

# TE PŪRONGO Ā-TAU

ANNUAL REPORT  
2020 - 2021

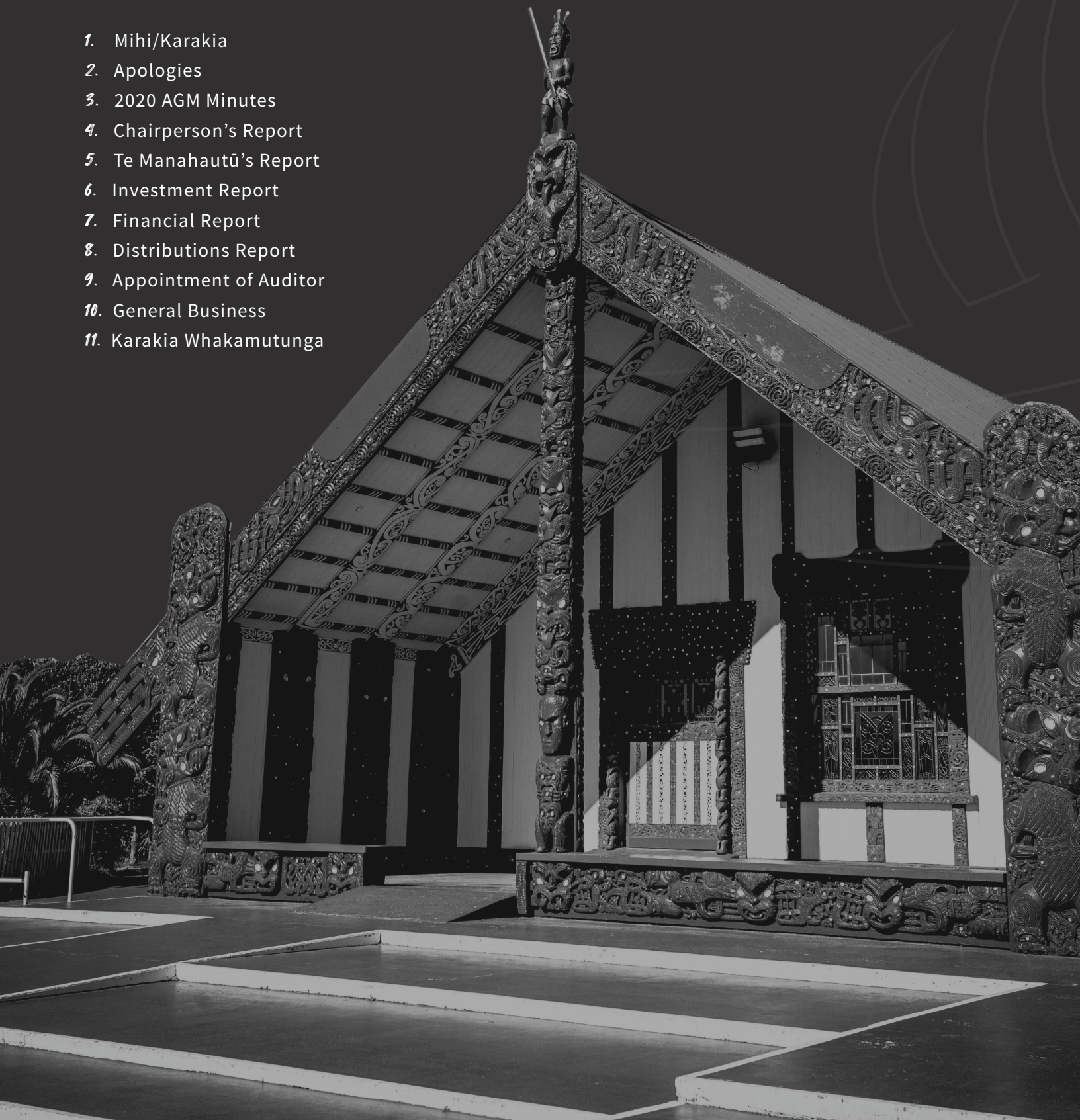
# Te Rārangī Take

## Agenda

### 2021 ANNUAL GENERAL MEETING

SATURDAY, 12 FEBRUARY 2022 AT 10am

1. Mihi/Karakia
2. Apologies
3. 2020 AGM Minutes
4. Chairperson's Report
5. Te Manahautū's Report
6. Investment Report
7. Financial Report
8. Distributions Report
9. Appointment of Auditor
10. General Business
11. Karakia Whakamutunga



# Te Rārangi Upoko

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# Te Poari me Te Taka Whakahaere

## Board of Trustees and Management



**Hemi  
Rolleston**

(Heatangata)

**Hemi Rolleston is Ngāti Whakaue through his father Mitai Rolleston and his mother Josephine Macfarlane.**

Hemi has a Bachelor of Management Studies and a Postgraduate Diploma in Arts - Te Reo, from the University of Waikato. Hemi is also a graduate of the Stanford University Business Leaders Bootcamp (2013, 2015 and 2017) and was the 2012 recipient of the NZ Institute of Director's Aspiring Director Award (for BOP Branch). Hemi is currently General Manager Te Ao Māori and Science Services at Scion. Prior to joining Scion Hemi held a number of roles at NZ's Innovation Agency, Callaghan Innovation including Chief Executive and General Manager Sectors. Prior to that he was Chief Executive of Te Awanui Hukapak Ltd.



**Ana  
Morrison**

**Ana is from the Kingi and Morrison whānau of Ngāti Whakaue (Ngāti Tunohopu, Ngāti Pukaki koromatua hapū) and Ngāti Tūwharetoa. She is married to Greg Allen (Ngāti Te Roro o te Rangi) and has two children, Taokahu and Reone.**

A qualified commercial lawyer (BSc/LLB) with international experience; her technical skills are in the areas of executive leadership, strategy, Te Tiriti and Equity-led organisation design, and risk & compliance. Ana is the Deputy Chief Executive - Partnerships and Equity at Te Pūkenga - the New Zealand Institute of Skills & Technology.



**Jason  
Rogers**

**Jason descends from the Rogers whānau of Ngāti Whakaue (Ngāti Te Roro o te Rangi koromatua hapū) and the Leonard whānau of Ngāti Rangiwewehi. He was raised in Rotorua and has a Bachelor of Management Studies (with Honours) from Waikato University.**

After graduating, he joined Ernst & Young for six years where he qualified as a Chartered Accountant for NZ and AU (CA).

He has worked for a top 4 Global CA firm – Ernst & Young (for 6 years), a US investment bank – Bankers Trust (1 year), a large UK private equity house – Pacific Investments PLC (4 years) and a top 10 National Group Builder – Generation Homes (5 years).

He is a professional director and sits on a number of Boards as Chair, Independent Director and Trustee. He also undertakes lead advisory services for select clients, as a “private equity, direct investment and investment management specialist”. He has a wide range of experience in governance, strategy, funds management, leadership mentoring, shareholder disputes, land development, property investment, strategic partnerships, business development, direct investment and private equity.

Jason is passionate about advancing the interests of Iwi by utilising economic capacity to deliver better outcomes.



**Tupara Morrison**

**Tupara is from the Morrison and Mitchell whānau of Ngāti Whakaue (Ngāti Hurungaterangi, Ngāti Pukaki koromatua hapū).**

A Fellow of Chartered Accountants Australia and New Zealand, Tupara is an accounting and finance graduate from Massey University and brings over 30 years of executive and governance experience in both the public and private sectors. He was a foundation trustee of Ngati Whakaue Assets Trust in 2009 leaving in 2012 to be the Chief Executive of Ngāti Whātua Orākei Whai Maia Ltd.

Tupara is Auckland based and is currently Te Kurutao Regional Manager Tāmaki/Te Tai Tokerau at Crown entity Kāinga Ora. He is a director of Te Puia NZ Māori Arts and Crafts Institute, industry training organisation Competenz, and Deputy Chair of state owned enterprise MetService. Tupara has strong relationships with local and central Government and his technical skills are in governance, financial management, business development and strategic partnerships.



**Taurua Grant**

*(Te Manahautū)*

**Taurua is from the Te Kōwhai whānau of Ngāti Te Roro o te Rangi. He is married to Tara and they have four tamāhine, Kennedy, Mila, Keeva and Aishling.**

Taurua has a Bachelor of Science (Chemistry) and a postgraduate qualification in finance, from the University of Otago. Taurua has a background in banking, financial markets and treasury advisory and is also an Authorised Financial Adviser (“AFA”). Prior to joining the Trust Taurua held senior roles at BNZ and Bancorp Treasury, and most recently worked as a senior consultant at GHA here in Rotorua. Taurua also has a passion for promoting the use of te reo Māori in the commercial sector.

Taurua joined the Trust as the inaugural Manahautū in November 2019.



**Tatiana Kiwi-Knight**

*(Kaitaurima Huinga - Tohanga Hua)*

**Tatiana is descended from the Pango line of Ngāti Whakaue (Ngāti Hurungaterangi koromātua hapū) through her pāpā. She also has whakapapa to Ngāti Hinerangi and Ngāti Tapu through her māmā (the Douglas and Kiwi whānau, respectively).**

Tatiana graduated from Victoria University with degrees in International Business and Spanish. With a passion for using her analytical skills to help organisations achieve their goals, particularly Māori businesses, Tatiana spent some time in business advisory before pivoting into event management.

Tatiana is married to Tom Knight and they have two children, Frances and Taika.

Tatiana joined the Trust as the Distributions Manager in October 2020 and is living her dream of working for the iwi.

