

Annual Report

Tātau Tātau o Te Wairoa Group
for the year ended 30 June 2024

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TĀTAU TĀTAU O TE WAIROA TRUST GROUP

Report on the Audit of the General Purpose Financial Report

Opinion

We have audited the general purpose financial report of Tātau Tātau o Te Wairoa Trustee Ltd ("the Trustee") and its subsidiaries entities (together, "the Group"), which comprise the consolidated financial statements and the consolidated service performance information. The complete set of consolidated financial statements comprise the consolidated statement of financial position as at 30 June 2024 the consolidated statement of comprehensive revenue and expense, consolidated statement of changes in net assets/equity, consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion the accompanying general purpose financial report presents fairly, in all material respects:

- the consolidated financial position of the Group as at 30 June 2024 and (of) its consolidated financial performance, and its consolidated cash flows for the year then ended; and
- the consolidated service performance for the year ended 30 June 2024 in accordance with the Group's service performance criteria,

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the consolidated service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information (NZ)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the General Purpose Financial Report section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* 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 Trustee or any of its subsidiaries.

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information contained in the general purpose financial report, but does not include the consolidated service performance information and the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated service performance information and consolidated financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the consolidated service performance information and consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated service performance information and the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibilities for the General Purpose Financial Report

Those charged with governance are responsible on behalf of the Group for:

(a) the preparation and fair presentation of the consolidated financial statements and consolidated service performance information accordance with Public Benefit Entity Standards RDR issued by the New Zealand Accounting Standards Board;

(b) service performance criteria that are suitable in order to prepare service performance information in accordance with Public Benefit Entity Standards RDR; and

(c) such internal control as those charged with governance determine is necessary to enable the preparation of the consolidated financial statements and consolidated service performance information that are free from material misstatement, whether due to fraud or error.

In preparing the general purpose financial report those charged with governance are responsible 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 those charged with governance 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 General Purpose Financial Report

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole, and the consolidated service performance information are 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 NZ AS 1 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 or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this general purpose financial report.

A further description of the auditor's responsibilities for the audit of the general purpose financial report is located at the XRB's website at <https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-13/>

This description forms part of our auditor's report.

Who we Report to

This report is made solely to the Group's members, 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 Group and the Group's members, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Gisborne Ltd.

BDO Gisborne Ltd
Gisborne
New Zealand
18 November 2024

Directory

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

Nature of Business

Tātau Tātau o Te Wairoa Trust is the Post Settlement Governance Entity (PSGE) that will receive, hold, manage, administer and distribute the Trust's assets on behalf of and for the benefit of the present and future members of the Iwi and Hapū of Te Rohe o Te Wairoa.

Physical Address

34 Marine Parade, Wairoa 4108

Postal Address

P O Box 61, Wairoa 4160

IRD Number

122-932-281

Directors

Leon Symes (Chairperson)
Phillip Beattie
Irah Heyder
Oha Manuel
Michelle McIlroy
Pieri Munro
Graeme Symes

Corporate Trustee

Tātau Tātau o Te Wairoa Wairoa Trustee Limited

Chartered Accountant

GHA Chartered Accountants
PO Box 1712 Rotorua 3010

Auditor

BDO Gisborne
PO Box 169, Gisborne 4040

Bankers

Westpac Bank

Solicitors

Chapman Tripp
PO Box 2206 Auckland 1140

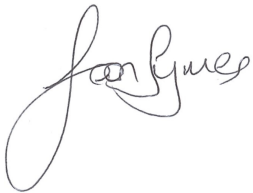
Approval of Financial Report

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

The Directors are pleased to present the approved financial report including the historical financial statements of Tātau Tātau o Te Wairoa Group for year ended 30 June 2024.

APPROVED

For and on behalf of the Directors.



L Symes

Chairperson

Date 18.11.24



P Munro

Deputy Chairperson

Date 18.11.24

Statement of Service Performance

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

The purpose of the Trust is to serve the shared aspiration that our beneficiaries are prosperous, healthy and aspiration; proudly identifying and connecting with Te Ao Māori, kaitiaki for a restored natural environment; and informed key decision makers for our future.

