

ANNUAL REPORT

The past 12 months has seen strong growth, including the second best year we have ever experienced in terms of increase in sponsors. The year has certainly been dominated by the phenomenal events in South East Asia, with many countries in the region devastated by the tsunami on 26 December 2004.

Although we do not focus on providing disaster relief we responded extremely well – earning much credibility and appreciation from other aid and development agencies, governments and most importantly, from the many communities we helped.

As part of this CCF New Zealand took a lead role focusing on providing long term support – rather than just short term emergency aid - for the needy children and their communities. We thank our supporters, donors and sponsors who helped by sponsoring over 800 children in the tsunami-affected region.

The tsunami highlighted the breadth of our international network, which while extensive is unfortunately fragmented in that many of our affiliates operate under different names. This reinforced the need for us to work under one unified banner internationally, and after five years of debate, we (and our colleagues in the other 11 affiliates) agreed to move to our new name: ChildFund.

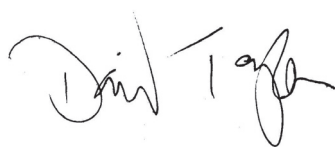
New Zealand is the first country to adopt this change, and while our name and branding has been refreshed, we remain committed to our vision: A world where *all* children can realise their full potential and create a better life for themselves.

To prepare for this change we have spent considerable time working as a Board alongside our Management team, reviewing our business plan for the 3-5 year term. We have set ambitious growth plans for the Management team, which will incorporate re-establishing brand awareness, and also enhance the ways we acquire and support sponsors. As we move forward we will prudently use some of our reserves to achieve our growth plans and to leverage the successes of the past. We are focused on forming deep, long term relationships with children-focused programs in selected communities throughout the world.

The end of the year also heralded the end of Lord Farrow's term as Chairman of our Board. On behalf of the Board, ChildFund New Zealand and all our sponsors, I would like to thank Tony for his incredible support, drive and passion during the past 12 years.

To close, your Board draws confidence from the results and activities of the past 12 months as they have provided strong growth and a solid platform for our assertive plans for future growth. We thank all our sponsors and donors for their continued support – without Kiwis like you, ChildFund New Zealand cannot make the life-changing difference to thousands of children throughout the world.

Thank you



David Taylor
Chairman



CHILD FUND NEW ZEALAND LIMITED SIMPLIFIED STATEMENT OF ACCOUNTS*

FINANCIAL YEAR 2005



DONATED INCOME:	Amount \$ (in thousands)	%
Child Sponsorship Income	\$8,091	91.4%
Special Appeals	\$259	2.9%
Project Liberty	\$175	2.0%
Government Grants (VASS) and Other Income	\$331	3.7%
TOTAL DONATIONS	\$8,856	100.0%



REMITTED OVERSEAS:		
Child Sponsorship	\$6,473	80.0%
Other Donations/Grants	\$630	82.4%
TOTAL REMITTED OVERSEAS	\$7,103	80.2%



RETAINED IN NEW ZEALAND:		
Child Sponsorship	\$1,618	20.0%
Other Donations/Grants	\$135	17.6%
TOTAL RETAINED IN NEW ZEALAND	\$1,753	19.8%



GIFT INCOME: (Money pledged specifically for a Child)		
Income Received	\$490	100.0%
Gifts Remitted Overseas	\$490	100.0%



DONATIONS TO NEW ZEALAND ADMINISTRATION FUND: (Designated to be spent in New Zealand)		
Specific Grants	\$270	29.6%
Administration Donation Pledge	\$484	53.1%
Investment and Sundry Income	\$157	17.2%
TOTAL RETAINED IN NEW ZEALAND	\$911	100.0%

NEW ZEALAND EXPENDITURE: (Of money retained in New Zealand)		
Administration (Wages, Insurance, Travel, etc.)	\$715	26.8%
Office, IT, Bank Fees, etc.	\$232	8.7%
CCF Inc. - International Child Sponsorship Administration Fees	\$138	5.2%
Supporter Communications (Mailing, Telephone, Printing, etc.)	\$137	5.1%
Promotion & Fundraising (Acquiring new supporters/educating)	\$1,447	54.2%
TOTAL EXPENDITURE	\$2,669	100.0%

* The above information has been extracted and summarised from the 2005 audited accounts of ChildFund New Zealand Limited, which has been audited by KPMG Chartered Accountants. A full set of accounts is available upon request from the Auckland Office of ChildFund New Zealand Limited. ChildFund New Zealand Limited financial year ended on 30th June 2005. ChildFund New Zealand Limited was formerly known as CCF New Zealand Limited.