

NZ SME
AGRICULTURE ENTITY
Special Purpose Financial Report **yyyy**

These illustrative financial statements have been prepared by the Rural Advisory Committee of Chartered Accountants Australia and New Zealand and meets or exceeds the requirements of the NZICA Special Purpose Financial Reporting Framework for For-Profit-Entities (SPFR for FPEs). The Rural Advisory Committee believes these represent best practice.

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Note:

A Special Purpose Financial Reporting Framework for use by For-Profit Entities (“SPFR for FPEs”) recognises that some users of special purpose financial statements may require more complex information and disclosures than others. SPFR for FPEs includes a choice of accounting policies for these entities which are highlighted in these special purpose financial statements.

Headings (such as biological assets) should be customised to suit the particular business involved.

NON-CORE COMPONENTS OPTIONAL

Special Purpose Financial Report

This page is for illustrative purposes only and is not required for compliance with SPFR for FPEs.

Compilation Report

Compilation Report to the Directors of NZ SME Agriculture Entity

Scope

On the basis of information you provided we have compiled, in accordance with Service Engagement Standard No. 2: *Compilation of Financial Information*, the special purpose financial statements of NZ SME Agriculture Entity for the year ended xx Month yyyy as set out on pages x to xx. These have been prepared on the basis disclosed in the notes to the financial statements on page xx.

Responsibilities

You have determined that the basis upon which the financial statements have been prepared is appropriate to meet your needs and for the purpose that the financial statements were prepared. The Directors are solely responsible for the information contained in the special purpose financial statements and have determined that the financial reporting framework used is appropriate to meet your needs and for the purpose that the special purpose financial statements were prepared.

The financial statements were prepared exclusively for your benefit. Neither we nor any of our employees accept responsibility on any grounds whatsoever, including liability in negligence, for the contents of the special purpose financial statements to any other person.

No audit or review engagement undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. A compilation is limited primarily to the collection, classification and summarisation of financial information. Our procedures do not include verification or validation procedures of the information. No audit or review engagement has been performed and accordingly no assurance is expressed.

Chartered Accountants Australia New Zealand - Chartered Accountant Member
Chartered Accountant
Wanganui

[Signatory role]

[Date]

Note:

Care should be undertaken to ensure that the compilation report is addressed to parties contracting for compilation of the special purpose financial statements and liability is not extended to all possible users of the special purpose financial statements.

Approval of Financial Report

The Directors are pleased to present the approved financial report including the historical financial statements of NZ SME Agriculture Entity for year ended xx Month yyyy.

APPROVED

For and on behalf of the Board of Directors

DE Jones
Director
xx Month yyyy

JK Potter
Director
xx Month yyyy

Note:

No formal approval of special purpose financial statements is required under either SPFR for FPEs or the Financial Reporting Act 2013. Approval is therefore recommended for governance purposes but voluntary for compliance and may be included on the balance sheet to simplify compliance.

SPFR for FPEs paragraph 24.9 requires the disclosure of the date the report was authorised for issue and who provided that authorisation. This information is disclosed in Note 1 of the notes to the financial statements.

CORE COMPONENTS REQUIRED

Special Purpose Financial Report

This page is for illustrative purposes only and is not required for compliance with SPFR for FPEs.

Statement of Profit or Loss

For the year ended *xx Month yyyy*

SPFR ¹ para		Note	2015 \$	2014 \$
9.32	Revenue and/or Farm Trading		0,000	0,000
	Beef gross surplus/(deficit)		0,000	0,000
	Sheep gross surplus/(deficit)		0,000	0,000
	Dairy cattle gross surplus/(deficit)		0,000	0,000
	Milk revenue		0,000	0,000
	Wool revenue		0,000	0,000
	Cropping revenue		0,000	0,000
	Lease income		0,000	0,000
	Grazing income		0,000	0,000
	Other farm income	3	0,000	0,000
	Total Farm Income (Adjusted for Livestock Movement)		0,000	0,000
	Farm Working Expenses			
	Farm operating		0,000	0,000
	Repairs and maintenance		0,000	0,000
	Vehicles		0,000	0,000
	Rates and insurance		0,000	0,000
	Administration		0,000	0,000
			0,000	0,000
	Earnings before Interest Tax Depreciation Amortisation and Rent (EBITDAR)		0,000	0,000
	Depreciation and amortisation		0,000	0,000
	Earnings before Interest Tax and Rent (EBITR)		0,000	0,000
	Interest, rent and lease		0,000	0,000
5.4	Net Farm Surplus/(Deficit)		0,000	0,000
	Shareholders remuneration		0,000	0,000
	Surplus/(Deficit) after Shareholders Remuneration		0,000	0,000
	Other income	4	0,000	0,000
5.3/5.11	Exceptional/capital items	5	0,000	0,000
5.4	Net Profit/(Loss) before Tax		0,000	0,000
5.3	Income tax expense	6	0,000	0,000
5.4	Net Profit/(Loss) after Tax		0,000	0,000

Note:

1. Minimum information required by SPFR for FPEs paragraphs 5.3 and 5.4 may be disclosed either on the face of the statement of Profit or Loss or in the notes to the financial statements. Entities disclosing all items of operating revenue and expenditure shall ensure classification in accordance with SPFR for FPEs. The above disclosure exceeds the minimum requirements.

^[1] For ease of reading, SPFR for FPEs has been abbreviated to SPFR throughout these tables.

2. An entity shall present additional line items, headings and subtotals in the statement of Profit or Loss when such presentation is relevant to an understanding of any entity's financial performance (SPFR for FPEs Para 5.5).

3. Whilst the Farm Trading Accounts, Milk Revenue, Wool Revenue and Production Accounts, and Schedule of Expenses are Non-Core Components of SPFR's for FPE's it is considered best practise to include these.

4. Users of farm financial statements may prefer current industry standard disclosures. Examples of these disclosures are highlighted in the optional section "Notes to the financial statements – Additional disclosures".

This statement is to be read in conjunction with the notes to the financial statements on pages *xx - xx*.

Farm Trading Accounts

The SPFR for FPE's includes this report as a Non Core component, however, the Rural Advisory Committee consider it best practice to include this as a core component.

Beef Cattle Trading

For the year ended *xx Month yyyy*

	Livestock numbers		Average price			
	2015 Qty	2014 Qty	2015 \$	2014 \$	2015 \$	2014 \$
Sales						
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Purchases						
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Cash trading surplus					0,000	0,000
Deaths and missing	(0,000)	(0,000)				
Natural increase	0,000	0,000				
Effect of change in numbers					0,000	0,000
Gross surplus/(deficit)	0	0			0,000	0,000

Beef Cattle on Hand

As at *xx Month yyyy*

	2015 Qty	2014 Qty	Market Value		Closing stock \$	Opening stk New value \$	Opening stk Old value \$
			2015 \$	2014 \$			
Market Value							
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
	0,000	0,000			0,000	0,000	0,000
Holding Gains/(Loss)							0,000
Effect of change in numbers						0,000	
	0,000	0,000			0,000	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Sheep Trading

For the year ended *xx Month yyyy*

	Livestock numbers		Average price			
	2015 Qty	2014 Qty	2015 \$	2014 \$	2015 \$	2014 \$
Sales						
Lambs	0,000	0,000	00.00	00.00	0,000	0,000
Hoggets	0,000	0,000	00.00	00.00	0,000	0,000
Ewes	0,000	0,000	00.00	00.00	0,000	0,000
Breeding rams	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Purchases						
Lambs	0,000	0,000	00.00	00.00	0,000	0,000
Ewe Hoggets	0,000	0,000	00.00	00.00	0,000	0,000
Two tooth ewes	0,000	0,000	00.00	00.00	0,000	0,000
Mixed age ewes	0,000	0,000	00.00	00.00	0,000	0,000
Breeding rams	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Cash trading surplus					0,000	0,000
Deaths and missing	(0,000)	(0,000)				
Natural increase	0,000	0,000				
Effect of change in numbers					0,000	0,000
Gross surplus/(deficit)	0	0			0,000	0,000

