



PINEHURST  
SCHOOL

Pinehurst School Group  
Consolidated Financial Report  
For the year ended 31 December 2024

# Contents

1. Directory
2. Approval of consolidated financial report
- 3-10. Statement of service performance
11. Consolidated statement of comprehensive revenue and expense
12. Consolidated statement of movements in net assets/equity
13. Consolidated statement of financial position
14. Consolidated statement of cash flows
- 15-21. Statement of accounting policies
- 22-26. Notes to the consolidated financial statements
- 27-28. Independent auditors report

# Directory

## Pinehurst School Group

For the year ended 31 December 2024

### **Board of Governors**

Peter Davies	Chairman
Michael Atkinson	Deputy chairperson
Shuang Sheina Dong	Secretary
Robert Moon	
Bruce Bernacchi	(resigned 30th September 2024)
Alastair Nisbet	(resigned 31st December 2024)
Wei Lu	Treasurer
Bo Niu	

### **Incorporated Society Number**

450029

### **Charities Number**

CC54545

### **Nature of Business**

Education provider

### **Independent Auditor**

RSM Hayes Audit  
Auckland

### **Solicitor**

Lowndes Jordan  
Auckland

### **Banker**

Bank of New Zealand  
Auckland

### **Registered Office**

75 Bush Road  
Albany  
Auckland

# Approval of Consolidated Financial Report

## Pinehurst School Group

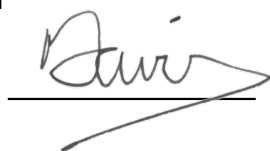
### For the year ended 31 December 2024

The Board of Pinehurst School ('the School') are pleased to present the approved Consolidated Financial Report (encompassing the consolidated financial statements and statement of service performance) of Pinehurst School Incorporated and Pinehurst School Trust for the financial year ended 31 December 2024, and the independent auditor's report thereon.

The Board and management accept responsibility for the preparation of the financial report and judgements used in it, and hereby adopt the Consolidated Financial report as presented. They also accept the responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial and service performance reporting. In the opinion of the Board and management, the Consolidated Financial Report for the year ended 31 December 2024 fairly reflect the financial position, financial performance, cash flows and service performance information of the school.

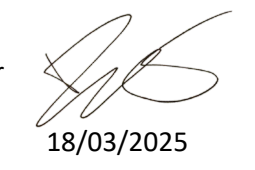
Approved  
Peter Davies  
Chairman

Date



Wei Lu  
Treasurer

Date



18/03/2025

# Statement of Service Performance

## Pinehurst School Group

### For the year ended 31 December 2024

Pinehurst School was founded in 1991 by a group of parents who established a set of principles that guide the School.

- To be a School of academic excellence as judged on a local, regional, national, and international basis.
- To be a haven of socially acceptable values
- To develop as an independent secular educational facility, from Year 1 to Year 13, having no more than 25 students in any class
- To use the benefits of modern methods to enhance learning and encourage positive attitudes to life-long learning throughout the School community.

The Schools' values are Respect for Self, Respect for Others and Excellence, and its mission has remained consistent for 30 years:

- Pinehurst provides each student with an excellent education that promotes self-discipline, leadership, motivation, and excellence in learning.
- Pinehurst works with parents to guide students towards academic and behavioural excellence, sporting achievement and artistic recognition.
- Pinehurst employs and develops teachers and support staff who demonstrate excellence in their profession.
- Pinehurst is internationally recognised for its top academic achievement.
- Pinehurst provides a values-based learning environment which assists students in developing to become independent and self-sufficient adults who succeed and become responsible in the global community.

#### Key measures

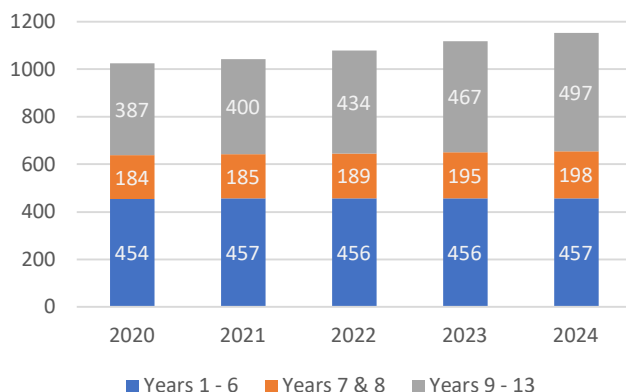
##### Student Numbers

The School has successfully increased its student numbers once again. While the Primary and Junior College remain at full capacity in 2024, recent growth in the lower year levels of the College over the past few years has now worked its way through the entire school. Notably, the Year 13 cohort has increased from 66 to almost 100 students.

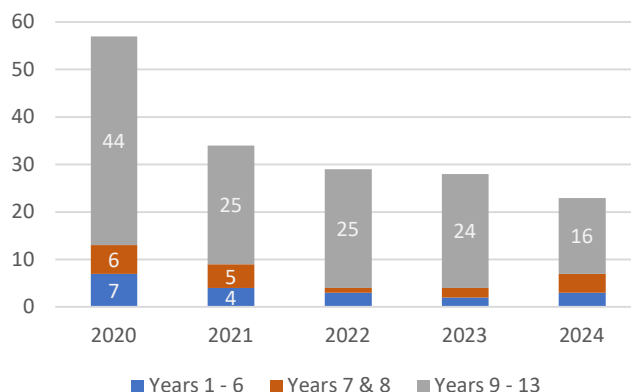
As of the end of 2024, the School set another record for student enrolment, reaching a total of 1,152 students in Term 4—an increase of 39 compared to the previous year.

We remain committed to our strategy for attracting international students, however as the School reaches capacity the demand for local students continues to be higher than the School can immediately accommodate. This requires the School continuing its measured approach seeking only to maintain our current levels of international student enrolment in the upcoming years. As a result, we continue to be highly selective in the admission process, ensuring that we accept only the most qualified candidates.

Students By Campus - Pinehurst



International Students



## Academic Results

The Cambridge curriculum is an internationally recognised qualification aimed to be a flexible academic program with pathways to either further tertiary education or employment, which is accessible to all students. Pinehurst provides academic programmes that are structured to enable successful results for all abilities. There are 5 times when students typically have external Cambridge assessed examinations.

1. Primary Checkpoint (Year 6)
2. Lower Secondary Checkpoint (Year 9)
3. IGCSE (Year 11)
4. Advanced Levels (Year 12 AS)
5. A Levels (Year 13 A)

**Checkpoint exams in Year 6 and Year 9** are externally assessed tests designed to monitor students and provide a “checkpoint” for students’ progress towards the upper-level Cambridge qualifications. They are scored out of 50, in English, Mathematics and Science, with 6 being the highest grade available. The School also offers an extensive program in Art, Global Perspectives, Digital Technology, Music and Physical Education. In year 9 these are expanded to include Social Science, Mandarin, Spanish, Design and Health.

