	35,949	173	41,727	111,127
Disposals	-	-	(4,626)	-	(44,279)	(6,213)	(10,360)	(65,478)
Transfers	-	-	-	-	-	-	-	-
Balance as at 30 September 2022	3,973,000	907,439	294,103	111,243	122,935	12,770	60,752	5,482,242
Balance as at 1 October 2022	3,973,000	907,439	294,103	111,243	122,935	12,770	60,752	5,482,242
Additions	-	-	598	31,171	18,461	-	11,555	61,785
Revaluation gain/(loss)	-	-	-	-	-	-	-	-
Disposals	-	-	(3,190)	(24,995)	(492)	(47)	-	(28,724)
Transfers	-	-	-	-	-	-	-	-
Balance as at 30 September 2023	3,973,000	907,439	291,511	117,419	140,904	12,723	72,307	5,515,303
<b>Accumulated depreciation and impairment</b>								
Balance as at 1 October 2021	-	40,709	165,113	39,951	113,936	13,195	22,961	395,865
Depreciation	-	10,850	17,993	12,372	15,012	791	3,895	60,913
Disposals	-	-	(4,300)	-	(40,779)	(4,219)	(10,113)	(59,411)
Balance as at 30 September 2022	-	51,559	178,806	52,323	88,169	9,766	16,744	397,367
Balance as at 1 October 2022	-	51,559	178,806	52,323	88,169	9,766	16,744	397,367
Disposals	-	9,739	14,082	8,238	17,819	505	9,091	59,474
Balance as at 30 September 2023	-	61,298	192,888	60,561	105,988	10,271	25,835	456,841
<b>Net book value</b>								
As at 1 October 2021	3,973,000	866,730	131,581	40,049	17,329	5,615	6,424	5,040,728
As at 30 September 2022	3,973,000	855,880	115,297	58,920	34,766	3,004	44,008	5,084,875
As at 30 September 2023	3,973,000	846,141	98,623	56,858	34,916	2,452	46,472	5,058,462



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 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:

	2023	2023	2022	2022
	#	\$	#	\$
R1 Heifers	35	24,255	32	25,888
R1 Steers	2	1,158	-	-
MA Cows	124	201,872	120	203,640
Breeding Bulls	-	-	3	5,277
Bull Calves	25	11,250	21	9,450
Heifer Calves	27	12,150	37	16,650
	213	250,685	213	260,905

Reconciliation of Carrying Amounts of Dairy Livestock

	2023	2022
	\$	\$
<b>Carrying amount at 1 October</b>	260,905	212,954
Purchases		
Livestock - non exchange transaction	-	15,550
Sales		
Livestock Sold	(30,701)	(36,680)
Gain arising from changes in fair value less costs to sell		
Attributable to natural increase	5,869	2,708
Attributable to price changes	14,612	66,374
<b>Balance as at 30 September</b>	<b>250,685</b>	<b>260,905</b>

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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 11. Intangible assets

	Software \$	Total \$
<b>Cost</b>		
<b>Balance as at 1 October 2021</b>	386,386	386,386
Additions	74,071	74,071
Disposals	-	-
<b>Balance as at 30 September 2022</b>	<b>460,457</b>	<b>460,457</b>
<b>Balance as at 1 October 2022</b>	460,457	460,457
Additions	22,156	22,156
Disposals	(101,215)	(101,215)
<b>Balance at 30 September 2023</b>	<b>381,398</b>	<b>381,398</b>
<b>Accumulated amortisation and impairment losses</b>		
<b>Balance as at 1 October 2021</b>	365,078	365,078
Amortisation expense	19,913	19,913
Disposals	-	-
Impairment losses	-	-
<b>Balance as at 30 September 2022</b>	<b>384,991</b>	<b>384,991</b>
<b>Balance as at 1 October 2022</b>	384,991	384,991
Amortisation expense	44,183	44,183
Disposals	(101,186)	(101,186)
Impairment losses	-	-
<b>Balance at 30 September 2023</b>	<b>327,988</b>	<b>327,988</b>
<b>Net book value</b>		
At 1 October 2021	21,308	21,308
At 30 September 2022	75,466	75,466
<b>At 30 September 2023</b>	<b>53,410</b>	<b>53,410</b>

#### Impairment

There is no impairment provision for intangible assets (PY:\$0).