The priorities for this year's service delivery were focused on recovery from Cyclone Gabrielle. Major projects were undertaken in housing displaced whānau and repairing of homes. We also transferred the majority of our settlement properties in three tranches over the year which was a key milestone in our settlement journey. We saw an increase in resource consents due to repairs from the cyclone. The capacity required to deliver major recovery projects meant that we had to defer non-priority projects to the new financial new year.

| Pou | Activities | | | | | | | | | | | | | | | | | | | | |
|---|---|-------------------|-----------------|---|---|---|------------------------|---|----------------------------|--------------------------|----------------|---|---|-----------------|----|----|----|-----------------|----|---|---|
| Mana Māori | <p>The major progress this year was the transfer of our DSP's. Our Turiroa DSP was transferred to Kāhui and received a grant from Kanoa MBIE for refurbishment into accommodation. We also employed and implemented our register and archival system. We held wānanga with kaumātua to outline our pae project but were unable to deliver the rohe-wide wānanga due to availability of specialist resources. This project has been deferred to next year.</p> <table><tr><td><u>Programme:</u></td><td><u>Measures</u></td></tr><tr><td>a. Kohinga Taonga – Archival system (Trust)</td><td>a. Completed</td></tr><tr><td>b. Ngā Paepae o te Marae (Charity)</td><td>b. Partially complete</td></tr><tr><td>c. Deferred Settlement Properties (Trust)</td><td>c. 19 purchased from Crown</td></tr></table> | <u>Programme:</u> | <u>Measures</u> | a. Kohinga Taonga – Archival system (Trust) | a. Completed | b. Ngā Paepae o te Marae (Charity) | b. Partially complete | c. Deferred Settlement Properties (Trust) | c. 19 purchased from Crown | | | | | | | | | | | | |
| <u>Programme:</u> | <u>Measures</u> | | | | | | | | | | | | | | | | | | | | |
| a. Kohinga Taonga – Archival system (Trust) | a. Completed | | | | | | | | | | | | | | | | | | | | |
| b. Ngā Paepae o te Marae (Charity) | b. Partially complete | | | | | | | | | | | | | | | | | | | | |
| c. Deferred Settlement Properties (Trust) | c. 19 purchased from Crown | | | | | | | | | | | | | | | | | | | | |
| Tāngata | <p>We published our second wellbeing report and undertook commissioning of hauora projects. We completed 22 of the 18 homes targeted for repairs and assisted over 150 whānau into temporary homes.</p> <table><tr><td><u>Programme:</u></td><td><u>Measures</u></td></tr><tr><td>a. Oranga Motuhake Project (Charity)</td><td>a. Completed. 21 whānau in dental trial</td></tr><tr><td>b. Houses repaired (Charity)</td><td>b. Completed. 22 Homes</td></tr><tr><td>c. Temporary house residents (Charity)</td><td>c. 155 whānau</td></tr></table> | <u>Programme:</u> | <u>Measures</u> | a. Oranga Motuhake Project (Charity) | a. Completed. 21 whānau in dental trial | b. Houses repaired (Charity) | b. Completed. 22 Homes | c. Temporary house residents (Charity) | c. 155 whānau | | | | | | | | | | | | |
| <u>Programme:</u> | <u>Measures</u> | | | | | | | | | | | | | | | | | | | | |
| a. Oranga Motuhake Project (Charity) | a. Completed. 21 whānau in dental trial | | | | | | | | | | | | | | | | | | | | |
| b. Houses repaired (Charity) | b. Completed. 22 Homes | | | | | | | | | | | | | | | | | | | | |
| c. Temporary house residents (Charity) | c. 155 whānau | | | | | | | | | | | | | | | | | | | | |