# Ngā meneti o te Hui ā-tau kua hipa

## Minutes of the last AGM

### TE KOTAHITANGA O NGĀTI WHAKAUE ASSETS TRUST MINUTES OF THE ANNUAL GENERAL MEETING HELD AT TE PAPAIOURU MARAE ON 7 NOVEMBER 2020 AT 2.00 PM

#### ▲ Attendees

**Board of Trustees:** Hemi Rolleston (Chairperson), Ana Morrison and Tupara Morrison.

**Operations:** Taurua Grant (Te Manahautū), Tatiana Kiwi-Knight (Kaitaurima Tohanga Hua – Distributions Manager).

Helen Crawford, Ropata Lindsay Scott, Merehira Savage, Vicki Bhana, Lucy Tapsell, Elaine Tapsell, Agnes Amotawa, Josephine Scott, Margaret Herbert, Lorraine Inia, Kingi Biddle, Maxine Rennie, Tracy Te Kowhai, John Waaka, Pirihiira Haira, Tarewa Rota, Sonia Cooper, Tony Haupapa, Guy Kingi, Bom Gilles, Monty Morrison (late), Ria Earp, Kiri Mitchell, Violet Waiariki, Lizbeth Rangitoheriri, Julie Day, Iris Hayward, Tanira Pewter, Josie Rolleston, Wikitoria Kake-Flavell, Wiremu Keepa, Elaine Scott, Veronica Butterworth, Wenarata Kopae, Christine James, Linda Uluave, Joe Edwards, Geoff Rice, Alex Wilson.

**In attendance:** Glenn Hawkins (Accountant – GHA)

#### ▲ Apologies

**Board of Trustees:** Jason Rogers

Pirihiira Fenwick, Te Upokopakari, Gladys Rangitoheriri, Kelly Rangitoheriri, Miriama Searancke, Tina Ngatai, Haehaetu Barrett, Mini Kahukiwa, Ngahuaia

#### ▲ Mihi & Karakia

Wiremu Keepa opened the hui with a karakia at 2.09pm.

Hemi Rolleston welcomed everyone to the hui, confirmed agenda items and asked for any apologies.

**RESOLVED:** “To accept apologies to the meeting”.

*(Josie Scott/Alec Wilson) Carried*

Hemi noted the unfortunate loss of Jason’s mum overnight and his subsequent apologies today. He sends his thoughts and aroha to Jason and the Rogers whānau.

Hemi introduced his fellow Trustees and Te Manahautū, Taurua Grant who each provided a brief background on their whakapapa and professional background.

Hemi opened the floor for general business items noting there is no general business. He encouraged attendees to review the minutes from last year. One change – amend spelling of Eileen’s name in last year’s minutes on page 7.

Josie acknowledged the \$10k grant St Faiths received from the Trust.

Mana Savage asked about the environmental and resourcing kaupapa that Lani Kereopa tabled last year. Hemi noted the Trust’s support of the kaupapa and said the Trust wants to determine the appropriate support mechanism and the appropriate Ngāti Whakaue entity to house this. Merehira Savage highlights that there needs to be a bigger conversation to include all Whakaue entities. Hemi acknowledges that it is not Assets Trust’s place but are here to help.

#### ▲ Previous AGM Minutes

The minutes of the Annual General Meeting held 10 October 2019 were taken as read and approved.

**RESOLVED:** “To approve the Annual General Meeting minutes of 10 October 2019 as a true and accurate record of that meeting”.

*(Iris Thomas/Linda Uluave) Carried*

#### ▲ Chairperson’s Report

Hemi presented the Chairperson’s report for the 2020 year and takes his report as read.

Hemi noted the impact of COVID-19 on all entities including Assets Trust. Due to COVID the SGM was held online, to provide an update to the iwi.

Whakaue Ora was discussed. Whakaue Ora was the Ngāti Whakaue response to COVID; it is a collaboration between Whakaue entities (Ngāti Whakaue Tribal Lands, Pukeroa Ōruawhata Trust, Te Komiti Nui o Ngāti Whakaue and Assets Trust) to support our whānau in an unprecedented time.

Hemi reported a small fall in assets of 1% year on year, which is satisfactory in the current investment environment troubled by COVID. Hemi emphasised the importance of taking a longer-term view, and highlighted the Trust’s performance since establishment, growing our initial settlement of \$9million to over \$20million, which compares very well to other iwi entities.

**Trust Deed Review** – Hemi reminded everyone that Assets Trust was established as an entity to receive the CNI Accumulated Rentals until the comprehensive settlement was completed. It was anticipated that a new entity would be established but that has not happened yet. Therefore, the review was necessary to modernise the Trust Deed. The Trustees were hoping to be able to present a reviewed Trust Deed but the review process is still being undertaken with Te Komiti Nui, hindered by COVID-19 and lack of ability to meet kanohi ki te kanohi with Te Komiti Nui.

**Organisational update** – the new Chief Executive / Te Manahautū has been in the role for 12 months now. The CEO and the board have completed the Trust’s Strategic Plan / Mahere Rautaki for the period 2020 – 2023. As part of this process, a consultation period with the iwi was conducted to ensure alignment and buy-in from the iwi.

The Trust have completed a wānanga with Scotty Morrison to learn more about whakapapa, reo and the history of Whakaue, and ensure the upskilling of the Trustees. This will be a regular occurrence for the Trust.



Hemi acknowledged Rachel Hoffman who resigned two months ago to take a job Quayside Investment. The Trust wish her well and acknowledge all the work she has done alongside Taurua, especially through COVID-19.

Hemi acknowledged his fellow trustees and thanked them for their hard work.

**RESOLVED:** “To accept the Chairperson’s Report”.  
(Wiremu Keepa/ Wenarata Kopae) **Carried**

Merehira Savage asked for an update on the Komiti Nui Loan. Hemi confirmed that this has been repaid in full.

Vicki Bhana, a resident of Ohinemutu, questioned the distribution process from Whakaue Ora, advising that she did not receive anything. Hemi explained that Whakaue Ora made best endeavours to get to everyone. He apologises on behalf of Whakaue Ora for not getting anything to her.

Hemi acknowledged that there were many learnings from Whakaue Ora, mainly that Ngāti Whakaue does not have a database. Some of the entities have their list of shareholders but that information is private. This is something that the chairs are in discussions about.

## ▲ **Te Pūrongo O TeManahautū** Ceo’s Report

Taurua passes on his condolences to Jason for the loss of his mum who has gone to her Hawaiki. Taurua said he is very pleased to be able to present his first CEO report. Since the announcement of his appointment at CEO of Assets Trust at the AGM last year, his focus has been on increasing the Trust’s engagement with the iwi so that the Trust is more accessible and in touch with the needs of the iwi, and ensuring a feedback loop is in place. This is being achieved through multiple channels – regular marae visits, a dedicated office space now so can hold hui, ‘Uerongo a quarterly Whakaue newsletter to keep iwi up to date with what’s happening across all Whakaue entities. ‘Uerongo is an initiative that the Trust led out on. The Trust is also putting more efforts into social media and online presence even though kanohi ki te kanohi is the preference.

**Distributions** – Taurua advised that when Rachel left, the Trust took the opportunity to expand Rachel’s role to put more focus on distributions initiatives. The Trust is excited to have another Whakaue whanaunga taking up the role – Tatiana Kiwi-Knight – who brings a wealth of event and program management expertise.

Taurua discussed the financial performance of the Trust in the last financial year. He advised that the Trust has no debt and there is cash available for emergency or when investment opportunities arise.

Taurua thanked Glenn and team at GHA for support this year along with the Auditors, BDO, and lawyers, Tuia Group although fortunately they have not been needed as much this year.

Taurua thanked the Trustees for helping him in his development into the role and thanks Ngāti Whakaue for their support as well.

**RESOLVED:** “To accept the CEO’s Report”.(Wenarata Kopae / Wiremu Keepa) **Carried**

Mana Savage gave a big mihi to Taurua for how he framed the vision of Ngāti Whakaue during the interview of his mokopuna who interviewed for the Distributions Manager role.

## ▲ **Mahere Rautaki 2020-2023** Strategic Plan

Taurua explained the process the Trust undertook to develop its Mahere Rautaki, including consultation with the iwi. Taurua has taken the feedback received during the consultation process and finalised the strategic plan. He presented a one-page graphic that outlines the strategic plan and key themes, then gave an explanation of the key components, including the pertinent feedback received.

Taurua advised that the next steps are to implement the plan and develop indicators for measurement.

**Pātai:** Aunty Josie asked whether there was a good response during the consultation process. Taurua advised that the number of responses was low.

Kingi – gave a mihi to the trustees for their focus and mahi particularly in the investments space. He asked for clarity around the distribution initiatives – given that we have Whakaue entities that exist, or will exist, to focus on these such as Te Taumata and Komiti Nui once settlement is achieved. Kingi asked for clarity around the strategic shift towards social initiatives that would usually be led by the PSGE entity. The Trust responded that it will assess the landscape, including existing initiatives, to decide what the Trust’s role is.

Harina Rupapera asked who received internship the Heartland Internship. The Trust advised that Pita King was the successful applicant to complete the internship on behalf of Ngāti Whakaue Assets Trust.

Taurua presented the Distributions (Tōhanga Hua) Report, reporting a total of \$432,000 distributed through grants in the 2020 year.

Taurua gave an update on activity in the Distributions Portfolio in the year to date, and some future plans. Taurua also advised that the Trust completed a review of the Distribution Policy with the aim of optimising impact for the iwi, from our limited funds.

There was a question off the floor for details of how the tikanga fund is spent – Ana confirmed that this pūtea is not spent on individuals and gave an outline of what things are covered by the tikanga fund. The Trust is advised by Monty and Norma on support required. The Trust acknowledge the point that there should be more transparency around the Tikanga Fund.

Marae Tautoko grant has also been updated based on direct feedback from each of the marae. Marae can now put in multiple applications throughout the year instead of having to collate one annual application. The Trust allocate a portion of the marae tautoko grant to marae insurance premiums and are working

to get all our marae under one insurance provider to get a group discount.

Taurua outlined a new distribution initiative - Ngā Tore Kai Huruuru - focused on developing our rangatahi. One focus area is to leverage the Trust's partnerships to unlock opportunities for our rangatahi. The Heartland Internship, mentioned previously, is an example. Heartland Bank offer a summer internship programme for Māori and Pasifika rangatahi and through a partnership the Trust were able to secure one spot for a Ngāti Whakaue rangatahi and will look to secure more spots in the future.

Sonia Cooper highlighted that our local schools often do not record whether a student is of Ngāti Whakaue descent. She questions whether this should be a requirement of schools that receive funding from Ngāti Whakaue. This would allow our entities to know where our rangatahi are.

