

Annual Report

Havelock North Business Association Inc.
For the year ended 30 June 2026

Prepared by Summit Advisory Hawkes Bay Limited

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Compilation Report

Havelock North Business Association Inc. For the year ended 30 June 2026

Compilation Report to the Directors of Havelock North Business Association Inc.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Havelock North Business Association Inc. for the year ended 30 June 2026.

These statements have been prepared in accordance with the accounting policies described in the Statement of Accounting Policies.

Responsibilities

The Executives are solely responsible for the information contained in this financial report and have determined that the accounting policies used are 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.

Independence

We have no involvement with Havelock North Business Association Inc. other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.

Summit Advisory Hawke's Bay Limited

Summit Advisory Hawke's Bay Limited
Havelock North

Dated: 30 September 2026

Bay Audit & Accounting Ltd

INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

To the Members of Havelock North Business Association Incorporated

We have reviewed the accompanying Performance Report of Havelock North Business Association Incorporated, which comprises the Statement of Financial Position as at 30 June 2026, and the Statement of Financial Performance and Cash Flows for the year then ended, and Notes to the Performance Report including material accounting policy information and other explanatory information.

Board' Responsibility for the Performance Report

The Board are responsible for the preparation and fair presentation of this Performance Report in accordance with the Tier 3 (NFP) Standard, and for such internal control as the Board determine is necessary to enable the preparation of a Performance Report that is free from material misstatement, whether due to fraud or error.

The Board are also responsible for the other information. The other information comprises the entity information and statement of service performance but does not include the performance report and our conclusion thereon.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying Performance Report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400, Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity. ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the Performance Report, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of the Performance Report in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

Our conclusion on the performance report does not cover the other information (the entity information and statement of service performance) and we do not express any form of assurance conclusion thereon.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on the Performance Report.

Other than in our capacity as assurance practitioner we have no relationship with, or interests in, Havelock North Business Association Incorporated.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying performance report do not present fairly, in all material respects the financial position of Havelock North Business Association Incorporated as at 30 June 2026, and of its financial performance and cash flows for the year then ended in accordance with the Tier 3 (NFP) Standard.



Bay Audit & Accounting Limited
5 October 2026
Napier

Entity Information

Havelock North Business Association Inc. For the year ended 30 June 2026

Legal Name of Entity

Havelock North Business Association Inc.

Entity Type and Legal Basis

Incorporated Society

Registration Number

1104947

Entity's Purpose or Mission

Our Association has two key roles, to provide a support network and advocate for local businesses as well as to develop strategies that enhance and promote Havelock North as the best place to shop, eat, stay, play and live.

Entity Structure

The Havelock North Business Association Inc. operates as a single entity.

Entity's Reliance on Volunteers and Donated Goods or Services

The charity also relies on volunteers and donated goods or services to support its activities.

Entity's Governance Arrangements

The Executive Committee is made up of eight representatives from the Association as well as two Local Councillor Representatives.

Other Entities Controlled by the Entity

No other entities are controlled by the entity.

Postal Address

1014 Pukatea Street
St Leonards
HASTINGS
4120

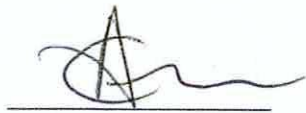
Approval of Financial Report

Havelock North Business Association Inc.

For the year ended 30 June 2026

The Executives are pleased to present the approved financial report including the historical financial statements of Havelock North Business Association Inc. for year ended 30 June 2026.

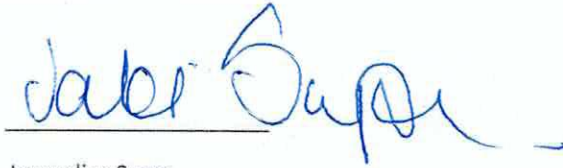
APPROVED



Casey Anderson

Chairperson

Date 01.10.2026



Jacqueline Supra

Vice Chairperson

Date 02-10-2026.

Statement of Service Performance

Havelock North Business Association Inc.

For the year ended 30 June 2026

Description of medium to long term objectives

The objective of our Association's efforts is a thriving local business community supported by a strong network and effective advocacy. Havelock North is recognised as the premier destination to shop, eat, stay, play and live, thanks to strategic initiatives that enhance its appeal and promote its unique offerings.