| Taiao | <p>Working with local and central government agencies responsible for the environment, are mechanisms within our settlement to advance activities important to restoring our taiao. This includes receiving and responding to resource consent applications and making submissions in response to proposed legislative change. Regular taiao forum meetings were held between Kāhui representatives at the Taiao Committee and our MRB meetings with Council. The number of RMA consent requests increased significantly in 2024 by nearly 400%. The rate of submissions from, and/or on behalf of, Kāhui remained about the same at 36%. Of major interest and response were applications from the meat works, surface and ground water-take, discharges to air and water, and forestry activities.</p> <table><tr><td><u>Programme:</u></td><td><u>2024</u></td><td><u>2023</u></td><td><u>2022</u></td></tr><tr><td>a. Mātangirau Reserves Board hui</td><td>-</td><td>4</td><td>2</td></tr><tr><td>b. Taiao committee hui</td><td>5</td><td>8</td><td>5</td></tr><tr><td>c. RMA consents</td><td>41</td><td>11</td><td>13</td></tr><tr><td>d.RMA responses</td><td>15</td><td>4</td><td>5</td></tr></table> | <u>Programme:</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> | a. Mātangirau Reserves Board hui | - | 4 | 2 | b. Taiao committee hui | 5 | 8 | 5 | c. RMA consents | 41 | 11 | 13 | d.RMA responses | 15 | 4 | 5 |
| <u>Programme:</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> | | | | | | | | | | | | | | | | | | |
| a. Mātangirau Reserves Board hui | - | 4 | 2 | | | | | | | | | | | | | | | | | | |
| b. Taiao committee hui | 5 | 8 | 5 | | | | | | | | | | | | | | | | | | |
| c. RMA consents | 41 | 11 | 13 | | | | | | | | | | | | | | | | | | |
| d.RMA responses | 15 | 4 | 5 | | | | | | | | | | | | | | | | | | |
| Pātaka | <p>We delivered and installed 74 cabins from Mahia to Pakowhai. This was a monumental task to undertake which benefited over 150 whānau. We progressed the design of our new registration system. However technical resource were diverted to deploying IT solutions for property and inventory management related to cyclone recovery. The strategic planning and trust deed review scheduled for this year were deferred to focus on recovery.</p> <table><tr><td><u>Programme:</u></td><td><u>Measures</u></td></tr><tr><td>a. Kainga Taupua -Temporary Cabins (Trust)</td><td>Completed. 74 cabins installed.</td></tr><tr><td>b. Tauhere Tangata- Registration System (Trust)</td><td>Partially completed.</td></tr><tr><td>c. Rautaki Tuarua (Trust)</td><td>Not completed.</td></tr><tr><td>d.Te Whakaetanga (Trust)</td><td>Not completed.</td></tr></table> | <u>Programme:</u> | <u>Measures</u> | a. Kainga Taupua -Temporary Cabins (Trust) | Completed. 74 cabins installed. | b. Tauhere Tangata- Registration System (Trust) | Partially completed. | c. Rautaki Tuarua (Trust) | Not completed. | d.Te Whakaetanga (Trust) | Not completed. | | | | | | | | | | |
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| a. Kainga Taupua -Temporary Cabins (Trust) | Completed. 74 cabins installed. | | | | | | | | | | | | | | | | | | | | |
| b. Tauhere Tangata- Registration System (Trust) | Partially completed. | | | | | | | | | | | | | | | | | | | | |
| c. Rautaki Tuarua (Trust) | Not completed. | | | | | | | | | | | | | | | | | | | | |
| d.Te Whakaetanga (Trust) | Not completed. | | | | | | | | | | | | | | | | | | | | |