Eileen Jones asked for clarity on the Wāhi Tupuna and Hapori funds – Taurua explained that the Hapori Fund has been removed as an initiative going forward because the scope was too broad and it was not clear what the Trust wanted to achieve with this category. Regarding the Wāhi Tupuna Fund, the Trust have approached Te Paepae o Ngāti Whakaue for clarity on what constitutes a Wāhi Tupuna so there can be more clarity on what sites are eligible to apply for the fund. Once this has been clarified, the Trust can assess how much pūtea should and can be allocated to this category.

Tatiana introduced herself, gave a brief overview of her past employment and experience and her focus areas.

## ▲ Investment Report

Taurua referred to a graphic depicting the ten-year timeline of the Trust's history. The Trust started with a settlement asset of \$9 mil which now sits at \$21.6 million, an average 10% return in the years since the Trust was formed. Taurua commented on the change in the Trust's investment strategy over time, in consideration of the different objectives and profile of the Trust.

### Taurua presented the investment report noting the following:

- The Trust has zero debt after repaying a \$2 million loan facility in the last year.
- The Forestry sector has experienced some ups and downs. Due to COVID-19 the income from Kākano froze for two months and the value of the investment has decreased by 3%. However, forestry experts are optimistic around the outlook for the sector.
- Managed funds allow the Trust to have liquidity and diversify. The managed portfolios were providing good returns until COVID hit, but have largely bounced back.
- Property investments have outperformed for the Trust. Increased risk in this sector has meant the Trust is more cautious around venturing back in it.

Geoff Rice – acknowledged the cautious approach as probably best given the low interest rates.

John Grant – asked whether investing in retirement villages is a more lucrative option to forestry. The Trust advised that it has considered a range of investment opportunities and sectors.

**RESOLVED:** “To accept the CEO's Strategic Plan presentation and Investment Report”.

*(Vicky Mae Bhana / Monty Morrison) Carried*

## ▲ Financial Report

Glenn Hawkins presented the audited annual financial statements for the year ended 31 March 2020 noting the audit was undertaken by BDO with an unmodified audit opinion issued.

### Glenn presented the financial summary noting the following:

- This is an investment trust, so money is made in two ways – income from investments and capital gains on investments.
- Largest expense is administration costs to running the organisation – accounting, audit, AGM, secretarial costs – the face of which will change as a result of the Trust bringing on its own team.

### Glenn discussed the Statement of Financial Position / Balance Sheet and noted the following:

- Profit would've been higher except that global markets plunged on balance day because of COVID lockdown.
- Surplus after distribution of \$185,000 which looks lower than last year but last year saw a one-off dividend from Kakano that bolstered that result.
- Because of the share market crash in the period ending 31 March 2020 the value of the managed funds portfolio has dropped by \$317,000 in unrealised losses. Subsequently the share markets have come back stronger so this loss has been recovered and then some.
- The Trust has a total asset base of \$21.6 million, which represents a drop of 1% on last year.

### Glenn discussed the Cashflow statement and noted the following:

- Cashflow – down by \$2.2 mil on last year due to loan repayment but still looking strong.

Tarewa Rota queried whether it was normal for the Komiti Nui distribution to fluctuate so much. Glenn confirmed that it is normal.

**RESOLVED:** “To accept the financial report for the year ended 31 March 2020”.

*(Monty Morrison / Josie Scott) Carried*

## ▲ Re-Appointment Of Auditor

**RESOLVED:** “To reappoint the auditors - BDO”.

*(Wiremu Keepa / Vicky Mae Bhana) Carried*

## ▲ General Business

Vicky queried how Scotty was selected to provide the trustee wānanga when we have the expertise and knowledge locally in Mihaere and asked whether he was being paid for his services. Hemi received those comments and confirmed that Scotty refused payment for his time, and said it was a way for him to support his iwi.

Hemi gave a reminder to all that the Trust offices sit in Te Arawa Fisheries on Whakaue St.

## ▲ Whakakapi

With no further business, the hui was closed with a karakia at 4.19pm from Wiremu Keepa.



# Ngā Miramiratanga

Highlights



Return on equity **7%**



**10%**  
Return on equity  
(5 year average)



Total net assets  
**= \$23.2m**



Newly created role  
**Kaitaurima Huinga  
(Tohanga Hua)**  
Distributions Manager

# Te Pūrongo a te Heatangata

## Chair's Report

### Ngāti Whakaue tēnā koutou

#### ▲ **He Kupu Whakataki** Introduction

It is once again my privilege on behalf of the Board of Trustees to bring you the Trust's 12th Annual Report. Last year I mentioned how we are living in unprecedented times due to the ongoing impact of COVID-19, and the significant impacts that this has had on all our lives. Unfortunately the impacts and challenges of COVID have continued. As a result of this uncertainty, and with the well-being of the iwi in mind, the Trust made the decision to move the hui online only.

#### ▲ **Te Mate Korona** COVID-19

*It has been very heartening to see the on-the-ground Whakaue leadership to support our whānau during this pandemic.*

A big mihi especially to our kaumātua and kuia who provided much on-the-ground pastoral support and aroha to our whānau. The Trust supported these initiatives and provided financial support, alongside the other Whakaue entities. One thing that we are all fast learning is the need to adapt and be prepared to live with this pandemic, and therefore the Trust remain committed to assist the iwi with enduring solutions.

#### ▲ **Te Mahi Tahī** Whakaue Collaboration

*We continue to work alongside our other Ngāti Whakaue entities for collaborative benefit.*

This Trust is the umbrella entity for the Ngāti Whakaue Collaboration project, which was presented at our 2021 mid-year update. The Chairs of the Whakaue economic entities meet on a regular basis in a Chairs forum, to ensure we are collaborating where practical and beneficial. The strength of collaborations is extremely valuable, and we have recently used our influence in several key areas, both locally and nationally.

#### ▲ **Te Whaihua Roa** Long Term Performance

*Although we are obligated under legislation to report against our annual performance, it is also important to provide a long-range performance update, to reinforce why we exist. Fundamentally we exist to protect and grow the capital base and to distribute earnings to the iwi.*

The Trust was established in 2009 with the purpose of being the recipient of the Accumulated Rentals from the Central North Island Forests Land Collective Settlement Act 2008 and to take a lead role within Ngāti Whakaue to advance charitable purposes.

Since establishment of the Trust, assets under management have grown from \$9.2 million to \$23.2million, and we have recorded an average annual return on equity of 9%. This compares very favourably when benchmarked against other post settlement iwi. Since establishment we have also distributed nearly \$3.0 million across a diverse range of initiatives and activities.

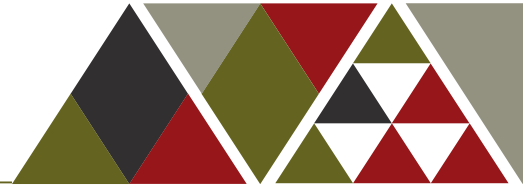
#### ▲ **Te Whaihua o te tau** 2021 Performance

*In discussing the 2021 performance it is important to note that we continue to advise of a challenging investment environment, due to COVID as well as other global challenges.*

Last year as we had forewarned, we had a drop in our net asset value to \$21.6 million -1% year-on-year, driven by COVID. I am very pleased to advise that we have recovered and now sit at \$23.2 million +7% year-on-year. Taurua (CEO / Te Manahautū) will talk in more detail around the specific investments that contributed to this result.

In terms of distributions, you will note from our Distributions Report another positive year totalling nearly \$200,000 in distributions. In addition there was a lot of development work done for future initiatives. Tatiana our Distributions Manager / Kaitaurima Tohanga Hua will talk in more detail around the contributors to this result.

Overall, in reviewing the performance against our key objectives we are pleased that we have grown the asset base as well as distribute returns to the iwi.



## Ngā Take Rautaki

### Governance

*We continue to operate as a small board of four, with an efficient organisational structure. Taurua Grant, Te Manahautū (CEO), has been with us now for over two years, and he has integrated into the role exceptionally well and is building a strong team of expertise around him.*

I would like to thank Taurua and Tatiana for the excellent work they are doing for the Trust. A big mihi also to my fellow Trustees for your continued hard work and to you the iwi of Ngāti Whakaue. It is certainly rewarding and exciting to have the entire Trust all being Ngāti Whakaue.

In summary, although it has been a challenging year it has been a successful year for the Trust. It is our privilege to be chosen to serve you and we will continue to strive for the best outcomes on your behalf. We hope to see you at the AGM to listen to our updates and plans and of course challenge us to ensure we are continually striving for the best on your behalf.

Finally, while it has been a tough year on a range of fronts there have been several positives, including two of our own from Ngāti Whakaue receiving knighthoods in 2021, Dame Ruia Morrison and Sir Cavaliere Bom Gillies. These call for much celebration, and I am optimistic that by the time we have this hui we will have advanced the planning to appropriately acknowledge these knighthoods.

### Ngā manaakitanga

**Hemi Rolleston**

Heatangata | Chairperson



# Te Pūrongo a te Manahautū

## CEO's Report

### Ngāti Whakaue, tēnā tātau

#### ▲ **He Kupu Whakataki** Introduction

It is my pleasure to present the report of Te Manahautū / CEO. It has been another enjoyable and industrious year, but not without its challenges, due to the emergence of COVID at the very start of this financial year, which has continued to impact the wellbeing of the iwi and the motu up until the time of writing this report.

COVID looks likely to remain a threat to the wellbeing of the iwi for the near future. The Trust provided financial support to the iwi in the original March 2020 lockdown, and again in the August 2021 lockdown. We also reshaped some of our distributions initiatives to focus more on how we can support our SME's who are working hard through these very challenging operating conditions. These initiatives will be stood up over the next 12 months or so and we are excited about these.

Internally we have reviewed a lot of our policies and developed our internal tools to ensure we have robust and efficient processes in place in all areas of the organisation to meet our objectives. We brought Tatiana into the team to lead the Distributions Portfolio, which was a very progressive move for the Trust and the iwi. Tatiana has developed a strategy for this portfolio and has started to roll out some initiatives that look to support the immediate needs of the iwi, while also looking to future proof our prosperity. Consistent with the Trust's approach to our Mahere Rautaki / Strategic Plan, at the forefront of the efforts of the Distributions Portfolio is the intent to increase engagement and communication with the iwi.

