

2022 Financial Statements

ZAFRON TRUST

FINLAY DYKZEUL LIMITED

Directors: NJ Dykzeul BSc, Grad Dip Acc, CA MB Hebditch BBS CA

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COMPILATION REPORT TO THE TRUSTEES

Reporting Scope

On the basis of information that you provided we have compiled, in accordance with "Service Engagement Standard Number 2: Compilation of Financial Information", the Financial Statements of ZAFRON TRUST for the year ended 31 March 2022 as set out on the following pages.

These statements have been prepared in accordance with the principles contained in current income tax legislation as described in Note 1 to the Financial Statements.

These are special purpose financial statements and as such are intended for internal use only and should not be relied upon for any other purpose.

Responsibilities

You are solely responsible for the information contained in the financial statements and have determined that the financial reporting basis stated above is appropriate to meet your needs and for the purpose that the financial statements were prepared. The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

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

Independence

We are not independent of Zafon Trust as the directors of Finlay Dykzeul Limited are also directors of G I Finlay Trustees Limited, which is a Trustee of Zafon Trust. The directors participate in the decisions of management regarding the compiled financial information. The employees and contractors of Finlay Dykzeul Limited are independent.

Finlay Dykzeul Limited
Chartered Accountants
Tauranga
9 February 2023

ZAFRON TRUST

Directory

As at 31 March 2022

Nature of Business	Consultancy Spec Homes Racing Car
Trust Formation Date	1 August 2006
Vesting Date	1 August 2086 or at Trustees Discretion
Settlor	Shane Trevor Helms
Trustees	Shane Trevor Helms G I Finlay Trustees Limited
Beneficiaries	Shane Trevor Helms Blair The Children, Grandchildren and parents of the Settlor
Accountants	Finlay Dykzeul Limited Chartered Accountants Level 1, 314 Maunganui Road Mount Maunganui 3116
Bankers	ANZ Bank Limited
Solicitors	Sharp Tudhope
IRD Number	94-518-008

ZAFRON TRUST

Statement of Financial Performance

For the Year Ended 31 March 2022

	Note	2022 \$	2021 \$
Operating Revenue			
Consulting Fees		1,610,623	1,344,908
Interest Received		3,246	12,157
Lease Income - 12 Orbit Drive		150,000	180,000
Lease Income (Race Car & Truck)		295,652	354,786
Profit on Sale of Fixed Assets		28,199	76,687
Total Operating Revenue		2,087,720	1,968,538
Less Expenses			
Working Expenses			
Racecar Expenses		107,919	83,366
Registrations		285	854
Servces/Repairs		5,161	16,538
		113,365	100,758
Administration Expenses			
Accountancy Fees		6,213	6,535
Bank Fees & Charges		5,401	13,315
General Expenses		465	268
Legal Expenses		-	1,613
Valuation Fees		-	2,825
		12,079	24,556
Standing Charges			
Insurance		34,686	8,758
Insurance - Audit Sheild		857	678
Interest - Overdraft		97,876	81,785
Interest - Zano Developments Limited		3,195	4,340
Interest - Tax Pool		666	-
Interest - IRD Use of Money		3,282	-
Interest - Zano Limited		-	65,598
Rates		17,225	16,538
		157,787	177,697
Non Cash Expenses			
Depreciation		297,544	174,593
Total Expenses		580,775	477,604
Profit before Income Tax		1,506,945	1,490,934
Income Tax Expense	2	497,292	492,008
Net Profit		1,009,653	998,926

These financial statements are to be read in conjunction with the accompanying Notes and the compilation report. These statements have been compiled without undertaking an audit or review engagement.

