



ALTAMONT NORTH LODGE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010



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FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

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ALTAMONT NORTH LODGE LIMITED

BUSINESS DIRECTORY AS AT 31 DECEMBER 2010

Incorporated: 15th December 1986

Company Number: 321940

IRD Number: 027-011-563

Nature of Business: Accommodation

Location of Business: 121 Mt Aspiring Road
Wanaka

Registered Office: 56a Amy Street
Ellerslie
Auckland 1051

Directors: Dr Adrian P Rhodes
Mr John W Wormald
Mr Wayne Palmer
Dr Leone Sinclair
Mr Darryl Jones

Retired Directors: Peter J G Benson
Graham C Hare
John W Hare

Bankers: Bank of New Zealand
Wanaka

Auditors: WHK South NZ

Accountants: Wood Walton Chartered Accountants Limited
P O Box 2525
Tauranga



ALTAMONT NORTH LODGE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

The Board of Directors present their Annual Report including financial statements for the year ended 31 December 2010.

The persons listed below held office as directors during the year. No other persons held the office of director at any time during the year.

- Dr Adrian P Rhodes
- Mr John W Wormald
- Mr Wayne Palmer
- Dr Leone Sinclair
- Mr Darryl Jones

The business of the company is accommodation. The company's business has not changed during the year under review.

	<i>This Year</i>	<i>Last Year</i>
Net Surplus (Deficit)	(9,849)	(10,498)
Opening Retained Earnings (Accumulated Losses)	<u>(403,697)</u>	<u>(393,199)</u>
Closing Retained Earnings (Accumulated Losses)	<u><u>\$(413,546)</u></u>	<u><u>\$(403,697)</u></u>

State of Affairs

The Board of Directors are of the opinion that the state of affairs of the company is satisfactory.

Financial Statements

The financial statements for the year ended 31 December 2010 are attached to this report.

Auditors

The financial statements have been audited. Amounts paid or due and payable to the auditors for:

Audit Fees	<u>\$3,236</u>	<u>\$3,146</u>
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Information on Directors of the Company

	<i>This Year</i>
DIRECTORS FEES PAID FOR 2010	
Mr John Hare	667
Mr Graham Hare	333
Mr Peter Benson	333
DIRECTORS FEES UNPAID FOR 2010	
Dr Adrian Rhodes	1,133
Mr John Wormald	1,133
Mr Wayne Palmer	800
Mr Darryl Jones	800
Dr Leonie Sinclair	800
	<u><u>\$6,000</u></u>

The Shareholders at the AGM on 8 May 2010, approved Directors fees of \$6,000. \$5,583 has been provided for in the accounts as \$417 remains unclaimed.

There were no notices from the Directors of the company requesting to use company information in their capacity as Directors which would not have otherwise been available to them.

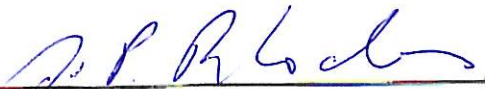


ALTAMONT NORTH LODGE LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2010


Events Subsequent to Balance Date

The Directors are not aware of any matter or circumstance since the end of the financial year, not otherwise dealt with in this report or financial statements, that has significantly affected, or may significantly affect, the operations of the company, the results of those operations or the state of affairs of the company.

For and on behalf of the Board



Adrian P Rhodes



John W Wormald

4 April 2011





ALTAMONT NORTH LODGE LIMITED

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
INCOME		
Guest Accommodation	108,201	107,245
Shareholder Accommodation	4,554	3,669
Utilities Income	<u>1,126</u>	<u>1,425</u>
	113,882	112,340
EXPENSES		
Operating Expenses	63,823	62,845
Administration Expenses	44,267	41,964
Financial Expenses	2,081	2,706
Depreciation	<u>20,931</u>	<u>22,664</u>
TOTAL EXPENSES	<u>131,101</u>	<u>130,179</u>
Net Operating Income (Loss)	(17,219)	(17,840)
 Investment and Other Income		
Interest Received	6,070	7,342
Sundry Income	<u>1,300</u>	<u>-</u>
	7,370	7,342
NET SURPLUS (DEFICIT) BEFORE TAX	(9,849)	(10,498)
Income Tax Expense	2	-
NET SURPLUS (DEFICIT) AFTER TAX	<u><u>\$(9,849)</u></u>	<u><u>\$(10,498)</u></u>



The accompanying notes form part of these financial statements.