Description and Quantification of the Entity's Activities

The Association delivers an annual plan of promotional and event activity that is tracked through reach, engagement and feedback.

Campaign Metrics

	2026	2025
Domestic Tourism	The Escape Video Campaign: - Generated more than 3.5 million views across its platforms, with audiences spending over 2,000 hours watching Havelock North content - The campaign also achieved strong engagement, generating 48,676 likes, 15,741 shares, 16,114 saves and 79,250 Instagram Story views.	183,808 Social Media impressions through NZME channels 2,580 total competition entries across all platforms
Gifting Local/Guide	34,000 Social Media views 520 Link clicks 1,900 Guide opens 11,760 interactions	14,000 Social Media views 430 Link clicks 2,500 Guide opens 10,430 Interactions
Social Media	1,750,000 Views 22,000 Visits 67,800 content interactions 6,290 total click links - Over this period, we also gained 2,200 new followers	248,649 people reached organically and 122,622 reached through paid activity 11,687 organic content interactions, 591,587 paid impressions, and 6,608 total link clicks - Over this period, we also gained 1,436 new followers
Website Analytics	57,000 Page Views 259,000 Interactions	73,000 Page Views 303,000 Interactions
Art & Vibrancy	1,000 flowers handed out to diners on Valentine's Day 1,500+ postcards to Santa received 1 mural installed	1,000 flowers handed out to diners on Valentine's Day 27 shop windows painted 20 business windows decorated with Christmas decals 1,500+ postcards to Santa received 1 large-scale mural installed
Membership	268 member event attendees - Businesses were featured over 500 times across campaigns, collaborations, and social media content with some appearing more than once.	268 member event attendees - Businesses were featured over 500 times across campaigns, collaborations, and social media content with some appearing more than once.

Statement of Financial Performance

Havelock North Business Association Inc.

For the year ended 30 June 2026

	NOTES	2026	2025
Revenue			
Donations, koha, bequests and other general fundraising activities	1	1,500	-
General grants	1	163,720	163,720
Membership fees and subscriptions	1	8,455	9,041
Revenue from commercial activities	1	11,191	18,746
Interest, dividends and other investment revenue	1	3,959	5,050
Total Revenue		188,826	196,558
Expenses			
Employee remuneration and other related expenses	2	107,662	103,968
Expenses related to commercial activities	2	93,264	106,817
Grants and donations made	2	3,163	3,140
Other expenses	2	1,293	1,766
Total Expenses		205,382	215,691
Surplus/(Deficit) for the Year		(16,556)	(19,134)

These accounts have been reviewed by an Independent Reviewer and should be read in conjunction with their Review Report.

Statement of Financial Position

Havelock North Business Association Inc.

As at 30 June 2026

'What the entity owns?' and 'What the entity owes?'

	NOTES	30 JUN 2026	30 JUN 2025
Assets			
Current Assets			
Cash and short-term deposits	3	21,381	41,496
Debtors and prepayments	3	7,718	6,320
Investments	6	50,000	50,000
Total Current Assets		79,100	97,816
Non-Current Assets			
Property, Plant and Equipment	5	7,937	9,229
Investments	6	36,987	36,987
Total Non-Current Assets		44,924	46,217
Total Assets		124,024	144,033
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	1,377	4,150
Income Received in Advance	4	2,405	3,085
Total Current Liabilities		3,782	7,235
Total Liabilities		3,782	7,235
Total Assets less Total Liabilities (Net Assets)		120,242	136,798
Accumulated Funds			
Capital contributed by owners or members	7	78,280	78,280
Accumulated surpluses (or deficits)	7	41,962	58,518
Total Accumulated Funds		120,242	136,798

These accounts have been reviewed by an Independent Reviewer and should be read in conjunction with their Review Report.