Looking ahead our focus is on progressing the initiatives in the Distributions Portfolio, as well as shoring up our investment portfolio so that it is resilient in these challenging conditions. I am also excited about the potential of the projects in the Ngāti Whakaue Collaboration project, funded by Te Puni Kōkiri, which includes all the main Ngāti Whakaue entities. One of the Pou of the Trust's Mahere Rautaki / Strategic Plan is around engaging with the other Ngāti Whakaue entities for collective impact, and so we are actively involved in the Collaboration Project.

#### ▲ **2021 Whaihua Ahumoni** Financial Performance

*For the 2021 financial year we are proud to report an increase in our net asset value of 7% on the previous year, from \$21.6 million to \$23.2 million, which is a very pleasing result given the challenging investment environment.*

The forestry sector was impacted by COVID, due to supply chain disruptions and reduced demand. Forestry is our largest investment (approximately 50% of our total investment portfolio), and so the lower income generated from forestry had a sharp effect on the Trust. The forestry sector at large however has maintained a positive outlook, and we remain of the view that this is a quality investment.

Our two property developments in Pāpāmoa have essentially been completed, and both performed very well. The development in Golden Sands was a very successful investment, recording a return on investment of around 20%. We have recycled the funds into a new investment fund – Hāpai Commercial. Hāpai Commercial is an iwi-owned and controlled commercial property fund whose purpose is to acquire, own and develop commercial real estate in New Zealand. The invested iwi are spread across the motu. This is a great opportunity for the iwi to invest in a strong sector, with partners who have aligned values. Hāpai will generate regular income, which will help reduce reliance on the forestry sector.

The Trust still has balance sheet capacity for additional investment. We are actively looking for new opportunities, while ensuring we take a robust and rigorous investigative approach to ensure we find quality investments.

#### ▲ **2021 Tohanga Hua** Distributions

*In November 2020 we recruited one of our whanaunga, Tatiana Kiwi-Knight, into the newly established role of Kaitaurima Huinga (Tohanga Hua) / Distributions Manager.*

This signalled the Trust's intent to take a more involved and deliberate approach to the distributions activities of the Trust. I am excited about the initiatives that Tatiana is developing. I am particularly proud of 'Whai Hua Nui', an eight-week programme the Trust piloted alongside Te Puni Kōkiri. This programme is focussed on building financial literacy and capability, to develop healthier financial habits and help participants set and achieve their financial goals and aspirations. We ran the pilot exclusively for our Ngāti Whakaue māmā, recognising the key role our māmā play in educating and influencing behaviours within the whānau.



## ▲ He Kupu Whakakapi Conclusion

*I want to thank the Trustees for providing a supportive and positive work environment, that encourages robust discussion and debate, and for their key role in guiding the Trust at a strategic level.*

I want to also thank Tatiana, who has brought an enthusiasm and passion to the role, and a keenness to tackle any kaupapa. I am proud to state that we are Ngāti Whakaue throughout the organisation – from the governance level down to the management team. This past year we also created some internships within the Trust, employing our Ngāti Whakaue whanaunga also.

I am excited about what we can achieve collaboratively, as we work toward the Trust’s vision for the iwi – kia whai hua nui a Ngāti Whakaue, kia whai hoki i te mana motuhake (that Ngāti Whakaue is prosperous and exercises mana Motuhake).

### Ngā manaakitanga

**Taurua Grant**  
Te Manahautū | CEO



# Te Pūrongo Ahumoni

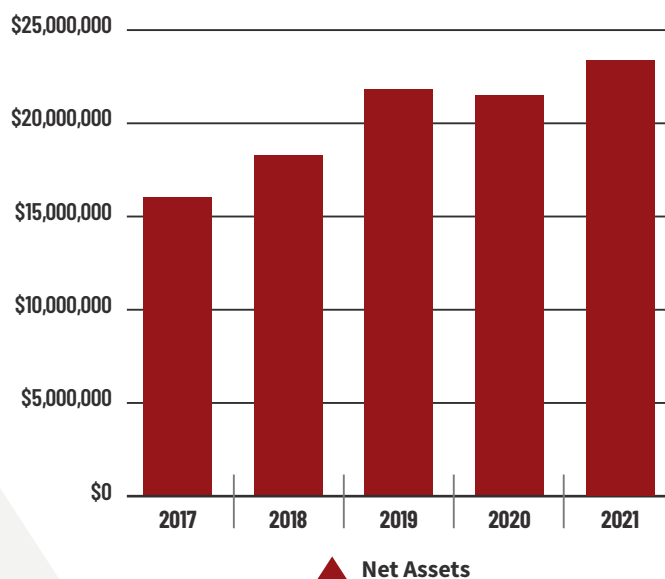
## Financial Report



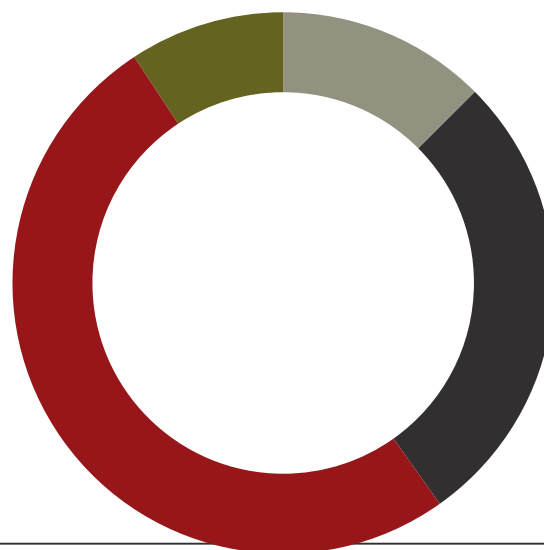
The Trust has received a clear audit opinion for the year ended 31 March 2021. The surplus for the year is \$703,910 in comparison to \$617,923 in 2020. The Trust's asset base has increased to \$23.2million from \$21.6 million, reflecting a 7% increase year on year – an excellent performance considering the challenging investment environment.

Key financial figures and comparisons are identified in the graphs following:

### ▲ NET ASSETS

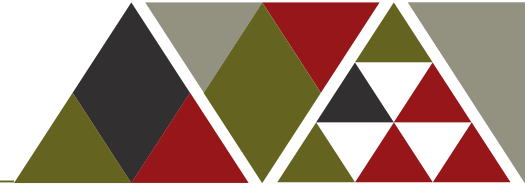


### ▲ BALANCE SHEET BREAKDOWN



Cash and term deposits	▲	13%
Managed Funds	▲	28%
Forestry	▲	51%
Property	▲	9%

**The Trust has two full-time employees -**  
Te Manahautū, Taurua Grant and Kaitaurima Huinga  
(Tohanga Hua), Tatiana Kiwi-Knight.



The Trust has a healthy balance sheet despite a challenging investment environment in the 2021 financial year due to the impacts of COVID-19. With a net asset value of \$23.2 million and good cash reserves, the Trust is in a strong position to consider quality investments as opportunities arise.

The economic uncertainty generated in the COVID-19 world continues to challenge investments. The Trust is taking a cautious approach to investment, while still aiming to find quality investments that will enhance and grow the asset base. Potential near term rises in interest rates, as central banks look to control inflation, could challenge businesses. The Trust has put itself in a position where it has a healthy balance sheet. We continue to diversify our sources of income and capital growth, to be less reliant on forestry. We have liquid assets should the opportunity arise to take up quality investment opportunities as they arise.

As at 31 March 2021 the Trust had net assets of \$23.2 million, which represents an increase of 7% on the previous year's value of \$21.6 million. The below is a summary of our key investment activity during the financial year ending 31 March 2021:

### ▲ **Te Huinga Nehenehe** Forestry

Forestry is the Trust's largest asset, through its investment in Te Kākano Whakatipu ("Kākano") - a collective of six Central North Island Iwi, which owns a 2.5% shareholding in the Kāingaora Timberlands forestry estate. We have enjoyed a strong run in Kākano since initial investment in 2014, generating earnings around \$4 million, and the asset valuation nearly doubling.

As at 31 March 2021 the Trust reported a carrying value of \$11.7 million for its forestry investment. The balance date for Kākano is June, and so any revaluation will fall in the Trust's 2022 financial year. The forestry sector was hit hard by the emergence of COVID-19, with disruptions in log exports to China. From a cashflow point of view, this had the effect of causing a halt in shareholder distributions from Kākano in March and April 2020. When we consider that forestry is our key source of income, this was very challenging. Fortunately, distributions resumed in May 2020. The long-term market outlook for forestry remains positive.

### ▲ **Te Huinga Tahua Taurima** Managed Funds

The performance of our managed funds portfolios for FY March 2021 was severely impacted by the emergence of COVID-19, especially during the first few months of the financial year. Our Craigs portfolio has rebounded strongly though and now sits above its value pre-COVID. Unfortunately, the Russell portfolio (invested in global infrastructure funds and global fixed interest funds) has been slower to recover, because of some key assets such as airports being particularly impacted by COVID.

Shortly after balance date we invested some surplus cash into a new managed fund, with Harbour Asset Management (based in Wellington). This fund is structured to generate regular income, to reduce our reliance on forestry as our key source of income.

### ▲ **Te Huinga Tūwāhi** Property

The standout performer across our balance sheet was our investment in Golden Sands (Pāpāmoa), which we completed in the year and achieved an investment return around 20%. Golden Sands was a co-investment with Ngāti Manawa and Tiki te Kohu Ruamano Trust, entered in late 2018.

We have redeployed the funds from our property investments into Hāpai Commercial fund. Hāpai is an iwi owned and controlled property fund that has been in operation for nearly two years. There are six foundation investors - primarily of the Taranaki region. The purpose of the fund is to acquire, own and develop commercial property, with a priority of stability of income and preservation of value. The current portfolio includes commercial properties in Auckland, Tauranga, Hawkes Bay, Christchurch, and Dunedin. The portfolio has high quality tenants with a high average lease term. The fund will generate steady income for the Trust, to again reduce reliance on forestry as the key source of income. It is also an opportunity for the Trust

# Te Pūrongo Tohanga Hua

## Distributions Report



The Trust is excited to have employed Tatiana Kiwi-Knight into the newly established role of Kaitaurima Tohanga Hua (Distributions Manager). Tatiana's first task has been to develop a Distributions Strategy, which will optimise the benefits for the iwi. Using this strategy Tatiana will then develop initiatives and projects that support the aspirations of the iwi. The Trust is excited about the positive impact this new role can have.