Sheep on Hand

As at *xx Month yyyy*

	2015 Qty	2014 Qty	Market Value		Closing stock \$	Opening stk New value \$	Opening stk Old value \$
			2015 \$	2014 \$			
Market Value							
Ewe hoggets	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Wether hoggets	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Two tooth ewes	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 3 and 4 year ewes	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 5 year and older ewe	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Mixed age wethers	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Breeding rams	0,000	0,000	00.00	00.00	0,000	0,000	0,000
	0,000	0,000			0,000	0,000	0,000
Holding Gains/(Loss)							0,000
Effect of change in numbers						0,000	
	0,000	0,000			0,000	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Dairy Cattle Trading

For the year ended *xx Month yyyy*

	Livestock numbers		Average price			
	2015 Qty	2014 Qty	2015 \$	2014 \$	2015 \$	2014 \$
Sales						
Calves	0,000	0,000	00.00	00.00	0,000	0,000
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Purchases						
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000
	0,000	0,000			0,000	0,000
Cash trading surplus					0,000	0,000
Deaths and missing	(0,000)	(0,000)				
Natural increase	0,000	0,000				
Effect of change in numbers					0,000	0,000
Gross surplus/(deficit)	0	0			0,000	0,000

Dairy Cattle on Hand

As at *xx Month yyyy*

	2015 Qty	2014 Qty	Market Value		Closing stock \$	Opening stk New value \$	Opening stk Old value \$
			2015 \$	2014 \$			
Market Value							
Rising 1 year heifers	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 2 year heifers	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Mixed age cows	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 1 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Rising 2 year steers/bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
Breeding bulls	0,000	0,000	00.00	00.00	0,000	0,000	0,000
	0,000	0,000			0,000	0,000	0,000
Holding Gains/(Loss)							0,000
Effect of change in numbers						0,000	
	0,000	0,000			0,000	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Milk Revenue and Production

The SPFR for FPE's includes this report as a Non Core component, however, the Rural Advisory Committee consider it best practice to include this as a core component.

For the year ended *xx Month yyyy*

SPFR para		2015 Kg MS	2014 Kg MS	2015 \$	2014 \$
9.8/12.32	Milk Solids				
9.8/12.32	Last season			0,000	0,000
	% of kg MS				
9.8/12.32	June a %	00.00	00.00	0,000	0,000
9.8/12.32	July b %	00.00	00.00	0,000	0,000
9.8/12.32	August c %	00.00	00.00	0,000	0,000
9.8/12.32	September d %	00.00	00.00	0,000	0,000
9.8/12.32	October e %	00.00	00.00	0,000	0,000
9.8/12.32	November f %	00.00	00.00	0,000	0,000
9.8/12.32	December g %	00.00	00.00	0,000	0,000
9.8/12.32	January h %	00.00	00.00	0,000	0,000
9.8/12.32	February i %	00.00	00.00	0,000	0,000
9.8/12.32	March j %	00.00	00.00	0,000	0,000
9.8/12.32	April k %	00.00	00.00	0,000	0,000
9.8/12.32	May l %	00.00	00.00	0,000	0,000
	Capacity adjustment	00.00	00.00	0,000	0,000
9.8/12.32	100%	00.00	00.00	0,000	0,000
	Average milk income/kg MS			0,000	0,000

Wool Revenue and Production

The SPFR for FPE's includes this report as a Non Core component, however, the Rural Advisory Committee consider it best practice to include this as a core component.

For the year ended *xx Month yyyy*

SPFR para		2015 Kg	2014 Kg	2015 \$	2014 \$
9.8/12.32	Wool sales	0,000	0,000	0,000	0,000
	Crutchings and dags	0,000	0,000	0,000	0,000
9.8/12.32	Less Opening wool on hand	(0,000)	(0,000)	(0,000)	(0,000)
	Plus Closing wool on hand	0,000	0,000	0,000	0,000
		0,000	0,000	0,000	0,000
	Average Net Price per Kilo			00.00	00.00

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Schedule of Expenses

The SPFR for FPE's includes this report as a Non Core component, however, the Rural Advisory Committee consider it best practice to include this as a core component.

For the year ended *xx Month yyyy*

SPFR para		2015 \$	2014 \$
	Farm Operating		
	Animal health	0,000	0,000
	Breeding	0,000	0,000
	Calf rearing	0,000	0,000
	Dairyshed expenses	0,000	0,000
	Dairy NZ levies	0,000	0,000
	Dog and horse	0,000	0,000
	Electricity and gas (excluding private use)	0,000	0,000
	Fertiliser	0,000	0,000
	Freight and cartage	0,000	0,000
	General expenses	0,000	0,000
	Grazing	0,000	0,000
	Kiwisaver employer levies	0,000	0,000
	Pasture renovation	0,000	0,000
	Protective clothing	0,000	0,000
	Rations provided to employees	0,000	0,000
	Seed	0,000	0,000
	Shearing wages	0,000	0,000
	Shearing expenses	0,000	0,000
	Silage/hay making	0,000	0,000
	Staff training	0,000	0,000
	Stock feed purchased	0,000	0,000
IR	Wages and salary	0,000	0,000
	Weed and pest	0,000	0,000
	Total	0,000	0,000
IR	Repairs and Maintenance		
	Buildings	0,000	0,000
	Dwelling	0,000	0,000
	Fences and yards	0,000	0,000
	General repairs	0,000	0,000
	Plant and machinery	0,000	0,000
	Tools and hardware	0,000	0,000
	Drains, races tracks and bridges	0,000	0,000
	Water supply	0,000	0,000
	Effluent disposal	0,000	0,000
	Hedges and shelters	0,000	0,000
	Total	0,000	0,000
	Vehicle		
	Farm vehicle	0,000	0,000
	Fuel and oil	0,000	0,000
	Tractor	0,000	0,000
	Car	0,000	0,000
	Total	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Schedule of Expenses (Continued)

For the year ended <i>xx Month yyyy</i>		2015	2014
		\$	\$
Rates and Insurance			
	ACC levies	0,000	0,000
IR	Insurance	0,000	0,000
IR	Rates	0,000	0,000
Total		0,000	0,000
Administration			
IR	Accountancy fees	0,000	0,000
	Bank fees	0,000	0,000
	Computer	0,000	0,000
	Entertainment	0,000	0,000
	Farm advisory fees	0,000	0,000
	Fringe benefit tax	0,000	0,000
	General administration	0,000	0,000
IR	Legal fees	0,000	0,000
	Seminars	0,000	0,000
	Subscriptions	0,000	0,000
	Telecommunications	0,000	0,000
	Travel and accommodation	0,000	0,000
Total		0,000	0,000
Depreciation and Amortisation			
5.3/IR	Depreciation	0,000	0,000
IR	Development expenditure amortisation	0,000	0,000
5.3	Loss/(Gain) on sale of Plant, Property and Equipment	0,000	0,000
Total		0,000	0,000
Interest Rent and Lease			
IR	Interest Rent and Lease		
5.3	Interest – overdraft	0,000	0,000
5.3	Interest – term loans	0,000	0,000
5.3	Interest – hire purchase	0,000	0,000
5.3	Interest – related parties	0,000	0,000
5.3	Interest - finance lease	0,000	0,000
IR	Land lease	0,000	0,000
IR	Land lease - related parties	0,000	0,000
	Operating lease	0,000	0,000
Total		0,000	0,000
Total expenses			

Note:

1. Additional disclosures should be made for material items of income and expenditure. An item is material if it is not known to users and its exclusion or misstatement could influence or change users' decisions (SPFR for FPEs para 2.13 – 2.18).

2. Where special purpose financial statements are prepared for taxation purposes, any additional information required to meet disclosures required by Inland Revenue's IR10 "Financial statements summary", which was released in April 2013, have been included with reference "IR". Entities may choose to disclose these in the notes to the financial statements or in a separate disclosure, i.e. a schedule of overhead expenses.