**Wood Walton Chartered
Accountants Limited**
Chartered Accountants



ALTAMONT NORTH LODGE LIMITED

SCHEDULE OF EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
EXPENSES		
Operating Expenses		
Advertising	2,608	3,617
Cleaning & Laundry	7,342	8,717
Commission Paid	27	32
Electricity & Gas	10,836	14,233
Firewood	933	1,731
Repairs & Maintenance	6,422	3,439
Replacements	1,285	1,715
Rubbish Removal & Recycling	1,338	708
Wages	33,032	28,653
	<u>63,823</u>	<u>62,845</u>
Administration Expenses		
ACC Levies	368	309
Accountancy	6,017	6,498
AGM Travel, Accommodation & Expenses	1,729	1,947
Audit Fees	3,236	3,146
Bookkeeping Services	798	975
Computer Operating Expenses	1,738	283
Directors' Fees	5,583	6,000
General Expenses	2,665	1,092
Insurance	10,088	9,191
Other Non-deductible Expenses	417	-
Payroll Expenses	122	138
Postage	143	175
Printing & Stationery	1,047	795
Prior Period Expenses	-	750
Rates	7,482	6,929
Subscriptions	-	150
Telephone & Tolls	2,834	2,217
Valuation Fees	-	1,370
	<u>44,267</u>	<u>41,964</u>
Financial Expenses		
Bank Charges	2,081	2,706
Depreciation		
Depreciation	20,931	22,412
Loss on Sale of Fixed Assets	-	252
	<u>20,931</u>	<u>22,664</u>
TOTAL EXPENSES	<u>\$131,101</u>	<u>\$130,179</u>



The accompanying notes form part of these financial statements.

Wood Walton Chartered
Accountants Limited
Chartered Accountants



ALTAMONT NORTH LODGE LIMITED
STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2010

	<i>Note</i>	2010	2009
		\$	\$
EQUITY AT START OF THE YEAR		493,303	503,801
Total Recognised Revenues and Expenses for the Year			
Net Surplus (Deficit) for the Year		(9,849)	(10,498)
		<u>483,454</u>	<u>493,303</u>
TOTAL EQUITY AT END OF YEAR		<u>\$483,454</u>	<u>\$493,303</u>




The accompanying notes form part of these financial statements.

**Wood Walton Chartered
Accountants Limited
Chartered Accountants**



ALTAMONT NORTH LODGE LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	Note	2010	2009
		\$	\$
EQUITY			
Paid In Capital	4	897,000	897,000
Retained Earnings (Accumulated Losses)	5	<u>(413,546)</u>	<u>(403,697)</u>
		<u>\$483,454</u>	<u>\$493,303</u>
CURRENT ASSETS			
Bank of New Zealand - Cheque Account		9,449	10,873
Bank of New Zealand - 002 Account		938	2,466
Bank of New Zealand - 097 Account		-	744
Accounts Receivable		4,275	3,110
Taxation Refund Due	2	<u>1,938</u>	<u>3,816</u>
		<u>16,600</u>	<u>21,009</u>
NON CURRENT ASSETS			
Property, Plant and Equipment			
As per Schedule (at Book Value)	6	332,663	403,597
Investments	7	98,269	86,297
		<u>497,535</u>	<u>511,003</u>
TOTAL ASSETS			
CURRENT LIABILITIES			
Accounts Payable		12,913	17,587
GST Payable		<u>1,169</u>	<u>133</u>
		<u>14,082</u>	<u>17,700</u>
TOTAL LIABILITIES			
		<u>14,082</u>	<u>17,700</u>
NET ASSETS			
		<u>\$483,454</u>	<u>\$493,303</u>


 Adrien P Rhodes


 John W Wormald

4 April 2011

The accompanying notes form part of these financial statements

Wood Walton Chartered
 Accountants Limited
 Chartered Accountants



ALTAMONT NORTH LODGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

1 **STATEMENT OF ACCOUNTING POLICIES**

Altamont North Lodge Limited is a company registered under the Companies Act 1993 and is engaged in the business of Accommodation.