The Trust is proud to have been able to provide financial support of \$118,827 to various kaupapa throughout the year; this amount is closer to \$200,000 once the Marae Tautoko grants are accounted for. With the emergence of COVID-19 and the uncertainty around the impact on our investment portfolio (which funds the Distributions Portfolio), as well as the strategic work done by Tatiana, the Trust took a conservative approach to spending in FY 2021.

A summary of the 2021 distributions paid are as follows:



MARAE TAUTOKO GRANTS

**\$50,000<sup>^</sup>**

<sup>^</sup> Total of \$125,000 after considering marae grants paid after balance date



KETE ŌHANGA

**\$15,957**



WĀHI TŪPUNA

**\$10,000<sup>\*</sup>**

<sup>\*</sup> Paid after balance date

### Marae Tautoko

Our biggest contribution continues to be to our marae. A grant of \$25,000 was made available to our six eligible marae. Previously the primary purpose of the grant was to support capital works however after a review of the grant including discussions with marae, the purpose was expanded in 2021 to include any activities that support the marae to stay functional, active and sustainable.



TUPUNA WHARE KOHA  
(TAMATEKAPUA)

**\$10,000**



NGĀTI WHAKAUE  
COVID-19 RESPONSE

**\$20,154**

### COVID-19 Response

Unfortunately our Whakanuia events were postponed due to COVID-19. Alongside the other Ngāti Whakaue entities, the Trust allocated its funds from Whakanuia to the combined Ngāti Whakaue COVID-19 response.



TIKANGA FUND

**\$8,160**



# Consolidated Performance Report



## Te Kotahitanga o Ngāti Whakaue Assets Trust and Subsidiary

For the year ended 31 March 2021

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# Ngā Pūnongo Kaute

## Independent Auditor's Report



### REPORT ON THE CONSOLIDATED PERFORMANCE REPORT

#### Opinion

We have audited the consolidated performance report of Te Kotahitanga o Ngāti Whakaue Assets Trust ("the Trust") and subsidiary ("the Group"), which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 March 2021, the statement of financial position as at 31 March 2021, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the accompanying consolidated performance report presents fairly, in all material respects:
  - ▲ the entity information for the year ended 31 March 2021;
  - ▲ the service performance for the year then ended; and
  - ▲ the financial position of the Group as at balance date, and its financial performance, and cash flows for the year then ended in accordance with the Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) Framework as issued by the New Zealand Accounting Standards Board.

#### Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the consolidated performance report in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)"), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised) *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* ("ISAE (NZ) 3000 (Revised)"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Other than in our capacity as auditor we have no relationship with, or interests in, the Trust or its subsidiary.

#### Responsibilities of the Trustees for the Consolidated Performance Report

The Trustees are responsible for:

- a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- b) the preparation and fair presentation of the consolidated performance report on behalf of the Group which comprises:
  - ▲ the entity information;
  - ▲ the statement of service performance; and
  - ▲ the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the consolidated performance reportin accordance with the Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) Framework issued by the New Zealand Accounting Standards Board; and
- c) such internal control as the Trustees determine necessary to enable the preparation of the consolidated performance report that is free from material misstatement, whether due to fraud or error.



In preparing the consolidated performance report, the Trustees are responsible on behalf of the Group for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Consolidated performance report**

Our objectives are to obtain reasonable assurance about whether the consolidated performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this consolidated performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- ▲ Identify and assess the risks of material misstatement of the consolidated performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▲ Obtain an understanding of internal control relevant to the audit 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.
- ▲ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▲ Conclude on the appropriateness of the use of the going concern basis of accounting by the Trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- ▲ Evaluate the overall presentation, structure and content of the consolidated performance report, including the disclosures, and whether the consolidated performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- ▲ Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the Trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Who we Report to**

This report is made solely to the Trust's Trustees, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's Trustees, as a body, for our audit work, for this report or for the opinions we have formed.

*BDO Rotorua Limited*

**BDO Rotorua Limited**  
Rotorua, New Zealand  
09 December 2021



## LEGAL NAME OF THE ENTITY

Te Kotahitanga o Ngāti Whakaue Assets Trust

## REGISTRATION NUMBER

CC41055

## POSTAL ADDRESS

PO Box 1896, Rotorua

## ENTITY TYPE AND LEGAL BASIS

Te Kotahitanga o Ngāti Whakaue Assets Trust (the Trust) is a Trust that is registered with the Charities Services on 26 June 2009 in accordance with the Charities Act 2005.

## ENTITY'S PURPOSE

The Trust's purpose is to support Ngāti Whakaue whether it relates to the relief of poverty, the advancement of education, their socio-economic position, or religion or to any other purposes beneficial to Ngāti Whakaue.

## ENTITY STRUCTURE

The Trust is governed by the Board of Trustees. The current trustees are as follows:

- ▲ Hemi Rolleston (Chairperson)
- ▲ Ana Morrison
- ▲ Jason Rogers
- ▲ Tupara Morrison

## MAIN SOURCES OF THE ENTITY'S CASH AND RESOURCES

The Trust's main source of revenue is its investments in managed portfolio funds and business ventures. The Trust is a beneficiary of Te Komiti Nui o Ngāti Whakaue Trust and receives beneficiary distributions.

## MAIN METHODS USED BY THE ENTITY TO RAISE FUNDS

Investment Activities

## ENTITY'S RELIANCE ON VOLUNTEERS AND DONATED GOODS OR SERVICES

The Trust does not rely on volunteers, nor did it receive any donated goods or services.

## ACCOUNTANTS

BFA Limited  
PO Box 1091, Taupo  
PO Box 12100, Rotorua

## AUDITORS

BDO Rotorua Limited  
Chartered Accountants  
1130 Pukaki Street, Rotorua

## SOLICITORS

Tuia Group  
Level 2/202 Thorndon Quay, Pipitea  
Wellington

# Statement of Service Performance

For the year ended 31 March 2021



The Trust achieved the following objectives in line with the standard purposes of the Trust:

Outcome	Description	Output (amount distributed) 2021 \$	Output (amount distributed) 2020 \$
<b>Marae Tautoko Grant</b>	<p>The purpose of this grant is to support our marae to stay functional, active and sustainable by providing a grant to eligible Ngāti Whakaue marae for activities or project(s) that:</p> <ul style="list-style-type: none"> <li>▲ Enhance Ngāti Whakaue tanga, and/or</li> <li>▲ Enhance engagement and active participation at marae; and/or</li> <li>▲ Assist with the operational and capital costs of the marae.</li> </ul>	50,000	175,000
<b>Initiatives</b>	<p>Kete Ohanga - The purpose of this initiative is to advance the socio-economic position of Ngāti Whakaue.</p> <p>Ngā Ika a Whiro - The purpose of this initiative is to support kaumatua hauora and wellbeing.</p> <p>Ngā Tore Kai Huruwhiri - The purpose of this initiative is to deepen the pool of future Whakaue leaders.</p>	15,957	-
<b>Tikanga fund (Nga Ika a Whiro)</b>	To support te paepae tapu o Ngāti Whakaue through contributions to travel, koha and other reasonable actual expenses that they incur in discharging cultural responsibilities for Ngāti Whakaue.	8,160	28,103
<b>Tamatekapua Grant</b>	Support for the main tūpuna whare with ongoing maintenance costs.	10,000	10,000
<b>Wāhi Tupuna</b>	The purpose of this distribution is to support our eligible wahi tupuna to stay functional, active and sustainable.	-	10,000
<b>Whakanuia Grant</b>	<ul style="list-style-type: none"> <li>▲ To showcase Ngāti Whakaue and celebrate our successes.</li> <li>▲ To successfully nurture leadership, inspiration and empowerment in our rangatahi.</li> <li>▲ Creating lifelong professional networks and re-establishing whānau connections.</li> <li>▲ To help grow connectivity between the individuals, whānau, hapū, marae and iwi of Ngāti Whakaue.</li> <li>▲ To encourage and motivate our people to come back to and learn more about, places of cultural or spiritual significance to Ngāti Whakaue.</li> </ul>	34,710	34,500
<b>Community, Sports &amp; Recreation Fund</b>	<p>The activity or event that is funded must meet at least two of the following areas:</p> <ul style="list-style-type: none"> <li>▲ Maintenance and rejuvenation of places of cultural or spiritual significance to Ngāti Whakaue;</li> <li>▲ Advancing and promoting cultural education such as Ngāti Whakaue reo and tikanga;</li> <li>▲ Charitable purposes (being the relief of poverty, the advancement of education and socio-economic position, or religion) that are beneficial to Ngāti Whakaue;</li> <li>▲ Other purposes beneficial to Ngāti Whakaue;</li> <li>▲ Ngāti Whakaue Iho Ake: Growing, supporting and revitalizing our tribal capacity;</li> <li>▲ Collective Benefits: Ahi kaa, mana whenua and ūkaipō; and/or</li> <li>▲ Kotahitanga: Collaboration amongst iwi, hapū and whānau.</li> </ul>	-	22,386
<b>Socio-economic Projects Grant</b>	Advancing the socio-economic position of Ngāti Whakaue where there is an opportunity.	-	2,300
<b>Total Distribution</b>	<b>Standard Purpose Grants</b>	<b>118,827</b>	<b>282,289</b>

# Statement of Service Performance

For the year ended 31 March 2021



The Trust achieved the following objectives in line with special purposes of the Trust:

Outcome	Description	Output (amount distributed) 2021 \$	Output (amount distributed) 2020 \$
<b>Whakaue Ora</b>	The combined Ngāti Whakaue COVID-19 response, of which the Trust contributed \$20,154.	79,606	-
<b>Te Taumata grant</b>	To achieve the aspirations of the Iwi in the areas of education, language and well-being.	-	150,000
<b>Total Distribution</b>	<b>Special Purpose Grants</b>	<b>79,606</b>	<b>150,000</b>

Special purpose grant funds were made available to assist Ngāti Whakaue iwi members.

