



**VIETNAM VETERANS
AND THEIR FAMILIES TRUST**

**ANNUAL REPORT
FOR THE PERIOD 1 JULY 2019 – 30 JUNE 2020**

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Introduction

The Viet Nam Veterans and Their Families Trust (“the Trust”) was established in August 2007 by the New Zealand Government and veterans’ organisations. The Trust was funded with a capital endowment of \$7 million for a 30-year period. The copy of the trust deed for the Viet Nam Veterans and Their Families Trust can be obtained by searching the charities register at www.charities.govt.nz.

Objectives of the Trust

The objectives of the Trust are the relief of poverty and hardship of NZ Viet Nam veterans and their families and other matters beneficial to the community of veterans and their families. The Trustees make one-off grants of support in line with those objectives.

Trustees

The Trust is managed by five trustees with trust administration support provided by the Department of Internal Affairs (the Department). The Trustees are responsible for governing the Trust and have strong accountability links to the community of Viet Nam veterans.

The Trust is independent of the Government and all decisions are made by the Trustees. The cost of the Department’s trust administration is funded by Government at no cost to the Trust.

The appointment of Trustees is decided by the following:

- Minister of Veterans’ Affairs and Minister of Defence appoints one Trustee, who is the Chair
- New Zealand Vietnam Veterans Association (NZVVA) appoint two Trustees
- Royal New Zealand Returned and Services’ Association (RNZRSA) appoint two Trustees.

The Trustees between 1 July 2019 and 30 June 2020 were:

- Lindsay Pope – Minister of Veterans Affairs appointee (Chair)
- Pamela Miley-Terry – NZVVA appointee
- Graham Gibson – NZVVA appointee
- Patrick (Pat) Duggan – RNZRSA appointee
- Rob Hughes – RNZRSA appointee



Back Row: (left to right) Rob Hughes, Patrick Duggan, Graham Gibson

Front Row: (left to right) Catherine Kelly (Department of Internal Affairs), Lindsay Pope, Pam Miley-Terry

Trustee meetings

The Trustees meet two-monthly to review and consider requests for assistance. Urgent applications can be considered by the Trustees between regular meetings.

Following the last meeting of the year in late November/early December, an Annual General Meeting (AGM) is held to report to veterans and their families. The AGM is held in a different location within New Zealand annually.



Attendees at the 2019 AGM in Lower Hutt

Settlements

The Trust was funded with an initial Settlement Amount of \$7 million for a 30-year period which is to be repaid to Government in 2037. The Government paid a further sum of \$350,000 to cover distributions in the first year of the Trust's operation.

In June 2019, the Government paid an additional sum of \$350,000 for supporting the health and wellbeing of Viet Nam veterans and their families. The trustees report annually to Veterans Affairs on the types of grants made from this additional sum of \$350,000.

Investment

In accordance with the terms of the Trust deed, the Trustees have invested the trust capital in a diversified investment strategy. An Investment Adviser appointed by the Trustees guides the investment strategy, recommends investments to meet the Trustees objectives and supports the Trustees with advice and reporting on investment performance in line with the investment policy.

Chair's Report

It is my pleasure to present the 2019/20 Report on behalf of the Trustees.

Trust outcomes

This is a unique trust and in performing their role, the Trustees are mindful of the importance of maintaining the confidence of stakeholder groups and members of the Viet Nam veterans' community who negotiated the Memorandum of Understanding in 2006 that created the Trust.

Since establishment, grants totalling \$3.9 million have been paid to Viet Nam veterans and their families for the relief of poverty and hardship.

Applications for grants

The Trustees rely on veterans and veteran stakeholder organisations to communicate the assistance available and to connect the Trust with veterans and their families who are in need. The Viet Nam Veterans Expo's organised by Veterans Affairs and the Ranfurly Trust which have been widely supported and have also helped communicate and connect the trust with potential applicants.

In the year to 30 June 2020, the Trustees received 102 applications for assistance and approved grants totalling \$303,155. A summary of the grants made since the Trust's establishment and graphs and tables providing more detail on applicants, categories of grants and geographical locations is included in Appendix 1.

This year the Trustees noticed an increase in the number and size of requests for the maintenance and repair of homes and property occupied by veterans and their families.



Attendees at the Expo in Lower Hutt with Trustees and the Trust's stand in the background

2019 Annual General Meeting

The 2019 AGM was held at the Lower Hutt RSA in Petone on 30 November 2019. While attendee numbers were down on prior years, it allowed Viet Nam veterans and their families to connect with Trustees and hear Bernadette MacKenzie, Head of Veterans' Affairs provide an update.

