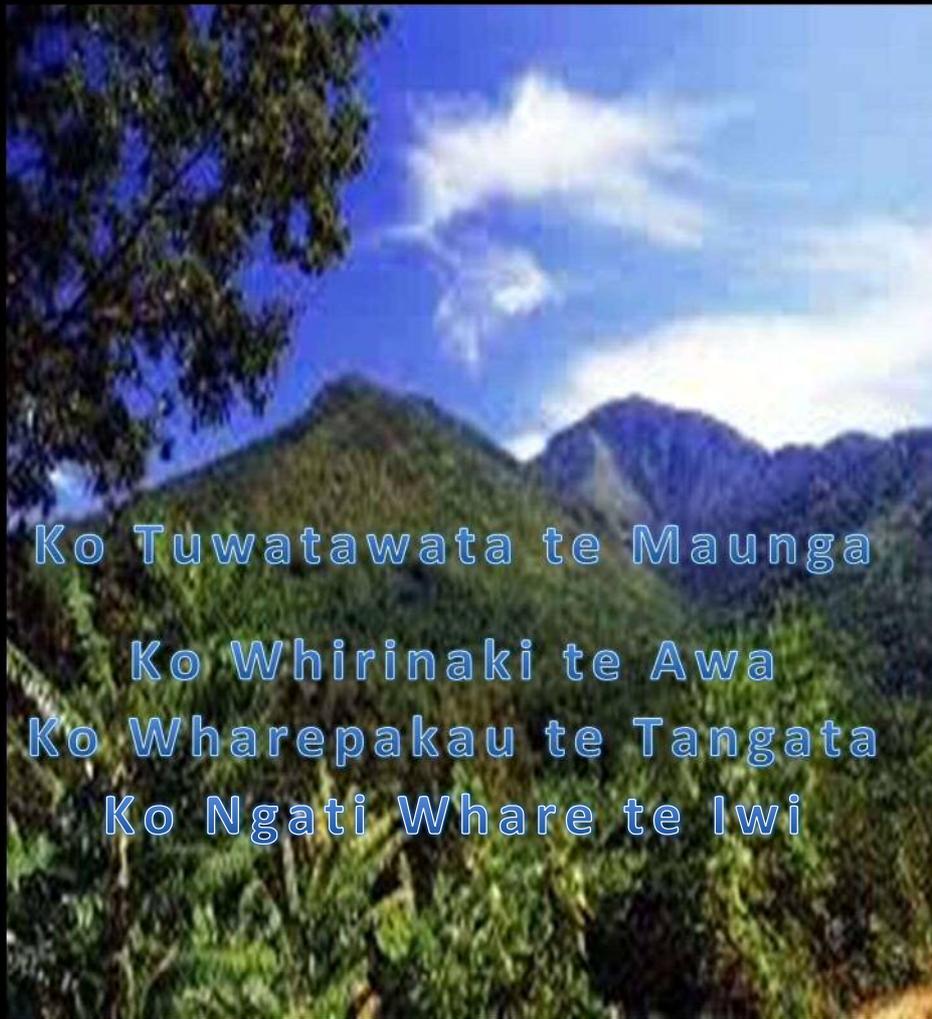




Te Runanga o Ngati
Whare
Annual Report 2015
Part 2 of 2



Ko Tuwatawata te Maunga
Ko Whirinaki te Awa
Ko Wharepakau te Tangata
Ko Ngati Whare te Iwi

Te Runanga o Ngati Whare Annual General Meeting/Annual Report 2015

ANNUAL GENERAL MEETING

Notice is given that the Annual General Meeting (AGM) of Te Runanga o Ngati Whare will be held at Murumurunga Marae, Te Whaiti on Saturday 28 November 2015 commencing at 10.00am

Notice is also hereby given that the Group Financial reports, Auditors report and Ngati Whare Holdings report form Part 2 of the Annual Report. Due to printing issues, Part 2 will be available from Monday 16 November 2015 from the offices below.

Copies of Part 1 of the Annual Report may be requested from either the Runanga office (1188 Main Road, Murupara, Ph 07 366 5690) or the office of GHA (GHA Centre, Level 1, 1108 Fenton Street, Rotorua, Ph 07 348 3599) and will also be available at the AGM. The Runanga Annual & Strategic Plans will also be available at the AGM.

We apologise for any inconvenience this may cause.

AGENDA

Karakia and Mihimihi

Apologies

Minutes & Matters Arising 13 Sep 2014

Annual Reports – as per contents Part 1 & 2

Financial Report & Appointment of Auditor

Confirmation of Trustee Election Results

Special Resolutions to Amend Trust Deed

General Business – will be called for at the

beginning of the AGM or by written notice to the

Runanga office by Monday 9 November 2015

Karakia Whakamutunga – by approximately 1pm

Attendees are invited to share kai and view

the slide show in Atataua.

ANNUAL REPORT CONTENTS PART 1

Minutes of AGM 13 September 2014

Chair Reports for TRONW & TPW

Pou Whakahaere Report

Glossary of Terms

Trust Directory for Year to 30 June 2014

ANNUAL REPORT CONTENTS PART 2

Chair Report for Ngati Whare Holdings

Appointment of Auditor

Group Financial Consolidated Reports & Audited Reports

TRUSTEE ELECTIONS

Trustee Elections were to be held this year to fill two (2) Trustee positions on Te Rūnanga o Ngāti Whare.

Nominations were duly called for by Public Notice and the period for nominations closed on 23 October 2015. Only two nominations were received.

Accordingly, in accordance with the terms of the Rūnanga's Trust Deed, no Trustee Elections are required to be held and the following two nominees are hereby declared to be duly elected as Trustees with effect from the date of the AGM on 28 November 2015:

- David (Bronco) Carson; and
- Lance Taurua.

SPECIAL RESOLUTIONS TO AMEND THE TRUST DEED

Notice is given that special resolutions to make three amendments to the Trust Deed of Te Rūnanga o Ngāti Whare will be put to all Adult Registered Members of Ngāti Whare for approval by way of postal ballot with voting closing at the AGM on 28 November 2015.

The three special resolutions on which the postal ballot will be held are to:

- (a) amend the date by which Te Rūnanga o Ngāti Whare prepares its Annual Report so that it must be prepared with six (6) months of the end of each financial year (clause 12.4 of the Trust Deed);
- (b) amend the power to appoint Trustees to the Te Puawai o Ngāti Whare Charitable Trust so that the Trustees of Te Rūnanga o Ngāti Whare will also be the Trustees of the Te Puawai o Ngāti Whare Charitable Trust (clause 14.3 of the Trust Deed); and
- (c) amend the election cycle for the election of Trustees so that, with effect from 2016, elections will be held every three (3) years and all seven trustee positions will be open for election at those three-yearly elections (Schedule 1 of the Trust Deed).



Ngati Whare Holdings Ltd

PO BOX 1712

ROTORUA, 3040

17th November 2015

The Trustees

Te Rununga o Ngati Whare

PO Box 162

Murupara

Tena Koutou Katoa

Ngati Whare Holdings Limited: Directors Annual report to 30th June 2015

The Board is pleased to present the company's Annual Report for the fifteen-month period ending 30th June 2015.