- There were 111 (2023: 113) outstanding grades awarded across all 3 subjects and 76 high grades (2023:66).
- Of the 68 students entered, 25 (2023:24) scored outstanding, (the highest grade of 5 possible) in all 3 subjects.

Subject	Average score		
	2024	2023	World
English	40	41	34
Science	39	40	32
Mathematics	43	42	33

Subject	Average score		
	2024	2023	World
English	42	40	34
Science	40	41	31
Mathematics	43	41	31

English marks remain lower than Mathematics and Science. This is also reflected in the world average figures. However, Pinehurst students continued to perform above world averages across all three main subjects.

**IGCSE (Year10 and Year11)** is a Broad-based program made up of English, Mathematics, Global Perspectives, Physical Education and Health plus 6 additional subjects chosen by the student from a list of 22 available subjects. Students sit externally assessed exams at the end of year 11.

IGCSE Summary		
Grade	2024	2023
A*/A	45.5%	48.4%
A* - B	69.2%	72.2%
Below C	11.0%	11.0%

Comparison of IGSE grades from previous years					
Grade	2024	2023	2022	2021	2020
A*	22.1%	25.6%	32.2%	28.9%	23.7%
A	23.4%	22.8%	19.6%	19.7%	22.5%
B	23.7%	23.8%	19.9%	17.5%	23.0%
C	19.8%	16.8%	14.0%	15.9%	17.0%
D	6.4%	5.9%	6.6%	8.0%	5.4%
E	3.4%	3.2%	4.5%	5.4%	4.9%
F	0.7%	1.2%	1.8%	2.6%	2.2%
G	0.2%	0.6%	0.9%	1.3%	0.6%
U	0.3%	0.1%	0.6%	0.7%	0.6%

Ten students gained at least eight A grades. The percentage of A\* to B grades have reduced over the last three years.

**Advanced Levels (Year 12 and Year 13)** generally students in Year 12 complete the AS level program which normally includes English and 3 or 4 other subjects. Once a student has successfully passed an AS course in year 13 they have the option to either study that subject at the next level (A2) or select a different AS course.

AS Level

AS Level Grade	Average %	
	2024	2023
A-B	57.1	56.1
A - C	74.9	70.5
Pass	95.2	90.9

Comparison of AS grades from previous					
Grade	2024	2023	2022	2021	2020
A	35.8%	35.3%	35.1%	33.2%	31.7%
B	21.3%	20.8%	19.2%	18.5%	21.6%
C	17.8%	14.4%	14.4%	17.9%	16.5%
D	12.8%	12.8%	12.4%	15.3%	15.0%
E	7.4%	7.6%	9.6%	6.5%	9.1%
U	5.0%	8.9%	9.3%	8.5%	5.8%

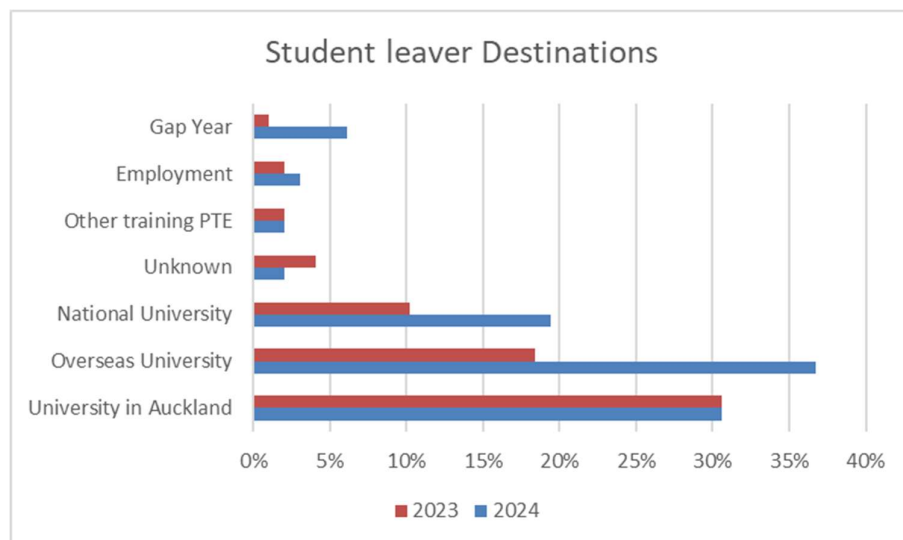
Fourteen students gained four or more A grades at AS Level. There have been slight increases in the overall percentage of A and B grades during the last three years.

A Level

A Level summary		
Grade	2024	2023
A* / A	47.1%	51.4%
A* - B	73.4%	71.2%
D or above	94.6%	95.8%

Comparison of Advanced level grades from previous years					
Grade	2024	2023	2022	2021	2020
A*	22.1%	28.3%	23.6%	21.5%	26.4%
A	25.0%	23.1%	20.1%	26.0%	22.3%
B	26.3%	19.8%	23.0%	24.0%	17.6%
C	13.8%	13.7%	17.8%	20.0%	17.1%
D	7.4%	10.8%	9.2%	5.5%	11.4%
E	3.5%	3.3%	5.7%	3.0%	4.7%
U	1.9%	0.9%	0.6%	0.0%	0.5%

29 students gained at least three A grades at A Level

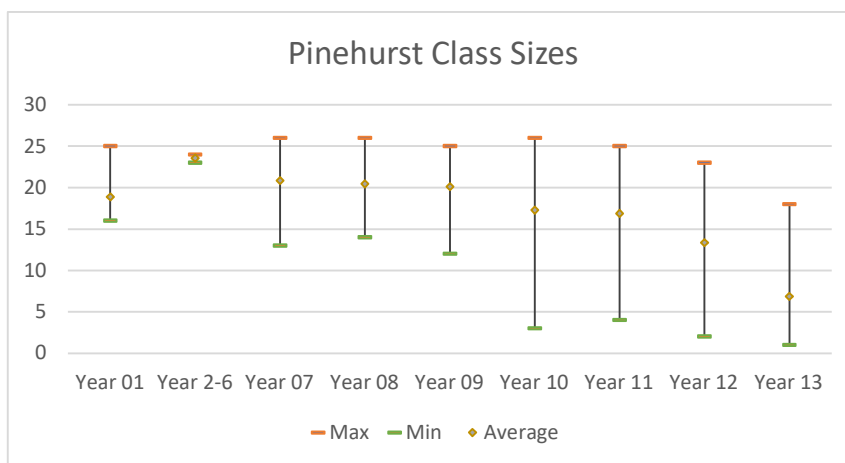


## High Achievement Awards – Cambridge

Pinehurst students received twenty Outstanding Learner Awards from Cambridge. We received three Top in The World awards across three departments. Students received awards from seven different departments. Percy Kuang and Amelia Neal were invited to attend morning tea with Kanjna Paranthaman, Cambridge Regional Director, in recognition and celebration of their outstanding achievements.