Acknowledgements

The Trustees appreciate the ongoing support of Veterans' Affairs, RNZRSA, NZ Vietnam Veterans Association and the Department of Internal Affairs for communicating the support available and assisting with applications.

A special thanks to the contribution of my fellow Trustees Pam Miley-Terry, Pat Duggan, Graham Gibson and Rob Hughes, and Catherine Kelly and the team at the Department of Internal Affairs. Their hard work, dedication, willingness and energy helps applicants access the assistance they need.

We look forward to supporting Viet Nam veterans and their families in 2021.



Lindsay Pope (Chair)
Viet Nam Veterans and Their Families Trust

If you know of Viet Nam veterans and their families in poverty or hardship who need support, please encourage them to contact the Trust on 0800 824 824 or email trusts@dia.govt.nz

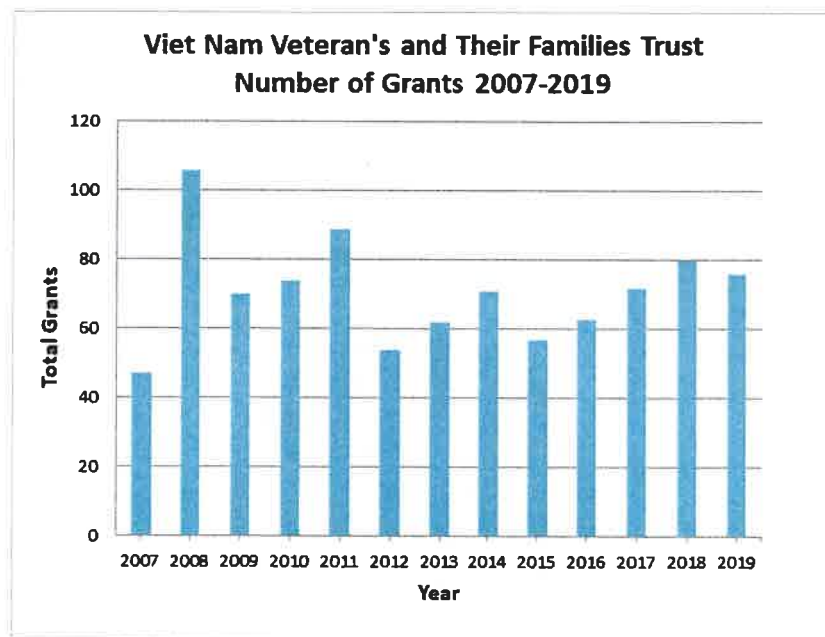
Appendix 1

Summary of total grants made

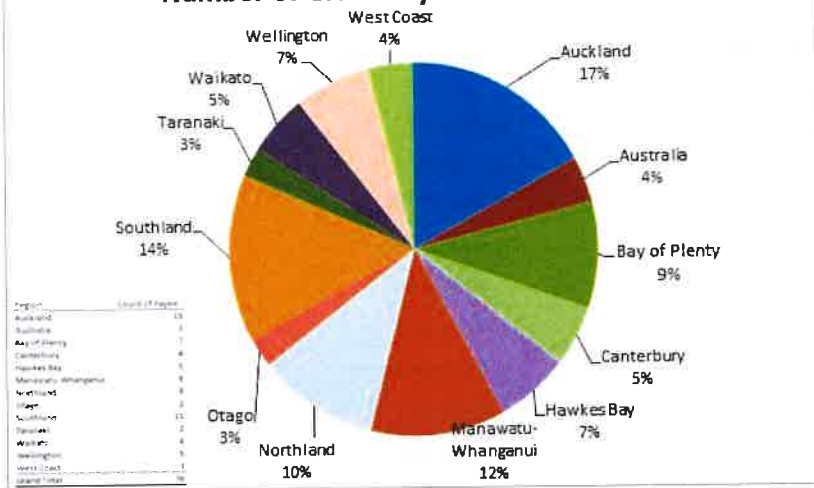
Period	Amount Granted
1 July 2018 to 30 June 2020	\$303,155
1 July 2018 to 30 June 2019	\$321,884
1 July 2017 to 30 June 2018	\$288,214
1 July 2016 to 30 June 2017	\$251,626
1 July 2015 to 30 June 2016	\$172,890
1 July 2014 to 30 June 2015	\$261,267
1 July 2013 to 30 June 2014	\$211,640
1 July 2012 to 30 June 2013	\$259,976
1 July 2011 to 30 June 2012	\$239,237
1 July 2010 to 30 June 2011	\$282,206
1 July 2009 to 30 June 2010	\$255,650
1 November 2008 to 30 June 2009	\$174,110
1 November 2007 to 31 October 2008*	\$880,177
Total grants since inception:	\$3,902,032

* Includes a further sum of \$350,000 for distribution in the first year of the Trust's operation.