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*

# Statement of Financial Performance

For the year ended 31 March 2021



	Notes	2021 \$	2020 \$
<b>REVENUE</b>			
Grants and donations received	1	118,646	10,000
Interest, dividends and other investment revenue	2	91,881	78,002
Distribution received - Te Komiti Nui o Ngāti Whakaue	11	-	367,578
Other revenue	3	14,354	-
<b>Total Revenue</b>		<b>224,881</b>	<b>455,580</b>
<b>EXPENSES</b>			
Administration expenses	4	370,181	285,230
Depreciation	9	3,410	2,366
Governance	11	127,311	117,467
Interest paid - BNZ		-	57,274
Interest paid		11,518	-
Investment management		-	107,679
Legal expenses		4,736	54,035
Management expenses		15,859	38,127
Other expenses	5	-	2,662
<b>Total Expenses</b>		<b>533,016</b>	<b>664,841</b>
<b>Surplus/(Deficit) before grants and donations</b>		<b>(308,135)</b>	<b>(209,261)</b>
Share of equity accounted investees surplus for the year	8	904,000	827,185
Net realised gain on sale of available-for-sale financial assets	8	108,045	-
Less Grants paid	1	(188,580)	(432,289)
<b>Surplus/(Deficit) for the year</b>		<b>515,330</b>	<b>185,635</b>
<b>OTHER COMPREHENSIVE REVENUE AND EXPENSES</b>			
Changes in fair value of available-for-sale financial assets	8	686,087	(317,094)
Share of equity accounted investees other comprehensive revenue and expense	8	348,881	785,144
<b>Total Other comprehensive revenue and expenses</b>		<b>1,034,968</b>	<b>468,050</b>
<b>Total comprehensive revenue and expenses for the year</b>		<b>1,550,298</b>	<b>653,685</b>

This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.

# Statement of Financial Position

As at 31 March 2021



	Notes	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Bank accounts and cash	6	2,819,767	2,485,737
Debtors other receivables	7	364,536	252,674
Inventory		-	-
Investments held for sale	8	6,225,136	5,346,741
Short-term deposits		60,245	-
<b>Total Current assets</b>		<b>9,469,684</b>	<b>8,085,152</b>
<b>Non-current assets</b>			
Investments	8	13,758,061	13,630,831
Property, plant and equipment	9	3,224	6,634
<b>Total non-current assets</b>		<b>13,761,285</b>	<b>13,637,465</b>
<b>Total assets</b>		<b>23,230,969</b>	<b>21,722,617</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Creditors and accrued expenses		51,517	30,592
Employee entitlements		8,396	1,269
Grants accrued		-	70,000
<b>Total current liabilities</b>		<b>59,913</b>	<b>101,860</b>
<b>Total liabilities</b>		<b>59,913</b>	<b>101,860</b>
<b>Total assets less total liabilities</b>		<b>23,171,056</b>	<b>21,620,757</b>
<b>ACCUMULATED FUNDS</b>			
Contributed capital	10	9,233,304	9,233,304
Available for sale fair value reserve		6,767,599	5,732,632
Accumulated surpluses		7,170,152	6,654,821
<b>Total Accumulated funds</b>		<b>23,171,056</b>	<b>21,620,757</b>

For and on behalf of the Board of Trustees:

Trustee

Trustee

Date: 6 December 2021

This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.



# Statement of Changes in Equity

For the year ended 31 March 2021



	Contributed capital \$	Accumulated surpluses or (deficits) \$	AFS fair value reserve \$	Total \$
<b>Opening balance 1 April 2020</b>	<b>9,233,304</b>	6,654,823	5,732,631	<b>21,620,758</b>
Surplus for the year	-	515,330	-	<b>515,330</b>
Other comprehensive income	-	-	1,034,968	<b>1,034,968</b>
<b>Closing balance 31 March 2021</b>	<b>9,233,304</b>	<b>7,170,153</b>	<b>6,767,599</b>	<b>23,171,056</b>
<b>Opening balance 1 April 2019</b>	9,233,304	6,392,633	6,300,804	<b>21,926,741</b>
<b>Prior period adjustment</b>	-	76,555	(1,036,223)	<b>(959,668)</b>
<b>Adjusted opening balance 1 April 2019</b>	9,233,304	6,469,188	5,264,581	<b>20,967,073</b>
Surplus for the year	-	185,635	-	<b>185,635</b>
Other comprehensive income	-	-	468,050	<b>468,050</b>
<b>Closing balance 31 March 2019</b>	<b>9,233,304</b>	<b>6,654,823</b>	<b>5,732,631</b>	<b>21,620,758</b>

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*

# Statement of Cash Flows

For the year ended 31 March 2021



	Notes	2021 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash receipts</b>			
Donations, fundraising and grants received		213,566	10,000
Interest, dividends and other investment receipts		91,881	678,534
Distribution received - Equity Accounted Investments		576,130	306,892
GST refund		-	19,019
<b>Total Cash receipts</b>		<b>881,577</b>	<b>1,014,445</b>
<b>Cash payments</b>			
Payments to suppliers and employees		(501,423)	(672,469)
Grants paid		(258,580)	(364,289)
Interest paid		(11,518)	(57,274)
<b>Total Cash payments</b>		<b>(771,521)</b>	<b>(1,094,032)</b>
<b>Net Cash flows from operating activities</b>		<b>110,056</b>	<b>(79,587)</b>
<b>CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES</b>			
<b>Cash receipts</b>			
Receipts from available for sale financial assets		266,664	2,190,797
Receipts from equity accounted investments		1,913,179	-
Receipts from loan repayments - Te Komiti Nui o Ngāti Whakaue		-	354,173
<b>Total Cash receipts</b>		<b>2,179,843</b>	<b>2,544,970</b>
<b>Cash payments</b>			
Payments to purchase investments		(1,955,869)	(2,752,550)
Payments to loan repayments - BNZ bank loan		-	(2,000,000)
<b>Total Cash payments</b>		<b>(1,955,869)</b>	<b>(4,752,550)</b>
<b>Net Cash flows from investing activities</b>		<b>223,974</b>	<b>(2,207,580)</b>
<b>Net Increase/ (decrease) in cash for the year</b>		<b>334,030</b>	<b>(2,287,167)</b>
<b>CASH BALANCES</b>			
Cash and cash equivalents at beginning of period	6	2,485,737	4,772,903
Cash and cash equivalents at end of period	6	<b>2,819,767</b>	2,485,737
<b>Net change in cash for period</b>		<b>334,030</b>	<b>(2,287,166)</b>

This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.



## **BASIS OF PREPARATION**

The consolidated performance report of Te Kotahitanga o Ngāti Whakaue Assets Trust (the Trust) for the year ended 31 March 2021 comprise the Trust (the Parent), and its subsidiary Ngāti Whakaue Investments Limited Partnership. The Group has elected to apply Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) (PBE SFR-A (NFP)) on the basis that it does not have public accountability (as defined) and has total annual expenses equal to or less than \$2,000,000. The Group has elected to step-up into PBE standards RDR to apply the requirements of these standards for certain transaction types as detailed below.

All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

The Trust's purpose and accountability is to support Ngāti Whakaue as detailed in the Entity Information.

## **TIER 2 PBE ACCOUNTING STANDARDS APPLIED**

The Group has elected to step-up and apply the following Tier 2 PBE accounting standards and the associated accounting policies are detailed below:

- ▲ PBE IPSAS 29 Financial Instruments: Recognition and Measurement
- ▲ PBE IPSAS 30 Financial Instruments: Disclosures
- ▲ PBE IPSAS 4 The Effects of Changes in Foreign Exchange Rates
- ▲ PBE IPSAS 7 Investments in Associates
- ▲ PBE IPSAS 8 Interests in Joint Ventures
- ▲ PBE IPSAS 35 Consolidated Financial Statements

## **CHANGES IN ACCOUNTING POLICIES**

There have been no changes in accounting policies. All policies have been applied on bases consistent with the previous year.

## **PRIOR PERIOD ADJUSTMENTS**

In the prior year the Trust elected to account for the investment in Kākano as at 30 June 2020. Therefore a prior period adjustment was made to account for balances to 30 June 2019.

## **BASIS OF CONSOLIDATION**

The consolidated financial statements incorporate the financial statements of the Parent and subsidiaries controlled by the Parent. Control is achieved when the Parent has power over the investee and can determine the investee's operating and financing policies, such that the parent can direct the investee to assist it achieving the parent's own financial and public benefit objectives.

Consolidation of a subsidiary begins when a Parent obtains control over the subsidiary and ceases when a Parent loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Parent gains control until the date when a Parent ceases to control the subsidiary.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

## **GOODS AND SERVICES TAX (GST)**

The Group is registered for GST. All amounts are stated inclusive of goods and services tax (GST) as appropriate.

## **FOREIGN CURRENCY TRANSACTIONS**

These financial statements are presented in New Zealand dollars (\$) which is the Group's functional and presentation currency. All numbers presented have been rounded to the nearest dollar. Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction.

Monetary items denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date.

Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Non-monetary items in a foreign currency that are measured based on historical costs are translated using the exchange rate at the date of the transaction. Foreign currency differences arising on retranslation are recognised in surplus or deficit.

## **REVENUE**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group 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, FUNDRAISING AND OTHER SIMILAR REVENUE**

Donations are recognised as revenue upon receipt. Grant revenue includes grants given by other charitable organisations and businesses. Grant revenue is recognised when the conditions attached to the grant has been compiled with. Where there are unfulfilled 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.

## **INTEREST, DIVIDEND AND DISTRIBUTION REVENUE**

Interest revenue is recognised as it accrues, using the effective interest method. Dividend and distribution revenue is recognised when the dividend/distribution is declared.

## **BANK ACCOUNTS AND CASH**

Bank accounts and cash in the Statement of Cash Flows comprise cash on hand, cheque or savings accounts, and deposits held at call with banks, as well as call accounts held by managed portfolio funds.

## **LOANS AND RECEIVABLES**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Group's cash and cash equivalents, debtors and short-term deposits fall into this category.

## **STOCK ON HAND**

Stock on hand is initially recorded at cost. Goods held for sale are subsequently measured at the lower of cost and their selling price.

## **FINANCIAL INSTRUMENTS**

Financial instruments are initially recognised when the Group becomes a party to the contractual provisions of the instrument. Financial instruments are initially measured at fair value, plus for those financial instruments not subsequently measured at fair value through surplus or deficit, directly attributable transaction costs. Subsequent measurement is dependent of classification of the financial instrument and is specifically detailed in the accounting policies below.