Statement of Profit or Loss

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|--------------------|--------------------|
| Revenue | | | |
| Dividends | 3 | 460,250 | 573,704 |
| Interest | 4 | 1,195,032 | 928,737 |
| Managed Fund Distributions | 5 | 1,140,901 | 798,951 |
| Property Fund Distributions | 6 | 625,061 | 780,478 |
| Net Rental Income | | 23,810 | 3,527 |
| Whānau Temporary Housing | | 46,869 | - |
| Total Revenue | | 3,491,923 | 3,085,397 |
| Other Income | | | |
| Baleage and grazing | | 96,492 | 135,852 |
| Cyclone Gabrielle Funding | 11 | 78,345 | 758,779 |
| Forestry Distributions | 7 | 211,553 | 111,603 |
| Grants - Horticulture | 8 | 35,000 | 68,000 |
| Grants - Housing | | 5,205,332 | 1,185,457 |
| Horticulture revenue | 9 | 520,868 | 570,445 |
| Other Income | | 267,903 | 352,531 |
| Pou Revenue | 10 | 12,859,370 | 1,228,758 |
| Gain on disposal of assets | | 738,946 | - |
| Total Other Income | | 20,013,809 | 4,411,425 |
| Total Income | | 23,505,731 | 7,496,822 |
| Expenses | | | |
| Administration | 12 | 254,783 | 88,801 |
| Advisor expenses | 13 | 264,294 | 261,513 |
| Communications, marketing and Iwi engagement | 14 | 177,337 | 102,684 |
| Farming Expenses | | 18,086 | 79,611 |
| Finance and legal | 15 | 1,908,950 | 925,498 |
| Governance | 16 | 856,074 | 842,602 |
| Horticulture expenses | 17 | 843,352 | 1,044,485 |
| Housing Expenses | | 98,571 | - |
| IT related costs | 18 | 62,843 | 57,412 |
| Personnel | 19 | 2,930,067 | 2,529,291 |
| Pou | 20 | 4,121,001 | 601,118 |
| Premises and office | 21 | 250,257 | 110,265 |
| Travel, accommodation and meals | 22 | 148,403 | 83,570 |
| Vehicles | 23 | 183,216 | 99,700 |
| Loss on disposal of assets | | - | 4,958 |
| Depreciation | | 543,562 | 140,107 |
| Total Expenses | | 12,660,795 | 6,971,615 |
| Operating Surplus/(Deficit) for the Year | | 10,844,936 | 525,207 |
| Share of Equity Accounted Investees Surplus / (Deficit) for the Year | | | |
| Share of Equity Accounted Investees Surplus / (Deficit) for the Year | 30 | 1,284,338 | (1,076,988) |
| Investment Revaluations | | | |
| Gain / (Loss) on revaluation of investments recorded at fair value | 25 | 1,238,429 | (764,774) |
| Total Investment Revaluations | | | |
| Surplus / (Deficit) for the year before allocation to beneficiaries | | 13,367,703 | (1,316,555) |
| Distributions | 24 | 889,142 | 889,142 |
| Scholarships | | 44,000 | - |
| Surplus / (Deficit) before taxation | | 12,434,561 | (2,205,697) |
| Provision for Tax | | - | - |
| Surplus / (Deficit) for the Year | | 12,434,561 | (2,205,697) |
| Other comprehensive revenue and expenses | | | |
| Share of Equity Accounts Associated Other Comprehensive Revenue | 30 | (1,876,783) | (2,468,635) |
| Total Other comprehensive revenue and expenses | | (1,876,783) | (2,468,635) |
| Total Comprehensive Revenue and Expenses | | 10,557,778 | (4,674,332) |

Statement of Changes in Equity

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

| Account | Notes | 2024 | 2023 |
|--|-------|--------------------|--------------------|
| Equity | | | |
| Opening Balance | | 123,152,530 | 127,826,862 |
| Increases | | | |
| Total Comprehensive Revenue and Expense for the Period | | 10,557,778 | (4,674,332) |
| Total Increases | | 10,557,778 | (4,674,332) |
| Total Equity | 43 | 133,710,308 | 123,152,530 |

Balance Sheet

Tātau Tātau o Te Wairoa Group

As at 30 June 2024

| | Notes | 2024 | 2023 |
|--------------------------------------|-------|--------------------|--------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and Bank | 26 | 16,547,662 | 28,596,235 |
| Trade and Other Receivables | 27 | 4,435,916 | 518,490 |
| GST Receivable | | 9,741 | 222,222 |
| Income Tax Receivable | 28 | 664,546 | 367,649 |
| Investment in Term Deposits | 36 | 9,000,000 | - |
| Other Current Assets | 29 | 29,669 | 9,682 |
| Total Current Assets | | 30,687,535 | 29,714,278 |
| Non-Current Assets | | | |
| Equity Accounted Investees | 30 | 27,926,415 | 28,348,231 |
| Shares and Debentures | 31 | 500 | 500 |
| Investment in Listed Companies | 32 | 3,586,609 | 3,622,567 |
| Investment in Managed Funds | 33 | 30,878,708 | 33,995,123 |
| Investment in Private Equity | 34 | 2,972,283 | 1,867,001 |
| Investment in Property Funds | 35 | 13,392,981 | 14,392,234 |
| Investment in Term Deposits | 36 | - | 3,312,690 |
| Property, Plant and Equipment | 37 | 26,954,083 | 12,158,937 |
| Intangible Assets | 38 | 3,208,991 | 4,011,239 |
| Other Non-Current Assets | 39 | 10,724,703 | 3,406,564 |
| Total Non-Current Assets | | 119,645,274 | 105,115,086 |
| Total Assets | | 150,332,809 | 134,829,364 |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and Other Payables | 40 | 4,486,297 | 2,628,844 |
| Employee Entitlements | | 202,662 | 139,646 |
| Revenue Received in Advance | 41 | 8,434,884 | 5,229,905 |
| Unclaimed Distributions | 42 | 927,528 | 547,548 |
| Total Current Liabilities | | 14,051,371 | 8,545,943 |
| Non-Current Liabilities | | | |
| Other payables | 40 | 2,571,129 | 3,130,891 |
| Total Non-Current Liabilities | | 2,571,129 | 3,130,891 |
| Total Liabilities | | 16,622,500 | 11,676,834 |
| Net Assets | | 133,710,308 | 123,152,530 |
| Equity | | | |
| Share Capital | 43 | 100 | 100 |
| Retained Earnings | 43 | 130,375,468 | 117,940,907 |
| Other Reserves | 43 | 3,334,740 | 5,211,523 |
| Total Equity | | 133,710,308 | 123,152,530 |

