

2017



Summary Annual Report

THE NEXT CHAPTER

Since May 28, 2015, the key messages from the Diocese in relation to the Cathedral of the Blessed Sacrament are that the Diocese believes it could save the nave of the Cathedral and progressively build back other parts over time. This rebuild work, however, was conditional on the state of the nave and the land underneath. The Diocese also had to consider the widespread repair and rebuild work that would be needed across many of its parishes.

The late Bishop Barry Jones set aside a maximum sum of \$45 million (\$30m from the Diocese and \$15m from fundraising) for saving the nave of the Cathedral. In July 2016, preliminary engineering reports were positive concerning the possibility of saving the remaining nave structure.

Furthermore, ongoing investigations have revealed that the entire Cathedral can be rebuilt, but at a much greater cost currently estimated to be approximately \$100m. In order to make a recommendation to the new Bishop, all aspects in relation to the project, as well as the potential for fundraising must be taken into account. It is envisaged that major fundraising for a restored Cathedral would have a national and international focus and be supported by heritage and other funding.

The ultimate decision about whether we proceed in this direction will be left to the new Bishop, when he is appointed.

The Diocese will continue to explore this scenario to provide the Bishop with a recommendation, including the need for fundraising \$70m for the Cathedral and \$15m for work in the parishes.



Christchurch Catholic Diocesan Development Fund



catholic diocese
of christchurch

to sanctify - to teach - to care for

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Foreword



Father Rick Loughnan

*Administrator -
Catholic Diocese
of Christchurch*

Dear members of the Diocesan family,

As Administrator of the Christchurch Diocese I wish to thank each of you for your support of our Diocese.

My letter accompanies the Catholic Development Fund Summary Annual Report for 2017. This report records the state of the Fund which receives investments from individuals, organisations and institutions in the Diocese and makes loans to approved diocesan and parish projects.

The Catholic Development Fund is then able to provide income to the Bishop for the pastoral work of the Diocese.

I thank particularly all of you who invest in the Fund, priests, parishes and people. Your support of the Development Fund is a service to the Body of Christ.

I also wish to thank each one of our Trustees of the Fund for their generosity.

As we wait for the new Bishop to be appointed, may the Lord continue to guide this part of his Church here in the Diocese of Christchurch.

God Bless.

A handwritten signature in black ink, appearing to read 'Rick Loughnan', with a long horizontal flourish extending to the right.

Chairman's Report



Rob Farrell
Chairman

The 2016-17 financial year for the Catholic Development Fund has been both productive and significant.

In particular the CDF made the transformation to a fully compliant investment entity under the new legal framework we are now governed under, namely the Financial Markets Conduct Act 2013. Prior to this we existed under an exemption of the Securities Act. This was a challenge but the trustees are very pleased to report to you that the administration team under Andy and Janice carried this out with professionalism and care. A great thanks must be acknowledged to them and their teams.

Last year was a year of sadness, farewelling both our Bishop and one of our trustees, Jack O'Donnell. This year, I am glad to say we have had no passings. We are sad to see the retirement of our longest serving trustee, Philip Baird, but we are very grateful for his service to the CDF. Phil joined the board in 2003 having previously served Catholic Social Services. Thank you, Phil, for your wonderful service and we wish you all the best for your retirement proper.

We welcomed a new trustee this year with Ms Renee Walker joining us in May 2017. Renee has a strong background in

Members of the Board

Left to right:

Phil Baird, Michael Schimanski
(Deputy Chair), Rob Farrell
(Chairman), Simon Roughan,
Richard Bailey, Terry Foote.



management, marketing and communication and we look forward to benefiting from her input in the coming months and years.

On behalf of the Trustees I am very pleased to announce a distribution to the Bishop of \$350,000. The fund has performed well and would have been able to distribute significantly more than this but a decision to remain prudent and retain a healthy capital base has restricted this for the time being.

2017-18 bodes well for the fund as we take the next step following a year of compliance. Our aim for this year is to promote the fund to a wider audience and grow the fund with the continued aim of providing solid returns and income to the Diocese.

A special thanks to all of our investors without whom the Fund would not exist. We will continue to serve on your behalf to the best of our God given abilities

God Bless.



CDF Staff



Left to right:

*Janice Rennell (Manager -
Finance & Support Services),*

*Andy Doherty
(Diocesan General Manager),*

Melanie Perry (CDF Administrator).