## FINANCIAL ASSETS

Financial assets within the scope of PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

### *Financial assets at fair value through surplus or deficit*

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition. All derivative financial instruments fall into this category, except for those designated and effective as hedging instruments or a derivative that is a financial guarantee contract.

Financial assets at fair value through surplus or deficit are subsequently measured at fair value with gains or losses being recognised in surplus or deficit. The Group has not designated any assets as fair value through surplus or deficit.

### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Group's cash and cash equivalents and debtors fall into this category.

### *Held-to-maturity investments*

If the Group has the positive intent and ability to hold debt securities to maturity, then such financial assets are classified as held-to-maturity. Held-to-maturity financial assets are subsequently measured at amortised cost using the effective interest method, less any impairment losses. The Group has not designated any assets as held-to-maturity investments.

### *Available for sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either designated to this category or do not qualify for inclusion in any of the other categories of financial assets.

Available-for-sale financial assets comprise investments in portfolio funds managed by Craigs Investment Partners, First NZ Capital, Russell Investments and Taurus Resources Fund. Available-for-sale financial assets are subsequently measured at fair value with gains or losses (other than foreign exchange gains or losses) recognised in other comprehensive income and presented in the investment revaluation reserve within net assets/equity less impairment.

## IMPAIRMENT OF FINANCIAL ASSETS

A financial asset not subsequently measured at fair value through surplus or deficit is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that the loss event(s) had an impact on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired includes default or delinquency by a counterparty, restructuring of an amount due to the Group on terms that the Group would not consider otherwise, indications that a counterparty or issuer will enter bankruptcy, adverse changes in the payment status of borrowers or issuers in the Group, economic conditions that correlate with defaults or the disappearance of an active market for a security. In addition, for an equity security classified as an available-for-sale financial asset, a significant or prolonged decline in its fair value below its cost is objective evidence of impairment.

## IMPAIRMENT OF FINANCIAL ASSETS CLASSIFIED AS AVAILABLE-FOR-SALE

Impairment losses on available-for-sale financial assets are recognised by reclassifying the losses accumulated in the fair value reserve in net assets/equity to surplus or deficit. In the case of equity investments classified as available-for-sale, objective evidence would include a significant or prolonged decline in the fair value of the investment below its cost. 'Significant' is evaluated against the original cost of the investment and 'prolonged' against the period in which the fair value has been below its original cost. In the case of debt instruments classified as available-for-sale, the impairment is assessed based on the same criteria as financial assets at amortised cost. However, the amount recorded for impairment is the cumulative loss measured as the difference between the amortised cost and the current fair value, less any impairment loss on that investment previously recognised in surplus or deficit. The cumulative loss that is reclassified from the fair value reserve in net assets/equity to surplus or deficit is the difference between the acquisition cost, net of any principal repayment and amortisation, and the current fair value, less any impairment loss recognised previously in surplus or deficit. Changes in impairment provisions attributable to application of the effective interest method are reflected as a component of interest income. If, in a subsequent period, the fair value of an impaired available-for-sale debt security increases and the increase can be related objectively to an event occurring after the impairment loss was recognised, then the impairment loss is reversed, with the amount of the reversal recognised in surplus or deficit. However, any subsequent recovery in the fair value of an impaired available-for-sale equity security is recognised in other comprehensive revenue and expense.

## FINANCIAL LIABILITIES

Financial liabilities classified as amortised cost are non-derivative financial liabilities that are not classified as fair value through surplus or deficit financial liabilities. Financial liabilities classified as amortised cost are subsequently measured at amortised cost using the effective interest method.

Financial liabilities classified as amortised cost comprise creditors and loans.

## EQUITY ACCOUNTED INVESTEEES

Associates and Joint Ventures are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Associates and Joint Ventures are accounted for using the equity method (equity accounted investees). The consolidated financial statements include the Group's share of the income and expenses of equity accounted investees, after adjustments to align the accounting policies with those of the Group, from the date that significant influence or joint control commences until the date that significant influence or joint control ceases.

## PROPERTY, PLANT AND EQUIPMENT

Property, plant, and equipment is recorded at cost, less accumulated depreciation and impairment losses. The depreciation rates of major classes of assets have been estimated as follows:

Office equipment	40-67% DV
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## INCOME TAX

The Group is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*

# Notes to the Performance Report

For the year ended 31 March 2021



	Notes	2021 \$	2020 \$
<b>1. GRANTS AND DONATIONS</b>			
<b>Revenue</b>	<b>i</b>	<b>118,646</b>	<b>10,000</b>
<b>Less: Grants Paid</b>	<b>ii</b>	<b>188,580</b>	<b>432,289</b>
<b>Whakaue Ora</b>			
Whakaue Ora Initiative Grants received	<b>i</b>	80,646	-
Less: Whakaue Ora Expenses			
Vouchers		40,200	-
Communications		30,656	-
Te Kaw e Mate		8,750	-
Total Whakaue Ora expenses	<b>ii</b>	<b>79,606</b>	-
		<b>1,040</b>	-
<b>Whakaue Whakanuia</b>			
Koeke Dinner Grants received		-	<b>10,000</b>
Whakaue Whānau Day Grants received	<b>i</b>	<b>38,000</b>	-
Less: Whakaue Whakanuia expenses			
Whānau Day Expenses		4,710	-
Funds contributed to Whakaue Ora		20,146	-
Kaiāw hina Tohanga Hua (Intern)		5,186	-
Koeke Dinner Expenses		-	34,500
	<b>ii</b>	<b>30,042</b>	<b>34,500</b>
		<b>7,958</b>	<b>(24,500)</b>
<b>Grants paid</b>			
Marae Tautoko grant		50,000	175,000
Ngāti Whakaue Sports & Recreation fund		-	22,387
Socio-Economic Projects grant		-	2,300
Tamatekapua grant		10,000	10,000
Te Taumata grant		-	150,000
Wahi Tupuna		-	10,000
Whakaue Tikanga fund		8,160	28,103
	<b>ii</b>	<b>68,160</b>	<b>397,789</b>
<b>Initiatives</b>			
Kete Ōhanga		6,084	-
Ngā Ika a Whiro		1,356	-
Ngā Tore Kai Huruuru		3,332	-
	<b>ii</b>	<b>10,771</b>	-
<b>2. INTEREST, DIVIDENDS AND OTHER INVESTMENT REVENUE</b>			
Dividends received - Investments		72,425	74,520
Interest received - bank and term deposits		18,706	26,497
Interest credit on Te Komiti Nui Loan		-	(46,673)
Interest received - Investments		750	23,658
<b>Total Interest, dividends and other investment revenue</b>		<b>91,881</b>	<b>78,002</b>

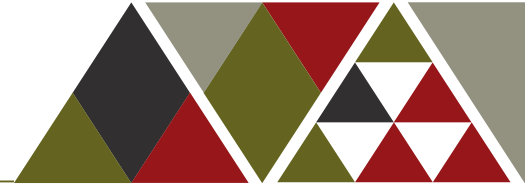
This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.

# Notes to the Performance Report

For the year ended 31 March 2021

	Notes	2021 \$	2020 \$
<b>3. OTHER REVENUE</b>			
Covid-19 Wage Subsidy		14,059	-
Sundry income		295	-
<b>Total Other revenue</b>		<b>14,354</b>	-
<b>4. ADMINISTRATION EXPENSES</b>			
Accountancy fees		42,545	45,989
AGM/SGM expenses		7,224	12,776
Audit fees		11,702	8,050
Communication Expenses		-	7,872
Consultancy		23,621	6,040
Due diligence		31,694	8,809
Election		-	8,277
Insurance		9,898	9,674
Koha		-	20,574
Other expenses		36,869	38,664
Salaries and Wages		203,077	49,018
Secretarial services		-	56,192
Trustee travel and other expenses		3,552	13,297
<b>Total Administration expenses</b>		<b>370,181</b>	<b>285,230</b>
<b>5. OTHER EXPENSES</b>			
Realised loss on sale of available-for-sale financial assets	8	-	2,662
<b>Total Other expenses</b>		-	<b>2,662</b>
<b>6. BANK ACCOUNTS AND CASH</b>			
Cash at bank - NZD		2,641,062	899,452
Cash in managed portfolio funds - NZD	8	63,788	284,352
Cash in managed portfolio funds - AUD	8	38,112	14,548
Cash in managed portfolio funds - International	8	36,711	37,385
Term deposits		40,094	1,250,000
<b>Total Bank accounts and cash</b>		<b>2,819,767</b>	<b>2,485,737</b>
<b>7. DEBTORS AND OTHER RECEIVABLES</b>			
Receivables		283	2,745
Kākano adjustment accrual		192,428	94,433
Hononga adjustment accrual		16,328	-
Income tax refund due		155,497	155,497
<b>Total Debtors and other receivables</b>		<b>364,536</b>	<b>252,674</b>

This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.



	Notes	2021 \$	2020 \$
<b>8. INVESTMENTS</b>			
<b>Available-for-sale financial assets</b>			
Managed portfolio funds		6,225,136	5,346,740
<b>Total Available-for-sale financial assets</b>		<b>6,225,136</b>	<b>5,346,740</b>
<b>Equity accounted investees</b>			
Te Kākano Whakatipu Limited		11,623,207	11,693,002
Te Whaihanga Limited Partnership		127,623	1,135,444
Hāpai Commercial Property Limited Partnership		2,007,231	-
Hononga Limited Partnership		-	802,386
<b>Total equity accounted investees</b>		<b>13,758,061</b>	<b>13,630,832</b>
<b>Total Investments</b>		<b>19,983,197</b>	<b>18,977,572</b>
<b>Available-for-sale financial assets</b>			
<b>Managed portfolio funds</b>			
<i>Craigs Investment Partners</i>			
Balance at the beginning of the year		2,608,328	2,564,248
Net investment revenue received		45,209	60,481
Realised gains/(losses)	(i)	108,045	(2,662)
Change in fair value	(ii)	453,182	(13,739)
<b>Balance at the end of the year</b>		<b>3,214,764</b>	<b>2,608,328</b>
<u>Represented by:</u>			
Cash in call accounts	6	138,611	336,285
Listed securities		3,076,152	2,272,043
<i>Taurus Resources Fund No. 2</i>			
Balance at the beginning of the year		647,844	703,442
Contributions/(withdrawals)		-	(75,390)
Change in fair value		(93,018)	19,792
<b>Balance at the end of the year</b>		<b>554,826</b>	<b>647,844</b>
<u>Represented by:</u>			
Listed securities		554,826	647,844
<i>Russell Investments</i>			
Balance at the beginning of the year		2,426,854	-
Contributions/(withdrawals)		(171,557)	2,750,000
Net investment revenue received		12,938	-
Change in fair value		325,923	(323,146)
<b>Balance at the end of the year</b>		<b>2,594,158</b>	<b>2,426,854</b>
<u>Represented by:</u>			
Listed securities		2,594,158	2,426,854
<b>Total Managed portfolio funds</b>		<b>6,363,747</b>	<b>5,683,026</b>
<u>Represented by:</u>			
<b>Cash in call accounts</b>	6	<b>138,611</b>	<b>336,285</b>
<b>Listed securities</b>		<b>6,225,136</b>	<b>5,346,741</b>

This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.