4. Interest to related parties is to separately disclosed from 1 April 2015.

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Balance Sheet

As at *xx Month yyyy*

SPFR para		Note	2015 \$	2014 \$
4.3/17.3	Equity		0,000	0,000
	<i>Represented by:</i>			
4.3	Current Assets			
4.2	Bank and short-term deposits		0,000	0,000
4.2	Account receivables		0,000	0,000
	GST Receivable		0,000	0,000
	Income equalisation deposit		0,000	0,000
4.2	Agricultural produce on hand	8	0,000	0,000
4.2/21.6	Income tax receivable		0,000	0,000
4.2	Other current assets	9	0,000	0,000
			0,000	0,000
4.3	Non-Current Assets			
4.2/11.47	Property, plant and equipment	10	0,000	0,000
4.2/11.47	Investment property	11	0,000	0,000
4.2	Livestock on hand		0,000	0,000
4.2	Investment in shares	12	0,000	0,000
4.2	Term deposits		0,000	0,000
4.2	Other non-current assets		0,000	0,000
4.2	Related party loan accounts	13	0,000	0,000
			0,000	0,000
4.3	Total Assets		0,000	0,000
4.3	Current Liabilities			
4.2	Bank overdrafts		0,000	0,000
4.2	GST payable		0,000	0,000
4.2/21.6	Income tax payable		0,000	0,000
4.2	Account payables		0,000	0,000
4.2	Current portion term loans	14	0,000	0,000
4.2	Current portion finance leases & hire purchases	15	0,000	0,000
			0,000	0,000
4.3	Non-Current Liabilities			
4.2	Non-current loans	14	0,000	0,000
4.2	Non-current finance leases & hire purchases	15	0,000	0,000
	Other non-current liabilities		0,000	0,000
			0,000	0,000
	Related Parties Loan Accounts			
	Shareholder advance accounts	13	0,000	0,000
	Family loans	13	0,000	0,000
			0,000	0,000
4.3	Total Liabilities		0,000	0,000
4.3	Net Assets		0,000	0,000

Note:

1. Minimum information required by SPFR for FPEs paragraphs 4.2 and 4.3 may be disclosed either on the face of the balance sheet or in the notes to the financial statements.
2. An entity shall present additional line items, headings and subtotals in the balance sheet when such presentation is relevant to an understanding of any entity's financial position (SPFR for FPEs Para 4.4).

*This statement is to be read in conjunction with the notes to the financial statements on pages *xx-xx*.*

Statement of Changes in Equity

For the year ended *xx Month yyyy*

SPFR para		2015 \$	2014 \$
	Issued capital		
17.23/6 .3	000,000 ordinary shares, fully paid (PY: 000,000)	0,000	0,000
	Retained earnings/(Accumulated losses)		
6.3	Opening balance as at <i>xx Month yyyy</i>	0,000	0,000
17.23/6 .3	Net profit/(loss)	0,000	0,000
6.3	Dividend paid to owners	(0,000)	(0,000)
6.3	Closing balance as at <i>xx Month yyyy</i>	0,000	0,000
	Livestock revaluation reserve		
	Opening balance as at <i>xx Month yyyy</i>	0,000	0,000
	Holding gains/(losses) on revaluation of livestock	0,000	0,000
	Transfer to retained earnings on disposal of livestock	0,000	0,000
	Closing balance as at <i>xx Month yyyy</i>	0,000	0,000
	Asset revaluation reserve		
	Opening balance as at <i>xx Month yyyy</i>	0,000	0,000
	Revaluation of land and buildings	0,000	0,000
	Revaluation of investment shares	0,000	0,000
	Closing balance as at <i>xx Month yyyy</i>	0,000	0,000
	Realised capital reserve		
	Opening balance as at <i>xx Month yyyy</i>	0,000	0,000
	Realised capital gain(loss) on sale	0,000	0,000
	Closing balance as at <i>xx Month yyyy</i>	0,000	0,000
	Total equity	0,000	0,000
17.23	<i>Required regardless of whether a Statement of Changes in Equity has been included or the information has been disclosed in the notes to the financial statements. Each fully paid ordinary share confers on the holder one vote at a meeting of the company, a share in the distributions approved by the Directors and a share in the distribution of the surplus assets of the company on dissolution.</i>		

Note:

Disclosure of minimum information required by SPFR for FPEs paragraphs 6.3 may be disclosed either in statement of changes in equity or within notes to the financial statements.

This statement is to be read in conjunction with the notes to the financial statements on pages xx-xx.

Notes to the Financial Statements

For the year ended xx Month yyyy

Note 1 – Reporting Entity

SPFR

para

7.5 NZ SME Agriculture Entity is a company incorporated under the Companies Act 1993.

7.5 NZ SME Agriculture Entity is a privately owned sheep and dairy farm.

24.9 The special purpose financial report was authorised for issue in accordance with a resolution of directors dated xx Month yyyy.

Note:

SPFR for FPEs permits entities choices in the adoption of accounting policies. Where optional policies are permitted, sample accounting policies will be disclosed in italics. Entities are only required to disclose accounting policies which impact the recognition and measurement of items in the statement of profit or loss or balance sheet.

To ensure compliance with SPFR for FPEs entities must adopt the accounting policies and disclosures as outlined in the framework. If the framework does not address a transaction, event or condition, guidance can be obtained from the underlying concepts and principals in the framework or by reference to New Zealand International Financial Reporting Standards (“NZ IFRS”). For complex transactions, e.g. financial derivatives, entities may opt to step up to specific NZ IFRS standards rather than complying with the principles and disclosures provided under SPFR for FPEs. In such situations, an entity may still assert compliance with SPFR for FPEs.

Note 2 – Statement of Accounting Policies

SPFR

para

3.6/ Basis of preparation

7.5 These financial statements have been prepared in accordance with the *NZICA Special Purpose Framework for For-Profit-Entities (SPFR for FPEs)*.

The financial statements have been prepared for: (adjust/delete for users that are not applicable).

- the entity’s owners;
- Inland Revenue; and
- the entity’s financiers.

Accounting policies are only disclosed where they are material.

Alternate note

The financial statements have been specifically prepared for the purposes of meeting the company’s income tax requirements and to comply with obligations under the entity’s loan agreement(s).

7.6/ Historical cost

20.13 These financial statements have been prepared on a historical cost basis, except for certain assets which have been revalued as identified in specific accounting policies below. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

8.22 Changes in accounting policy

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

Alternate disclosure where there has been a change in accounting policy

The policy in respect of property, plant and equipment has changed during the year to permit the company to recognise revaluations on certain categories of property, plant and equipment rather than at cost. The change provides reliable, relevant information to users by recognising assets held by the company at fair value. The change in policy has impacted the special purpose financial reports by increasing property, plant and equipment by \$ 0,000 and increasing the asset revaluation reserve by \$ 0,000.

All other accounting policies were applied on a consistent basis during the year.

Alternate first year of transition to SPFR for FPEs

The company transitioned on 1 April 2014 from preparation of general purpose financial information in accordance with New Zealand generally accepted accounting practice ("NZ GAAP") to special purpose financial reporting in accordance with SPFR for FPEs. The transition had [minimal/significant] impact on the accounting policies of the company. Significant changes include:

[list amendments and impact on current year reporting only of the entity]

All other accounting policies were applied consistently during the year.

5.11 Exceptional items

Exceptional items are large income and/or expense items that do not arise as a result of normal business operations and are not expected to recur. Exceptional items are disclosed separately in the statement of Profit or Loss where the total value exceeds 5% of revenue.

9.32 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the company and revenue can be reliably measured.

Sales of goods and livestock are recognised when the entity has transferred the significant risk and rewards associated with ownership of the goods to the customer.

Forestry income is recognised on sale or harvest of the forest.

Lease income is recognised on a straight line basis over the life of the lease.

Interest received is recognised as interest accrues, gross of refundable tax credits received.

Dividends received are recognised on receipt, **net (or gross)** of non-refundable tax credits.

12.12/ Agricultural produce on hand

12.32 Agricultural produce, such as wool and other products, is recognised on harvest and is stated at the lower of cost (determined on a first-in-first-out basis) and net realisable value as valued under the Income Tax Act 2007.

Consumables such as stockfeed, unspread fertiliser, and purchased feed on hand at balance date are recognised at cost or valuation. For tax purposes, externally purchased consumables are added back if they exceed \$58,000 in total.