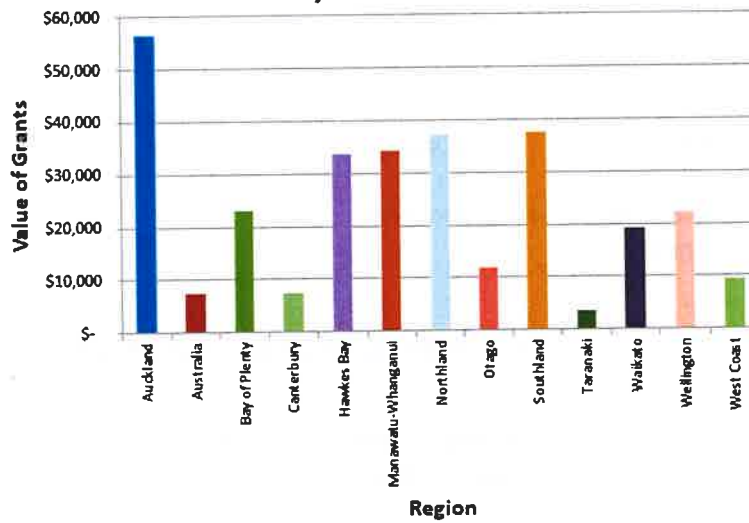
Breakdown of grants made by applicant grouping, location and category



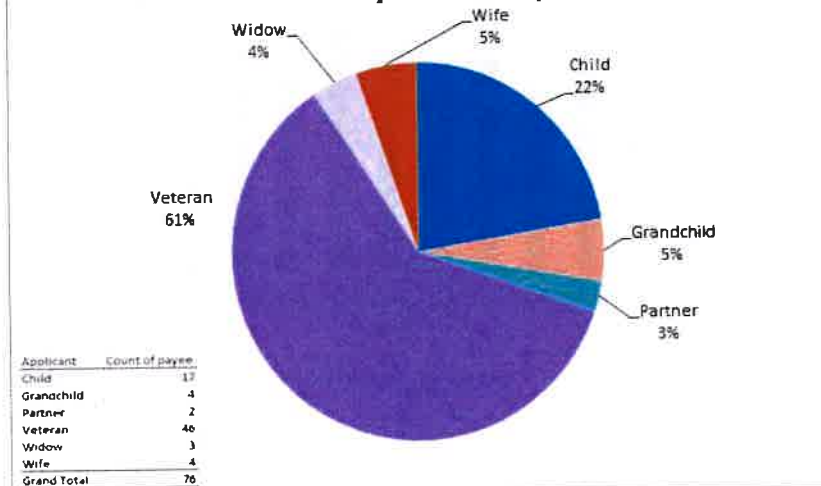
Viet Nam Veterans and Their Families Trust Number of Grants by Location 2019-20



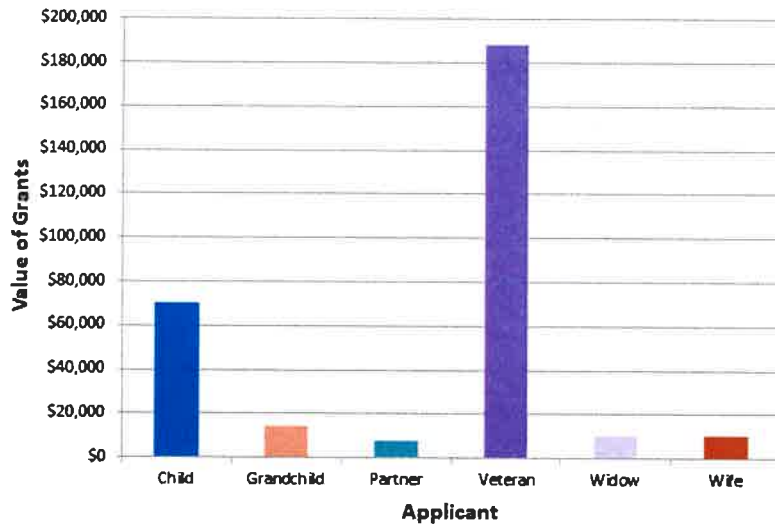
Viet Nam Veterans and Their Families Trust Grants by Location 2019-20