Cambridge Award	Level	2024	2023
High Achievement	IGCSE	1	
High Achievement	AS level	7	5
High Achievement	A level		3
Top in New Zealand	IGCSE	3	4
Top in New Zealand	AS level	4	2
Top in New Zealand	A level	1	1
Top in the World	IGCSE	2	4
Top in the World	AS level		1
Top in the World	A level	1	2
First place in New Zealand	best across five subjects	1	

## Class Sizes



Although the School does not allow its standard curriculum classes to exceed 25 students, during 2024 we had approx. 3 (2023:10) subject classes mostly in lower levels of college years 8 and 10 with a total of 26 or 27.

## The Arts

Pinehurst continued to have many students as part of the Arts with both curricular and extracurricular involvement. As well as students in Years 1-9 receiving specialist Music tuition as part of their class curriculum, students in Years 8-9, in addition to Music, received specialist classes in Art and Drama too. Overall, the number of students choosing to continue to take Arts-based subjects in the senior school continues to rise.

The School's Arts Council continues to meet each Monday during Terms 1-3 to organise Arts events within the school. In 2024, this included an Arts and Cultural Festival evening, poster and painting competitions for Art students, benefit concerts, and an Arts Week (a new initiative for 2024), which included, among other things, a now annual piano competition and an art exhibition. The Arts Council also published a termly edition of an Arts magazine for the school.



There are over 100 (2023:63) students receiving specialist Music tuition each week from 13 (2023:15) itinerant staff who come into the School. Approximately 260 (2023:280) students from across the Primary and College campuses are also involved in extracurricular Music groups each week. This includes Primary School choirs, instrumental ensembles, and Orchestra, as well as the College chamber groups, jazz and rock bands, choir, and the College Orchestra. A harp ensemble of 11 students from both Primary and College is also a unique ensemble to Pinehurst School. While some of these groups are directed and run by teachers within the school, others are led by the itinerant teachers, who are often paid by the school during their lunch breaks to run extra rock bands, choirs, and other ensembles.

Over 70 (2023:60) students were also involved in the College school musical – Seussical – which was presented in the theatre in early July. The Primary School also presented an excellent rendition of Finding Nemo, which involved all students in Years 5 and 6.

The School continues its affiliation with the Auckland Philharmonic Orchestra, which mentors students. Each year, APO members work with sectional groups of the Primary and College Orchestras. The Auckland Philharmonia also provides concerts to students both on and off the campus. Primary students continue their involvement in the Ukulele Festival and have hosted events at the school in conjunction with this, while College students have participated in the Chamber Music Contest and the KBB Music Festival. Performance is encouraged, and regular school concerts are held each term, with selected students performing each week during School assemblies.

As part of the ongoing goal to ensure the Pinehurst ensembles have a balanced number of instruments in each section, the school has committed to assisting with the funding of rental and some tuition costs for less common instruments. This includes support in getting students onto the tuba, bassoon, and double bass.

Many Arts students who have left Pinehurst at the end of their schooling have gained entry into prestigious universities around the world and continued their study of Arts subjects. Most recently, young students have been accepted into performance music programmes at both the Royal College of Music in London and The Hanover University of the Arts.

ActivityDescription	Number of students
2024 Term 1 Concert	17
Arts Council	30
Arts Cultural Fest	38
Classical Guitar Ensemble	4
College Choir	18
College Orchestra	51
College Rock Band	10
Discovery Concert	35
Flute Choir	4
Harp Ensemble	11
Jazz Band	6
Kiwi Kapers	40
Marimba Festival	16
Piano Competition	12
Piano Concert	10
Pinehurst Sinfonietta	15
Primary Concert Term 2	28
Primary Orchestra	29
Primary Rock Band	9
Seussical Crew	31
Seussical Hoodies	12
Seussical Orchestra	16
Seussical Show	38
Suzuki Violin Group	6
T4 2024 Orchestra	33
Term 3 Concert	29
Term 4 Primary Music Concert	21
Theatresports	11
Year 2 - 3 Primary Choir	48
Year 4 & 5 Marimba and Woodwind Group	16
Year 4-6 Primary Choir	36
<b>Total students participating</b>	<b>373</b>
<b>Total students per activity</b>	<b>680</b>

Most students participate in more than one activity.

### Significant Capital Expenditure

The school reduced its capital expenditure in 2024 as it focused on repaying borrowings from its College 5 project in previous years. However, the main costs in 2024 were related to new laptops for staff and teachers, the installation of turf playgrounds, and classroom equipment.

Capital expenditure	2024	2023
College 5	7,315	2,004,782
Computer equipment	209,622	174,606
Capital Items property	60,128	12,450
capital items Art and Music	31,489	-
Alarms	78,536	7,264
AV equipment	27,365	80,937
Classroom equipment and furniture	83,245	79,411
Gym Equipment	-	47,924
Rosedale Road entrance	-	30,700
Fencing	21,281	29,910
MV (Van, other)	14,740	103,791
Playgrounds	107,482	
Other'	19,518	64,814
<b>Total</b>	<b>660,720</b>	<b>2,636,591</b>

### Sports Participation and Achievements

On the sports fields, courts and through lessons with PE sports specialist and coaches, our students get involved with team and individual sports. These range from athletics, badminton, basketball, cross-country, football, golf, gymnastics, hockey, netball, orienteering, snow sports, table tennis, tennis, touch rugby, volleyball through to our water sports – diving, swimming, water polo. The School has a number of full school sports activities including swimming, athletics and cross country.

Students can participate in more than one sport.