This is the third such report. The reason for the fifteen-month period is due to a change in balance date from 31st March to 30th June to better align our financial reporting to that of our principal investment asset, Kakano Whakatipu Limited.

It has been a very good trading period for Ngati Whare Holdings.

Highlights for the period include the instigation of employment, and the undertaking of Department of Conservation work contracts in the Whirinaki Forest, the strong performance of our investment in Kakano, progress with the assessment of an indigenous nursery at Minginui and the resolution by CNI Iwi Holdings of what is referred to as the "Cap".

It is however disappointing to note the ongoing lack of progress toward resolving mana whenua as it relates to Kaingaroa Forest and the negative implications this has on what should potentially be, the company's single largest and best performing asset.

Financial Performance:

Gross income of \$2,414,011 for the period was \$1,251,834 or over 100% greater than the previous year. It should however be noted that this figure includes the equivalent of two years CNI rental due to the change in balance date. None the less, gross income is far greater than the previous year due to the introduction of dividends from Kakano, which totalled \$609,485 for the period.

This income excludes an additional amount of \$3,923,075 representing the increase in the value of the Kakano investment and equity portfolio managed by the three separate fund managers appointed by Ngati Whare. For accounting purposes this increase in value is not shown in the profit and loss account but falls directly into the balance sheet.

A more accurate view of performance is to combine these figures resulting in a net surplus before tax of \$6,201,694 a figure significantly higher than the \$1,415,784 achieved in the 2014 year. Whilst acknowledging a 15 month trading period, this result is none the less very pleasing and is to a large extent based on the bold decision to make such a large investment in the Kaingaroa forest via Kakano.

The fact that this investment falls within Ngati Whare's rohe is equally pleasing.

With lower prevailing interest rates combining with equity investments performing at lower returns to those previously enjoyed, the board has, subsequent to balance date, taken the opportunity to cash up some equities and reduce term debt to under \$3.4 million.

Expenses of \$757,847 were within budget. The large increase over the prior year is a result of interest on loans associated with the Kakano investment.

Overall surplus after tax of \$5,939,247 is \$4,624,489 greater than the previous year.

Pre-tax profit of \$6,201,694 represents a 35.27% annualised return on equity of \$14,067,434.

This extraordinarily good result is, as earlier explained, partly the result of two years CNI rental being included in this figure, the present value of the CNI rental stream not being shown in the balance sheet; but is also an indication that the Holdings company is moving from being passive investors to direct investors.

Dividend:

The increased profitability resulted in a corresponding increase in the dividend payable to the Runanga of \$265,000 together with an additional \$1,000,000 to assist with the Marae rebuild fund. Total dividends paid were therefore \$1,265,000.

Balance Sheet:

Total assets increased from \$19,277,257 in 2014 to \$23,948,626 boosted by retained earnings and the Kakano investment value uplift.

Net Assets increased from \$14,067,434 to \$18,741,681 an increase of \$4,674,247.

This is a particularly pleasing value uplift.

If the present value of the CNI rental stream, referred to in note four of the financial statements, as being \$9,489,000, is added to the above figure, total assets of the holdings company exceed \$33,000,000.

Outlook:

Investment Opportunities:

We continue to make progress working in partnership with SCION regarding the establishment of an indigenous Nursery at Minginui.

We are currently seeking joint venture equity investors. This is a very exciting project with the potential to utilise leading edge technology in the production of indigenous seedlings and cuttings.

Despite incurring some initial losses, to do with establishment costs, we continue to be successful in securing Department of Conservation work contracts and are hopeful of expanding this sector of work.

It is the view of the board that the holdings company is in a good position to make further direct investments and we are continually on the lookout for those types of investments that meet our criteria.

Management:

Our thanks go to Mere George and her team at Glenn Hawkins and Associates Ltd, for exemplary service, and we have shared in their joy at moving into their own new premises.

The board and management continue to work very well together.

It has been another productive year for your company and we are very pleased with the result, in particular, the handing over of a \$1,000,000 cheque to the Rununga to kick-start the very needed rebuild of two Maraes.

I trust this report meets with your approval and look forward to discussing any comments at the upcoming AGM.

Nāhaku noa,

Rick Braddock

Chairman

Ngati Whare Holdings Limited

**Te Runanga o Ngati Whare Trust and Subsidiary
Financial Reports
For the Fifteen Months Ended 30 June 2015**

Contents	Page
Audit Report	1
Statements of Financial Performance	2
Statement of Movements in Equity	5
Statement of Financial Position	6
Notes to the Financial Statements	8

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Te Runanga O Ngati Whare Trust

Report on the Financial Statements

We have audited the financial statements of Te Runanga O Ngati Whare Trust and Subsidiary on pages 2 to 21, which comprise the consolidated and separate Statement of Financial Position as at 30 June 2015, and the consolidated and separate Statement of Financial Performance, Statement of Movements in Equity for the fifteen month period then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, Te Runanga O Ngati Whare Trust or its subsidiary.

Opinion

In our opinion, the financial statements on pages 2 to 21 present fairly in all material respects the financial position of Te Runanga O Ngati Whare Trust and subsidiary as at 30 June 2015 and their financial performance for the fifteen month period then ended in accordance with generally accepted accounting practice in New Zealand.



16 November 2015
1081 Hinemoa Street
Rotorua

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Financial Performance
For the 15 Months Ended 30 June 2015

	Note	Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
Income					
Aotearoa Fisheries		8,772	10,064	-	-
CNI Distribution	23	1,050,830	584,519	-	-
CNI Cultural Lands		125,264	-	-	-
Annual Catchment Entitlement		411,027	207,219	-	-
Dividends Received		40,796	23,121	-	-
Exchange Rate Variation		15,574	-	-	-
Interest Received		178,421	240,214	123,751	75,693
Kakano Whakatipu Limited	11	609,485	33,025	-	-
Koha		100	-	100	-
Mataatua Quota Ace Holdings Ltd	7	8,285	8,286	8,285	8,286
Ministry of Social Development		7,874	-	-	-
Department of Conservation		74,659	-	-	-
Ngati Whare Holdings Distribution	6	268,333	-	1,533,333	380,682
Overhead Contribution - NWHL	23	-	-	8,448	-
SHU Funding		23,822	-	23,822	-
Overhead Contribution - Te Puawai	23	-	-	-	-
Sundry Income		375,126	142,385	6,618	2,676
Te Runanga o Ngati Whare Distribution		-	-	-	-
Total Income		3,198,366	1,248,833	1,704,355	467,337
Less Expenses					
Accident Compensation Levy		359	400	359	400
Accountancy Fees		77,185	74,220	50,404	50,519
Advertising		-	978	-	978
AGM Expenses		2,919	4,162	2,639	3,562
Audit Fees		11,000	17,275	7,000	9,000
Audit Fees – Other fees paid to auditors		-	3700	-	-
Bank Charges		893	3056	556	350
Cadet Equipment		5,159	-	-	-
Catering		5,696	6363	5,207	4,517

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Financial Performance
For the 15 Months Ended 30 June 2015