Summary Financial Statements

Summary Statement of Comprehensive Income

(for the year ended 31 March 2017)

Actual 2016 '000		Actual 2017 '000	Budget 2017 '000 (unaudited)
	Income		
1,671	Interest Received - Investments	1,806	1,586
1,671	Total Income	1,806	1,586
914	Interest & Commissions Paid	649	957
455	Operating Expenses	182	169
1,369	Total Expenditure	831	1,126
	Other Comprehensive Income		
(61)	Amounts Recognised Directly in Equity	(437)	0
241	Total Comprehensive Income	538	460

Summary Statement of Changes in Equity

(for the year ended 31 March 2017)

Actual 2016 '000		Actual 2017 '000	Budget 2017 '000 (unaudited)
4,557	Balance at 1 April as previously reported	4,114	4,114
(61)	Other Comprehensive Income	(437)	0
302	Net Surplus for the year	975	460
241	Total Comprehensive Income for the year	538	460
	Attributable to:		
241	Roman Catholic Bishop of Christchurch	538	460
(684)	Distribution to Roman Catholic Bishop of Christchurch	(302)	0
4,114	Balance at 31 March	4,350	4,574

Summary Statement of Financial Position *(as at 31 March 2017)*

Actual 2016 '000		Actual 2017 '000
Assets		
4,115	Cash at Bank and in Hand	6,094
26,921	Available for Sale Financial Assets	22,119
2,473	Loans and Receivables	1,916
33,509	Total Assets	30,129
Liabilities & Equity		
46	Accounts Payable	60
29,349	Depositors' Funds	25,719
4,114	Equity	4,350
33,509	Total Liabilities & Equity	30,129

For and on behalf of the Board of Trustees which authorised the issue of the summary financial report on 27 June 2017.



Mr Rob Farrell
Chairman



Mr Michael Schimanski
Trustee

Summary Statement of Cash Flows *(for the year ended 31 March 2017)*

Actual 2016 '000		Actual 2017 '000
Net Cash Flows from (used in):		
561	Operating Activities	875
848	Investing Activities	4,994
(1,224)	Financing Activities	(3,890)
185	Net Increase/(Decrease) in Cash Held	1,979
3,930	Plus Opening Cash brought forward	4,115
4,115	Ending Cash Carried Forward	6,094

The above information represents a summary of the audited financial statements. Complete audited financial statements are available on request.

Notes

to the Summary Financial Statements for the Year Ended 31 March 2017

1. Significant Accounting Policies

The Christchurch Catholic Diocesan Development Fund (the Fund) is a Trust established by the Roman Catholic Bishop of the Diocese of Christchurch by Deed of Trust dated 21 December 1967. The trustees are appointed by the Roman Catholic Bishop of the Diocese of Christchurch and the Fund is domiciled in New Zealand.

The nature of the operations and principal activities of the Fund are to generate funds to assist the Roman Catholic Bishop of the Diocese of Christchurch to undertake his pastoral activities and to support the development of resources within the Catholic community. This is achieved by offering call and term deposit facilities and using the funds raised to invest in loans to the Catholic community for development or to externally invest to generate income.

The full and summary financial statements were authorised for issue by the Trustees on 27 June 2017.

The summary financial statements are presented for the Fund and are for the year ended 31 March 2017 and 31 March 2016. They have been prepared in accordance with FRS 43 – Summary

Financial Statements, and full financial statements comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP) as it relates to summary financial statements.

The specific disclosures included in the summary financial statements have been extracted from the full financial statements dated 27 June 2017. The summary financial statements cannot be expected to provide as complete an understanding as provided by the full financial statements. The full financial statements are available from the office of the CDF, Cathedral House on Washington, Unit 2, 9 Washington Way, Christchurch, alternatively they can be viewed on www.cdf.org.nz. The full financial statements have been audited and an unqualified audit report has been issued.

The summary financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000)

Independent Auditor's Report

to the Trustees of Christchurch Catholic Diocesan Development Fund Report on the Summary Financial Statements

Opinion

The summary financial statements on pages 4 to 6, which comprise the summary statement of financial position as at 31 March 2017, the summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows for the year then ended, and related notes, are derived from the audited financial statements of Christchurch Catholic Diocesan Development Fund ("CDF") for the year ended 31 March 2017.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with FRS-43: Summary Financial Statements issued by the New Zealand Accounting Standards Board.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by New Zealand Equivalents to International Financial Reporting Standards and International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial

statements in our report dated 27 June 2017.

Those Charged with Governance Responsibilities for the Summary Financial Statements

Those charged with governance are responsible on behalf of the entity for the preparation of the summary financial statements in accordance with FRS-43: Summary Financial Statements.