The financial statements are prepared in accordance with the reporting requirements of Section 11 of the Financial Reporting Act 1993. The company qualifies for differential reporting exemptions based on the following criteria:

- . It is not publicly accountable and
- . The company is 'not large' as defined by the New Zealand Institute of Chartered Accountants.

The company has adopted all available differential reporting exemptions.

MEASUREMENT SYSTEM

The measurement system adopted is that of historical cost.

PARTICULAR ACCOUNTING POLICIES

The following is a summary of the significant accounting policies adopted by the company in the preparation of these financial statements.

Accounts Receivable

Accounts receivable are stated at their estimated realisable value.

Investments

Investments are stated at the lower of cost and net realisable value. Where in the Directors' opinion there has been a permanent reduction in the value of the investment this has been brought into the current period.

Interest income has been accounted for on a receipts basis in line with the appropriate tax treatment. At 31 December 2010 there was \$1470 (2009 \$3057) of accrued interest receivable on bank investments that was not brought into account.

Property, Plant and Equipment

Property, plant and equipment are included at cost less aggregate depreciation provided at the maximum rates allowed by the Inland Revenue Department. Property, plant and equipment that are leased under a specified lease for the purposes of the Income Tax Legislation are capitalised and depreciated. The depreciation rates used are:

	<i>Rate</i>	<i>Method</i>
Buildings	2.5% to 33%	DV and SL
Plant & Equipment	2.5% to 80.4%	DV
Land	0%	Not Depreciated

Taxation

Taxation charged against profits is based on estimated tax payable for the current year. Deferred tax accounting has not been adopted by the company.

Goods and Services Tax

Financial information in these accounts is recorded exclusive of GST with the exception of receivables and payables, which include GST. GST payable or receivable at balance date is included in the appropriate category in the Statement of Financial Position.





ALTAMONT NORTH LODGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

Directors' Indemnity and Insurance

The company has insured its Directors against liabilities to other parties (except to the company or a related party of the company) that may arise from their positions as Directors. The Insurance does not cover liabilities arising from criminal actions.

Loans to and from Directors

The company did not make or receive any loans from Directors during the current year.

Executive Employees' Remuneration

No employees received remuneration over \$100,000 during the current year.

Donations

The company made Nil donations during the year.

Changes in Accounting Policies

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

2 TAXATION	2010	2009
	\$	\$
Net Surplus (Deficit) per Accounts	(9,849)	(10,498)
Addback		
Other Non-deductible Expenses	417	-
	<u>(9,433)</u>	<u>(10,498)</u>
Less		
Tax Losses Brought Forward	41,973	31,475
Taxable Surplus (Deficit)	<u>\$(51,406)</u>	<u>\$(41,973)</u>
Taxation @ 30%	-	-
Tax Account Opening Balance	(3,816)	(2,438)
Refund Received	3,816	1,046
Resident Withholding Tax Paid	(1,938)	(2,423)
Tax Payable (Refundable) as per Statement of Financial Position	\$(1,938)	\$(3,816)
Less		
Third Instalment of Provisional Tax paid 7th May	-	-
Terminal Tax Payable/(Refundable)	<u>\$(1,938)</u>	<u>\$(3,816)</u>

The Company/Trust has Taxation losses of \$53,305 (last year \$41,973), to carry forward subject to continuing compliance with the Income Tax Act 2007.

3 IMPUTATION	2010	2009
	\$	\$
Opening Balance	3,816	2,438
Add		
Resident Withholding Tax Paid	1,938	2,423
Less		
Refund Received	3,816	1,046
	<u>\$1,938</u>	<u>\$3,816</u>



ALTAMONT NORTH LODGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

4	SHARE CAPITAL	2010	2009
		\$	\$
	68 Ordinary Shares	<u>897,000</u>	<u>897,000</u>

All shares have equal rights to vote and share in dividends and any surplus on winding up.