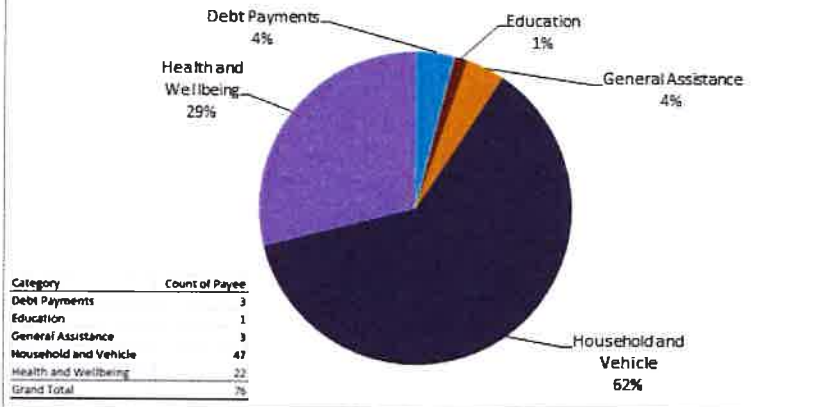
Viet Nam Veterans and Their Families Trust Number of Grants by Relationship 2019-20



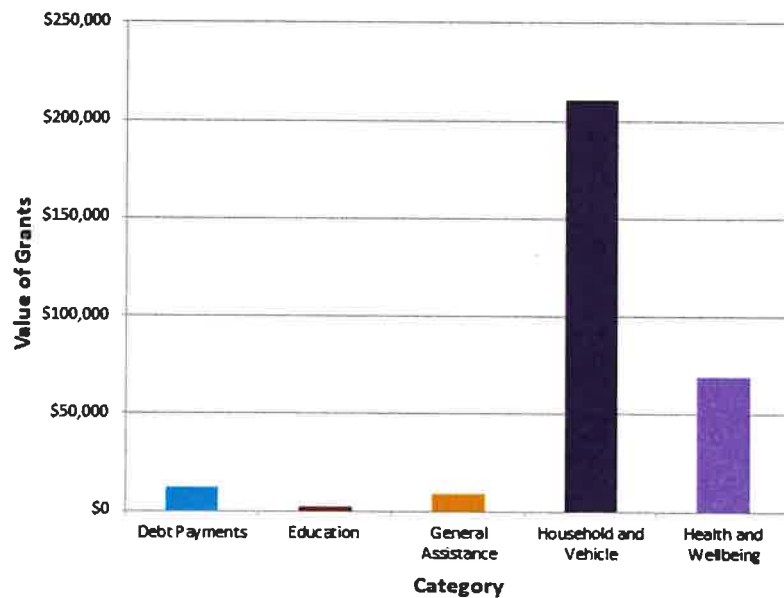
**Viet Nam Veterans and Their Families Trust
Value of Grants by Relationship 2019-20**



**Viet Nam Veterans and Their Families Trust
Number of Grants by Category 2019-20**



**Viet Nam Veterans and Their Families Trust
Value of Grants by Category 2019-20**



Performance Report for the year ended 30 June 2020

Viet Nam Veterans and their Families Trust

Performance Report

For the year ended
30 June 2020

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Viet Nam Veterans and their Families Trust

Entity Information

For the year ended
30 June 2020

Legal Name

Viet Nam Veterans and their Families Trust

Type of Entity and Legal Basis

The Trust was established 16 August 2007 by deed. It is a registered charity.

Registration Number

CC21368

Background

The Viet Nam Veterans and their Families Trust (Trust) provides grants to Viet Nam veterans and their families to assist with the relief from poverty and/or hardship, or other matters beneficial to the community of Viet Nam Veterans and their families.

Grants made from the Trust are additional to any existing entitlements (under the War Pensions Act 1954 and the Veterans Support Act 2014) to which Viet Nam veterans may be entitled.

The Trust was established in 2007 by the Government with a capital endowment of \$7 million for a 30 year period. In 2037, the Trust Deed requires the original capital endowment be repaid.

The Trustees have invested the trust capital in a diversified portfolio of investments under advice from an investment adviser. The net income and accumulated capital returns are available for discretionary payments to veterans and their families in terms of the objects of the Trust.

All decisions of the Trustees are made independently of Government with strong accountability links directly to the veterans.

The Trust is administered by the Department of Internal Affairs and this administration is separately funded by the Government at no cost to the Trust.

Mission/Whakatakanga

The Trust Deed defines the Trust's purpose to be the relief from poverty or hardship of veterans and their families and other matters beneficial to the community of veterans and their families.

The Trust aims to make day-to-day life easier for Viet Nam veterans and their families who are struggling. In deciding whether to make a grant, the Trustees consider the benefit a grant would make to someone's life and well-being.