ZAFRON TRUST

Statement of Changes in Trust Funds

For the Year Ended 31 March 2022

	2022	2021
	\$	\$
Revenues and Expenses		
Net Profit	1,009,653	998,926
Non Deductible Expenses	-	(320)
Total Recognised Revenues and Expenses	1,009,653	998,606
Trust Capital Movements		
Movement in Capital Gain / Loss on Sale of Fixed Assets	1,721,316	-
Total Trust Capital Movements	1,721,316	-
Trust Funds at the Beginning of the Year	5,248,168	4,249,562
Trust Funds at the End of the Year	7,979,137	5,248,168

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ZAFRON TRUST

Statement of Financial Position

As at 31 March 2022

	Note	2022 \$	2021 \$
Current Assets			
Income Tax Receivable	3	2,708	-
GST Receivable		47,876	-
Zano Limited	4	822,276	-
Nuland Construction Limited	4	4,333	3,292
Racelab Retail Ltd	4	3,586	3,586
Race Lab Limited	4	2,235	2,235
Zertech Limited	4	75,110	70,839
Total Current Assets		958,124	79,952
Non-Current Assets			
Property, Plant & Equipment		12,226,204	9,818,565
Total Assets		13,184,328	9,898,517
Current Liabilities			
ANZ Ltd Current Account	5	2,220,527	2,612,975
Accounts Payable		-	2,341
Net Deposit for Sale of 117 Churchill		-	105,187
Income Tax Payable	3	-	197,009
GST Payable		-	61,043
Beneficiaries' Advance Accounts		971,792	1,216,336
Len Helms Family Trust	4	50	50
Gillian Helms Family Trust	4	50	50
Zano Limited	4	-	287,724
Zano Developments Ltd	4	1,479,473	76,278
Zacspeed Trust	4	533,299	91,356
Total Liabilities		5,205,191	4,650,349
Net Assets		7,979,137	5,248,168
Trust Funds			
Trust Capital	6	(2,711,376)	(4,432,692)
Trustee Accumulated Income	7	10,690,513	9,680,860
Total Trust Funds		7,979,137	5,248,168

Shane Trevor Helms

Trustee

Date

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ZAFRON TRUST

Statement of Financial Position (continued)

As at 31 March 2022

	Trustee	Date
G I Finlay Trustees Limited		

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ZAFRON TRUST

Statement of Beneficiaries' Advance Accounts

For the Year Ended 31 March 2022

	2022	2021
	\$	\$
S T Helms		
Opening Balance	1,216,337	1,243,639
Less:		
Drawings	133,245	16,206
Churchill Road Expenses	72,969	11,097
Car & Boat Expenses	38,331	-
	244,545	27,303
Closing Balance	971,792	1,216,336
Total of Beneficiaries' Advance Accounts	971,792	1,216,336

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ZAFRON TRUST

Depreciation Schedule

For the Year Ended 31 March 2022

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
Car Display Room																	
2017	.00D		67,300	67,300	-	31/03/17	-	-	-		-	-	-	-	-	-	67,300
			67,300	67,300	-		-	-	-		-	-	-	-	-	-	67,300
Plant																	
Stacker Trailer	30.00D		87,000	10,235	-	02/04/15	-	-	-		-	-	3,070	79,835	-	-	7,165
			87,000	10,235	-		-	-	-		-	-	3,070	79,835	-	-	7,165
Vehicles																	
1987 BMW E30 M3	36.00D		32,000	129	-	05/11/08	-	-	-		-	-	46	31,917	-	-	83
BMW E21 JF6354	30.00D		1,739	132	-	16/01/14	-	-	-		-	-	40	1,647	-	-	92
BDA Escort FRF372 (personal)	.00D		88,500	88,500	-	07/03/16	-	-	-		-	-	-	-	-	-	88,500
WRC Escort P11 FMC	.00D		200,000	200,000	-	17/03/16	-	-	-		-	-	-	-	-	-	200,000
Volvo FH Globetrotter JZS676 Black	30.00D		296,500	49,832	-	31/03/16	-	-	-		-	-	14,950	261,618	-	-	34,882
Volvo FH Improvements	30.00D		406,213	78,052	-	30/08/16	-	-	-		-	-	23,416	351,577	-	-	54,636
Continental BMW M2 KWA152 Blue	30.00D		-	28,323	-	27/09/17	56,522	-	28,199	31/03/22	100,000	-	-	-	-	-	-
2016 Renault RS01 Chassis #27	30.00D		430,029	140,347	-	08/02/18	-	-	-		-	-	42,104	331,786	-	-	98,243
2012 Audi TT RS VLN	30.00D		150,628	62,767	-	24/10/18	-	-	-		-	-	18,830	106,691	-	-	43,937
Audi RS24	.00D	100.00	145,300	145,300	-	10/01/20	-	-	-		-	-	-	-	-	-	145,300
Orakei Marina Berth C32	.00D	100.00	500,000	500,000	-	07/02/20	-	-	-		-	-	-	-	-	-	500,000
Aston Martin Vantage Coupe 2021	30.00D		217,391	201,310	-	28/01/21	-	-	-		-	-	60,393	76,474	-	-	140,917
Aston Martin GT8 - GT8AML	30.00D		386,120	-	386,120	06/08/21	-	-	-		-	-	77,118	77,118	-	-	309,002
Astin Martin GT4 Race Car (Black)	30.00D		330,435	-	330,435	28/09/21	-	-	-		-	-	57,577	57,577	-	-	272,858
			3,184,855	1,494,692	716,555		56,522	-	28,199		100,000	-	294,474	1,296,405	-	-	1,888,450
Museum Motor Vehicles																	
Audi DTM S12	.00D		373,916	373,916	-	28/02/18	-	-	-		-	-	-	-	-	-	373,916
			373,916	373,916	-		-	-	-		-	-	-	-	-	-	373,916