	Note	Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
Comprehensive Settlement					
Celebration		-	9,815	-	9,815
Computer Expenses		4,185	567	4,185	567
Conference Expenses		7,628	5,819	1,690	-
Consultancy	23	48,683	9,356	29,539	-
Election Costs		14,397	13,674	14,397	13,674
Equipment & Assets under \$500		220	1,242	220	1,242
Exchange Rate Variation		-	2,604	-	-
Fisheries Levies		4,127	7,598	-	-
General Expenses		1,820	1,370	1,505	663
Health & Safety		280	-	-	-
Hui a Iwi		-	3,361	-	3,361
Insurance		8,625	5,672	3,069	4,672
Intangible Asset Amortisation		690	1,308	690	1,380
Interest & Penalties		371,748	23,840	-	-
Investment Management Fees		99,840	104,159	-	-
Iwi Membership Register		4,500	3,600	4,500	3,600
Kainga Whenua		23,822	-	23,822	-
Koha		1,000	590	1,000	590
Lease Expenses - Copier	24	3,283	2,718	3,283	2,718
Light Power & Heating		1,924	1,876	1,924	1,876
Management Expenses	23	76,276	56,128	-	-
Mataatua Quota Ace Holdings Ltd		1,771	1,526	1,771	1,526
Motor Vehicle Expenses		669	-	-	-
Office Expenses		-	500	-	-
Printing, Stamps & Stationery		8,175	5,786	5,767	3,769
Primary ITO Training		1,322	-	-	-
Professional Development		4,351	227	-	-
Protective Clothing		6,673	-	-	-
Rates		2,420	1,845	2,420	1,845
Repairs & Maintenance		857	97	857	97
Specialist Advisor		24,192	22,837	24,192	16,232
Staff Expenses		261	-	-	-
Subscriptions		290	-	-	-
Telephone, Tolls & Internet		6,782	4,673	6,782	4,673

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Financial Performance
For the 15 Months Ended 30 June 2015

	Note	Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
Travel		43,205	32,667	16,064	15,331
Trustee & Director Fees	22	246,389	219,763	122,489	128,000
Salaries & Wages		173,834	127,291	173,834	127,291
Seafood Industry Fees		904	106	-	-
Wages - Casuals		102,868	-	-	-
Total Expenses		1,401,211	782,842	510,165	412,248
Depreciation	10	7,859	6,324	6,114	6,324
Te Pua o Whirinaki Donation		125,264	-	125,264	-
Non-Deductible Entertainment		369	546	369	546
Investment Movements					
Investments Revalued to Market Value		4,547,275	624,200	-	-
Net Surplus Before Tax		6,210,939	1,083,321	1,062,445	48,218
Income Tax Expense	3	454,184	114,978	191,737	13,952
Net Surplus after Taxation		\$5,756,754	\$968,343	\$870,709	\$34,266

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Movements in Equity
For the 15 Months Ended 30 June 2015

	Note	Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
Equity at beginning of the Year		15,858,249	14,951,785	13,502,617	13,530,226
Tax paid Surplus for year		5,756,754	968,343	870,709	34,266
Other Movements					
Te Puawai o Ngati Whare Charitable Trust - Distribution	23	(100,000)	(61,875)	(100,000)	(61,875)
Equity at End of the Year		<u><u>\$21,515,003</u></u>	<u><u>\$15,858,249</u></u>	<u><u>\$14,273,326</u></u>	<u><u>\$13,502,617</u></u>

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Financial Position
As at 30 June 2015

		Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
CURRENT ASSETS					
Cash and Equivalents	5	4,892,954	2,644,679	2,839,409	2,125,106
Accounts Receivable		49,994	52,721	36,959	7,805
Accrued Interest		25,647	-	19,461	-
GST Refund Due		16,589	49,537	10,180	4,156
Ngati Whare Holdings Ltd	6	-	-	124,896	124,896
Mataatua Quota Ace Holdings Ltd	7	35,737	28,807	35,737	28,807
Payments in Advance		7,427	4,264	7,427	-
Taxation Receivable	3	71,764	-	96,150	67,225
Te Puawai o Ngati Whare	23	2,200	2,200	2,200	2,200
Tukia Advance	8	1	1	1	1
Total Current Assets		5,102,313	2,782,209	3,172,420	2,360,196
NON CURRENT ASSETS					
Property, Plant & Equipment	10	53,739	49,472	46,053	49,472
Minginui Nursery Project		47,090	43,151	-	-
Whirinaki Forest Project		23,210	23,210	-	-
Investments					
Aotearoa Fisheries Ltd Shares	13	296,423	296,423	-	-
Craigs Investment Partners		1,330,805	1,036,273	-	-
Crayfish Quota	26	1,526,500	1,526,500	-	-
Fisheries Settlement Quota	12	123,699	123,699	-	-
Guardian Trust Fund		-	174	-	174
Kakano Whakatipu Limited	11	13,212,571	9,722,193	-	-
Mataatua Quota Ace Holdings Ltd	7	71,510	71,510	71,510	71,510
Milfords Funds Ltd		2,690,432	2,904,231	-	-
Ngati Whare Holdings Ltd	6/15	-	-	11,500,000	11,500,000
NZ Asset Management		1,975,084	2,305,575	-	-
Paua Quota	26	635,950	635,950	-	-
Intangibles					
Website		690	1,380	690	1,380
Total Non-Current Assets		21,987,703	18,739,741	11,618,254	11,622,536
TOTAL ASSETS		27,090,016	21,521,950	14,790,673	13,982,732

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Statement of Financial Position
As at 30 June 2015

		Group		Parent	
		2015	2014	2015	2014
		\$	\$	\$	\$
CURRENT LIABILITIES					
Accounts Payable		127,162	115,794	69,500	30,867
Employee Entitlements Payable		4,716	6,119	4,716	6,119
Rangitaiki River Redress	16	243,130	243,130	243,130	243,130
Taxation Payable	3	-	98,657	-	-
Te Whaiti Court House	17	200,000	200,000	200,000	200,000
Westpac Loan	27	5,000,000	-	-	-
Total Current Liabilities		<u>5,575,008</u>	<u>663,701</u>	<u>517,346</u>	<u>480,116</u>
NON-CURRENT LIABILITIES					
Westpac Term Loan	27	-	5,000,000	-	-
TOTAL LIABILITIES		<u>5,575,008</u>	<u>5,663,701</u>	<u>517,346</u>	<u>480,116</u>
NET ASSETS		<u>\$21,515,003</u>	<u>\$15,858,249</u>	<u>\$14,273,326</u>	<u>\$13,502,617</u>
EQUITY					
Reserves	18	14,616,333	13,616,333	14,196,211	13,196,211
Retained Earnings	19	6,898,669	2,241,917	77,115	306,407
TOTAL EQUITY		<u>\$21,515,003</u>	<u>\$15,858,249</u>	<u>\$14,273,326</u>	<u>\$13,502,617</u>

For and on behalf of the Trustees:

Trustee D.S. Carson Trustee [Signature]

Date 16 November 2015

Te Runanga o Ngati Whare Trust and Subsidiary

Notes to the Financial Statements

As at 30 June 2015

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

Te Runanga O Ngati Whare Trust is a trust created by Deed of Trust dated 14 February 1999. The Trust has been granted Maori Authority status from 1 April 2009.

Measurement Base

The financial statements of the Trust and Subsidiary have been prepared in accordance with generally accepted accounting practice. The financial statements comprise: statements of financial performance, movements in equity and financial position, as well as notes to these statements.