Structure

Settlement Repayment Date

31 May 2037

Viet Nam Veterans and their Families Trust

Performance Report

For the year ended
30 June 2020

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Structure

Settlement Repayment Date

31 May 2037

Viet Nam Veterans and their Families Trust

Entity Information

For the year ended
30 June 2020

Settlor

Her Majesty the Queen in right of New Zealand acting through the Minister of Defence and the Minister of Veterans' Affairs, acting on behalf of the Government of New Zealand, are the Settlers of the Trust. They have responsibilities on issues relating to the establishment or disestablishment of the Trust, and maintain the appointment of one Trustee (who is the chairperson) until the settlement repayment date.

Trustees

Trustees are subject to the Trust Deed and the Trustee Act 1956. There are a minimum of three and a maximum of five Trustees.

The appointment of Trustees is decided by the following:

- Minister of Veterans' Affairs and Minister of Defence – one trustee
- The Royal New Zealand Returned Services' Association (RNZRSA) - two Trustees.
- The New Zealand Vietnam Veterans Association (NZVVA) - two Trustees.

The Settlor, RNZRSA and NZVVA may appoint a replacement Trustee at any time.

If the Trust continues past repayment date (2037), the power of appointment of a further Trustee is vested in the NZVVA and the RNZRSA.

Main sources of cash and resources

An endowment of \$7,000,000 was received from the Crown when the Trust was established, to be held by the Trustees for a period of thirty years. The settlement repayment date is 31 May 2037.

Main methods used to raise funds

Income and capital returns are generated from the investment of the Trust capital in accordance with the Trust Deed.

Services provided to the trust by the government under the memorandum of understanding

The Crown fund the Department of Internal Affairs to provide secretariat, advisory and accounting services to the Trust.

Viet Nam Veterans and their Families Trust

Entity Information

For the year ended
30 June 2020

Contact details

Physical Address

Viet Nam Veterans and their Families Trust
Department of Internal Affairs
45 Pipitea Street
Wellington 6011

Postal Address

P O Box 805
Wellington 6140

Email/Website

<https://www.communitymatters.govt.nz/viet-nam-veterans-and-their-families-trust/>

Viet Nam Veterans and their Families Trust

Statement of Service Performance

For the year ended
30 June 2020

Impact: Viet Nam veterans and their families are assisted with relief from poverty and/or hardship

What the Trust is seeking to achieve

The Trust is seeking to help New Zealand Viet Nam veterans and their families who may be experiencing poverty or hardship, and to also provide assistance with other matters beneficial to the community of Viet Nam veterans and their families.

What will be done to achieve this

The Trust provides discretionary grants to Viet Nam veterans and their families (i.e. to veterans, their wives/partners, children and grandchildren who live in New Zealand or overseas). Applicants must be New Zealand Viet Nam veterans, or family members of New Zealand Viet Nam veterans. Priority is given to cases where there is an immediate or obvious need or hardship. Applicants may live outside New Zealand.

Applicants can apply to the Trust more than once, even if they have received a grant before.

Viet Nam Veterans and their Families Trust Outcomes

This Fund contributes to the following outcome:

The relief from poverty or hardship of New Zealand Viet Nam veterans and their families, and other matters beneficial to the community of veterans and their families.

Measuring Progress

Applicants who receive grants from the Viet Nam Veterans and their Families Trust are expected to use Trust funding received according to their grant notification letter.

Public meeting

The Trust is required to hold a public meeting once every calendar year. The trustees present their annual report and statement of investment policy and objectives at this meeting. All Viet Nam veterans and their families are invited to attend the annual meeting to find out more about the Trust and to talk to the Trustees. Meetings are held at a different RSA each year.



Viet Nam Veterans and their Families Trust
Statement of Service Performance

For the year ended
30 June 2020

Viet Nam Veterans and their Families Trust Outputs

	Actual	Actual
	2020	2019
	\$	\$
Grants approved	303,156	325,884



Viet Nam Veterans and their Families Trust
Statement of Financial Performance

For the year ended
30 June 2020

	Actual		Actual
	2020		2019
	\$		\$
Revenue			
Interest - bank deposits and cash	119,520		115,833
Interest - fixed term investments	41,304		79,394
Dividends	128,685		128,937
Grants	-		350,000
Total Revenue	289,509		674,164
Expenses			
Trustee fees	10,878		11,566
Trustee travel & accommodation expenses	11,582		13,334
Audit fee	6,450		6,304
Brokerage	16,147		13,223
Portfolio fees	17,441		-
Amortisation of premiums/discounts	6,029		20,048
Other expenses	2,444		1,073
Total Expenses	70,971		65,548
Net Income before Grants & Gains and Losses on Investments	218,538		608,616
Grants made	303,156		325,884
Grants cancelled/refunded	(31,786)		(4,348)
Net Grants	271,370		321,536
Realised (loss) on sale of investments	(58,891)		(70,481)
Unrealised (loss)/gain on revaluation of investment portfolio	(95,996)		150,583
Net gain on foreign exchange revaluation	4,620		-
(Deficit)/Surplus for the year	(203,099)		367,182

The accompanying notes are an integral part of these financial statements.