Auditor's Responsibility

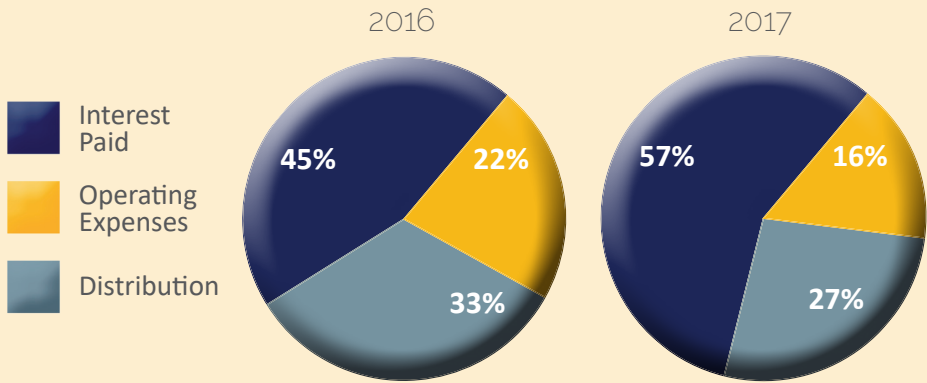
Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other than in our capacity as auditor and other assurance services provider, we have no other relationship with, or interests in, CDF. Partners and employees of our firm may deal with CDF on normal terms within the ordinary course of trading activities of the business of CDF.

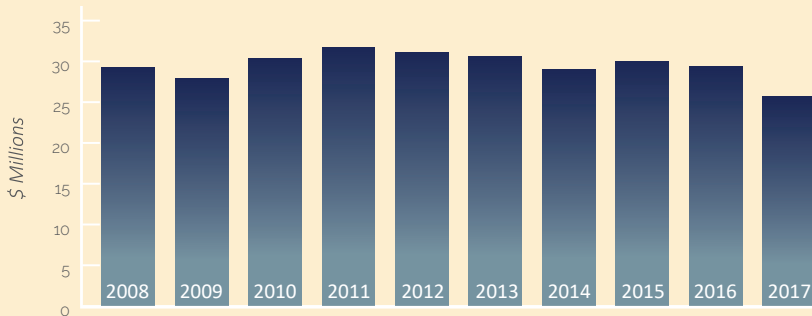


27 June 2017
Christchurch

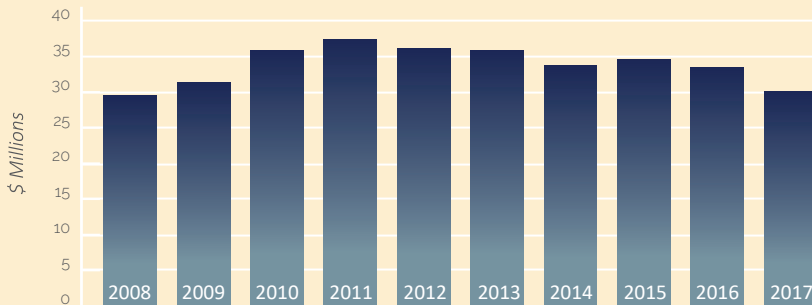
How Each Dollar is Spent



Depositors' Funds



Total Assets



Directory

Staff

Diocesan General Manager

Andy Doherty

Manager - Finance & Support Services

Janice Rennell

CDF Administrator

Melanie Perry

Registered Office

Cathedral House on Washington

PO Box 4544, Christchurch 8140
2/9 Washington Way, Christchurch 8011
Phone 366 9869 (from Christchurch)
0800 40 FUND (3863) (from out of Chch)

Statutory Supervisor

Covenant Trustee Services Ltd

Level 6 191 Queen St, Auckland 1010.
PO Box 4243, Shortland St, Auckland 1140

Auditors

Ernst & Young

PO Box 2091, Christchurch 8104

Solicitors

Cavell Leitch Law

Level 3, BNZ Centre,
111 Cashel Mass, Christchurch 8011

Investment Advisors

JB Were

Level 6, HSBC Tower
62 Worcester Boulevard, Christchurch

Bankers

Westpac

Level 2, 2 Show Place
Addington, Christchurch



Cover and Interior images show the interactive panels erected outside our earthquake damaged Cathedral of the Blessed Sacrament. They give visitors a video and pictorial view of this significant building's history and the damage it sustained. The 12 panels, four of which have been printed with an interactive QR code, have created a timeline from 1860 to the present day. The concept was developed by the Diocesan property team.

Upon scanning the code with a mobile phone, visitors are able to take a 360-degree interior tour of the cathedral prior to the quake. They can look at a slideshow of 25 archival construction photographs with comment and see drone footage of the interior of the building. There is also further video coverage taken since the earthquakes.



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