Deferred fertiliser

In accordance with section EJ3 of the Income Tax Act 2007 fertiliser has been deferred to subsequent years not exceeding four succeeding years. The tax deduction in subsequent years and any amount deferred in the current year is made via the income tax reconciliation note.

15.43 **Accounts receivable**

Accounts receivables are recognised less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

15.17 **Investments**

Investments are carried at the lower of cost and net realisable value, excepting Fonterra securities which are showing at fair value as quoted by NZSE. Investment income is recognised in the Statement of Financial Performance when received. When there has been a permanent diminution in the value of investments this has been recognised in the current period. Securities have been valued using fair value as at **xx/xx/xx** Securities held are: **xxx** shares @ \$**x** giving a total holding valued at \$**xxx**

20.14/ **Foreign currencies**

20.15 Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date foreign monetary assets and liabilities are translated at the closing rate and variations arising from these transactions are included in the Statement of Profit or Loss.

Alternate Note

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of settlement. At balance date outstanding foreign monetary assets and liabilities are translated at the closing rate and variations arising from these transactions are included in the Statement of Profit or Loss.

12.10/ **Livestock**

12.32

Either: a) Held at fair value, not at rates permitted by Income Tax Act 2007

Livestock is measured at fair value less cost to sell. Holding gains and losses are recognised in the livestock revaluation reserve. Holding gains or losses are calculated by the years' change in value per head multiplied by the lower of 'class' opening and closing numbers. If the revaluation reserve has a deficit for a type of livestock, that deficit is recognised in profit or loss in the period that it arises. Any revaluation surplus that reverses previous revaluation deficits in subsequent periods is recognised as revenue in profit or loss. The gains or losses due to livestock number changes are recorded directly in the Statement of Profit or Loss.

Treatment of Livestock revaluations for a Sole Trader, Partnership or Trust

Livestock is measured at fair value less cost to sell. Holding gains or losses are recognised in the owner(s) current account. For a trust the holding gains or losses are recognised as capital which is treated in accordance with the Trust Deed. Holding gains or losses are calculated by the years' change in value per head multiplied by the lower of class opening and closing numbers.

Or: b) Held at tax values using national average market values (NAMV), rates permitted by Income Tax Act 2007, i.e. Herd Scheme

Livestock is measured at NAMV as issued by Inland Revenue. Change in Herd Scheme Value gains and losses are recognised in the livestock revaluation reserve. If the revaluation reserve has a deficit for a type of livestock, that deficit is recognised in the Statement of Profit or Loss in the period that it arises. Any revaluation surplus that reverses previous revaluation deficits in subsequent periods is recognised as revenue in the Statement of Profit or Loss. The gains or losses due to livestock number changes are recorded directly in the Statement of Profit or Loss.

Treatment of Livestock revaluations for a Sole Trader, Partnership or Trust

Livestock is measured at Herd Scheme values as issued by the Inland Revenue Department. Change in Herd Scheme value gains or losses are recognised in the owner(s) current account. For a Trust the change in Herd Scheme value gains or losses are recognised as capital which is treated in accordance with the Trust Deed.

And/Or: c) Held at the tax values using National Standard Cost (NSC) method permitted by the Income Tax Act 2007

Livestock is measured using the NSC values and methodology as determined by the Inland Revenue Department. Movement in the valuation of livestock is recorded in the Statement of Profit or Loss in the year incurred.

12.10/ **Forestry**

12.32 ***Either: a) Held at fair value, not at rates permitted by Income Tax Act 2007***

Forestry is measured at fair value less estimated costs to sell as assessed by independent forest managers. The basis of valuation of young stands not yet ready for harvest has been to determine the net present value of each stand. The revenue from future timber sales is predicted along with the costs of producing, harvesting and marketing the timber. The pre-tax cash flow is discounted at the appropriate market rate to derive a net present value.

Revaluation gains and losses are recognised in the forestry revaluation reserve. If the revaluation reserve has a deficit, that deficit is recognised in Statement of Profit or Loss in the period in which it arises.

Or: b) Held at cost, as permitted by Income Tax Act 2007

Forestry assets are measured in accordance with treatment permitted by the Income Tax Act 2007. The purchase of established forests is recorded at cost and recognised in profit or loss on sale or harvest of the forest. Subsequent expenditure for planting and growing is recorded in the Statement of Profit or Loss as incurred.

11.47 **Property, plant and equipment and investment property**

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

11.35 – **Alternate – Revaluation option – property plant and equipment**

11.39 Freehold land and buildings are revalued on a cyclical basis every three years to fair value, as determined by an independent valuation. Revaluation gains are transferred to the asset revaluation reserve for that class of assets. If any revaluation reserve has a deficit, that deficit is recognised in the Statement of Profit or Loss in the period it arises. Any revaluation surplus that reverses previous revaluation deficits in subsequent periods is recognised as revenue in the Statement of Profit or Loss.

11.48 *[Disclosed either in accounting policies/property, plant and equipment note or in property, plant and equipment register if separately attached]*

Depreciation is calculated on a **straight line/diminishing value** basis over the estimated useful life of the asset either using depreciation rates published by Inland Revenue or based on estimates by management. Assets' estimated useful life is reassessed annually. The following estimated depreciation rates/useful lives have been used:

Land		
Buildings	x – x%	diminishing value
Plant and equipment	x – x%	diminishing value
Etc. for all classes of assets		

11.42 An item of property, plant & equipment or investment property is derecognised upon disposal or

11.43 when no further future economic benefits are expected from its use or disposal.

11.45 Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

11.44 Alternate – Revaluation option – property, plant and equipment only

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

Development expenditure amortisation

Expenditure relating to improvements to the land of the types covered by sections DO4 and D10 of the Income Tax Act 2007 have been capitalised and amortised at various rates in accordance with Schedule 20 of the Act.

Financial instruments – financial assets

- 15.1 At initial recognition the company determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.
- 15.14 fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.
- 15.2 *Amortised cost*
- 15.29 Includes assets where the company intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, as well as through the amortisation process.
- 15.34 *Cost*
- Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired.
- 15.31 *Fair value*
- Financial assets not held at amortised cost or cost are held at fair value and include financial derivatives such as forward contracts and interest rate swaps. Assets are subsequently measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Where no active market price is available the instrument shall be measured at the fair value for a prior year less any accumulated impairment loss.
- 15.36 Gains and losses are recognised in the Statement of Profit or Loss for movements in the fair value of the assets and when the assets are derecognised.

15.21 Financial instruments - financial liabilities

Financial liabilities, including borrowings and bank overdrafts, are initially measured at fair value net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in profit or loss on an effective yield basis.

15.4 For entities with complex financial instruments adoption of recognition, measurement and

15.6 disclosure requirements of NZ IFRS is recommended.

19.15 – **Leases** [where the company is the leasee]

19.21

Finance lease

Finance leases which effectively transfer to the company substantially all of the risks and rewards incidental to ownership of the leased item are capitalised at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as an expense in profit or loss.

Operating lease

Operating lease payments, where the lessors effectively retain substantially all the risk and benefits of ownership of the leased items, are recognised as an expense in profit or loss on a straight line basis over the lease term. Operating lease incentives are recognised as a liability when received and subsequently reduced by allocating lease payments between rental expense and reduction of the liability.

19.22 – **Leases** [where the company is the lessor]

19.27

Finance lease

Finance leases are capitalised at the net investment in the lease. The net investment in the lease is the gross investment in the lease discounted at the interest rate implicit in the lease. Lease receipts are apportioned between interest received and reduction of the lease receivable so as to achieve a constant rate of return over the period of the lease.

Operating lease

Leases in which the company retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. The leased asset is included within property, plant and equipment and income recognised on a straight line basis over the life of the lease.

21.5 **Income tax**

21.13 Income tax is accounted for using the tax payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue.

21.5 **Alternate – income tax**

21.13 Entities may account for income tax using the deferred income taxes method in accordance with NZ IFRS. If utilising this accounting policy choice, entities must apply the recognition, measurement and disclosure requirements of NZ IAS 12, taking advantage of the reduced disclosure regime concessions.