Viet Nam Veterans and their Families Trust
Statement of Financial Position

As at
30 June 2020

	Note	Actual 2020	Actual 2019
Assets		\$	\$
Current Assets			
Bank accounts		392,068	684,764
Short term investments	1	1,362,300	857,560
Accrued interest and dividends		80,595	86,582
Total Current Assets		1,834,963	1,628,906
Non-current Assets			
Shares in listed entities		4,446,128	3,485,515
Long term investments	1	2,087,218	3,449,903
Total Non-current Assets		6,533,346	6,935,418
Total Assets	7	8,368,309	8,564,324
Liabilities			
Current Liabilities			
Creditors and accrued expense		10,562	7,590
PAYE on schedular payments		-	932
Grants payable		119,671	114,627
Total Current Liabilities		130,233	123,149
Non-Current Liabilities			
Settlement - repayment due 31 May 2037	3	7,000,000	7,000,000
Total Non-Current liabilities		7,000,000	7,000,000
Total Liabilities		7,130,233	7,123,149
Total Assets less Total Liabilities (Net Assets)		1,238,076	1,441,175
Accumulated Funds			
Accumulated surpluses		1,238,076	1,441,175
Total Accumulated Funds	2	1,238,076	1,441,175

The accompanying notes are an integral part of these financial statements.



Viet Nam Veterans and their Families Trust

Statement of Cash Flows

For the year ended
30 June 2020

	Actual		Actual
	2020		2019
	\$		\$
Cash Flows from Operating Activities			
Cash was received from:			
Interest	161,114		177,099
Dividends	134,382		129,420
Grants received	-		350,000
Grants refunded	-		4,348
Cash was applied to:			
Payments of expenses	(62,903)		(43,432)
Grants paid	(266,326)		(258,705)
Net Cash Flows from Operating Activities	(33,733)		358,730
Cash flows from Investing and Financing Activities			
Cash was received from:			
Receipts from investments maturing	1,711,382		1,744,836
Cash was applied to:			
Investments made	(1,974,965)		(1,542,309)
Net Cash Flows from Investing and Financing Activities	(263,583)		202,527
Changes in Foreign Currency Exchange Rates	4,620		-
Net (Decrease)/Increase in Cash	(292,696)		561,257
Opening Cash	684,764		123,507
Closing Cash	392,068		684,764
This is represented by:			
Bank Accounts	392,068		684,764



Viet Nam Veterans and their Families Trust

Statement of Accounting Policies

For the year ended

30 June 2020

Basis of Preparation

The Viet Nam Veterans and their Families Trust has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Trust has opted to apply the Tier 2 standards PBE IPSAS 28 Financial Instruments Presentation; PBE IPSAS 29 Financial Instruments: Recognition & Measurement; PBE IPSAS 30: Financial Instruments: Disclosure and PBE IPSAS 4: The effect of changes in Foreign Exchange Rates. The Performance Report is prepared on the assumption that the entity will continue to operate in the foreseeable future.

Tier 2 PBE Accounting Standards Applied

PBE IPSAS 28, 29, 30

The carrying cost of investment assets is the fair value. The fair value of share investments and held to maturity investments is the market valuation quoted by Jarden at the reporting date. Surpluses and deficits are shown in the Statement of Financial Performance. Fixed term investments are generally held until maturity. Shares are generally held long term. Cash deposits are recorded at cost.

PBE IPSAS 4

Transactions in foreign currency are converted at the New Zealand rate of exchange at the time the transactions occurred using rates as advised by the Reserve Bank. At balance date foreign monetary assets and liabilities are translated at the closing rate as advised by Jarden and exchange variations arising from these transactions are included in the Statement of Financial Performance.

Presentation Currency and Rounding

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar.

Goods and Services Tax (GST)

The Viet Nam Veterans and their Families Trust is not registered for GST, therefore amounts recorded in the Performance Report are inclusive of GST (if any).

Taxation

The Viet Nam Veterans and their Families Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions. The Trust was registered as a Charitable entity under the Charities Act 2005 on 23 May 2008. The Trust holds a certificate of exemption from Resident Withholding Tax.

Measurement Base

The financial statements have been prepared on an historical basis, adjusted to the fair value of certain financial instruments.