The Parent's financial statements are for Te Runanga O Ngati Whare Trust and the consolidated financial statements comprise Te Runanga O Ngati Whare Trust and its wholly owned subsidiary Ngati Whare Holdings Limited.

Nature of Business

The purpose of the Group is to represent the collective interests and be responsible for the management and operation of the affairs of Ngati Whare and in particular to seek redress from the Crown and its agencies for certain grievances perpetrated against Ngati Whare.

Comparative Figures

The Group had a change in balance date this year from March to June 2015. The current year is for a period of 15 months and comparatives are for a period of 12 months.

General Accounting Policies

The general accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on an historical basis are followed.

- Reliance is placed on the fact that the Group is a going concern.
- Accrual accounting is used to match expenses and revenues.
- These financial statements have been prepared on a GST exclusive basis.

Principles of Consolidation

The consolidated financial statements are prepared from the financial statements of the Parent Trust and its subsidiary as at 30 June 2015 using the purchase method.

All significant transactions between the Parent Trust and its subsidiary are eliminated on consolidation. In the Parent's financial statements, investments in subsidiary are recognised at cost.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied.

Accounts Receivable recorded in the Statement of Financial Position are shown at expected realisable value, after writing off all debts considered uncollectible.

Te Runanga o Ngati Whare Trust and Subsidiary

Notes to the Financial Statements

As at 30 June 2015

Depreciation is calculated using rates permitted under the Income Tax Act 2007. Rates currently allowable are as follows:

Land	0%	Diminishing Value
Buildings	0 – 26.4%	Diminishing Value
Motor Vehicles	30%	Diminishing Value
Office Equipment	30 – 80.4%	Diminishing Value
Plant & Equipment	15.6 – 50%	Diminishing Value

Financial Instruments

The Group includes all financial instrument arrangements in the Statement of Financial Position using the concepts of accrual accounting.

These instruments arise as a result of every day operations and include Cash at Bank, Accounts Receivable, Accounts Payable, Bank Overdraft and Current and Term Liabilities. Revenues and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance.

Fisheries Quota Shares

Purchases/acquired Quota are treated as an asset with an indefinite life. Quota purchased by the company are recorded at cost (or deemed cost on settlement). Quota are not amortised and are carried at cost (or deemed cost on settlement) less any accumulated impairment losses.

Impairment losses are recognised whenever the carrying amount of an asset exceeds its recoverable amount. Quota are tested for impairment annually or whenever there is an indication of impairment on an individual basis or at a cash-generating unit level. The indefinite life assessment is reviewed annually to determine whether it continues to be supportable.

Goods and Services Tax

The financial statements have been prepared on a GST exclusive basis of accounting. Any GST due or recoverable at balance date is included within the amount of either Accounts payable or Accounts Receivable.

Grant Income

Income received from Crown Forest Rental Trust (CFRT), Office of Treaty Settlements (OTS), Central North Island Iwi Holdings (CNI) and Te Puni Kokiri (TPK) and any such like agencies is recognised in the period in which it is expended with unspent funds being carried forward to be applied against future period's expenditure.

Impairment

The carrying amounts of Te Runanga o Ngati Whare's assets are reviewed at each balance date to determine whether there is any indication of impairment. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. If it is not possible to estimate the recoverable amount of the individual asset, Te Runanga o Ngati Whare determines the recoverable amount of the cash generating unit to which the asset belongs. Impairment losses directly reduce the carrying amount of assets and are recognised in the Statement of Financial Performance.

Te Runanga o Ngati Whare Trust and Subsidiary

Notes to the Financial Statements

As at 30 June 2015

Intangibles are state at cost less any amortisation. Amortisation is recognised in the Statement of Financial Performance.

Investments in unlisted shares are recorded at the lower of deemed cost on settlement or market value. Movements within the investment values are accounted for in the Statement of Financial Performance.

Ngati Whare Holdings Limited commenced operations in March 2010. The Investment in the subsidiary is recorded at cost less any impairment write downs. Investments in managed portfolios are measured at original cost plus additions and re-valued at market value. Revaluations are accounted for in the Statement of Financial Performance.

Operating Leases

Payments made under operating leases are recognised in the Statement of Financial Performance on a straight line basis over the term of the lease.

Project Development Costs

Project Development Costs are expenses incurred in project investigation and development. Upon commencement of the project these expenses will be capitalised to the cost of the project. If it is determined that the venture will not proceed, or is otherwise impaired the costs will be written off in the Statement of Financial Performance.

Property, Plant and Equipment is recorded at cost less accumulated depreciation except for Land, which is recorded at cost. Depreciation has been charged using the rates allowed by the Inland Revenue Department.

Taxation

Provision is made for taxation on a consolidated basis (where applicable) after taking account of all available deductions and after deducting losses available to be carried forward from prior years. No provision has been made for deferred taxation (See Note 3).

Differential Reporting

Te Runanga O Ngati Whare Trust and its subsidiary are entitled to claim certain exemptions from reporting standards under the differential reporting framework by virtue of the following criteria:

- (1) It does not have public accountability
- (2) It is not large.

The group has taken advantage of all differential reporting exemptions available.

CHANGES IN ACCOUNTING POLICIES

All policies have been applied on bases consistent with those used in previous years.

2. AUDIT

These financial statements have been subject to audit, please refer to Auditor's Report.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

3. TAXATION

	Group		Parent	
	2015	2014	2015	2014
	\$	\$	\$	\$
Net Surplus/(Deficit) before Tax	6,210,939	1,083,321	1,062,444	48,219
Imputation Credits	8,714	4,866	-	-
Non Deductible Expenses	-	546	-	546
Group Distributions/Dividends	-	380,682	-	-
Non Assessable Income	-	(817,635)	-	-
Other Assessable Income	-	2,087	-	-
Permanent Differences	(3,564,282)	38,146	34,597	38,146
Share of Investment Loss	-	(10,568)	-	(10,568)
Timing Differences	(1,403)	3,384	(1,403)	3,384
Taxable Income	2,653,968	684,829	1,095,638	79,726
Tax at 17.5%	464,444	119,845	191,737	13,952
Less MAC/Imputation	(10,260)	(4,866)	-	-
	454,184	114,979	191,737	13,952
Less Withholding Tax Paid	(32,565)	(52,544)	(19,554)	(14,558)
Less Provisional Tax Paid	(39,619)	(6,667)	-	-
Less Maori Authority Credits	(453,763)	42,889	(268,333)	(66,619)
Tax Payable/(Tax Refund)	\$(71,764)	\$98,657	\$(96,150)	\$(67,225)

4. MAORI AUTHORITY CREDIT ACCOUNT (MACA)

	Group		Parent	
	2015	2014	2015	2014
		\$		\$
Opening Balance	597,662	555,183	347,983	356,977
Maori Authority Credits				
Distributed	(289,545)	(79,744)	(21,212)	(13,125)
Tax Paid	39,619	6,667	-	-
RWT Paid on Investments	32,565	52,562	19,554	14,576
Maori Authority Credits received	453,763	168,910	268,333	66,619
Imputation Credits	8,714	4,866	-	-
Tax Refund	(113,161)	(110,782)	(67,243)	(77,064)
Total	\$729,618	\$597,662	\$547,415	\$347,983

From 1st April 2009 Te Runanga o Ngati Whare Trust and its subsidiary were granted approval to become a Maori Authority.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

5. CASH AND CASH EQUIVALENTS

	Group		Parent	
	2015	2014	2015	2014
	\$	\$	\$	\$
Cash on Hand	280	93	280	93
Craigs Investment Partners	17,027	57,682	-	-
NZ Assest Management	177,985	48,174	-	-
Westpac Cheque Accounts	35,936	7,003	1,880	2,161
Westpac Call Accounts	991,707	757,189	180,805	348,314
Westpac Term Deposit	3,670,019	1,774,537	2,656,444	1,774,537
Total	\$4,892,954	\$2,644,678	\$2,839,409	\$2,125,105

6. INVESTMENT IN SUBSIDIARY

Ngati Whare Holdings Ltd is an asset holding company established to hold and manage commercial settlement assets of Ngati Whare. Ngati Whare Holdings is a subsidiary of Te Runanga o Ngati Whare Trust the mandated Iwi organisation for Ngati Whare.