Sport	College	JuniorCollege	Primary	Total
Athletics	8	7	1	16
Badminton	77	60	108	245
Basketball	56	44	76	176
Beach Volleyball		1		1
Cricket	1			1
Cross Country	76	33		109
Diving	3	1		4
Football	56	29	113	198
Futsal		17		17
Golf	17	5		22
Gym. Artistic(Tumbling)	11	23	181	215
Gym. Rhythmic	1		1	2
Hockey (outdoor)	39	23	26	88
Mountain Biking		1		1
Netball (outdoor)	34	39	121	194
Orienteering	38	37		75
Primary			73	73
Road Running	2			2
Rock Climbing	8	3		11
Service and Leadership	9			9
Skiing	4	6	4	14
Snowboarding	1	21	72	94
Swimming	100	17	26	143
Table Tennis	11	13	3	27
Tennis	35	44	23	102
Touch		10	11	21
Triathlon		38		38
Volleyball	93	13		106
Water Polo	8	15	20	43
<b>Total students participating</b>	<b>346</b>	<b>176</b>	<b>385</b>	<b>907</b>
<b>Total students per sport</b>	<b>680</b>	<b>493</b>	<b>858</b>	<b>2031</b>

### **Supporting our community**

We encourage our students to play an active role in our community through engaging organisations who offer our students the opportunity to learn skills outside of academic learning. This includes:

#### **In Primary:**

- Camps – Children start camp in Year 3 with a 2-day day camp and continue every year till Year 6 on a 4-night, 5-day camp to various sites across Auckland – Waikato. Here they learn outdoor skills, resilience, leadership, and mentorship and have fun playing, learning, and living together.
- Conscious Kids – Hands on learning in nature. Activities include shelter building, ecology exploration, reusing and repurposing materials, using their imagination, and working together with outdoor materials to solve problems.
- Life Education – Health lessons that focus on your identity, physical differences, human body, and nutrition. Encouraging conversations about situations that may be difficult and how to act in a positive way.
- Tread Lightly – inspires students to live more environmentally responsible lifestyles.
- Primary Enterprise Program – students work on business ventures and make products to sell at market. Groups have a CEO, Marketing, Sales, Production representative and work to a budget and manage their advertising, production, and sales budget.

#### **In College:**

- Camps – These continue from Primary from Years 7-10 for 4 nights, 5 days and range from outdoor camps, ski camp, sailing camp and in Year 10 they complete their Bronze Duke of Edinburgh qualification.
- Busy Beans – Our School run café provides coffee in the mornings before School and during morning tea. The students enrol to do a Barista course and they volunteer to run Busy Beans on a rostered schedule. They work to a budget and need to manage the café as a team, just like a normal business.
- Model United Nations Assembly – 80 secondary Schools attend and become the ambassadors for a nation in the world. They debate, argue, and make alliances with other nations on real United Nations remits.
- Pinehurst Service Award – starting in Year 7, students complete their Bronze Service Award, Years 8 complete their Bronze and Gold, and Year 9 the Platinum Service Award. Each Award encompasses categories that need to be completed which supports: service to community, service to School, service to neighbourhood, service to home, special service, charity work, School representation and participation in the year level School camp.
- Duke of Edinburgh – The Bronze Award is a compulsory component of Year 10 at Pinehurst that aims to motivate, challenge, and give confidence to students by providing ‘soft skills’ like communication, commitments, leadership, and teamwork. The Silver and Gold Award becomes optional in the following years, but has increased in participation each year.

**DOE Registered Participants**

Award	2024	2023
Bronze	121	95
Silver	55	47
Gold	20	8

**Completed Awards**

Award	2024	2023
Bronze	57	41
Silver	1	1
Gold	29	9

○ Young Enterprise Program – optional to join for Y9-13 students. A nationwide scheme that encourages students to innovate a product idea and build a sustainable business.

- Schoolwide the students run many fundraising events during the year to support both local and international causes. This includes Paws, Pink Ribbon, Grandparents Raising Grandchildren, Pink Shirt Day, UNICEF, Kids Can, Sustainable Coastline, American Red Cross for the LA Wildfires - to name just a few. The school also supports the community by continuing to offer 20 full School scholarships to students annually who would otherwise be unable to attend Pinehurst while also offering its facilities to a range of community groups at either reduced prices or at no cost.

Our school culture is made up of our community of students, school and parents. We encourage engagement from our Pinehurst families through a variety of events offered throughout the year. Some of our regular events include:

**In Parent Community:**

- Parent Inductions – these are held for our new to Pinehurst parents before they enter the school. The session provides an introduction to 'parent' life at Pinehurst and introduces them to the things they need to help them through their first few weeks, connecting with other new and current parents, and FAQs. These are held by year groups.
- New Parent Wine & Canapes – All new parents are invited to attend a social evening in the theatre where they meet the new parents across the school, members of staff and current parent ambassadors. It's a great time to connect and reinforce the positive Pinehurst community.
- Coffee Connect – held on the last Friday of each month during term time. The school invites all parents across the school to join us in the morning for complimentary coffee and a sweet treat. Our senior leaders are invited to attend and mix and mingle with our parent community.
- Parenting Place – each term we hold parenting sessions for our parents, each session targets a specific topic relevant to the community at the time. Eg: Tackling Technology, Understanding Teens, Coping with Anxiety and Stress.
- Pink Ribbon Breakfast – held each year, this has been a successful and anticipated event for our parents and friends. A time to dress up, catch up with friends and support a good cause.
- Dad's F&T – held once a term at Dad's Fantail & Turtle in Takapuna, this event has grown over the years and is an event that attracts a variety of Pinehurst Dad's. It has been successful as a networking tool for both social and business.
- Christmas and Back to School Picnic – held at the end of each year and the beginning of each year, these picnics attract the whole family. Food trucks, stalls, games, attractions, rides and entertainment on present for the families and children of all ages.
- In addition, we hold various events each year that alternate to a more formal event – Formal Dinner (offsite), Lawn Party (marquee on front lawn). A Whiskey and Chocolate event was organised as an addition to these in 2024, k, unfortunately it had to be cancelled.

**Preparation of this statement**

In compiling the Statement of Service Performance report, management has made judgements in relation to which outcomes and outputs best reflect the achievements of our performance in relation to our Purpose and Mission. Management has also made judgements about which outcomes and outputs would be measured reliably and consistently and could be supported by evidence that could be independently audited.

Consolidated Statement of Comprehensive Revenue and Expense  
Pinehurst School Group  
For the year ended 31 December 2024

	Note	2024	2023
<b>Revenue</b>			
Fees	1	19,157,508	17,691,515
Trading and service income	1	459,094	508,528
Other exchange revenue	1	166,251	201,052
Government grants	1	1,346,588	1,293,079
Fundraising	1	761	36,226
Investment income	1	115,752	110,688
<b>Total Revenue</b>		<b>21,245,954</b>	<b>19,841,088</b>
<b>Expenses</b>			
School staffing & resources	2	12,221,310	11,936,701
Administration costs	2	3,921,957	3,755,010
Property management	2	3,399,031	2,838,735
Trading and service expenses	2	812,374	778,513
Loss on disposal of fixed assets	2	-	3,040
<b>Total Expenses</b>		<b>20,354,672</b>	<b>19,311,999</b>
<b>Net Surplus</b>		<b>891,282</b>	<b>529,089</b>
<b>Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive revenue and expense for the year</b>		<b>891,282</b>	<b>529,089</b>

The attached notes should be read in conjunction with and form part of these accounts.