# Notes to the Performance Report

For the year ended 31 March 2021

	Notes	2021 \$	2020 \$
<b>8. INVESTMENTS - continued</b>			
Total Realised gain/(loss) on sale of available-for-sale financial assets	(i)	108,045	(2,662)
Total Changes in fair value of available-for-sale financial assets	(ii)	686,087	(317,093)
<i>Equity accounted investees</i>			
<b>Te Kākano Whakatipu Limited</b>			
Balance at the beginning of the year		11,693,002	12,093,140
Prior period adjustment		-	(1,185,255)
Adjusted balance at the beginning of the year		11,693,002	10,907,885
Share of surplus	(iv)	532,891	392,489
Profit distributions		(403,990)	(305,596)
Capital distributions		(128,100)	(86,920)
Change in fair value	(v)	(70,596)	785,144
<b>Balance at the end of the year</b>		<b>11,623,207</b>	<b>11,693,002</b>

The Group has a 9.5% share in Te Kākano Whakatipu Limited, a company created by six North Island Iwi to buy 2.5% stake in Kaingaroa Timberlands, New Zealand's largest forestry business. Te Kākano Whakatipu Limited has a 30 June financial year end.

Movements within the Limited Partnership balance are calculated and included based on audited accounts of Te Kākano Whakatipu Limited for the year ended 30 June 2021.

## Joint ventures

### DGH Property Fund Limited Partnership

Balance at the beginning of the year		-	186,639
Profit distributions		-	(207,283)
Share of surplus	(iv)	-	20,644
<b>Balance at the end of the year</b>		<b>-</b>	<b>-</b>

The DGH Property Fund Limited Partnership has been wound up and the Trusts investment is \$Nil at 31 March 2021 (2020: \$Nil).

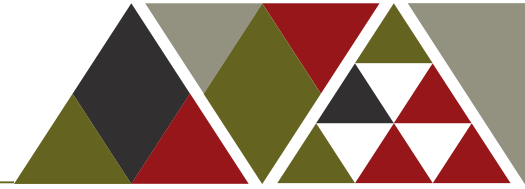
### Te Whaihanga Limited Partnership

Balance at the beginning of the year		1,135,444	1,580,194
Profit distributions		-	(564,514)
Capital distributions		(1,276,979)	-
Share of surplus/(deficit)	(iv)	269,158	119,764
<b>Balance at the end of the year</b>		<b>127,623</b>	<b>1,135,444</b>

In May 2016 the Trust entered into a limited partnership agreement with Ngāti Manawa Development Limited to develop property in Papamoa with the anticipated investment commitment of \$2,700,000. The Limited Partnership is called Te Whaihanga Limited Partnership. The Trust holds 50% shares in the partnership. The value of the investment in Te Whaihanga is based on a set of unaudited financial statements prepared for the period ending 31 March 2021.

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*





	Notes	2021 \$	2020 \$
<b>8. INVESTMENTS - continued</b>			
<b>Hāpai Commercial Property Limited Partnership</b>			
Contributions		1,576,065	-
Profit Distribution		(19,980)	-
Share of surplus/(deficit)	(iv)	31,669	-
Change in Fair value	(v)	419,477	-
<b>Balance at the end of the year</b>		<b>2,007,231</b>	<b>-</b>

The Trust owns a 1.96% share in Hāpai Commercial Property Limited Partnership. The Trust's total commitment is \$2,000,000 of which \$1,544,696 has been paid to 31 March 2021 (2020: \$Nil). The value of the investment in Hāpai Commercial Property Limited Partnership is based on audited accounts for the year ended 30 June 2021.

**Hononga Limited Partnership**

Balance at the beginning of the year		802,386	938,922
Contributions		-	11,078
Profit distributions		(364,569)	-
Capital distributions		(508,100)	(441,900)
Share of surplus/(deficit)	(iv)	70,283	294,286
<b>Balance at the end of the year</b>		<b>-</b>	<b>938,922</b>

The Trust has entered into a partnership with Ngāti Manawa Development Ltd and Tiki Te Kohu Ruamano Trust, to finance and purchase land sections for the purpose of development. The partnership does not engage in any of the building development.

The Trust owns a 44.19% share in Hononga Limited Partnership. The Limited Partnership is in the process of being wound up. The value of the investment in Hononga Limited Partnership is based on a set of audited financial statements prepared for the period ending 31 March 2021.

<b>Total Equity accounted investees</b>		<b>13,758,061</b>	<b>13,630,832</b>
<b>Total Share of equity accounted investees surplus for the year</b>	(iv)	<b>904,000</b>	<b>827,183</b>
<b>Total Share of equity accounted associates other comprehensive revenue and expense</b>	(v)	<b>348,881</b>	<b>785,144</b>

**9. PROPERTY, PLANT AND EQUIPMENT**

	OFFICE EQUIPMENT \$	TOTAL \$
Carrying amount at 1 April 2020	6,634	6,634
Purchases	-	-
Depreciation expense	(3,410)	(3,410)
<b>Carrying amount at 31 March 2021</b>	<b>3,224</b>	<b>3,224</b>
Carrying amount at 1 April 2019	1,746	1,746
Purchases	7,254	7,254
Depreciation expense	(2,366)	(2,366)
<b>Carrying amount at 31 March 2020</b>	<b>6,634</b>	<b>6,634</b>

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*

# Notes to the Performance Report

For the year ended 31 March 2021

	Notes	2021 \$	2020 \$
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## 10. CONTRIBUTED CAPITAL

CNI Iwi Collective (eight iwi from the central North Island) signed a final settlement with the Crown in June 2008. On 1 July 2009, the whenua, accumulated rentals and other settlement assets were transferred back for the benefit of all collective members. Te Komiti Nui o Ngāti Whakaue for Ngāti Whakaue Me Ona Hapu directed that Ngāti Whakaue's percentage of the accumulated rentals of \$9,233,304 be directed to Te Kotahitanga o Ngāti Whakaue Assets Trust.

## 11. RELATED PARTY TRANSACTIONS

The parent is a beneficiary of Te Komiti Nui o Ngāti Whakaue Trust.

### Distributions received related parties

Distributions received - Te Komiti Nui o Ngāti Whakaue	-	367,578
<b>Total Distributions received related parties</b>	<b>-</b>	<b>367,578</b>

### Governance

The total amount of trustees fees for the year ended 31 March 2021 was \$127,311 (2020: \$117,467). Other fees were fees paid to the trustees for representing the Trust at external boards.

### Trustee fees

Jason Rogers	29,657	27,334
Ana Morrison	30,429	26,954
Katie Paul	-	8,625
Hemi Rolleston	39,690	33,487
Tupara Morrison	26,460	18,768
<b>Total Trustee fees</b>	<b>126,236</b>	<b>115,167</b>

### Other fees

Jason Rogers	1,075	2,300
Katie Paul	-	-
<b>Total Other fees</b>	<b>1,075</b>	<b>2,300</b>

<b>Total fees paid</b>	<b>127,311</b>	<b>117,467</b>
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## 12. CONTINGENT LIABILITIES AND GUARANTEES

In the prior year the Trust had a contingent Liability in regard to Hononga Limited Partnership. Hononga had underwritten sections to the value of \$Nil (2020: \$577,152) and development costs of \$Nil (2020: \$Nil). If these sections were not sold prior to their respective settlement dates, Hononga would be required to settle on the sections. As the Trust owns a 44.19% share, a contingent liability existed of \$Nil (2020: \$255,043) for titles and \$Nil (2020: \$Nil) for development costs. There are no contingent liabilities for the Trust in 2021 as all sections were sold.

## 13. COMMITMENTS

At balance date, the Trust is committed to a further investment of \$423,934 in Hāpai Commercial Property Limited Partnership, (2020: USD 6,231 investment in Taurus Resources No 2 Fund Ltd) .

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*



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#### **14. IMPACT OF COVID-19**

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In March 2020 the World Health organization designated Covid-19 to be a global pandemic, threatening the health and well-being of a large number of people across multiple countries. The global outbreak has caused escalating levels of societal uncertainty. To date this has not created any specific issue for the Trust.

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#### **15. EVENTS AFTER THE BALANCE DATE**

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Subsequent to 31 March 2021 the Parent of the Group has approved additional Standard Grant & Objectives payments.

The distribution from Te Komiti Nui o Ngāti Whakaue for the financial year March 2021 has been confirmed at \$294,255.

On the 17 August 2021, following the detection of COVID-19 in the community, the New Zealand Government ordered an economy-wide lockdown, during which all non-essential businesses and organisations would not be permitted to operate. The lockdown, which commenced at 11.59pm on 17 August 2021, was reduced to level 3 for regions south of the Auckland region from 11.59pm on 31 August 2021, and then to level 2 from 11.59pm on 7 September 2021. At the date of signing the financial statements New Zealand remains in level 2, excluding Auckland region, areas north of Auckland and areas of Waikato region which are currently in level 3.

*This Statement is to be read in conjunction with the Notes to the Performance Report, and the accompanying Audit Report.*





**Te Kotahitanga o Ngāti Whakaue Assets Trust**

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