5	RETAINED EARNINGS	2010	2009
		\$	\$
	Opening Balance	(403,697)	(393,199)
	Net Surplus(Deficit) this Year	<u>(9,849)</u>	<u>(10,498)</u>
	Balance at end of Year	<u>\$(413,546)</u>	<u>\$(403,697)</u>

6	PROPERTY, PLANT AND EQUIPMENT SUMMARY		
	<i>This Year</i>	Cost	Accum Depn
		\$	\$
		\$	\$
	Land	123,751	-
	Buildings	552,019	321,182
	Plant & Equipment	<u>194,338</u>	<u>166,260</u>
		<u>\$870,108</u>	<u>\$487,442</u>
	<i>Last Year</i>		
	Land	123,751	-
	Buildings	552,019	307,182
	Plant & Equipment	<u>194,338</u>	<u>159,329</u>
		<u>\$870,108</u>	<u>\$466,511</u>

7	INVESTMENTS	2010	2009
		\$	\$
	Bank of New Zealand - Term Deposit 3006	-	86,397
	Bank of New Zealand - Term Deposit 3007	22,119	-
	Bank of New Zealand - Term Deposit 3008	<u>76,150</u>	<u>-</u>
		<u>\$98,269</u>	<u>\$86,397</u>

8 CONTINGENT LIABILITIES
There are no contingent liabilities at year end (31 December 2009: \$Nil).

9 CAPITAL COMMITMENTS
There are no capital commitments at year end (31 December 2009: \$Nil).

10 RELATED PARTIES
Peter J G Benson retired as a director of the Company in May 2010 and also as an employee of Crassus Consultants Limited. For the year ended 31 December 2010 the Company incurred consultancy expenses relating to this party of \$Nil (2009 \$330).

ALTAMONT NORTH LODGE LIMITED

Taxation Depreciation Schedule
For the Year Ended 31 December 2010

	Private Use %	Date	Orig Cost	Open W.D.V	Add'ns (Sales)	Profit(Loss) on Sale	Dep Method	YTD Dep	Accum Depn	Close W.D.V
Land										
121 Mt Aspiring Road, Wanaka			82510	82510			D			82510
Carpark, Grounds & Tennis Court			21253	21253			D			21253
Subdivision Costs			17000	17000			D			17000
Landscaping			2988	2988			D			2988
			<u>123751</u>	<u>123751</u>						<u>123751</u>
Buildings										
Boundary Fence			654	136			11.40 D	16	534	120
Carport			6217	4305			4.00 D	172	2084	4133
Lodge Building			500453	216017			2.50 P	12511	296947	203508
Manager's Residence			22500	9693			2.50 P	563	13370	9130
Manager's Office - Building			10888	6106			4.00 D	244	5026	5862
Manager's Office - Bench Top & Doors			1845	449			9.50 D	43	1439	406
Managers Office - Carpet			154				33.00 D		154	
Manager's Office - Plumbing			230	76			7.50 D	6	160	70
Stone Pillars			2604	2005			4.00 D	80	679	1925
Window Tinting			2349	1984			12.00 D	238	603	1746
Recycling Shed			1650	1617			4.00 D	65	98	1552
Double Glazing			2475	2449			2.50 P	62	88	2387
			<u>552019</u>	<u>244837</u>				<u>14000</u>	<u>321182</u>	<u>230837</u>