Income equalisation deposit scheme

As permitted by the Income Tax Act 2007, deposits and withdrawals are made to the income equalisation deposit scheme, to assist with income equalisation. These deposits are recorded as a tax note in the year of deposit or withdrawal. Deposits held by the Inland Revenue to the account of the tax payer are disclosed as current assets.

27.4 **Goods and services tax**

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

Notes to the Financial Statements

Note 3 – Other Farm Income

SPFR para		2015 \$	2014 \$
5.3/9.32	Fonterra dividends	0,000	0,000
5.3/ 9.32	Rebates	0,000	0,000
5.3/9.32	Rental, lease and licence income	0,000	0,000
5.3	Timber sales	0,000	0,000
5.3/9.32	Sale of forestry carbon credits	0,000	0,000
5.3/9.32	Supplementary feed sales	0,000	0,000
		0,000	0,000

Note 4 – Other Income

SPFR para		2015 \$	2014 \$
5.3/9.32	Interest	0,000	0,000
5.3	Fonterra distributions	0,000	0,000
5.3	FBT personal contributions	0,000	0,000
5.3/9.32	Other dividends	0,000	0,000
5.3	Sundry income	0,000	0,000
5.3	Foreign exchange gains/(loss)	0,000	0,000
		0,000	0,000

Note 5 – Exceptional/Capital Items

SPFR para		2015 \$	2014 \$
5.11	<i>May include (depending on value and materiality):</i> Revenue		
	Capital gain	(0,000)	(0,000)
5.11	Expenses		
	Capital losses	0,000	0,000
		0,000	0,000

Examples of Items recognised here could be insurance claims or seismic survey compensation. Threshold recommended is 5% of total revenue

Note 6 – Income Tax Expense

SPFR Para	2015 \$	2014 \$
Net profit/(loss) before tax	0,000	0,000
Imputation credits received on dividends	0,000	0,000
Adjusted net surplus/(deficit) before tax	0,000	0,000
Adjustments Timing differences		
Depreciation adjustment	0,000	0,000
Holiday pay accrual movement	0,000	0,000
Income equalisation withdrawal/ (deposit)	0,000	0,000
Deferred fertiliser movement	0,000	0,000
Livestock tax valuation movement	0,000	0,000
Consumable aids movement	0,000	0,000
Permanent differences (non deductible expenses)		
Non-deductible expenses	0,000	0,000
Loss on disposal of buildings	0,000	0,000
Capital loss/(gain)	0,000	0,000
Total adjustments	0,000	0,000
Surplus/(deficit) before losses brought forward	0,000	0,000
Losses brought forward	(0,000)	(0,000)
Taxable income (loss to carry forward)	0,000	0,000
Tax expense	0,000	0,000
Imputation credits claimed	0,000	0,000
Resident withholding tax paid	0,000	0,000
Provisional tax paid	0,000	0,000
Income tax payable/ (refund)	0,000	0,000
Made up as follows:		
Provisional tax paid after balance date	0,000	0,000
Terminal tax payment/(refund)	0,000	0,000
	0,000	0,000
Imputation credit reconciliation		
Imputation credits received	0,000	0,000
Less imputation credits not claimed for tax purposes	0,000	0,000
Imputation credits to be converted to a loss	(0,000)	(0,000)
Losses carried forward are made up of:		
Business losses	0,000	0,000
Imputation credits converted to loss @ 28%	0,000	0,000
Unused income tax losses available to carry forward	0,000	0,000

Note 7 – Imputation Credit Account

<i>SPFR</i> <i>para</i>		2015 \$	2014 \$
	Opening Balance	0,000	0,000
	Add		
	Tax paid	0,000	0,000
	Resident withholding tax paid	0,000	0,000
		0,000	0,000
	Less		
	Tax refunds	0,000	0,000
	Credits on dividends paid	0,000	0,000
		0,000	0,000
	Closing Balance	0,000	0,000

Note 8 – Agricultural Produce on Hand

<i>SPFR</i> <i>para</i>		2015 \$	2014 \$
10.28	Wool	0,000	0,000
10.28	Stock feed on hand	0,000	0,000
10.28	Harvested crops	0,000	0,000
10.28	Consumables	0,000	0,000
10.28	Other inventory	0,000	0,000
		0,000	0,000

Note 9 – Other Current Assets

<i>SPFR</i> <i>para</i>		2015 \$	2014 \$
	Property Plant and Equipment under construction	0,000	0,000
	Prepaid insurance	0,000	0,000
	Deposit on farm	0,000	0,000
	Deposit on livestock	0,000	0,000
	Rental bond	0,000	0,000
		0,000	0,000

Note 10 – Property, Plant and Equipment

<i>SPFR para</i>	2015	Cost	Accumulated depreciation and impairment	Net book value
		\$	\$	\$
11.48	Land – valuation	0,000		0,000
11.48	Buildings – valuation	0,000		0,000
11.48	Plant and machinery – cost	0,000	0,000	0,000
11.48	Leasehold improvements – cost	0,000	0,000	0,000
11.48	Motor vehicles – cost	0,000	0,000	0,000
11.48	Fixtures, fittings and equipment – cost	0,000	0,000	0,000
		0,000	0,000	0,000

<i>SPFR para</i>	2014	Cost	Accumulated depreciation and impairment	Net book value
		\$	\$	\$
11.48	Land – valuation	0,000		0,000
11.48	Buildings – valuation	0,000		0,000
11.48	Plant and machinery – cost	0,000	0,000	0,000
11.48	Leasehold improvements – cost	0,000	0,000	0,000
11.48	Motor vehicles – cost	0,000	0,000	0,000
11.48	Fixtures, fittings and equipment – cost	0,000	0,000	0,000
		0,000	0,000	0,000

Land and Buildings Valuations

Ratings valuation *xx Month yyyy*

	Hectares	Land	Improvements	Total Value
Eastern Block	0,000	0,000	0,000	0,000
Northern Block	0,000	0,000	0,000	0,000
Southern Block	0,000	0,000	0,000	0,000
	0,000	0,000	0,000	0,000

Net Book Value (Balance Sheet purposes)	2015
	\$
Ratings valuation <i>xx Month yyyy</i>	0,000
Plus additions at cost	0,000
	0,000
Less Depreciation on additions	0,000
Book value <i>xx Month yyyy</i>	0,000

SPFR para	
11.49	Land and buildings have been restated to valuation in accordance with the valuation report dated Month yyyy by registered valuer S Precious B.Com (VPM) MPS of the firm Mt. Doom Valuers, Wanganui. The current revaluation surplus on revalued land and buildings is \$0,000 (yyyy: \$0,000). Land and buildings are revalued annually.
11.47	The company has committed to and contracted for \$0,000 (yyyy: \$0,000) of future capital expenditure which has not been accounted for in the financial statements.

Note 11 – Investment Property

SPFR para	2015	Cost	Accumulated depreciation and impairment	Net book value
		\$	\$	\$
11.48	Willis Street, Wellington - cost	0,000	0,000	0,000
11.48	Queen Street, Auckland - cost	0,000	0,000	0,000
		0,000	0,000	0,000

SPFR para	2014	Cost	Accumulated depreciation and impairment	Net book value
		\$	\$	\$
11.48	Willis Street, Wellington - cost	0,000	0,000	0,000
11.48	Queen Street, Auckland - cost	0,000	0,000	0,000
		0,000	0,000	0,000

Note:

In addition to the disclosures required under this section, for income tax years commencing after 1 April 2015 companies preparing financial statements in accordance with SPFR for FPEs should also include an appropriately detailed taxation-based schedule of the entity's fixed assets and depreciable property. This is in order to meet the minimum financial reporting requirements as determined by the Tax Administration (Financial Statements) Order 2014. The schedule is not required to be disclosed as part of the financial statements and may be maintained in a separate schedule for disclosure to Inland Revenue upon request.