Statement of Cash Flows

Havelock North Business Association Inc. For the year ended 30 June 2026

	2026	2025
Cash Flows from Operating Activities		
Operating receipts (money deposited into the bank account)		
Donations, koha, bequests and other general fundraising activities	1,500	-
General grants	163,720	163,720
Membership fees and subscriptions	7,200	10,125
Interest or dividends received	7,209	2,314
GST received	29,318	31,812
Revenue from Commercial Activities	11,316	18,746
Total Operating receipts (money deposited into the bank account)	220,262	226,717
Operating payments (money withdrawn from the bank account)		
Employee remuneration and other related payments	(107,976)	(103,618)
Payments related to commercial activities	(97,788)	(107,997)
Grants and donations paid	(3,163)	(3,140)
GST paid	(31,450)	(29,911)
Total Operating payments (money withdrawn from the bank account)	(240,376)	(244,667)
Total Cash Flows from Operating Activities	(20,114)	(17,950)
Cash Flows from Other Activities		
Receipts from other activities		
Receipts from sale of investments	-	5,003
Total Receipts from other activities	-	5,003
Payments from other activities		
Payments to purchase investments	-	(2,314)
Total Payments from other activities	-	(2,314)
Total Cash Flows from Other Activities	-	2,689
Net Increase/(Decrease) in Cash	(20,114)	(15,261)
Bank Accounts and Cash		
Opening cash	41,496	56,756
Net change in cash for period	(20,114)	(15,261)
Closing cash	21,381	41,496

These accounts have been reviewed by an Independent Reviewer and should be read in conjunction with their Review Report.

Statement of Accounting Policies

Havelock North Business Association Inc.

For the year ended 30 June 2026

Basis of Preparation

This performance report is prepared in accordance with the XRB's Tier 3 (NFP) Standard. The entity is eligible to apply these requirements as it does not have public accountability and has total annual expenses of less than \$5,000,000. All transactions in the Performance Report are reporting using the accrual basis of accounting. This Performance Report is prepared under the assumption that the entity will continue to operate for the foreseeable future.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Havelock North Business Association Inc. is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Investments

Investments are measure at cost and interest is recognised as it accrues using the effective interest model.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Entity and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Donations and other similar revenue

Donations received are recognised as revenue upon receipt. Donated goods or services (other than donated assets) are not recognised.

Grant revenue includes grants given by other charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant have been complied with. When there are use or return conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to income as the conditions are fulfilled.

Revenue from members

Havelock North Business Association Inc. received income from members via subscriptions and entry fees. Revenue is recognised as it accrues.

Interest revenue

Interest income is recognised as it accrues, using the effective interest model.

Property, Plant & Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. 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.

Depreciation is provided on a diminishing value basis on all Property, plant and equipment. The depreciation rates and major classes of assets have been estimated as follows:

- Equipment 8% - 100%
- Website 50%

Notes to the Performance Report

Havelock North Business Association Inc. For the year ended 30 June 2026

	2026	2025
1. Analysis of Revenue		
Donations, koha, bequests and other general fundraising activities		
Sponsorship Received	1,500	-
Total Donations, koha, bequests and other general fundraising activities	1,500	-
General grants		
HDC - Event Support Funding	15,000	15,000
HDC - Levy Funding	148,720	148,720
Total General grants	163,720	163,720
Membership fees and subscriptions		
Membership Subscriptions Income	8,455	9,041
Total Membership fees and subscriptions	8,455	9,041
Revenue from commercial activities		
Event income - Member Networking	-	1,329
Event Income - Public Event Ticket Sales	7,495	13,778
Social Media Boosting - Income	-	58
Vibrancy - Income - CBD Art and Vibrancy	3,696	3,582
Total Revenue from commercial activities	11,191	18,746
Interest, dividends and other investment revenue		
Interest Received	3,959	5,050
Total Interest, dividends and other investment revenue	3,959	5,050
	2026	2025

2. Analysis of Expenses

Employee remuneration and other related expenses		
GRC - Administrative Services - Admin & Social Media	25,956	23,040
GRC - Administrative Services - Manager	77,280	76,728
Marketing - Social Media - Reels creation	4,426	4,200
Total Employee remuneration and other related expenses	107,662	103,968
Expenses related to commercial activities		
Event Outgoings - Member Networking	6,820	9,763
Event Outgoings - Member Workshop	1,127	1,174
Event Outgoings - Public Events	33,599	45,027
Event Outgoings - Village on Sale	-	1,671
GRC - Accountancy	1,485	2,350
GRC - Accounts Annual Review	1,500	1,500
GRC - Bank Charges	126	230
GRC - Insurance - Public Liability	952	1,135
GRC - Marketing Website - Hosting & Domain Name	360	419
GRC - Mobile Phone	299	30