During the year Ngati Whare Holdings Ltd distributed \$1,533,333 (inclusive of \$268,333 refundable Maori Authority credits) to Te Runanga o Ngati Whare Trust (2014: \$380,682).

During the 2011 year Te Runanga o Ngati Whare Trust purchased Quota on behalf of Ngati Whare Holdings Limited. The total value of this purchase was \$1,751,950 exclusive GST. In addition to the Quota purchased in 2011 the trust committed \$9,860,983 to Ngati Whare Holdings Limited as shareholder advances. No shareholder advances were made during 2015 (2014: \$1,500,000). The total balance owed to Te Runanga o Ngati Whare, disclosed as a current asset is \$124,896 (2014: \$124,896) and is interest free and repayable on demand.

7. MATAATUA QUOTA ACE HOLDINGS LIMITED

The Mataatua Quota Ace Holdings Limited investment is disclosed in two parts. \$71,510 represents a 1/6th share in Mataatua Quota Ace Holdings Limited revalued to the Quota value provided by the company as at 31st March 2011. \$35,737 (2014: \$28,807) represents the value of the Iwi equity account balance due at 31st March 2015.

8. TUKIA GROUP INVESTMENTS

During the 2011 financial year the trust invested into a geothermal special purpose vehicle that will explore and establish geothermal opportunities in the Tauhara geothermal field. Upon considering the value of the Trusts investment, the trustees determined that the carrying amount of the investment exceeded the current recoverable amount and impaired the value of the investment down to \$1 in the 2013 financial year.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

Tukia Group Limited is a commercial development company created by and for the Central North Island Iwi Collective. Its purpose is to develop the commercial interest of the Collective and other Iwi.

In 2010 The Trust committed \$551,000 to Tukia Group Limited as shareholder advances. During the 2011 financial year these were capitalised by Tukia Group Limited and issued as shares.

The Audit Report for the 30 June 2010 Tukia Group Financial Statements contained a fundamental uncertainty due to the company being reliant on the success of a capital raising venture in early 2011 in order to meet its obligations. Upon reviewing these financial statements and considering the value of the Trusts investment, the trustees determined that the carrying amount of the investment exceeded the current recoverable amount and impaired the value of the investment down to \$1.

During the 2013 financial year Te Runanga o Ngati Whare Trust transferred the Tukia Shareholding of 551,012 shares to Ngati Whare Holdings Limited. Upon receiving the shares in Tukia and considering the financial position of Tukia, Ngati Whare Holdings Ltd directors have written this investment down to Nil.

9. TUKIA CARBON PARTNERSHIP INVESTMENT

The Te Runanga o Ngati Whare Trust has a 3.3% shareholding in the Tukia Carbon Partnership based on their overall investment in the Tukia Group. There was no consideration for this investment hence its value being recorded at no cost in the Statement of Financial Position.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

10. PROPERTY, PLANT AND EQUIPMENT

	Group		Parent	
	2015	2014	2015	2014
	\$	\$	\$	\$
Land				
At Cost	500	500	500	500
	500	500	500	500
Buildings				
At Cost	75,296	75,296	75,296	75,296
Accumulated Depreciation	(36,693)	(34,164)	(36,693)	(34,164)
	38,603	41,131	38,603	41,131
Plant and Equipment				
At Cost	32,173	24,655	25,351	24,655
Accumulated Depreciation	(22,616)	(19,276)	(21,247)	(19,276)
	9,557	5,379	4,104	5,379
Motor Vehicles				
At Cost	2,609	-	-	-
Accumulated Depreciation	(376)	-	-	-
	2,233	-	-	-
Office Equipment				
At Cost	36,971	34,973	36,971	34,972
Accumulated Depreciation	(34,125)	(32,510)	(34,125)	(32,510)
	2,846	2,463	2,846	2,463
TOTAL PROPERTY, PLANT & EQUIPMENT	\$53,739	\$49,472	\$46,053	\$49,472

DEPRECIATION

	Group		Parent	
	2015	2014	2015	2014
	\$	\$	\$	\$
Land	-	-	-	-
Buildings	2,528	2,208	2,528	2,208
Motor Vehicles	376	-	-	-
Plant and Equipment	3,340	2,373	1,971	2,373
Office Equipment	1,615	1,743	1,615	1,743
Total	\$7,859	\$6,324	\$6,114	\$6,324

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

11. KAKANO INVESTMENTS LIMITED PARTNERSHIP

Kakano Investments Limited Partnership is a Limited Liability Partnership created by six North Island iwi to buy a 2.5% stake in Kaingaroa Timberlands, New Zealand's largest forestry business. Ngati Whare Holdings holds 15.9% of the shares in the partnership which has a carrying value of \$13,212,571.

	2015 \$	2014 \$
Opening Balance	9,722,193	-
Funds Introduced	-	9,696,513
Share of Profit	609,485	33,025
Revaluation	3,766,647	-
Distributions Received	(574,758)	(7,345)
Capital Distributions Received	(310,997)	-
Closing Balance	13,212,571	9,722,193

12. FISHERIES SETTLEMENT

On the 30th March 2009 a deed of transfer and warranty was signed between Te Runanga o Ngati Whare Trust, as the Mandated Iwi Organisation (MIO), and Te Ohu Kaimoana, in recognition of the Ngati Whare Iwi Fisheries settlement under the Maori Fisheries Act 2004.

	2015 \$	2014 \$
On 28 May 2009 Ngati Whare received:		
- Total Cash Settlement	\$623,226	\$623,226
- Fisheries Settlement Quota	\$123,699	\$123,699
- Aotearoa Fisheries Limited Shares	\$296,423	\$296,423
	\$1,043,348	\$1,043,348

In accordance with section 16(1)(c) of the Maori Fisheries Act 2004 Ngati Whare Holdings Limited has received and hold, on behalf of Te Runanga O Ngati Whare Trust as the MIO, all settlement quota and income shares allocated by Te Ohu Kaimoana. The total cash settlement transferred by Te Ohu Kaimoana has been retained by Te Runanga o Ngati Whare Trust.

During the 2013 financial year the Guardian Trust distributed further Fisheries Settlement funds to the Trust. The amount received was \$5,807 and is included in the Fisheries Settlement Reserve.