Note 12 - Investment in Shares

SPFR para	Qty	2015		2014	
			\$		\$
	Fonterra Co-operative Group Limited	0,000	0,000		0,000
	Ballance Agri-Nutrients Limited	0,000	0,000		0,000
	Livestock Improvement Corporation Limited	0,000	0,000		0,000
	Other shares	0,000	0,000		0,000
			0,000		0,000

Note:

Fonterra Securities have been valued using the fair value as quoted by NZSE as at xx/xx/xx Securites held are: xxx shares @ \$x giving a total holding valued at \$xxx

Note 13 – Related Party Loan Accounts

SPFR para	2015 \$	2014 \$
Shareholders' Advance Accounts		
Shareholder A		
Opening Balance	0,000	0,000
Plus:		
Shareholders salary	0,000	0,000
Dividend received	0,000	0,000
Tax refund	0,000	0,000
Wages received	0,000	0,000
Transfer from	0,000	0,000
	0,000	0,000
Less:		
Drawings	0,000	0,000
Tax	0,000	0,000
FBT personal contributions	0,000	0,000
Life insurance	0,000	0,000
Donations	0,000	0,000
Family trust payments	0,000	0,000
Medical costs	0,000	0,000
School fees	0,000	0,000
Kiwisaver contributions	0,000	0,000
Transfer to	0,000	0,000
	0,000	0,000
Closing Balance	0,000	0,000
Shareholder B		
Opening Balance	0,000	0,000
Plus:		
Shareholders salary	0,000	0,000
Dividend received	0,000	0,000
Tax refund	0,000	0,000
	0,000	0,000
Less:		
Tax	0,000	0,000
FBT benefit personal contributions	0,000	0,000
Life insurance	0,000	0,000
Donations	0,000	0,000
Family trust payments	0,000	0,000
Living expenses	0,000	0,000
Medical costs	0,000	0,000
Transfer to	0,000	0,000
Kiwisaver contributions	0,000	0,000
	0,000	0,000
Closing Balance	0,000	0,000
Total of Shareholders' Advance Accounts	0,000	0,000

SPFR para		2015 \$	2014 \$
	Other related party transactions		
	JPJ Family Trust		
	Interest paid	0,000	0,000
	Lease paid	0,000	0,000
	Guarantee of borrowing details:		
	D E Jones		
	Purchase of livestock	0,000	0,000
	Sale of livestock	(0,000)	(0,000)
	Goods for own use	0,000	0,000
	Director's fees	0,000	0,000
	Employee remuneration	0,000	0,000
	JK Potter		
	Interest received Goods for own use Director's fees Employee remuneration	(0,000) 0,000 0,000 0,000	(0,000) 0,000 0,000 0,000

	Other related party balances		
	JPJ Family Trust		
	Loan	0,000	0,000
	Security Interest rate Term		
	D E Jones		
	Loan	(0,000)	(0,000)
	Security Interest rate Term		
	JK Potter		
	Loan	0,000	0,000
	Security Interest rate Term		

Note 14 – Non-current loans

SPFR para		Fixed rate	Term ending	2015 \$	2014 \$
	Secured				
	Bank A - Loan 1	x%	<i>xx Month yyyy</i>	0,000	0,000
	Bank A - Loan 2	x%	<i>xx Month yyyy</i>	0,000	0,000
	Total bank loans			0,000	0,000
	Associated person	x%	x%	<i>xx Month yyyy</i>	0,000
	Total associated person loans			0,000	0,000
	Un-secured				
	Family member A	x%		0,000	0,000
	Friend B		x%	<i>xx Month yyyy</i>	0,000
				0,000	0,000

Loan 1 from Bank A is secured over the property at # Rd

Loan 2 from Bank A is secured over the livestock

Family member A loan is interest free, repayable on demand

Note 14 - Non-current loans (continued)

SPFR para		2015 \$	2014 \$
	Secured loans -		
	Farmers Bank Ltd Loan - 0001	0,000	0,000
	Farmers Bank Ltd Loan - 0002	0,000	0,000
		0,000	0,000
	Unsecured loans -		
	Family member A	0,000	0,000
		0,000	0,000
	Hire purchase accounts -		
	ABC Finance Ltd re 2002 Toyota Hilux Ute		0,000
	ABC Direct re 2011 Suzuki Quad Bike		0,000
	Car Company Finance Limited re 2012 Fendt Tractor	0,000	0,000
	ABC Finance Ltd re 2007 Ford Falcon Car	0,000	0,000
	ABC Finance Ltd re 2004 Mitsubishi Pajero	0,000	0,000
	ABC Finance Ltd re 2006 Mazda Van	0,000	0,000
	Interest not yet due	0,000	0,000
		0,000	0,000
	Total Non-current loans	0,000	0,000

Note 14 - Non-current loans (continued)

	The Farmers Bank Ltd loans are secured over the properties at -.	
	Interest only, Repayable on demand.	
Loan 001	\$0,000 @ X% variable due xx Month yyyy	
	\$0,000 for X years @ X%	
	\$0,000 for X years @ X%	
	\$0,000 for X years @ X%	
	\$0,000 for X years @ X%	
	The Farmers Bank Ltd loan 002 is secured by a first ranking specific security over all livestock. Interest @ X% due xx Month yyyy. The ABC Finance Ltd loan is secured over the 2007 Ford Falcon Car. Repayable in monthly instalments of \$X. The Car Company Finance Ltd loan is secured over the Tractor. Repayable in monthly instalments of \$X. The ABC Direct Ltd loan secured over the Quad Bike was repaid during the year. The ABC Finance Ltd loan over the 2002 Ute was repaid during the year. The ABC Finance Ltd loan is secured over the Van. Repayable in monthly instalments of \$X.	
Current portion	0,000	0,000
Non-current portion	0,000	0,000
	0,000	0,000

Finance Leases and Hire Purchase

<i>SPFR para</i>		2015 \$	2014 \$
	Finance lease - future minimum lease payments		
19.28	Current		
	Finance company A - Tractor C	0,000	0,000
	Finance company B - 4 wheeler D	0,000	0,000
19.28	Non-current		
	Finance company A - Tractor C	0,000	0,000
	Finance company B - 4 wheeler D	0,000	0,000
		0,000	0,000

Note 15 – Operating Lease Disclosures

<i>SPFR para</i>		2015 \$	2014 \$
	Operating lease - future minimum lease payments under non-cancellable leases		
19.29	Current	0,000	0,000
19.29	Non-current	0,000	0,000
		0,000	0,000

Note 16 - Deferred Fertiliser for Taxation Purposes

SPFR para		2015 \$	2014 \$
	Deferred fertiliser available as a deduction in subsequent years together with the year to which it first became deductible is as		
	2015	0,000	-
	2011	0,000	0,000
		0,000	0,000
	Fertiliser expenditure of \$0,000 has been deferred in 2011 pursuant to section EJ3 of the Income Tax Act 2007. \$0,000 of this amount has been claimed in the 2015 income year.		
	Fertiliser expenditure of \$0,000 has been deferred in 2015 pursuant to section EJ3 of the Income Tax Act 2007. This amount can be claimed in any one or more of the following four income years.		

Note 17 – Contingent Assets and Liabilities

SPFR para	
18.17	The company is suing a third party for non-performance under a contractual agreement for the supply of maize silage. The court case has been heard and we have been awarded damages. Whilst the other party has appealed, we fully expect to be successful at appeal. The amount of damages is approximately \$0000
Note: <i>Disclosure is required only where a contingent asset or liability exists and the probability of incurring expenditure/receiving remuneration is not remote.</i>	

Note 18 – Subsequent Events

SPFR para	
24.1	Subsequent to balance date, on xx month yyyy, the Directors declared an additional dividend of \$0,000. The dividend has not been recognised in the financial statements. Subsequent to balance date, market movements have resulted in a \$0,000 drop in the market value of shares held in listed companies. The decrease in value has not been recognised in this year's financial statements.

NON-CORE COMPONENTS OPTIONAL

Special Purpose Financial Report

This page is for illustrative purposes only and is not required for compliance with SPFR for FPEs.

