

93203R



NEW ZEALAND QUALIFICATIONS AUTHORITY  
MANA TOHU MĀTAURANGA O AOTEAROA

## Scholarship 2010 Accounting

9.30 am Saturday 13 November 2010

### RESOURCE BOOKLET

Refer to this booklet to answer the questions for Scholarship Accounting 93203.

Check that this booklet has pages 2–7 in the correct order and that none of these pages is blank.

**YOU MAY KEEP THIS BOOKLET AT THE END OF THE EXAMINATION.**

## RESOURCE ONE

### *Allied Farmers Limited Annual Report 2009*

|  | June 2009*      | June 2008*    | June 2007*     | June 2006     | June 2005     |
|--|-----------------|---------------|----------------|---------------|---------------|
|  | \$000           | \$000         | \$000          | \$000         | \$000         |
| <b>Profit summary</b>                          |                 |               |                |               |               |
| Total operating revenue                        | 109 530         | 110 368       | 107 430        | 85 173        | 84 600        |
| Depreciation and amortisation                  | 2 397           | 2 425         | 2 098          | 2 263         | 1 855         |
| Interest expense                               | 33 462          | 24 093        | 16 502         | 2 959         | 2 109         |
| Amortisation of goodwill                       | –               | –             | –              | 902           | 142           |
| Impairment of goodwill                         | 19 504          | –             | –              | –             | –             |
| Increase in provision for impaired assets      | 6 392           | 3 478         | 974            | –             | –             |
| Impairment investment/plant and equipment      | –               | –             | –              | 1 626         | –             |
| Other expenses                                 | <u>81 536</u>   | <u>77 140</u> | <u>91 205</u>  | <u>75 442</u> | <u>77 026</u> |
| Net surplus (deficit) before tax               | (33 761)        | 3 232         | (3 349)        | 1 981         | 3 468         |
| Tax  | <u>(437)</u>    | <u>(863)</u>  | <u>578</u>     | <u>(749)</u>  | <u>(388)</u>  |
| Net surplus (deficit) after tax                | (34 198)        | 2 369         | (2 771)        | 1 232         | 3 080         |
| Minority interests                             | <u>(819)</u>    | <u>–</u>      | <u>–</u>       | <u>102</u>    | <u>88</u>     |
| Net surplus (deficit) after tax/minorities     | <u>(35 017)</u> | <u>2 369</u>  | <u>(2 771)</u> | <u>1 334</u>  | <u>3 168</u>  |
| Dividend paid                                  | –               | 477           | 958            | 2 391         | 1 590         |
| Surplus (deficit) retained in the group        | (35 017)        | 1 892         | (3 729)        | (1 057)       | 1 578         |
| <b>Statement of financial position summary</b> |                 |               |                |               |               |
| Share capital                                  | 21 113          | 13 010        | 12 932         | 7 351         | 7 351         |
| Reserves (including retained earnings)         | (24 645)        | 14 296        | 12 530         | 16 259        | 16 777        |
| Minority interest                              | 13 539          |               |                | (58)          | 44            |
| Total equity                                   | 10 007          | 27 306        | 25 462         | 23 552        | 24 172        |
| Non-current liabilities                        | 131 643         | 67 758        | 140 627        | 61 723        | 15 881        |
| Current liabilities                            | 250 705         | 143 192       | 175 494        | 118 779       | 36 884        |
| Total liabilities                              | 382 348         | 210 950       | 316 121        | 180 502       | 52 765        |
| Current assets                                 | 235 946         | 156 014       | 213 633        | 118 695       | 43 608        |
| Fixed assets                                   | 11 636          | 10 651        | 13 913         | 13 962        | 12 970        |
| Non-current assets                             | 110 991         | 39 108        | 87 577         | 62 994        | 19 186        |
| Investments                                    | 2 151           | 193           | 142            | –             | 33            |
| Total tangible assets                          | 360 724         | 205 966       | 315 265        | 195 651       | 75 797        |
| Intangibles                                    | 31 631          | 32 290        | 26 318         | 8 403         | 1 140         |
| Total assets                                   | 392 355         | 238 256       | 341 583        | 204 054       | 76 937        |
| <b>Other information</b>                       |                 |               |                |               |               |
| Earnings per share (cents)                     | (150.0)         | 12.4          | (17.3)         | 9.3           | 19.9          |
| Dividends per share (cents)                    | –               | 2.5           | 6.0            | 15.0          | 10.0          |
| Shares issued                                  | 18 613 337      | –             | 3 180 561      | –             | –             |
| Total shares in issue                          | 37 696 705      | 19 083 368    | 19 083 368     | 15 902 807    | 15 902 807    |

\* Data is extracted from NZIFRS-compliant financial statements

**RESOURCE TWO**

**Allied Farmers agrees to buy Hanover, United assets for \$400 million in stock**

*Allied Farmers* agreed to buy ... the company's position medium-term.

*For copyright reasons, this resource cannot be reproduced here.*

Source: (adapted): Businesswire, (18 November 2009).

**RESOURCE THREE****Hanover asset value shrinks in Allied books**

The value of the assets ... yesterday at 10 cents.

*For copyright reasons, this resource cannot be reproduced here.*

Source: (adapted): The New Zealand Herald, (2 March 2010), p B001.

**RESOURCE FOUR****Allied Farmers slashes asset value estimates**

*Allied Farmers* has further reduced ... down 7.8 per cent.

*For copyright reasons, this resource cannot be reproduced here.*

Source: (adapted): Timaru Herald, (29 May 2010), p 9.

**RESOURCE FIVE****Allied waits for funds as time runs out**

Troubled finance and rural business *Allied Farmers* ... beyond what had been expected.

*For copyright reasons, this resource cannot be reproduced here.*

Source: (adapted): The New Zealand Herald, (26 June 2010), p C003.

**RESOURCE SIX****Allied waits for funds as time runs out**

*Allied Farmers shares lost ... within six months."*

***For copyright reasons, this resource cannot be reproduced here.***

Source: (adapted): The Press, (13 August 2010), p 9.