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ZAFRON TRUST

Depreciation Schedule (continued)

For the Year Ended 31 March 2022

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
117 Churchill Road, Murrays Bay																	
Land & Building	.00D		-	1,567,520	-	21/11/08	3,288,836	-	-	31/03/22	1,567,520	1,721,316	-	-	-	-	-
Beds, Stereo, TV	.00D		-	5,838	-	01/01/05	5,838	-	-	31/03/22	5,838	-	-	-	-	-	-
Furniture	.00D		-	95,785	-	01/01/05	95,785	-	-	31/03/22	95,785	-	-	-	-	-	-
Geotech & Survey	.00D		-	4,635	-	31/01/09	4,635	-	-	31/03/22	4,635	-	-	-	-	-	-
New House Building Expenses 2013	.00D		-	37,728	-	31/03/13	37,728	-	-	31/03/22	37,728	-	-	-	-	-	-
Pool (2014)	.00D		-	34,915	-	31/03/14	34,915	-	-	31/03/22	34,915	-	-	-	-	-	-
New House Building Expenses 2014	.00D		-	241,054	-	31/03/14	241,054	-	-	31/03/22	241,054	-	-	-	-	-	-
New House Building Expenses 2015	.00D		-	952,000	-	31/03/15	952,000	-	-	31/03/22	952,000	-	-	-	-	-	-
Pool (2015)	.00D		-	36,925	-	31/03/15	36,925	-	-	31/03/22	36,925	-	-	-	-	-	-
Lawns	.00D		-	11,150	-	31/03/15	11,150	-	-	31/03/22	11,150	-	-	-	-	-	-
Fences	.00D		-	1,150	-	31/03/15	1,150	-	-	31/03/22	1,150	-	-	-	-	-	-
Furniture	.00D		-	11,255	-	31/03/15	11,255	-	-	31/03/22	11,255	-	-	-	-	-	-
Fence	.00D		-	19,136	-	30/11/15	19,136	-	-	31/03/22	19,136	-	-	-	-	-	-
Additions 2021	.00D		-	67,381	-	01/04/20	67,381	-	-	31/03/22	67,381	-	-	-	-	-	-
			-	3,086,472	-		4,807,788	-	-		3,086,472	1,721,316	-	-	-	-	-
12 Orbit Drive, Mairangi Bay																	
Land & Building	.00D		2,750,000	2,750,000	-	19/10/18	-	-	-		-	-	-	-	-	-	2,750,000
			2,750,000	2,750,000	-		-	-	-		-	-	-	-	-	-	2,750,000
26 Lynwood Grove, Dairy Flat																	
Land & Dwelling	.00D		4,800,000	-	4,800,000	30/04/21	-	-	-		-	-	-	-	-	-	4,800,000
Improvements 2022	.00D		303,423	-	303,423	31/03/22	-	-	-		-	-	-	-	-	-	303,423
			5,103,423	-	5,103,423		-	-	-		-	-	-	-	-	-	5,103,423
Private Vehicles																	
Prestige 520 Boat	.00D		2,002,579	2,002,579	-	01/02/21	-	-	-		-	-	-	-	-	-	2,002,579