Consolidated Statement of Movements in Net Assets/Equity  
Pinehurst School Group  
For the year ended 31 December 2024

---

Accumulated revenue and expense	
Balance as at 31 December 2022	16,413,792
Total comprehensive revenue & expenses for the year	529,089
<b>Balance as at 31 December 2023</b>	<b>16,942,880</b>
Balance as at 31 December 2023	16,942,880
Total comprehensive revenue & expenses for the year	891,282
<b>Balance as at 31 December 2024</b>	<b>17,834,163</b>

The attached notes should be read in conjunction with and form part of these accounts.

# Consolidated Statement of Financial Position

## Pinehurst School Group

### As at 31 December 2024

	Note	2024	2023
<b>Equity</b>			
Accumulated comprehensive revenue and expense		<b>17,834,163</b>	<b>16,942,880</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	3	620,330	22,024
Investments - short term	4	1,888,499	1,635,053
Accounts Receivable (from exchange transactions)		121,647	181,266
Inventories	5	200,348	104,665
Prepayments and other assets		139,246	153,649
<b>Total Current Assets</b>		<b>2,970,070</b>	<b>2,096,657</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	6	29,318,700	30,265,085
<b>Total Non-Current Assets</b>		<b>29,318,700</b>	<b>30,265,085</b>
<b>Total Assets</b>		<b>32,288,770</b>	<b>32,361,743</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables (from exchange transactions)	7	1,183,402	926,717
Fees Paid in Advance		4,950,721	4,508,280
Employee entitlements	8	409,694	360,510
Accruals	7	137,479	143,000
Tuition Bonds current		245,000	-
Lease liabilities	9	23,214	67,624
Loans - short term	10	5,000,000	1,614,118
<b>Total Current Liabilities</b>		<b>11,949,509</b>	<b>7,620,250</b>
<b>Non-Current Liabilities</b>			
Tuition Bonds		2,467,500	2,755,000
Loans	10	-	5,000,000
Lease liabilities	9	37,598	43,612
<b>Total Non-Current Liabilities</b>		<b>2,505,098</b>	<b>7,798,612</b>
<b>Total Liabilities</b>		<b>14,454,607</b>	<b>15,418,862</b>
<b>NET ASSETS</b>			
		<b>17,834,163</b>	<b>16,942,881</b>

# Consolidated Statement of Cash Flows

## Pinehurst School Group

### For the year ended 31 December 2024

	Note	2024	2023
<b>Cash flows from Operating Activities</b>			
Government Grants		1,346,588	1,293,079
Receipts from fees		19,337,898	16,508,616
Other activities		626,106	745,806
Interest received		115,752	110,688
GST		22,267	247,930
Payments to suppliers		(3,335,634)	(4,127,722)
Payments to employees		(14,416,691)	(13,693,283)
Interest expense		(569,692)	(650,863)
<b>Total cash flows from Operating Activities</b>		<b>3,126,593</b>	<b>434,249</b>
<b>Cash flows from Investing Activities</b>			
Purchase of Fixed assets		660,722	2,610,503
Movement in investments (Inflow)/Outflow		253,446	(1,044,785)
<b>Net Cash Outflow from Investing Activities</b>		<b>914,168</b>	<b>1,565,718</b>
<b>Cash flows from Financing Activities</b>			
Proceeds from borrowings		(1,614,118)	1,060,044
<b>Net cash flow from financing activities</b>		<b>(1,614,118)</b>	<b>1,060,044</b>
<b>Net Increase/(Decrease) in Cash</b>		<b>598,306</b>	<b>(71,425)</b>
<b>Cash Balances</b>			
Cash and Cash equivalents at beginning of period		22,024	93,449
Cash and Cash equivalents at end of period	3	620,330	22,024
		<b>598,306</b>	<b>(71,425)</b>

The attached notes should be read in conjunction with and form part of these accounts.



# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### **1. Reporting Entity:**

Pinehurst School Incorporated ('the School') (the 'controlling entity') is an Incorporated Society registered under the Incorporated Societies Act 1908, and is a charity registered under the Charities Act 2005. The School is domiciled in New Zealand and is a Public Benefit Entity for the purpose of financial reporting. Pinehurst Trust (a subsidiary of the School) ('the Trust') is a Trust established by the Pinehurst School by deed dated 15 February 1996. The Trust board objective is to assist the activities of the School, administering any capital funds arising from insurance claims or other means on behalf of the school. For financial reporting purposes the Board of the School establishes control over the Trust by its ability to benefit from the activities of the Trust, and by the ability to appoint Trustees.

The Group's set of financial statements are presented in accordance with *PBE Standards RDR*, as appropriate for Tier 2 not-for-profit public benefit entities. The Group qualifies as a Tier 2 reporting entity as it does not have public accountability and is not defined as large.

These consolidated financial statements ("financial statements") for the year ended 31 December 2024 comprise the controlling entity and its controlled entities (together referred to as the 'Group') and individually as 'Group entities'.

#### **2. Basis of Preparation:**

##### *Statement of compliance*

The consolidated financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with the Public Benefit Entity standards Reduced Disclosure Regime ("PBE Standards RDR") as appropriate for Tier 2 not-for-profit public benefit entities, and disclosure concessions have been applied.

##### *Measurement basis*

These financial statements have been prepared on the basis of historical cost.

##### *Functional and presentation currency*

The financial statements are presented in New Zealand Dollars (\$), which is the functional and presentation currency, rounded to the nearest dollar.

There has been no change in the functional currency during the year.

##### *Changes in accounting policy*

There have been no changes in accounting policy during the financial year.

#### **3. Use of judgements and estimates**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

##### *Judgements*

In the process of applying the accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

- Revenue recognition - non-exchange revenue (conditions & restrictions).
- Classification of non-financial assets as cash generating or non-cash generating assets for the purposes of assessing impairment indicators and impairment testing.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### *Assumptions and estimation uncertainties*

The key assumptions and sources of estimation uncertainty at the reporting date are based on the best available information and judgments at the time the financial statements are prepared. However, existing circumstances and expectations about future developments may change due to market fluctuations or unforeseen events beyond management's control. Any such changes are reflected in the assumptions as they occur.

#### *Changes in accounting estimates*

There have been no changes in the accounting estimates for the current reporting period.