#### Work in Progress

In addition to the amounts listed above, there is no further work in progress recorded on the balance sheet as other current assets at 30 September 2023 (2022: \$11,332).



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 12. Payables

	2023	2022
	\$	\$
<b>Payables</b>		
Trade payables	53,735	45,144
Accrued expenditure	25,886	27,402
GST payable	14,992	43,960
<b>Total Payables</b>	<b>94,613</b>	<b>116,506</b>

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

#### 13. Employee entitlements

	2023	2022
	\$	\$
<b>Current</b>		
Accrued salaries and wages	55,532	59,892
Annual leave	47,832	65,166
<b>Current employee entitlements</b>	<b>103,364</b>	<b>125,058</b>
<b>Non-current</b>		
Non-current portion of long term employee benefits	-	-
<b>Non-current portion of long term employee benefits</b>	<b>-</b>	<b>-</b>

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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 14. Equity

	2023	2022
	\$	\$
<b>Accumulated surplus/(deficit)</b>		
Opening Balance	(31,397)	(150,383)
Surplus/(deficit) for the year	(145,446)	118,986
Less: transfers to reserves	-	-
<b>Total accumulated surplus/(deficit)</b>	<b>(176,843)</b>	<b>(31,397)</b>
<b>Reserves</b>		
<b>Legacy - D F Pearson</b>		
Opening balance	5,905,699	5,905,699
Transfer to reserve	-	-
Closing balance	<b>5,905,699</b>	<b>5,905,699</b>
<b>Livestock Revaluation Reserve</b>		
Opening balance	24,179	744
Movements for the period	(11,932)	23,435
Closing balance	<b>12,247</b>	<b>24,179</b>
<b>Total Reserves</b>	<b>5,917,946</b>	<b>5,929,878</b>
<b>Total Equity</b>	<b>5,741,103</b>	<b>5,898,481</b>



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 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:

	2023	2022
	\$	\$
Less than one year	65,661	75,669
Between one and five years	23,603	84,426
Greater than five years	-	-
<b>Total non-cancellable operating lease payments</b>	<b>89,264</b>	<b>160,095</b>

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 1 January 2025.

The lease of the photocopiers expires on 20 January 2026.

The leases of the vehicles expires as follows:

- 3 expire March 2024
- 1 expires May 2024
- 1 expires March 2025

Upon expiry of the current building lease agreement there are three subsequent right of renewals, each for 36 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 Group Financial Statements

For the year ended 30 September 2023

#### 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 \$42,930 (PY: \$29,460).

##### 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:

	2023	2022
	\$	\$
Executive leadership team (5 FTE:Last Year 6 FTE)	488,190	605,000
Elected board members and Contest Board	25,932	26,500
<b>Total remuneration</b>	<b>514,122</b>	<b>631,500</b>

Key management personnel did not receive any remuneration or compensation other than in their capacity as key management personnel (PY: 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 (PY: 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 (PY: \$0).



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

### Notes to the Group Financial Statements

For the year ended 30 September 2023

#### 17. Commitments and contingencies

##### *Capital commitments*

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any capital commitments at 30 September 2023 (PY: nil).

##### *Contingent assets*

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any contingent assets at 30 September 2023 (PY: \$nil).

##### *Contingent liabilities*

The New Zealand Federation of Young Farmers Clubs (Inc.) does not have any contingent liabilities at 30 September 2023 (PY: 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 2023 by \$529,243 (PY: \$633,115). The Group recorded a loss for the year ended 30 September 2023 of \$145,446. The Group has adopted the going concern assumption.

#### 20. Group Entities

A list of entities incorporated in this group are presented below:

Name of controlled entity	Country of incorporation	Ownership interest	
		2023	2022
		%	%
Donald Pearson Farm Limited	New Zealand	100	100

The controlled entity has 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 Pearson 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.