Statement of Trends

Sheep and Beef		2015	2014	2013
Physical	Comparison BLNZ yyyy Prospective	\$	\$	\$
Effective hectares	0.00	0.00	0.00	0.00
Opening stock units				
Sheep SSU	0,000	0,000	0,000	0,000
Beef cattle CSU	0,000	0,000	0,000	0,000
Total SU	0,000	0,000	0,000	0,000
SU/ha	0.00	0.00	0.00	0.00
Product sold - CWT (kg)				
Meat – Sheep	0.00	0.00	0.00	0.00
Meat – Beef	0.00	0.00	0.00	0.00
Fibre	0.00	0.00	0.00	0.00
CWT sold kg/ha	0.00	0.00	0.00	0.00
Product retained CWT (kg)				
Sheep	0.00	0.00	0.00	0.00
Beef	0.00	0.00	0.00	0.00
Fibre	0.00	0.00	0.00	0.00
CWT kg/ha retained	0.00	0.00	0.00	0.00
Total sold & retained CWTkg/ha	0.00	0.00	0.00	0.00
Financial				
Total Farm Income (Adjusted for Livestock Movement)	0,000	0,000	0,000	0,000
Sheep \$/SSU	0,000	0,000	0,000	0,000
Wool \$/SSU	0,000	0,000	0,000	0,000
Cattle \$/CSU	0,000	0,000	0,000	0,000
Other \$/SU	0,000	0,000	0,000	0,000
Total \$/SU	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/kg product	0,000	0,000	0,000	0,000
Total Expenses including depreciation.	0,000	0,000	0,000	0,000
Expenses				
\$/SU	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/kg product	0,000	0,000	0,000	0,000
Wages/ha or SU	0,000	0,000	0,000	0,000
Feed/ha or SU	0,000	0,000	0,000	0,000
Fertiliser/ha or SU	0,000	0,000	0,000	0,000
Earnings before interest, tax and rent	0,000	0,000	0,000	0,000
\$/SU	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/kg product	0,000	0,000	0,000	0,000
Interest and rent	0,000	0,000	0,000	0,000
Net profit before tax	0,000	0,000	0,000	0,000
Drawings	0,000	0,000	0,000	0,000
Capital Expenditure	0,000	0,000	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on pages xx-xx.

Sheep and Beef	Comparison BLNZ <i>yyyy</i> Prospective	2015	2014	2013
KPI's				
Lambing %	0%	0%	0%	0%
Calving %	0%	0%	0%	0%
Deaths and missing %				
Sheep	0%	0%	0%	0%
Beef	0%	0%	0%	0%
Return on total farm assets	0%	0%	0%	0%
Return on equity (Net assets)	0%	0%	0%	0%
Growth in equity	0%	0%	0%	0%
Interest cover (EBITR/Interest)	0%	0%	0%	0%
Total Expenses/Farm Income %	0%	0%	0%	0%
Closing Debt/Total Asset = (Loan to Value Ratio)	0:0	0:0	0:0	0:0
% Equity	0%	0%	0%	0%
Closing Debt/SU	0,000	0,000	0,000	0,000
Closing Debt/ha	0,000	0,000	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on pages xx-xx.

Statement of Trends

Dairy	Comparison	2015	2014	2013
Physical	DNZ <i>yyyy</i> Prospective	\$	\$	\$
Asset & Production				
Effective Hectares	0.00	0.00	0.00	0.00
Kg Milk Solids	0,000	0,000	0,000	0,000
Cows Milked	0,000	0,000	0,000	0,000
Labour - FTE's	0.00	0.00	0.00	0.00
Financial				
Revenue Milk Revenue	0,000	0,000	0,000	0,000
Dairy Cattle Gross Surplus	0,000	0,000	0,000	0,000
Total Farm Income (Adjusted for Livestock Movement)	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/cow	0,000	0,000	0,000	0,000
\$/kgMS	0,000	0,000	0,000	0,000
Total Farm Working Expenses/kg MS or ha	0,000	0,000	0,000	0,000
Total Expenses incl. Depreciation & Shareholder Salary	0,000	0,000	0,000	0,000
Wages/kg MS or ha	0,000	0,000	0,000	0,000
Feed/kg MS or ha	0,000	0,000	0,000	0,000
Fertiliser/kg MS or ha	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/cow	0,000	0,000	0,000	0,000
\$/kg MS	0,000	0,000	0,000	0,000
Earnings before interest, tax and rent (EBITR)	0,000	0,000	0,000	0,000
\$/ha	0,000	0,000	0,000	0,000
\$/cow	0,000	0,000	0,000	0,000
\$/kg MS	0,000	0,000	0,000	0,000
Interest and Rent	0,000	0,000	0,000	0,000
Net Profit before Tax	0,000	0,000	0,000	0,000
Drawings	0,000	0,000	0,000	0,000
Capital Expenditure	0,000	0,000	0,000	0,000
KPI's				
Stocking Rate Cows/ha	0.00	0.00	0.00	0.00
Kg MS/cow	0,000	0,000	0,000	0,000
Kg MS/ha	0,000	0,000	0,000	0,000
Return on Total Farm Assets	0,000	0,000	0,000	0,000
Return on Equity (Net Assets)	0,000	0,000	0,000	0,000
Interest cover (EBITR/Interest)	0,000	0,000	0,000	0,000
Total Expenses/Farm Income %	0%	0%	0%	0%
Closing Debt/Total Asset = (Loan to Value Ratio)	0:0	0:0	0:0	0:0
% Equity	0%	0%	0%	0%
Growth in equity	0%	0%	0%	0%
Closing Debt/kg MS and/or Closing Debt/ha	0,000	0,000	0,000	0,000
"Breakeven Cash" = Net Profit before tax+Shareholders remuneration+Drawings-Income tax-Debt repayment				
Net Profit before Tax + Shareholders remuneration - Drawings - Income tax - Debt repayment				
\$/kg MS	0,000	0,000	0,000	0,000
\$/cow and/or \$/ha	0,000	0,000	0,000	0,000
There are numerous KPI's & trend analyses provided here. Choose only those relevant to the particular entity.				

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Statement of Cash Movements

For the year ended *xx Month yyyy*

	2015	2014
	\$	\$
Cash was Provided from Operating Activities:		
Sheep sales	0,000	0,000
Cattle sales	0,000	0,000
Wool sales	0,000	0,000
Sundry farm income	0,000	0,000
Contracting & spraying	0,000	0,000
Rebates	0,000	0,000
Income tax refund	0,000	0,000
GST	0,000	0,000
	0,000	0,000
Cash was Applied to:		
Sheep purchases	0,000	0,000
Cattle purchases	0,000	0,000
Farm Working Expenses	0,000	0,000
Income tax	0,000	0,000
GST	0,000	0,000
	0,000	0,000
Net Cash Inflow (Outflow) from Operating Activities	0,000	0,000
Shareholder Activities:		
Shareholder remuneration paid	0,000	0,000
Drawings	0,000	0,000
Life insurance	0,000	0,000
Personal tax paid	0,000	0,000
Funds introduced	0,000	0,000
	0,000	0,000
Net Cash Inflow/(Outflow) from Shareholders	0,000	0,000
Cash Flows from Investing Activities		
Cash was Provided From:		
Interest received	0,000	0,000
Dividends received	0,000	0,000
Property sales	0,000	0,000
Plant & vehicle sales	0,000	0,000
	0,000	0,000
Cash was Applied to:		
Property additions	0,000	0,000
Plant & vehicle purchases	0,000	0,000
New investments	0,000	0,000
	0,000	0,000
Net Cash Inflow (Outflow) from Investing Activities	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Statement of Cash Movements (continued)

For the year ended *xx Month yyyy*

Cash Flows from Financing Activities		
Cash was Provided from:		
Loan drawdown - secured	0,000	0,000
Loan drawdown - unsecured	0,000	0,000
Cash was Applied to:		
Loan repayments - secured	0,000	0,000
Loan repayments - unsecured	0,000	0,000
Interest paid	0,000	0,000
	0,000	0,000
Net Cash Inflow /(Outflow) from Financing Activities	0,000	0,000
	0,000	0,000
Net Cash Inflow/ (Outflow)		
Cash		
Balance at beginning of year	0,000	0,000
Balance at end of year	0,000	0,000
Increase/(Decrease) in Cash	0,000	0,000
Reconciliation of Net Profit to Net Cash Inflow (Outflow) from Operating Activities		
Net Profit as per financial statements after taxation	0,000	0,000
Plus/(Less) non-cash items:		
Depreciation and amortisation	0,000	0,000
Livestock holding losses/(gain)	0,000	0,000
Shareholder remuneration	0,000	0,000
Rebate shares	(0,000)	(0,000)
Livestock killed for own use	0,000	0,000
	0,000	0,000
Plus movements in working capital		
Increase in accounts payable	0,000	0,000
Decrease in accounts receivable	0,000	0,000
Decrease in taxation payable	(0,000)	(0,000)
Decrease in GST payable	0,000	0,000
	0,000	0,000
	0,000	0,000
Plus item classified as investing activity		
Accounts payable classified as fixed assets	0,000	0,000
	0,000	0,000
Plus item classified as financing activity		
Accounts payable classified as payments on behalf	0,000	0,000
	0,000	0,000
Net Cash Inflow (Outflow) from Operating Activities	0,000	0,000

This statement is to be read in conjunction with the notes to the financial statements on *pages xx-xx*.