13. AOTEAROA FISHERIES LIMITED

During the 2013 year Aotearoa Fisheries Limited declared a bonus share issue of \$141,257 to distribute excess Maori Authority Credits to shareholders. As the Bonus shares issued were to existing shareholders on a pro-rata basis for tax purposes, the bonus issue had no impact on the share value.

An additional 103 shares were allocated to the company resulting in a total shareholding of 206 shares held at 31 March 2015.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

14. CNI IWI HOLDINGS LIMITED

Te Runanga O Ngati Whare Trust held 225 shares in CNI Iwi Holdings Limited. CNI Iwi Holdings Limited was established by the CNI Iwi Collective (comprising eight Iwi within the Central North Island area) for the purpose of settling the historical CNI Forest Land Claims. CNI Iwi Holdings Limited currently hold the CNI Forests Land on Trust for the CNI Iwi Collective and will facilitate the transfer of future CNI Forest rental income to the Iwi within the collective by way of distribution. The shares were transferred to Ngati Whare Holdings Limited during the 2013 financial year.

In 2013 Ngati Whare Holdings Limited engaged Esperance Capital Limited to provide a valuation of the CNI Iwi Holdings Limited asset by determining the present value of Ngati Whare Holdings Limited's future Crown Forest Licence income. Based on the findings of the valuation Esperance considers that the arm's length, current market valuation of Ngati Whare Holdings Limited's distributions from CNI Iwi Holdings Limited is \$9,489,000 as at 31 March 2013. A further valuation has not been obtained since this date.

15. CAPITAL

Ngati Whare Holdings Limited has paid up capital of 11,500,000 \$1 ordinary shares and 1 ordinary unpaid share (2014: 11,500,000 fully paid shares and 1 unpaid share). All shares have equal voting rights and upon winding up rank equally.

16. RANGITAIKI JOINT RIVER SETTLEMENT

In March 2012 the Ngati Whare Iwi received \$250,000 from the Crown to be held jointly by Te Runanga o Ngati Manawa and Te Runanga o Ngati Whare for the protection and enhancement of the environmental, cultural and spiritual health and wellbeing of the Rangitaiki River; and the relationship between Ngati Whare and the Rangitaiki River.

17. TE WHAITI COURT HOUSE RESTORATION

During the 2013 year Te Runanga o Ngati Whare received \$200,000 from the Crown for the restoration of the Te Whaiti Court House.

18. RESERVES

	Note	Group		Parent	
		2015 \$	2014 \$	2015 \$	2014 \$
Asset Revaluation Reserve		17,427	17,427	17,427	17,427
CNI Settlement	21	12,555,558	12,555,558	12,555,558	12,555,558
Marae Rebuild Reserve		1,000,000	-	1,000,000	-
Fisheries Settlement	12	1,043,348	1,043,348	623,226	623,226
Closing Balance		\$14,616,333	\$13,616,333	\$14,196,211	\$13,196,211

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

19. RETAINED EARNINGS

	Note	Group		Parent	
		2015 \$	2014 \$	2015 \$	2014 \$
Opening Balance		2,241,917	1,335,451	306,405	334,015
Net Tax Paid Surplus/(Deficit) for the Year		5,756,754	968,343	870,709	34,266
Te Puawai o Ngati Whare	23	(100,000)	(61,875)	(100,000)	(61,875)
Transfer to Marae Rebuild Reserve	29	(1,000,000)	-	(1,000,000)	-
Closing Balance		\$6,898,669	\$2,241,917	\$77,115	\$306,407

20. ASSET REVALUATION RESERVE

	Group		Parent	
	2015 \$	2014 \$	2015 \$	2014 \$
Opening Balance	17,427	17,427	17,427	17,427
Closing Balance	\$17,427	\$17,427	\$17,427	\$17,427

21. CNI SETTLEMENT

In June 2008 the Ngati Whare Iwi ratified the CNI Forest Land Collective Deed of Settlement. In July 2009 as part of this settlement Te Runanga O Ngati Whare Trust, as the mandated Iwi organisation, received \$12,044,836 of accumulated rentals as provided for under CNI Forests Collective Deed of Settlement.

The CNI Settlement provided for the transfer of nine Crown licensed forests and more than \$280m in accumulated rentals to CNI Iwi Holding Company Limited. The nine forests are vested in the CNI Iwi Holding Company and the transfer of associated accumulated rentals was apportioned in accordance with the proportions set out in the Central North Island Forest Collective Settlement Act 2008.

Settlement Interest has been advanced from the Crown as part of the CNI Collective Forest Lands Settlement. Settlement Interest is considered capital in nature and is recognised as a further instalment of compensation for redress.

CNI Iwi Settlement	12,044,836
Settlement Interest	510,722
Closing Balance	\$12,555,558

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

22. TRUSTEE/DIRECTOR FEES

Fees paid during the year to the Trustees are as follows:

	Group		Parent	
	2015 \$	2014 \$	2015 \$	2014 \$
L Brew	8,400	9,450	8,400	9,450
D Carson	93,600	75,650	58,100	54,250
D Christie	14,350	3,500	14,350	3,500
T Iraia	-	12,900	-	12,900
K Kohiti	12,239	17,500	12,239	17,500
P Olsen	8,400	6,650	8,400	6,650
L Taurua	14,000	8,050	14,000	8,050
R Taylor	1,050	15,700	1,050	15,700
R Wiri	5,950	-	5,950	-
R Braddock	62,400	50,363	-	-
I Hulton	26,000	20,000	-	-
	\$246,389	\$219,763	\$122,489	\$128,000

Directors Fees also include fees associated with Directorships on CNI Iwi Holdings Limited, CNI Iwi Land Management Limited and Kakano Investments Limited Partnership.

Te Runanga o Ngati Whare Trust and Subsidiary

Notes to the Financial Statements

As at 30 June 2015

23. RELATED PARTY INFORMATION

1. David Carson, Chairman of the Trust Board and Richard Braddock, Chairman of Ngati Whare Holdings Limited, hold Directors positions on CNI Iwi Holdings Limited. Ngati Whare Holdings Limited currently holds 225 unpaid shares in CNI Iwi Holdings Limited. Richard Braddock is also a Director on CNI Iwi Land Management Limited and Te Kakano Whakatipu Limited Partnership.

2. David Carson, Chairman of the Trust Board also held a Director's position on Tukia Group Holdings Limited. The Trust currently holds 10 Shares in Tukia Group Holdings Limited.

3. David Carson, Chairman of the Trust Board, holds a Director's position on Ngati Whare Holdings Limited.

4. Daryl Christie is the Chairman of Te Puawai o Ngati Whare Charitable Trust and is also a Trustee of Te Runanga o Ngati Whare Trust.

5. Te Puawai o Ngati Whare Charitable Trust was established to facilitate charitable distributions of Te Runanga o Ngati Whare. Te Runanga o Ngati Whare is the mandated Iwi organisation for Ngati Whare and are the settlors of the Charitable Trust.

During the financial year, Te Runanga o Ngati Whare distributed \$121,212 (2014: \$75,000) to this Charitable Trust. The total balance owed to Te Runanga o Ngati Whare and is disclosed as a current asset is \$2,200 (2014: \$2,200).

In 2015 no overhead contributions were received from Te Puawai o Ngati Whare for provision of administration and support services (2014: \$0).