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ZAFRON TRUST

Depreciation Schedule (continued)

For the Year Ended 31 March 2022

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
BMW 325i Mtech 1		.00D	33,371	33,371	-	01/04/20	-	-	-		-	-	-	-	-	-	33,371
			2,035,950	2,035,950	-		-	-	-		-	-	-	-	-	-	2,035,950
Total Assets			13,602,444	9,818,565	5,819,978		4,864,310	-	28,199		3,186,472	1,721,316	297,544	1,376,240	-	-	12,226,204

These financial statements are to be read in conjunction with the accompanying Notes and the compilation report. These statements have been compiled without undertaking an audit or review engagement.

1 Statement of Accounting Policies

Reporting Entity

ZAFRON TRUST is a Discretionary Trust, established by a trust deed dated 1 August 2006.

These financial statements have not been prepared for external use. They are prepared for tax purposes only and should not be relied on for any other purpose. They are therefore defined as special purpose reports.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with taxation principles contained in the Income Tax Act 2007 and disclosure requirements contained in the Tax Administration (Financial Statements) Order 2014.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a tax value basis are followed by the trust, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

(a) **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 trust and revenue can be reliably measured.

(b) **Expenses**

Expenses have been classified by their business function.

(c) **Property, Plant & Equipment**

Property, plant and equipment is recognised at cost less aggregate depreciation. 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.

All other repairs and maintenance are recognised as expenses in the Statement of Financial Performance in the financial period in which they are incurred.

Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007.

(d) **Income Tax**

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years.

ZAFRON TRUST

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2022

(e) Goods and Services Taxation (GST)

Revenue and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(f) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

2 Tax Reconciliation

Profit before Income Tax

Taxable Income

Tax Expense at 33%

Tax Expense

2022	2021
\$	\$
1,506,945	1,490,934
1,506,945	1,490,934
497,292	492,008
497,292	492,008

3 Income Tax

Opening Balance

Plus:

Tax Refund Received

Provision for Taxation

Less:

Terminal Tax Paid

Provisional Tax Paid

Income Tax (Receivable)/Payable

2022	2021
\$	\$
197,009	139,182
-	-
497,292	492,008
500,283	492,008
-	14,182
700,000	419,999
700,000	434,181
(2,708)	197,009

4 Related Parties

Zano Limited

Nuland Construction Limited

Racelab Retail Ltd

Race Lab Limited

Zertech Limited

Total Receivables from Related Parties

2022	2021
\$	\$
822,276	-
4,333	3,292
3,586	3,586
2,235	2,235
75,110	70,839
907,540	79,952

ZAFRON TRUST

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2022

Len Helms Family Trust	50	50
Gillian Helms Family Trust	50	50
Zano Limited	-	287,724
Zano Developments Ltd	1,479,473	76,278
Zacspeed Trust	533,299	91,356
Total Payables to Related Parties	2,012,872	455,458
Total Related Parties	(1,105,332)	(375,506)
5 Bank Overdraft	2022	2021
	\$	\$
Bank Account Balance		
ANZ Ltd Current Account	2,220,527	2,612,975
Total Bank Overdraft	2,220,527	2,612,975
6 Trust Capital	2022	2021
	\$	\$
Opening Balance	(4,432,692)	(4,432,692)
Plus:		
Capital Gain / Loss on Sale of Fixed Assets	1,721,316	-
Total Trust Capital	(2,711,376)	(4,432,692)
7 Trustee Accumulated Income	2022	2021
	\$	\$
Opening Balance	9,680,860	8,682,254
Plus:		
Profit for the Year	1,009,653	998,926
Less:		
Non Deductible Expenses	-	320
Total Trustee Accumulated Income	10,690,513	9,680,860
8 Capital Commitments		
The trust has no capital commitments as at 31 March 2022 (2021: Nil).		
9 Contingent Liabilities		
The trust has no contingent liabilities and no guarantees as at 31 March 2022 (2021: Contingent Liabilities Nil, Guarantees Nil).		
10 Events Occurring After Balance Date		
No significant events have occurred subsequent to balance date.		

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