#### **4. Basis of consolidation**

The Members of Pinehurst School Incorporated Board have the power to appoint Trustees or other governing body members of Pinehurst School Trust. There is control by virtue of power to appoint the governing body and consistent beneficiaries; hence Pinehurst School Trust has consolidated its financial statements. The financial statements of the parent are not presented as the Board do not consider it beneficial.

#### *Controlled entity (Pinehurst School Trust)*

The School has adopted the requirements of the standard PBE IPSAS 35. This standard introduces a single basis for consolidation for all entities and that basis is "control". There are now three elements that need to be present:

- Power over the entity
- Exposure or rights to variable benefits from involvement with the other entity
- Ability to use power over the other entity to affect the nature of amount of the benefits from involvement with the other entity.

#### *Transactions eliminated on consolidation*

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

#### **5. Revenue**

Revenue is recognised when the amount of revenue can be measured reliably and it is probable that economic benefits will flow to the Group, and measured at the fair value of consideration received or receivable.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### **Revenue from exchange transactions**

##### *Tuition, and student fees*

Revenue is recognised over the calendar year in which the tuition is provided. Amounts received in advance for fees relating to future periods are recognised as a liability until such time that the period covering the provision of the services occurs. Tuition Bonds held by the school over the period of the students attendance are refunded once the student leaves.

##### *Sale of goods*

Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, trade discounts and volume rebates.

Revenue is recognised when the product is picked up by the customer at the point of sale when the risks and rewards of ownership have been transferred to the customer, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably.

If it is probable that discounts will be granted and the amount of cash can be measured reliably, then the discount is recognised as a reduction of revenue as the sales are recognised.

##### *Finance income*

Finance income includes interest income on financial assets. Interest revenue is recognised as it accrues, using the effective interest method.

#### **Revenue from non-exchange transactions**

Non exchange transactions are those where the Group receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

##### *Donations*

Donations are recognised as revenue upon receipt and includes donations from the general public. Donations received for specific programmes, services or donations in kind include donations received for services and are recognised in the revenue and expenses when the good or service is received. Donations in-kind are measured as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred by the Group. Donated goods are recognised at fair value.

##### *Grants*

Grant revenue includes grants given by the government. Grant revenue is recognised when the conditions attached to the grant have been complied with. When there are unfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

##### *Fundraising*

The group's fundraising activities include a number of fundraising events, and activities. Fundraising non-exchange revenue is recognised at the point at which cash is received.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### **6. Employee benefits**

##### *Wages, salaries, annual leave and sick leave*

Short term employee benefit liabilities are recognised when the Group has a legal or constructive obligation to remunerate employees for services provided within 12 months of reporting date, and is measured on an undiscounted basis and expensed in the period which employment services are provided.

##### *Long service leave*

Employees of the Group become eligible for long service leave after a certain number of years of employment, depending on their contract. The liability for long service leave is recognised and measured as the present value of the expected future payment to be made in respect of services provided by the employees up to the reporting date using the projected credit method.

#### **7. Financial Instruments**

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

The Group derecognises a financial asset when the contractual right from the asset expires, or it transfers the right to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial assets are transferred. Any interest in transferred financial asset that is created, or retained by the Group is recognised as a separate asset or liability.

The Group derecognises a financial liability when its contractual obligations are discharged, cancelled or expires. The Group also derecognises financial assets and liabilities when there has been significant changes to the terms and/or the amount of contractual payments to be received/paid.

Financial assets and liabilities are offset and the net amount presented in the Statement of Financial Position when, and only when, the Group has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### *Amortised cost*

The Group classifies all its financial assets as at amortised cost only if both of the following criteria are met:

- the asset is held within a business model with the objective of collecting the contractual cash flows, and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

These assets are subsequently measured at amortised cost using the effective interest method.

##### *Initial recognition*

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through surplus or deficit are expensed in surplus or deficit.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### *Impairment of financial assets*

The Group assesses on a forward-looking basis the expected credit losses associated with its financial assets carried at amortised cost. The Group applies the simplified approach to providing for expected credit losses prescribed by PBE IPSAS 41, which permits the use of the lifetime expected losses for all trade receivables. Given the low risk of default on other financial assets (primarily short-term deposits with financial institutions with a strong credit rating), other expected credit losses have been assessed to be immaterial

Individual receivables which were known to be uncollectible were written off by reducing the carrying amount directly. The other receivables were assessed collectively, to determine whether there was objective evidence that an impairment had been incurred but not yet been identified.

#### *Interest income*

Interest income from financial assets at amortised cost is included in finance income using the effective interest rate method.

#### *Cash and cash equivalents*

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### *Short term investments*

Short term investments comprise term deposits which have a term of greater than three months and less than 12 months, and therefore do not fall into the category of cash and cash equivalents.

#### *Amortised cost financial liabilities*

Financial liabilities classified as amortised cost are non-derivative financial liabilities that are not classified as fair value through surplus or deficit financial liabilities.

Financial liabilities classified as amortised cost are subsequently measured at amortised cost using the effective interest method.

Financial liabilities classified as amortised cost comprise payables.

## **9. Impairment of non-financial assets**

The carrying amount of the Groups non-financial assets are reviewed at each reporting date to determine whether there are any indication of impairment. If such indication exists. Then the assets recoverable amount is estimated.

The recoverable amount of an asset or Cash Generating Unit (CGU) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the future remaining service potential (for non-cash-generating assets) is discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

Impairment losses are recognised in surplus or deficit. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### **10. Inventory**

Inventory is initially measured at cost, except items acquired through non-exchange transactions which are instead measured at fair value as their deemed cost at initial recognition.

Inventories are subsequently measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

#### **11. Property, Plant and equipment**

##### *i) Recognition and measurement*

Items of property, plant and equipment are initially measured at cost, except those acquired through non-exchange transactions which are instead measured at fair value as their deemed cost at initial recognition. Items of property, plant and equipment are subsequently measured at cost less accumulated depreciation and impairment.

Cost includes expenditure that is directly attributable to the acquisition of the asset.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in surplus or deficit.

Upon disposal of revalued items of property, plant and equipment, any associated gain or losses on revaluation to that item are transferred from the revaluation surplus to accumulated surplus.

##### *ii) Subsequent expenditure*

Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Trust. Ongoing repairs and maintenance is expensed as incurred.

##### *iii) Depreciation*

For property, plant and equipment, other than land depreciation is based on the cost of an asset less its residual value.

Significant components of individual assets that have a useful life that is different from the remainder of those assets, those components are depreciated separately.

Depreciation is recognised in surplus or deficit on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment.