	2026	2025
GRC - Printing, Postage & Stationery	1,033	1,212
GRC - Subscriptions Outgoing - eg Xero	1,846	1,874
Marketing - General /Collab	6,370	3,975
Marketing Outgoing - Domestic Tourism	12,383	11,265
Marketing Outgoing - Hospitality Promotion	-	3,178
Marketing Outgoing - Professional services	-	7,396
Marketing Outgoing - Support Local	4,414	2,612
Marketing Outgoing Social Media - Ads/Boosting	1,960	987
Meeting Expenses - Board Meetings	555	360
Meeting Expenses - General	935	1,174
Members Expenses - Gifts	1,114	336
Miscellaneous Expenses	553	1,220
Vibrancy - CBD Art & Vibrancy Outgoings	15,834	6,732
Vibrancy - Christmas activations and vibrancy	-	1,196
Total Expenses related to commercial activities	93,264	106,817
Grants and donations made		
GRC - Rates Rebate Donation	3,163	3,140
Total Grants and donations made	3,163	3,140
Other expenses		
Depreciation	1,293	1,766
Total Other expenses	1,293	1,766

	2026	2025
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3. Analysis of Assets

Cash and short-term deposits

ASB COVID Recovery Funds	-	9
ASB Sculpture Account	3,975	690
ASB Working Account	17,407	40,796
Total Cash and short-term deposits	21,381	41,496

Debtors and prepayments

Accounts Receivable	709	-
Accrued Interest	2,261	5,510
ASB Credit Card - E McRobbie	-	449
Prepayments	4,615	361
GST	134	-
Total Debtors and prepayments	7,718	6,320

	2026	2025
4. Analysis of Liabilities		
Creditors and accrued expenses		
Accrued Expenses	428	638
ASB Credit Card - E McRobbie	220	-
Creditors	729	1,732
GST	-	1,780
Total Creditors and accrued expenses	1,377	4,150
Income received in advance		
Income Received in Advance	2,405	3,085
Total Income received in advance	2,405	3,085
	2026	2025

5. Property, Plant and Equipment

Equipment		
Equipment	11,649	11,649
Less: Depreciation	(9,511)	(9,035)
Total Equipment	2,138	2,614
Equipment with Logo		
Equipment with Logo	12,724	12,724
Less: Depreciation	(7,154)	(6,564)
Total Equipment with Logo	5,570	6,160
Website		
Website	7,610	7,610
Less: Depreciation	(7,382)	(7,154)
Total Website	228	456
Total Property, Plant and Equipment	7,937	9,229
	2026	2025

6. Investments

Other current investments		
ASB Term Deposit 78'	50,000	50,000
Total Other current investments	50,000	50,000
Other non-current investments		
ASB Term Deposit 79'	36,987	36,987
Total Other non-current investments	36,987	36,987
Total Investments	86,987	86,987

The ASB 78 Term Deposit of \$50,000 was held on a 12 month term at an interest rate of 3.85%, maturing on 05/07/2026 and the ASB 79 Term Deposit of \$36,987 was held on a 24 month term at an interest rate of 4.05%, maturing on 05/04/2028.

	2026	2025
7. Accumulated Funds		
Capital contributed by owners		
Opening Balance	78,280	78,280
Total Capital contributed by owners	78,280	78,280
Accumulated surpluses or (deficits)		
Opening Balance	58,518	77,651
Current year earnings	(16,556)	(19,134)
Total Accumulated surpluses or (deficits)	41,962	58,518
Total Accumulated Funds	120,242	136,798

The accumulated funds are being retained to ensure the long-term sustainability and resilience of the association. The funds are also retained to future-proof the association from unexpected challenges - such as the water crisis, the COVID-19 pandemic, and Cyclone Gabrielle - and to ensure the association has reserves available for economic recovery activities to support local businesses during and after such events. Additionally, a portion of the funds is specifically held for future art and vibrancy initiatives aimed at enhancing the Havelock North CBD, in line with the associations ongoing commitment to fostering a vibrant and connected community.

8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2026 (Last year - nil).

9. Related Party Transactions

There were no transactions involving related parties during the financial year (Last year - nil).

10. Events After the Balance Date

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

11. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.