Statement of Cashflow

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

| | 2024 | 2023 |
|---|---------------------|-------------------|
| Cash Flows from Operating Activities | | |
| Grants, donations and other similar receipts | 17,218,390 | 9,100,239 |
| Receipts from providing goods or services | 955,942 | 1,062,358 |
| Interest, dividends and other investment receipts | 3,744,400 | 3,091,525 |
| GST | 212,481 | (226,717) |
| Payments to suppliers and employees | (9,954,279) | (5,049,123) |
| Taxation | (296,897) | (234,241) |
| Total Cash Flows from Operating Activities | 11,880,037 | 7,744,041 |
| Cash Flows from Investing and Financing Activities | | |
| Receipts from sale of property, plant and equipment | - | 71,402 |
| Receipts / (Payments) term deposits net | (5,687,310) | 26,209,584 |
| Receipts from sales of investments | 5,603,092 | 4,796,538 |
| Distribution to owners or members | (553,162) | (835,867) |
| Payments for purchase of investments | (750,000) | (2,551,860) |
| Payments to acquire property, plant and equipment | (15,358,695) | (9,951,835) |
| Cash flows from other investing and financing activities | (7,182,535) | (2,063,968) |
| Total Cash Flows from Investing and Financing Activities | (23,928,610) | 15,673,994 |
| Net Increase/(Decrease) in Cash | (12,048,573) | 23,418,035 |
| Bank Accounts and Cash | | |
| Opening cash | 28,596,235 | 5,178,200 |
| Net change in cash for period | (12,048,573) | 23,418,035 |
| Closing cash | 16,547,662 | 28,596,235 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

1. Reporting Entity

Tātau Tātau o Te Wairoa Trust is a Trust established by the Trust Deed dated 26 November 2016 and subject to the Trustees Act 1956.

The Trust's purpose is to receive, hold, administer and distribute the Trust's assets on behalf of and for the benefit of the present and future members of the Iwi and Hapū of Te Rohe o Te Wairoa in accordance with the Trust Deed.

On 30 November 2018 having obtained the requisite special resolution of adult registered members, the Trust Deed was varied and restated with Tātau Tātau o Te Wairoa Trustee Limited, a limited liability company incorporated under the Companies Act 1993, being appointed the sole corporate trustee of Tātau Tātau o Te Wairoa Trust.

The Trust and its controlled entities together form the "Group"

- Tātau Tātau o Te Wairoa Trustee Limited
- Tātau Tātau Commercial Limited Partnership
- Tātau Tātau o Te Wairoa Commercial Limited
- Tātau Tātau o Te Wairoa Charitable Trust
- Tātau Tātau o Te Wairoa Charitable Trustee Limited
- Tātau Tātau Horticulture Limited Partnership
- Tātau Tātau Horticulture GP Limited
- Tātau Tātau Housing Limited Partnership
- Tātau Tātau Housing GP Limited
- Wai Oranga Limited Partnership

2. Statement of Accounting Policies

Basis of Preparation

These financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP").

The Group is a public benefit entity and these Group financial statements comply with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime ("PBE IPSAS RDR") as appropriate for Tier 2 not-for-profit public benefit entities. All reduced disclosure regime exemptions have been adopted.