The estimated useful lives are:

- Buildings: 2.5% - 33%
- Site development: 0% - 25%
- Administration and classroom equipment: 10%-50%
- Gymnasium equipment: 20% -33.3%
- Motor vehicles 25%
- Leased assets 16.6%-25%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if appropriate.

# Statement of Accounting Policies

## Pinehurst School Group

### For the year ended 31 December 2024

#### **12. Income Tax**

The Group entities are registered with DIA Charities Services as charitable entities. Due to their charitable status, the Group is exempt from income tax.

#### **13. GST**

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the statement of financial position.

#### **14. Leases**

##### *Classification and treatment*

Leases in terms of which the Trusts assume substantially all the risks and rewards of ownership are classified as finance leases.

##### *Finance leases*

Upon initial recognition the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

#### **15. Provisions**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

#### **16. Equity**

Equity is the community's interest in the Trust measured as the difference between total assets and total liabilities. Equity is made up of the following components:

##### *Accumulated comprehensive revenue and expense*

Accumulated comprehensive revenue and expense is the Group's accumulated surplus or deficit since the formation of the Groups adjusted for transfers to/from specific reserves.

Notes to the Consolidated Financial Statements  
Pinehurst School Group  
For the year ended 31 December 2024

	2024	2023
<b>1. Revenue</b>		
Revenue from exchange Transactions:		
Fees		
Term Fees	18,283,810	16,776,996
Other fees	873,698	914,519
Total fees	19,157,508	17,691,515
Trading and Service Income		
Afterschool care	-	-
Bus fares	158,301	169,761
Uniform sales	300,793	338,767
Total Sales	459,094	508,528
Other Exchange Revenue	166,251	201,052
Total Revenue from exchange transactions	19,782,853	18,401,095
Revenue from non-exchange Transactions:		
MOE - Operating grants	1,346,588	1,293,079
Fundraising		
Fundraising	284	426
Donations - College 5	477	35,800
Total fundraising	761	36,226
Total Revenue non-exchange transactions	1,347,348	1,329,305
Investment Income		
Interest Bank	115,752	110,688
Total investment income	115,752	110,688
Other Income		
Profit/(Loss) on Disposal of Assets	-	-
Total other income	-	-
Total Revenue	21,245,953	19,841,088
<b>2. Expense items by nature</b>		
School staffing & resources expenses		
Teaching Salaries	11,246,586	10,930,922
Professional Development	46,858	54,548
Staff Expenses	151,924	144,507
Library	29,021	23,013
Curriculum Resources	389,771	423,546
Other Resources	357,150	360,165
Total school staffing & resources expenses	12,221,310	11,936,701



# Notes to the Consolidated Financial Statements

## Pinehurst School Group

### For the year ended 31 December 2024

	2024	2023
<b>Administration costs</b>		
ACC Levies, Income Protection & Health Insurance	645,349	593,665
Audit Fee	38,497	43,470
Bad and Doubtful Debts	9,720	(4,331)
Staff Wellbeing	64,337	75,235
Consumables	99,475	95,699
Communication & Marketing	185,438	224,399
General Expenses	118,761	39,146
Bank Interest and Fees	569,692	650,863
Pupil Insurance	-	55,226
Staff Expenses	2,190,688	1,981,638
<b>Total administration &amp; finance</b>	<b>3,921,957</b>	<b>3,755,010</b>
<b>Property Management</b>		
Caretaking and Cleaning	324,098	297,286
Electricity	123,605	91,971
Grounds	55,033	47,223
Insurance	201,312	162,729
Repairs, maintenance & security	403,018	360,577
Rates	22,437	21,874
Staff Expenses	662,421	506,675
Depreciation	1,607,107	1,350,400
<b>Total Property Management</b>	<b>3,399,031</b>	<b>2,838,735</b>
<b>Trading and service expenses</b>		
Fundraising	3,754	4,673
Afterschool Care	81,945	83,213
Bus	439,142	367,924
Uniform	287,533	322,703
<b>Total Other expenses</b>	<b>812,374</b>	<b>778,513</b>
<b>Loss on disposal of fixed assets</b>		
Loss on Disposal of Assets	-	3,040
<b>Total Expenses</b>	<b>20,354,672</b>	<b>19,311,999</b>
<b>3. Cash</b>		
Cash on Hand	457	450
Cheque Account	37,520	6,935
Call Accounts	582,353	14,639
<b>Total cash and cash equivalents</b>	<b>620,330</b>	<b>22,024</b>

There are no restrictions over cash and cash equivalent balances held by the Group.

#### 4. Short term investments

Term deposits maturing within 12 months of balance date	1,888,499	1,635,053
---	-----------	-----------

The interest rate for these deposits is 4.15 - 5.7% fixed for the term

# Notes to the Consolidated Financial Statements

## Pinehurst School Group

### For the year ended 31 December 2024

	2024	2023
--	------	------

#### 5. Inventories

Finished goods	200,348	104,665
----------------	---------	---------

During the reporting period the amount written down to net realisable value was \$nil (2023 \$nil)

There were no reversals of previously written down inventory items (2023 \$nil)

There were no items of inventory pledged as security against any of the Groups liabilities (2023 \$nil)

#### 6. Property, plant and equipment

	Land and buildings	Site development	Motor vehicles	Fixtures and fittings	Classroom Equipment	Assets under construction	Leasehold	Total
<b>Cost</b>								
Balance as at 01 January 2024	35,633,292	4,952,206	101,706	506,861	5,304,041	-	231,988	46,730,093
Additions	127,149	187,095	-	10,352	336,076	-	-	660,672
Transfer	-	-	38,261	-	-	-	(38,261)	-
Disposals	-	-	-	-	876,687	-	-	876,687
Balance as at 31 December 2024	35,760,441	5,139,301	139,966	517,212	4,763,431	-	193,727	46,514,079
<b>Accumulated depreciation and impairment</b>								
Balance as at 01 January 2024	8,965,864	2,417,152	47,702	463,004	4,447,632	-	123,606	16,464,960
Depreciation	949,266	154,392	21,011	19,465	420,240	-	42,732	1,607,105
Transfer	-	-	15,070	-	-	-	(15,070)	-
Disposals	-	-	-	-	876,687	-	-	876,687
Balance as at 31 December 2024	9,915,131	2,571,544	68,713	482,468	3,991,185	-	166,337	17,195,379
<b>Net book value</b>								
Balance as at 31 December 2023	26,667,427	2,535,054	54,004	43,857	856,409	-	108,383	30,265,133
Balance as at 31 December 2024	25,845,310	2,567,757	71,254	34,744	772,246	-	27,390	29,318,700

The cost of land, included in the above table is \$810,288. (2023: \$810,288)

#### Assets under construction

There were no new buolding under construction during the period

#### Security Leasehold assets

The lease agreements for leasehold assets are secured against the respective leased items.