Viet Nam Veterans and their Families Trust

Statement of Accounting Policies

For the year ended

30 June 2020

Bank Accounts

Bank accounts comprise cash balances, bank balances and short-term deposits with original maturities of 90 days or less.

Statement of Cash Flows

Operating activities include all activities other than investing activities. The cash inflows include all receipts of interests from investments and other sources of revenue that support the Trust's operating activities. Cash outflows include payments made for grants and suppliers.

Investing activities are those activities relating to the acquisition and disposal of current and non-current securities.

Revenue

Interest revenue is recognised as it accrues, using the effective interest method. Dividend income is recognised on the date that the Trust's rights to receive payment are established, which in the case of quoted securities is the ex-dividend date. Grant income is recognised when received.

Financial Instruments

The Trust is party to financial instruments as part of its normal operations. These financial instruments include bank accounts, creditors and investments. All financial instruments are recognised in the statement of financial position and all revenue and expenses in relation to financial instruments are recognised in the statement of financial performance. The carrying value of these assets approximates their fair value.

Financial Assets

Within the scope of NFP PBE IPSAS 29 Financial Instruments: The Trust's financial assets are classified as either financial assets at fair value through surplus or deficit, or loans and receivables. The Trust's financial assets include: bank accounts and investments.

All financial assets except for those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

Financial assets at fair value through surplus or deficit.

Financial assets at fair value through surplus or deficit are designated at fair value through surplus or deficit upon initial recognition. The Trust's equity investments and bonds fall into this category of financial assets.

Investments maturing within 12 months of the reporting date are considered short term investments. Equities are generally held long term. Bonds are held until maturity. The discount or premium arising from the purchase of an investment is amortised over the term to maturity on a straight-line basis.



Viet Nam Veterans and their Families Trust

Statement of Accounting Policies

For the year ended

30 June 2020

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Trust's bank accounts and bank fixed term deposits fall into this category of financial assets.

Financial liabilities

The Trust's financial liabilities include trade and other creditors and grants payable. Trade and other creditors and grants payable are non-interest bearing and payments are within the normal terms: therefore the carrying value approximates their fair value.

Foreign Currency Risk

All grants are paid in New Zealand currency. All expenditures are made in New Zealand dollars. The Trust has an exposure to foreign currency risk as it holds a number of international shares. The dividends on these shares are paid in foreign currency. Some overseas currency is held in the FNZ Cash Management facility.

Services in Kind

Donations in kind exists where an asset or service is provided by a third party for no monetary exchange. The Trust received financial advisor services in kind from the appointed investment advisor. During the year the Trust moved to a Custodian and Wealth management service with the financial advisor.

FNZ Custodian Service

FNZ act as custodian. All securities and most cash funds are held by FNZ on behalf of the Trust.

Expenditure

Administration costs are costs borne by the Trust and are recognised on receipt of invoice.

Grants Approved

Grants approved by the Trustees in the financial period are recognised as an expense in the Statement of Financial Performance. The grants are discretionary and not subject to any substantive conditions. Grants are recognised as expenditure when they have been both approved by the Trustees and the recipient has accepted the grant agreement.

Loan Payable

The Trust was endowed with \$7,000,000 by the NZ Government for a defined period for the purpose of generating income. The loan is repayable on 31 May 2037 without any income or excess capital amount. The loan is recognised as a non-current liability in the Statement of Financial Position.

Changes in Accounting Policies

There have been no changes in accounting policies during the financial year (2019: nil).



Viet Nam Veterans and their Families Trust
Notes to the Performance Report

For the year ended
 30 June 2020

Note 1: Analysis of Investments

	Actual 2020	Actual 2019
Short Term Investments	\$	\$
Bank fixed term deposits maturing < 12 months	950,000	550,000
Bonds and Debentures maturing <12 months	412,300	307,560
Total Short Term Investments	1,362,300	857,560
	2020	2019
	\$	\$
Shares in Listed Equities	4,446,128	3,485,515
	2020	2019
Long Term Investments	\$	\$
Bank fixed term deposits maturing > 12 months	1,715,000	2,665,000
Bonds and Debentures maturing > 12 months	372,218	784,903
Total Long Term Investments	2,087,218	3,449,903
	2020	2019
	\$	\$
Total Investments	7,895,646	7,792,978

Note 2: Accumulated Funds

2020	Accumulated Surpluses \$
Opening Balance	1,441,175
Deficit	(203,099)
Closing Balance	1,238,076

2019	Accumulated Surpluses \$
Opening Balance	1,073,993
Surplus	367,182
Closing Balance	1,441,175



Viet Nam Veterans and their Families Trust

Notes to the Performance Report

For the year ended

30 June 2020

Note 3: Settlement of Endowment

An endowment of \$7,000,000 was received from the Crown when the Trust was established, to be held by the Trustees for a period of thirty years. The settlement repayment date is 31 May 2037. The Trustees may invest all or any of the \$7 million Trust Fund in accordance with the Trust Deed and the Statement of Investment Policies and Objectives. On settlement repayment date the settlement amount is to be repaid to the Settlor without any interest.