ALTAMONT NORTH LODGE LIMITED

Taxation Depreciation Schedule
For the Year Ended 31 December 2010

	Private Use %	Date	Orig Cost	Open W.D.V	Add'ns (Sales)	Profit(Loss) on Sale	Dep Method	YTD Dep	Accum Depn	Close W.D.V
Plant & Equipment										
Dishwasher			658	641			31.20 D	200	217	441
Coffee Tables			533	512			24.00 D	123	144	389
Heaters			1336	1144			21.60 D	247	439	897
Rangehood			219	173			36.00 D	62	108	111
Blankets/E/blankets/Duvets			3147	1882			80.40 D	1513	2778	369
Microwave			187	153			36.00 D	55	89	98
Abey Lightbeams			1136	142			21.60 D	31	1025	111
Barbeque			150	19			15.00 D	3	134	16
Barbeque Table			1177	180			21.60 D	39	1036	141
Bedroom Chattels			17018	101			20.00 D	20	16937	81
Bedroom Chattels Pooled			3270	767			21.60 D	166	2669	601
Brother Facsimile			447				39.60 D		447	
Curtains			6272	37			20.00 D	7	6242	30
Divans & Couches Pooled			7348	1916			21.60 D	414	5846	1502
Electrical Appliances			22301	1873			10.00 D	187	20615	1686
Electrical Reticulation			24994	11115			2.50 D	278	14157	10837
Fence			1865	1008			11.40 D	115	972	893
Filing Cabinet			150	29			12.00 D	3	124	26
Floor Coverings			17125	101			20.00 D	20	17044	81
Furniture & Fittings			19044	112			20.00 D	22	18954	90
Garden Shed			200	120			4.00 D	5	85	115
Heaters			3337	285			10.00 D	30	3072	265
Irrigation System			180	36			12.00 D	4	148	32
Jayline Heating System			650	29			22.00 D	6	627	23
Liberty Phone			50				50.00 D		50	
Lighting			5474	485			10.00 D	49	5038	436
Lighting Pooled			1606	444			18.00 D	80	1242	364
Lounge Suite			4309	125			21.60 D	27	4211	98
Maytag Dryer			1643	210			26.40 D	55	1488	155
Outdoor Furniture			100				33.00 D		100	
Panasonic Microwave			160	4			26.00 D	1	157	3
Rover Landmower			422				50.00 D		422	
Simpson Ranges			2488	592			18.00 D	107	2003	485
Cresta G5 Spa Pool			7389	1235			18.00 D	222	6376	1013
Stereo			2066	184			10.00 D	18	1900	166
Trailer			356	102			9.50 D	10	264	92
Illuminated Sign			4275	1325			21.60 D	286	3236	1039
Carpet			9717	866			39.60 D	343	9194	523
Firescreen by Metalworks			620	205			21.60 D	44	459	161
Washing Machine			2109	597			30.00 D	179	1691	418
5 Prints ex 45th Degree			867	350			24.00 D	84	601	266
5 Wall Heaters			1895	984			19.20 D	189	1100	795
TV & DVD ex Retravision			773	65			48.00 D	31	739	34
Heat Pump Kitchen			4210	108			80.40 D	87	4189	21
Computer for Office			1173	131			60.00 D	79	1121	52
Wireless Setup			2376	342			60.00 D	205	2239	137
Guest Computer			1655	298			60.00 D	179	1536	119
Computer Suite Cabling			543	326			36.00 D	117	334	209
Network/Broadband Ulan			1002	301			60.00 D	181	882	120
Website			1000	280			60.00 D	168	888	112
Heatpump Hallway			2694	2452			21.60 D	530	772	1922

ALTAMONT NORTH LODGE LIMITED

Taxation Depreciation Schedule
For the Year Ended 31 December 2010

	Private Use %	Date	Orig Cost	Open W.D.V	Add'ns (Sales)	Profit(Loss) on Sale	Dep Method	YTD Dep	Accum Depn	Close W.D.V
Vacuum Cleaner			622	613			18.00 D	110	119	503
			194338	35009				6931	166260	28078
			870108	403597				20931	487442	382666

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Altamont North Lodge Limited Report on the Financial Statements

We have audited the financial statements of Altamont North Lodge Limited on pages 5 to 11, which comprise the Statement of Financial Position as at 31 December 2010, and the Statement of Financial Performance, and Statement of Movement in Equity for the year then ended, and a summary of Significant Accounting Policies and other explanatory information.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand and that gives a true and fair view of the matters to which they relate; this includes the design, implementation and maintenance of internal control relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditors we have no relationship with or interests in the Altamont North Lodge Limited.

Opinion

In our opinion, the financial statements on pages 5 to 11:

- comply with generally accepted accounting practice in New Zealand
- give a true and fair view of the financial position of Altamont North Lodge Limited as at 31 December 2010 and the results of its operations for the year ended on that date.

Report on Other Legal and Regulatory Requirements

We have obtained all the information and explanations that we have required.

In our opinion proper accounting records have been kept by the company as far as appears from an examination of those records.

A handwritten signature in black ink, appearing to read 'WUK South'.

4 April 2011

WHK South NZ

Invercargill, New Zealand

CHARTERED ACCOUNTANTS