Notes to the Financial Statements

Note A – Equity [where the entity has elected not to prepare a Statement of Changes in Equity]

SPFR para	2015	Note	Share capital \$	Retained earnings \$	Realised capital reserves \$	evaluatio reserves \$	Total \$
	Balance at <i>xx Month yyyy</i>		0,000	0,000	0,000	0,000	0,000
6.3	Changes in opening balances for:						
6.3	Prior period adjustments			0,000			0,000
6.3	Changes in accounting policies			0,000			0,000
			0,000	0,000	0,000	0,000	0,000
6.3	Net profit/(loss)			0,000			0,000
6.3	Contributions from owners		0,000				0,000
6.3	Distributions to owners		0,000				0,000
6.3	Holding gains/(losses) on					0,000	0,000
6.3	Revaluation of shares gains/(losses)					0,000	0,000
6.3	Realised capital gains/(losses)				0,000		0,000
6.3	Transfer on disposal of livestock				0,000	0,000	0,000
	Balance at <i>xx Month yyyy</i>		0,000	0,000	0,000	0,000	0,000
2014							
	Balance at <i>xx Month yyyy</i>		0,000	0,000	0,000	0,000	0,000
6.3	Changes in opening balances for:						
6.3	Prior period adjustments			0,000	0,000	0,000	0,000
6.3	Changes in accounting policies			0,000	0,000	0,000	0,000
			0,000	0,000	0,000	0,000	0,000
6.3	Net profit/(loss)			0,000			0,000
6.3	Contributions from owners		0,000				0,000
6.3	Distributions to owners		0,000				0,000
6.3	Revaluation of livestock					0,000	0,000
6.3	Revaluation of shares gains/(losses)				0,000		0,000
6.3	Realised capital gains/(losses)				0,000		0,000
6.3	Transfer on disposal of livestock				0,000	0,000	0,000
	Balance at <i>xx Month yyyy</i>		0,000	0,000	0,000	0,000	0,000

Note B - Forestry

Forest ID	Hectares	Tree type	Year planted	Pruned Y/N	Post-1989 registered Y/N	Pre-1990 claimed Y/N	Pre-1990 exemption Y/N	Cost of timber

Year	2015	2014
Total Forest area (hectares)	0.00	0.00
Reconciliation of cost of timber	\$	\$
Opening cost of timber	0,000	0,000
Plus costs added to existing timber	0,000	0,000
Plus timber purchased	0,000	0,000
Less timber harvested	0,000	0,000
Closing cost of timber	0,000	0,000

Forestry in the Emissions Trading Scheme (ETS)

Pre-1990 Forest land

There is pre-1990 Forest land on the property and a liability will arise under the Climate Change Response Act 2002 if the pre-1990 forest area or part of it is cleared and not replanted or has not regenerated with at least 500 stems per hectare within 4 years of clearing. The area must also have 30% minimum crown cover 10 to 20 years after planting or regeneration depending on whether the forest is exotic or native respectively. This potential liability is not recognised in the financial statements.

There is pre-1990 Forest land on the property for which an exemption under the forestry allocation plan for the climate Change Response Act 2002 has been obtained.

Pre-1990 Credits Allocated by Government

Pre-1990 carbon credits	NZU's		Market Value
	\$		\$
Opening balance	0,000		0,000
Carbon credits allocated	0,000		
Carbon credits surrendered	0,000		
Carbon credits sold or transferred	0,000		
Closing balance	0,000		0,000

Post-1989 Forest land registered in the ETS

There is post-1989 Forest land on the property that has been voluntarily registered under the Climate Change Response Act 2002 (The Act). A carbon liability may arise at the time of felling or harvest of the post-1989 forest. The extent of the carbon liability and to whom the liability arises will depend on the amount of carbon credits allocated in relation to the land and who the registrant in under the Act. Liabilities may exceed carbon credits held. Expert advice is recommended.

Post-1989 Forest Land – Allocation of Units

Note: Post-1989 Carbon Credits	Post-89 credits	Other credits	Market Value
Opening balance	0,000	0,000	0,000
Carbon credits allocated	0,000		
Carbon credits purchased	0,000	0,000	
Carbon credits surrendered	0,000	0,000	
Carbon credits sold or transferred	0,000	0,000	
Closing balance	0,000	0,000	0,000
Carbon credits allocated to current landowner	0,000	0,000	
Carbon credits allocated in relation to the land	0,000	0,000	

A potential net liability exists after felling where carbon credits allocated in relation to land exceeds closing balance. Expert advice needed for harvesting liabilities.

Note C – Investments

	Cost \$	Acc. valuation \$	Revaluation current year \$	2015 Carrying value \$	2014 Carrying value \$
Free Entity Limited	0,000	0,000	0,000	0,000	00,000
Jethro Holdings New Zealand	0,000	0,000	0,000	0,000	00,000
Shares in listed companies	0,000	0,000	0,000	0,000	0,000
Boat (NZ) Management Limited					
Jimbo Transport Company	0,000	-		0,000	0,000
Shares in uncontrolled unlisted	0,000	0,000		0,000	0,000
Great Drawings Limited					
Total shares in unlisted	0,000	0,000		0,000	0,000
Total investments	0,000	0,000		0,000	0,000

Note D – Property, plant and equipment

SPFR para	2015	Cost	Revaluation	Accumula ted depreciati on	Net book value
		\$	\$	\$	\$
	Investment property	0,000	0,000	0,000	0,000
	Land	0,000	0,000	0,000	0,000
	Buildings	0,000	0,000	0,000	0,000
	Plant and machinery	0,000		0,000	0,000
	Leasehold improvements	0,000		0,000	0,000
	Motor vehicles	0,000		0,000	0,000
	Fixture and fittings	0,000		0,000	0,000
		0,000	0,000	0,000	0,000
	2014	Cost	Revaluation	Accumula ted Depreciati on	Net book value
		\$	\$	\$	\$
	Investment property	0,000	0,000	0,000	0,000
	Land	0,000	0,000	0,000	0,000
	Buildings	0,000	0,000	0,000	0,000
	Plant and machinery	0,000	0,000	0,000	0,000
	Leasehold improvements	0,000	0,000	0,000	0,000
	Motor vehicles	0,000	0,000	0,000	0,000
	Fixture and fittings	0,000	0,000	0,000	0,000
		0,000	0,000	0,000	0,000

A detailed depreciation schedule can be provided,
SPFR for FPE's.

but this is a non-core requirement of the

Note E – Other current liabilities

SPFR para		2015 \$	2014 \$
	Interest on bank loan	0,000	0,000
	Rates accrual	0,000	0,000
		0,000	0,000

Note:

Owners and management may wish to provide additional information to financial statement users including five-year trend and forecast financial information. As SPFR for FPEs does not address such disclosures, in these circumstances financial statement preparers should seek guidance from FRS 42, FRS 43 and other guidelines issued by Chartered Accountants ANZ.