#### Security held over items of property, plant and equipment

At reporting date all land and building of the School are subject to a first mortgage to secure BNZ bank loans.

#### 7. Payables (from exchange transactions)

	2024	2023
Trade Payables	704,500	466,434
Insurance claims held in trust	-	3,653
GST Payable	478,900	456,633
Total Payables from exchange transactions	1,183,400	926,720
Sundry Accruals	137,479	143,000

#### 8. Employee entitlements liability

Accrued holiday pay	140,721	140,721
Accrued long service leave	48,428	58,642
Accrued wages and salaries	123,576	91,147
Accrued staff bonuses	70,000	70,000
Total employee benefit liability	409,694	360,510

# Notes to the Consolidated Financial Statements

## Pinehurst School Group

### For the year ended 31 December 2024

	2024	2023
<b>9. Lease liabilities</b>		
Current liabilities	23,214	67,624
Non-Current liabilities	37,598	43,612
Total lease liabilities	60,812	111,236

Finance leases are secured over the assets to which they relate, the carrying value of which are included in property, plant and equipment disclosed in Note 6 in relation to leasehold held under lease arrangements.

Finance lease payments are due as follows

Less than one year	23,214	67,624
One year to five years	37,598	43,612
More than 5 years	-	-
Total	60,812	111,235

#### 10. Loans Liability

##### Loans Short term

Business First term Loan (College 5)	5,000,000	-
BNZ - Customised Average Rate Loan (CARL) loan 1 Operational	-	1,594,528
BNZ - Customised Average Rate Loan (CARL) Loan 2	-	19,590
Total Loans Short-term	5,000,000	1,614,118

##### Term Loans

Business First term Loan (College 5)	-	5,000,000
Total Loans Term	-	5,000,000

(CARL) Loan 1, Operational - 03047. Limit: \$2,736,084

Maturity Date: 26/05/2028                      Current interest rate: 7.82% (2023:8.67%)

(CARL) Loan 2 - 03049. Limit: \$1,000,000

Maturity date: 26/11/2027                      Current interest rate: 7.52%

Business First term Loan. Limit: \$5,000,000

Maturity Date: 30/03/2025                      Current interest rate: 3.60% (2023:3.60%)

This loan has been reclassified as a short-term liability in 2024. The BNZ has confirmed that they are prepared to extend/restructure this loan for a further 5 year term on maturity.

Security: Registered first mortgage over the property situated at 75 Bush Road, Albany. Certificate of title Number NA382/47

Existing Chattels security over relocatable buildings

Term: Irregular payment

# Notes to the Consolidated Financial Statements

## Pinehurst School Group

### For the year ended 31 December 2024

	2024	2023
--	------	------

#### 11. Related party transactions

There were no related party transactions for the Group to 31 December 2024 (2023: \$nil).

Intra-Group transactions are eliminated on consolidation.

#### 12. Key management personnel

Key management personnel of the school include the Executive Principal, Heads of School and Executive management. No remuneration is paid to members of the Board of Governors or Trustees

Total remuneration	1,412,239	1,306,878
Number of staff	8 FTE	8 FTE

#### 13. Commitments and contingencies

##### Commitments

There were no new commitments entered into during the 2024 year.

##### Contingent liabilities

The group has no contingent liabilities. (2023:\$nil)

#### 14. Events after reporting date

There have been no events after reporting date that have required any adjustments or disclosure for the year. (2023: \$nil)

#### 15. Financial Instruments

	2024	2023
<b>Financial assets at amortised cost</b>		
Cash & cash equivalents	620,330	22,024
Investments	1,888,499	1,635,053
Accounts receivables (from exchange transactions)	121,647	181,266
	2,630,477	1,838,343
<b>Financial liabilities at amortised cost</b>		
Payables (from exchange transactions)	1,183,402	926,717
Bank loans	-	5,000,000
	1,183,402	5,926,717

#### 16. Going concern

The Board consistently reviews the mid to long-term stability and sustainability of the school through financial planning in collaboration with school management. Consequently, they have continued to adopt the going concern assumption in preparing these financial statements. These consolidated financial statements disclose an operating profit of \$891,279. The Group has a working capital deficit of \$8,979,439 (2023:\$5,523,594) but its operating cash flow is budgeted to remain positive. The primary contributing factor to this deficit is tuition fees paid in advance for the following year by parents, which reduces over time as tuition charges are incurred throughout the year.

The Business First Term loan (College 5) is due to mature on 28 March 2025. The BNZ have confirmed that they are prepared to extend/restructure this loan for a further 5 year term upon maturity.

## Independent Auditor's Report To the members of Pinehurst School Incorporated

RSM Hayes Audit

Level 13, 125 Queen Street,  
Auckland CBD, Auckland 1010

T +64 (9) 367 1656

www.rsmnz.co.nz

### Opinion

We have audited the consolidated general purpose financial report (hereinafter referred to as the 'consolidated financial report') of Pinehurst School Incorporated and its subsidiary ('the group') which comprises the consolidated financial statements on pages 11 to 26 and the consolidated statement of service performance on pages 3 to 10. The complete set of consolidated financial statements comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of comprehensive revenue and expense, consolidated statement of movements in net assets/equity, consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion the accompanying consolidated financial report presents fairly, in all material respects,:

- the financial position of the group as at 31 December 2024, and its financial performance, and its cash flows for the year then ended; and
- the service performance for the year ended 31 December 2024 in accordance with the entity's service performance criteria

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

### Basis for opinion

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

We are independent of the group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

### Responsibilities of the board members for the consolidated financial report

The board members are responsible, on behalf of the group, for:

- (a) the preparation and fair presentation of the consolidated financial statements and consolidated statement of service performance in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board;
- (b) service performance criteria that are suitable in order to prepare the statement of service performance in accordance with Public Benefit Entity Standards Reduced Disclosure Regime; and

- (c) such internal control as the board determines is necessary to enable the preparation of consolidated financial statements and consolidated service performance information that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial report, the board is responsible for assessing the group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board members either intend to liquidate the group or to cease operations, or have no realistic alternative but to do so.

### Auditor's responsibilities for the audit of the consolidated financial report

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole, and the consolidated statement of service performance, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this consolidated financial report.

A further description of the auditor's responsibilities for the audit of the consolidated financial report is located at the XRB's website at:

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-13/>

### Who we report to

This report is made solely to the members, as a body. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than group and the members as a body, for our audit work, for this report, or for the opinions we have formed.



**RSM Hayes Audit**  
Auckland

18 March 2025