Basis of Consolidation

The Group financial statements comprise the Trust and entities controlled by the Trust. Control is achieved where the Trust has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The controlled entities have been aggregated by combining, on a line-by-line basis, the financial statements of the controlled entities.

The Group financial statements have been adjusted to eliminate the effect of intra-group transactions.

Historical Cost

These financial statements have been prepared on a historical cost basis except for items in the statement of financial position, which are measured at fair value.

Changes in Accounting Policies

There have been no changes in accounting policies during the year.

Goods and Services Tax

The Trust and its controlled entities are registered for GST. Activities which form part of the Group's taxable activities are recorded net of GST. All other amounts are stated inclusive of GST.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

Revenue Recognition

Revenue comprises interest income on funds invested, dividend income and gains on the disposal of available for sale financial assets.

Interest income received is recognised as interest accrues, gross of refundable tax credits received.

Dividend income from investments is recognised when the shareholders' right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably).

Grants Charity, Horticulture and Housing (grants). Grant funding is initially recorded as a liability (included in 'Other current liabilities'), and is recognised as revenue when conditions/performance obligations attached to the grant have been met.

Property, Plant and Equipment and Investment Property

Property, plant and equipment and investment property are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

An item of property, plant and equipment or investment property is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Depreciation

| <u>Category</u> | <u>Method</u> | <u>Rate</u> |
|--------------------|--------------------------|-------------|
| Computer Equipment | Diminishing Value (100%) | 50% - 67% |
| Office Equipment | Diminishing Value (100%) | 13% - 67% |
| Plant & Equipment | Diminishing Value (100%) | 13% - 67% |
| Motor Vehicles | Diminishing Value (100%) | 13% - 30% |

Intangible Assets

The Group's intangible assets comprise of fruit licencing agreements. On initial recognition, the intangible asset is recognised at the present value of all future consideration and a corresponding liability is recognised. After the initial recognition, the intangible asset (license) will be amortized over its useful life and assessed for impairment at each reporting period. The useful life of license is 5 years which is the term of the agreement. Where impairment indicators are identified, an impairment expense is recognised in the Statment of Comprehensive Revenue and Expense.

Equity accounted investees - Associates

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity. Investments in associates are accounted for using the equity method and are recognised initially at cost, including directly attributable transaction costs.

The Group financial statements include the Group's share of the surplus or deficit and other comprehensive revenue and expense of its equity accounted associates and jointly-controlled-entities, 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.

When the Group's share of losses exceeds its interest in its equity accounted associates and jointly-controlled-entities, the carrying amount of the investment, including any long-term investments that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee. The financial statements of the associate or joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

Acquisitions

PBE combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control of the acquired operations is gained.

The Group gains control of an acquired operations when it gains (i) power over the operation, (ii) exposure, or rights, to variable benefits from its involvement with the operation, and (iii) the ability to use its power over the operation to affect the nature or amount of the benefits from its involvement with the operation.

The Group measures goodwill at the acquisition date as the aggregate of:

- The fair value of consideration transferred;
- The recognised amount of any Non-controlling interests in the acquiree; and
- The fair value of any pre-existing equity interest in the acquiree.

Less:

- The fair value of the net identifiable assets acquired, and liabilities assumed.

Goodwill is only recognised to the extent that the acquisition results in the generation of net cash inflows and the goodwill arises from the acquisition of cash-generating operations. In all other circumstances, the excess of consideration transferred over the fair values of the net identifiable assets acquired is recognised as a loss in surplus or deficit.

Any gain on bargain purchase is recognised immediately in surplus or deficit.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in surplus or deficit.

Transactions costs related to a PBE combination acquisition incurred by the Group, other than those associated with the issue of debt or equity securities, are expensed in surplus or deficit as incurred.

Any contingent consideration payable is measured at fair value at the acquisition date. If the contingent consideration is classified as equity, then it is not subsequently remeasured and settlement is accounted for within net assets/equity.

Otherwise, subsequent changes in the fair value of the contingent consideration are recognised in surplus or deficit.

If the PBE combination acquisition is achieved in stages, any previously held equity interest is remeasured at its acquisition date fair value and any resulting gain or loss is recognised in surplus or deficit. It is then considered in the determination of goodwill.