6. Te Runanga o Ngati Whare Trust and subsidiary hold 225 unpaid shares in CNI Iwi Holdings Limited. During the year Te Runanga o Ngati Whare Trust received \$1,050,830 (2014: \$584,519) of annual rentals from CNI Iwi Holdings Limited as part of the CNI Forest Land Collective Deed of Settlement.

7. Payments of \$123,900 (2014: \$91,763) have been made to the Directors of Ngati Whare Holdings Ltd for services provided. (Note 22)

8. During the period payments totalling \$8,448 were made by Ngati Whare Holdings Ltd to Te Runanga o Ngati Whare Trust for the provision of administration and support services (2014: \$0). There are no outstanding amounts for these services provided.

9. Mere George, Director of GHA Limited, is also the Manager of Ngati Whare Holdings Limited. GHA Limited provided management services to Ngati Whare Holdings during the year of \$70,056 (2014: \$56,128) and also provided accounting services to the company of \$26,781 (2014: \$23,701). \$5,775.29 is owing at year end for these services (2014: \$11,214)

GHA Limited also provided consultancy services to Te Runanga o Ngati Whare of \$15,774 (2014: \$0) and accounting services of \$50,404 (2014: \$47,624). Election costs of \$6,903 were paid to GHA during the year (2014: \$9,893).

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

10. Te Puawai o Ngati Whare Charitable Trust and Ngati Whare Holdings were invoiced \$13,569 each for their 1/3 share of billed consultancy costs by Te Runanga o Ngati Whare (2014: \$0)

No related Party Debts have been forgiven during the year.

24. NON-CANCELLABLE OPERATING LEASES

On 22 March 2012 a Rental Agreement was entered into to rent a Toshiba E-Studio 2540. The Rental Agreement has a minimum term of 48 months with monthly repayments of \$250.16. On 25 May 2015 a new agreement was entered into for an upgraded model. The new agreement has a minimum term of 48 months with monthly repayments of \$252.94.

	2015	2014
	\$	\$
No later than one year	3,035	3,002
Later than one year and no later than 5 years	8,853	3,002
Total	\$11,888	\$6,004

25. CRAYFISH AND PAUA QUOTA

As per the contract between Te Runanga o Ngati Whare and Aotearoa Fisheries Limited there is a clause in the agreement that provides Aotearoa Fisheries Limited the right to purchase the Quota at fair market value. Aotearoa Fisheries Limited also have an irrevocable right of First Refusal over the disposal of this Quota.

During the 2011 financial year Te Runanga o Ngati Whare Trust purchased Crayfish and Paua Quota from Aotearoa Fisheries Ltd on behalf of Ngati Whare Holdings Limited. The total value of this purchase was \$1,751,950 GST exclusive.

During the 2014 year Ngati Whare Holdings Limited purchased additional Paua Quota at a cost of \$410,500.

26. QUOTA IMPAIRMENT

No impairment has been booked in the current year. This is in line with the annual review of quota values undertaken by Aotearoa Fisheries Limited.

27. TERM LIABILITIES

During the 2014 year Ngati Whare Holdings Limited entered into a loan agreement with Westpac to purchase shares in Te Kakano Whakatipu Limited. The loan is interest only with the interest only period expiring on 27 February 2016. The maturity date of the Loan is 27 February 2016 and has therefore been classified as a current liability (2014: \$0). During 2015 the loan was split into 3 loans, all attracting various fixed and floating interest rates ranging from 5.65% to 6.20%. A first and exclusive general security agreement to be granted by Ngati Whare Holdings Limited.

Te Runanga o Ngati Whare Trust and Subsidiary
Notes to the Financial Statements
As at 30 June 2015

	2015	2014
	\$	\$
Westpac Term Loan	5,000,000	5,000,000
	<u>\$5,000,000</u>	<u>5,000,000</u>

28. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2014: \$0).

29. CAPITAL COMMITMENTS

Te Runanga o Ngati Whare Trust have committed \$1,000,000 to the rebuild of Waikotikoti Marae project. (2014: \$0).

30. SUBSEQUENT EVENTS

There have been no subsequent events since balance date that require disclosure in the financial statements.

Te Puawai o Ngati Whare Charitable Trust
Financial Reports
For the Fifteen Months Ended 30 June 2015

Contents	Page
Audit Report	1
Trust Directory	2
Statement of Financial Performance	3
Statement of Movements in Equity	4
Statement of Financial Position	5
Notes to the Financial Statements	6

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Te Puawai O Ngati Whare Charitable Trust

Report on the Financial Statements

We have audited the financial statements of Te Puawai O Ngati Whare Charitable Trust on pages 3 to 9, which comprise the Statement of Financial Position for the fifteen month period ended 30 June 2015, and the Statement of Financial Performance and Statement of Movements in Equity for the period then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, Te Puawai O Ngati Whare Charitable Trust.

Opinion

In our opinion, the financial statements on pages 3 to 9 present fairly, in all material respects, the financial position of Te Puawai O Ngati Whare Charitable Trust for the fifteen month period ended 30 June 2015, and its financial performance for the period then ended in accordance with generally accepted accounting practice in New Zealand.



16 November 2015
1081 Hinemoa Street
Rotorua

Te Puawai o Ngati Whare Charitable Trust

Trust Directory

As at 30 June 2015

Nature of Trust	Charitable Trust
Registered Office	63 Rimu Street Minginui
Auditors	Iles Casey 1081 Hinemoa Street Rotorua
Accountants	GHA Ltd Chartered Accountants 1108 Fenton Street Rotorua
Bankers	Westpac Rotorua Central 1228 Amohau Street Rotorua
Solicitors	Kahui Legal 32 Waring Taylor Street Wellington
Trustees	Lena Brew (Resigned December 2014) Adrian Christie (Appointed March 2015) Daryl Christie (Appointed December 2014) Cathy Eden (Resigned December 2014) Wikitoria Hona (Appointed March 2015) William Olsen (Resigned December 2014)
Charities Registration	CC47028

Te Puawai o Ngati Whare Charitable Trust
Statement of Financial Performance
For the Fifteen Months Ended 30 June 2015

	Note	2015 \$	2014 \$
REVENUE			
Te Runanga o Ngati Whare Trust - Distribution	3	121,212	75,000
Interest Received		16,222	5,135
Minginui Clinic Income	4	6,650	4,080
Total Income		<u>144,084</u>	<u>84,215</u>
Less Expenses			
Accident Compensation Levy		24	-
Accountancy Fees		23,687	22,140
Audit Fees		1,000	2,650
Bank Charges		316	195
Catering		175	105
Computer Expenses		108	118
Consultancy		13,569	-
Donations		1,250	-
Insurance		1,326	1,106
Light Power & Heating		1,400	762
Printing, Stamps & Stationery		1,113	309
Rent	3	-	600
Repairs & Maintenance		1,623	-
Secretarial Services		7,555	-
Subscriptions		44	-
Telephone, Tolls & Internet		2,380	2,129
Travel - National		2,921	1,615
Trustee Fees	6	16,800	10,500
Trustee Expenses		-	151
Wages & Salaries		3,629	2,207
Total Operating Expenses		<u>78,920</u>	<u>44,587</u>
Less Depreciation			
Depreciation		937	1,566
NET SURPLUS		<u><u>\$64,227</u></u>	<u><u>\$38,062</u></u>