#### INDEPENDENT AUDITOR'S REPORT

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

##### Report on the Audit of the Group Financial Statements and Service Performance Information

##### Opinion

We have audited the group financial statements of The New Zealand Federation of Young Farmers Clubs (Inc.) and its subsidiary (the 'Group'). The complete set of group financial statements comprise the group statement of financial position as at 30 September 2023, the statement of service performance for the Group, group statement of comprehensive revenue and expense, group statement of changes in equity and group statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying group financial statements present fairly, in all material respects:

- The financial position of the Group as at 30 September 2023, and its financial performance and its cash flows for the year then ended; and
- The service performance for the year ended 30 September 2023 in accordance with the Group's service performance criteria

in accordance with the accounting policies that are set out in Note 1 of the group financial statements.

This report is made solely to the Board, as a body. Our audit work has been undertaken so that we might state to the Board 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 Board, as a body for our audit procedures, for this report, or for the opinion we have formed.

##### Basis for Opinion

We conducted our audit of the group financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information* (NZ). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Group Financial Statements and Service Performance Information* section of our report.

We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards (New Zealand))* 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 Group.

##### Emphasis of Matter - Basis of Accounting

We draw attention to accounting policies to the group financial statements, which describes the basis of accounting. These are special purpose group financial statements and have been prepared in accordance with principles contained in the accounting policies that are set out in Note 1 of the group financial statements. As a result, the group financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



#### Board's Responsibilities for the Group Financial Statements and Service Performance Information

The Board is responsible on behalf of the Group for:

- The preparation and fair presentation of the group financial statements and statement of service performance in accordance with the accounting policies that are set out in Note 1 of the group financial statements;
- Service performance criteria that are suitable in order to prepare service performance information in accordance with the principles contained in the accounting policies that are set out in Note 1 of the group financial statements; and
- such internal control as the Trustees determine is necessary to enable the preparation of group financial statements and service performance information that are free from material misstatement, whether due to fraud or error.

In preparing the group financial statements, the Board is responsible, on behalf of the Group, for assessing the Group'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 intends to liquidate the Group or cease operations, or have no realistic alternative but to do so.

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

#### Auditor's Responsibilities for the Audit of the Group Financial Statements and Service Performance Information

Our objectives are to obtain reasonable assurance about whether the group financial statements as a whole and the statement of service performance 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) and NZ AS 1 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 group financial statements.

As part of an audit in accordance with ISAs (NZ) and NZ AS 1, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the group financial statements and the service performance information, 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 of the group financial statements and the service performance information 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 Group's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Obtain an understanding of the process applied by the Group to select what and how to report its service performance.
- Evaluate whether the service performance criteria are suitable so as to result in service performance information that is in accordance with the accounting policies that are set out in Note 1 of the group financial statements.

- Evaluate the overall presentation, structure, content of the group financial statements and statement of service performance and whether the group financial statements and statement of service performance represents the underlying transactions, events and service performance information in accordance with the accounting policies that are set out in Note 1 of the group financial statements in a manner that achieves fair presentation.
- 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 Group'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 group 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 Group to cease to continue as a going concern.
- Obtain sufficient appropriate audit evidence regarding the information of the entities or business activities within the Group to express an opinion on the group financial statements and service performance information. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for the audit opinion.

We communicate with 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.

*PKF Goldsmith Fox Audit*

#### PKF Goldsmith Fox Audit Limited

Christchurch, New Zealand

22 March 2024





# FMG YOUNG FARMER OF THE YEAR

FMG  
YOUNG  
FARMER  
OF THE YEAR

2<sup>ND</sup> PLACE WINNER  
SEASON 55 | GRAND FINAL

*Peter O'Connor*

FMG  
YOUNG  
FARMER  
OF THE YEAR

3<sup>RD</sup> PLACE WINNER  
SEASON 55 | GRAND FINAL

*Hugh Jackson*

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