Note 4: Commitments and Contingencies

Commitments

There are no commitments as at balance date (2019: nil).

Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at balance date (2019: nil).

Note 5: Related Parties Disclosures

Related Party Disclosures

Related Parties are persons who are related to the Trust or to Trustees or they may be entities who are controlled by a Trustee or are substantially controlled or owned by a Trustee.

During the year two payments totalling \$10,725 (2019: Nil) were made to Viet Nam veterans who were also Trustees. The Trustees concerned were not involved in the deliberations or decisions to make those payments.

Note 6: COVID-19

COVID-19

On 11 March 2020, the World Health Organisation declared an ongoing global outbreak of a novel coronavirus, known as 'COVID-19', as a pandemic. In response, many Governments implemented a range of public health and social measures to prevent and contain the transmission of COVID-19 and have provided financial stimulus and welfare support to mitigate the economic impacts.

The Trust's earnings, cashflow and financial position have been impacted since the outbreak began and up to the date of the signing of these financial statements. The Trust is however expecting a reduction in the current year compared to the year ended 30 June 2020, given our exposure to markets and interest rates that have been adversely impacted by COVID-19.

As at the date of signing these financial statements, it is not possible to estimate the impact of COVID-19 pandemic's long-term effects. As such, it is not practicable to provide any further quantitative or qualitative estimate of the potential impact on the Trust at this time.



Viet Nam Veterans and their Families Trust

Statement of Responsibility

For the year ended
30 June 2020

Note 7: Events After Balance Date

Events after the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (2019: nil).

Note 8: Categories of financial assets and liabilities

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	Actual 2020	Actual 2019
Financial Assets	\$	\$
<i>Financial assets at fair value through surplus or deficit</i>		
Shares in listed equities	4,446,128	3,485,515
Bonds and debentures	784,518	1,092,463
<i>Loans and Receivables</i>		
Cash and cash equivalents	392,068	684,764
Receivables from exchange transactions	80,595	86,582
Fixed term deposits	2,665,000	3,215,000
Total Financial Assets	8,368,309	8,564,324
	Actual 2020	Actual 2019
Financial Liabilities	\$	\$
<i>At amortised cost</i>		
Trade and other creditors	130,233	122,217
Loans and borrowings	7,000,000	7,000,000
Total Financial Liabilities	7,130,233	7,122,217



Viet Nam Veterans and their Families Trust
Statement of Responsibility

For the year ended
30 June 2020

The Trustees are responsible for the preparation of the Viet Nam Veterans & their Families Trust's financial statements and the judgements made in them.

In the Trustees' opinion, these financial statements fairly reflect the financial position and operations of the Viet Nam Veterans and their Families Trust for the year ended 30 June 2020.

Signed on behalf of the Trust:



Lindsay Pope
Chair

30 September 2020



Graham Gibson
Trustee

Independent Auditor's Report

Grant Thornton New Zealand Audit Partnership

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To the Trustees of the Viet Nam Veterans and their Families Trust

Report on the Performance Report

Opinion

We have audited the performance report of Viet Nam Veterans and their Families Trust (the "Trust") on pages 2 to 15, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 June 2020, the statement of financial position as at 30 June 2020, and notes to the performance report, including summary of significant accounting policies and other explanatory information.

In our opinion:

- a the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b the accompanying performance report presents fairly, in all material respects:
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the financial position of Viet Nam Veterans and their Families Trust as at 30 June 2020 and its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of Viet Nam Veterans and their Families Trust in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Trust

Information Other than the Performance Report and Auditor's Report Thereon

The Trustees are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Annual Report comprising Introduction and Chair's Report, but does not include the performance report and our auditor's report thereon.

Our opinion on the performance report does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Trustees for the Performance Report

The Trustees are responsible for:

- a Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- b the preparation and fair presentation of the performance report on behalf of the entity which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board, and

- c for such internal control as the Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Trustees are responsible on behalf of Viet Nam Veterans and their Families Trust for assessing the Trust'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 Trustees either intend to liquidate Viet Nam Veterans and their Families Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is 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 ISAE (NZ) 3000 (Revised) 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 this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity'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 performance report 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 entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the Trustees 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.

Restriction on use of our report

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

Grant Thornton New Zealand Audit Partnership



Brent Kennerley
Partner
Wellington, New Zealand

30 September 2020