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Puawai o Ngati Whare Charitable Trust
Statement of Movements in Equity
For the Fifteen Months ended 30 June 2015

	Note	2015 \$	2014 \$
TRUST EQUITY AT START OF PERIOD		278,852	240,789
REVENUE			
Net Surplus for the Period		64,227	38,062
TRUST EQUITY AT END OF PERIOD		<u>\$343,079</u>	<u>\$278,852</u>

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Puawai o Ngati Whare Charitable Trust
Statement of Financial Position
As at 30 June 2015

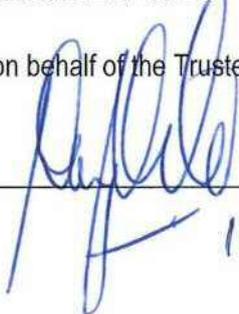
	Note	2015 \$	2014 \$
CURRENT ASSETS			
Westpac Bank - Cheque Account		2,962	2,016
Westpac Bank - Call Account		136,127	128,938
Westpac Bank - MHC Cheque Account		3,402	2,270
Westpac Bank - MHC Call Account		2,675	1,954
Westpac Bank - Term Deposits		210,410	153,402
GST Refund Due		4,072	745
Taxation	8	21,212	13,125
Accounts Receivable		2,004	1,180
Accrued Interest		1,768	797
Payments in Advance		880	-
Total Current Assets		385,512	304,427
NON-CURRENT ASSETS			
Fixed Assets as per Schedule	7	880	1,817
TOTAL ASSETS		386,392	306,244
CURRENT LIABILITIES			
Te Runanga o Ngati Whare Trust	3	2,200	2,200
Accounts Payable		18,370	2,832
Marae Insurance Fund	5	21,574	21,574
PAYE Payable		507	393
Accrued Employee Entitlement		662	394
Total Current Liabilities		43,313	27,393
TOTAL LIABILITIES		43,313	27,393
NET ASSETS		\$343,079	\$278,851

Represented by

TRUSTEES FUNDS

Funds Settled		10	10
Retained Earnings		343,069	278,841
TOTAL TRUSTEES FUNDS		\$343,079	\$278,851

For and on behalf of the Trustees:

Trustee  Trustee 

Date

16 November 2015

Note: This Statement is to be read in conjunction with the Notes to the Financial Statements, and the accompanying Audit Report.

Te Puawai o Ngati Whare Charitable Trust

Notes to the Financial Statements

For the Fifteen Months Ended 30 June 2015

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These are the financial statements of Te Puawai o Ngati Whare Charitable Trust. Te Puawai o Ngati Whare Charitable Trust is a Trust established and domiciled in New Zealand by trust deed.

Measurement Base

These financial statements of Te Puawai o Ngati Whare Charitable Trust have been prepared in accordance with generally accepted accounting practice in New Zealand.

The financial statements of Te Puawai o Ngati Whare Charitable Trust have been prepared on an historical cost basis, except as noted otherwise below.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

Comparative Figures

The Group had a change in balance date this year from March to June 2015. The current year is for a period of 15 months and comparatives are for a period of 12 months.

Differential Reporting

The Trust is entitled to claim certain exemptions from reporting standards under the differential reporting framework by virtue of the following criteria:

- (1) The Trust does not have public accountability
- (2) The Trust is not large

The Trust has taken advantage of all differential reporting exemptions available.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(a) Property, Plant & Equipment

The entity has the following classes of Property, Plant & Equipment;

Motor Vehicles	30%	DV
Office Equipment	40-50%	DV

All property, plant & equipment except for land is stated at cost less depreciation.

(b) Goods & Services Tax

The financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(c) Taxation

No provision for income tax has been made as the Trust has been given approval for Charitable

Te Puawai o Ngati Whare Charitable Trust

Notes to the Financial Statements

For the Fifteen Months Ended 30 June 2015

Status and it is registered as a charitable entity under the Charities Act 2005 on 12 October 2011.

(d) **Revenue**

Interest income is recognised using the effective interest method.

(e) **Receivables**

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

2. AUDIT

These financial statements have been subject to audit, please refer to Auditor's Report.

3. RELATED PARTIES

Te Puawai o Ngati Whare Charitable Trust was established to facilitate charitable distributions of Te Runanga o Ngati Whare. Te Runanga o Ngati Whare is the mandated Iwi organisation for Ngati Whare and are the settlors of the Charitable Trust.

During the financial year Te Runanga o Ngati Whare distributed \$121,212 to this Charitable Trust (2014:\$75,000).

Te Runanga o Ngati Whare is owed a balance of \$2,200 for various travel and conference costs, paid on behalf of the Trust in previous years (2014: \$2,200).

No rental for the use of the Kokiri centre was paid this year (2014:\$600). The Trust owes a contribution to consultancy costs of \$15,604 (2014: \$0) to Te Runanga o Ngati Whare Trust.

No related party debts have been written off or forgiven during the period.

4. MINGINUI HEALTH CENTRE

Income received from Rotorua Health represents rental earned for the use of the clinic by a General Practitioner.

5. MARAE INSURANCE FUND

\$21,574 has been set aside by Te Runanga o Ngati Whare Trust to fund insurance for Ngati Whare Iwi Marae. As at 30 June 2015 Te Puawai o Ngati Whare Charitable Trust has received no applications from the Marae for these funds.

Te Puawai o Ngati Whare Charitable Trust

Notes to the Financial Statements

For the Fifteen Months Ended 30 June 2015

6. TRUSTEE FEES

Fees paid to the Trustees during the period ended 30 June 2015 are detailed below:

	2015	2014
	\$	\$
Arthur August	-	700
Lena Brew	2,100	4,550
Adrian Christie	2,100	-
Daryl Christie	2,800	-
Cathy Eden	4,200	1,400
Wikitoria Hona	2,450	-
William Ohlson	3,150	3,850
Total Trustee Fees paid	<u>16,800</u>	<u>10,500</u>

7. PROPERTY, PLANT & EQUIPMENT

	2015	2014
	\$	\$
Trailer		
At cost	479	479
Less accumulated depreciation	(327)	(245)
	<u>152</u>	<u>234</u>
Office Equipment		
At cost	3,560	3,560
Less accumulated depreciation	(2,832)	(1,977)
	<u>728</u>	<u>1,583</u>
Total Property, Plant & Equipment	<u>\$880</u>	<u>\$1,817</u>

8. TAXATION

	2015	2014
	\$	\$
Operating surplus before taxation	64,227	38,062
Tax Payable		
Current year tax	-	-
Less		
Maori Authority Credits	21,212	13,125
Total Tax to be Refunded	<u>(21,212)</u>	<u>(13,125)</u>

Te Puawai o Ngati Whare Charitable Trust

Notes to the Financial Statements

For the Fifteen Months Ended 30 June 2015

9. EVENTS SUBSEQUENT TO BALANCE DATE

There have been no subsequent events since balance date that would have an effect on the financial statements.

10. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2014: \$0). Te Puawai o Ngati Whare Charitable Trust has not granted any securities in respect of liabilities payable by any other party whatsoever.

11. CAPITAL COMMITMENTS

At balance date there were no known material capital commitments (2014: \$0).

Notes