If the initial accounting for an acquisition is incomplete by the end of the reporting period in which the acquisition occurs, the Group reports in the financial statements provisional amounts for the items for which the accounting is incomplete. During the measurement period the provisional amounts recognised are adjusted retrospectively to reflect new information obtained about facts and circumstances that existed as of the acquisition date and, if known, would have affected the measurement of the amounts recognised as of that date. The measurement period ends as soon as the Group receives the information it was seeking about facts and circumstances that existed as of the acquisition date or learns that more information is not obtainable. However, the measurement period does not exceed one year from the acquisition date.

Income Tax

Income tax expense is recognised in the Statement of Comprehensive Revenue and Expense except to the extent that it relates to items recognised in equity.

Current Tax is the expected Tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date and any adjustment to tax payable in respect of previous years.

Deferred Tax is recognised using the balance sheet method, providing for temporary difference between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred Tax is not recognised for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit and differences relating to investments in subsidiaries and jointly controlled entities to the extent that they probably will reverse in the foreseeable future.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group

For the year ended 30 June 2024

Income Tax - continued

Deferred Tax is measured at the Tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that had been enacted or substantially enacted by the reporting date.

A Deferred Tax asset is recognised to the extent that it is probable that future taxable profits will be available against which temporary difference can be utilised. Deferred Tax assets are reviewed at each reporting date and are reduced to the extent that is no longer probable that the realised Tax benefit will be realised.

There were no material movements to Deferred Tax for the Year.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|------------------|----------------|
| 3. Dividends | | | |
| Forsyth Barr | | 46,297 | 89,920 |
| Napier Port | | 87,911 | 128,205 |
| Reliable Foundations | | 326,042 | 355,579 |
| Total Dividends | | 460,250 | 573,704 |
| 4. Interest | | | |
| ANZ | | - | 2,630 |
| BNZ | | - | 4 |
| Forsyth Barr | | 328,306 | 132,813 |
| Westpac | | 866,726 | 793,290 |
| Total Interest | | 1,195,032 | 928,737 |
| 5. Managed Fund Distributions | | | |
| Castle Point | | - | 73,775 |
| Castlerock | | 305,794 | 201,356 |
| Forsyth Barr | | 122,809 | - |
| Harbour | | 247,216 | 194,744 |
| KKR | | 226,423 | 141,829 |
| Mint | | 238,658 | 187,247 |
| Total Managed Fund Distributions | | 1,140,901 | 798,951 |
| 6. Property Fund Distributions | | | |
| Mackersy Property | | 204,167 | 293,350 |
| Pacific Property Fund Ltd | | 239,435 | 245,234 |
| PMG Generation Fund | | 181,458 | 241,894 |
| Total Property Fund Distributions | | 625,061 | 780,478 |
| 7. Forest Accumulated Rentals & Distributions | | | |
| Patunamu Forest Ltd | | 111,553 | 111,603 |
| Wharerata Forest Ltd | | 100,000 | - |
| Total Forest Accumulated Rentals & Distributions | | 211,553 | 111,603 |
| 8. Grants Horticulture | | | |
| Ministry Primary Industries | | 35,000 | 68,000 |
| Total Grants Horticulture | | 35,000 | 68,000 |
| 9. Horticulture Revenue | | | |
| Management & Labour | | 430,199 | 461,978 |
| Other Income | | 19,659 | 1,517 |
| Subsidies | | 71,010 | 106,950 |
| Total Horticulture Revenue | | 520,868 | 570,445 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|-------------------|------------------|
| 10. Pou Revenue | | | |
| Department of Conservation | | 50,000 | 14,000 |
| Department of Internal Affairs | | 395 | 4,363 |
| Hawkes Bay District Health Board | | 52,066 | 314,975 |
| Hawke's Bay Foundation | | - | 20,000 |
| Landcare Research NZ Ltd | | 60,000 | 20,000 |
| Ministry for Primary Industries | | 210,579 | 55,000 |
| Ministry for the Environment | | - | 155,000 |
| Ministry of Business, Innovation & Employment | | 950,000 | 100,000 |
| Ministry of Education | | 30,000 | 30,000 |
| Ministry of Housing & Urban Development | | 9,522,375 | - |
| Ministry of Social Development | | 70,000 | 233,000 |
| NZ Maori Tourism | | - | 100,000 |
| Other | | 398,249 | - |
| Statistics New Zealand | | - | 15,000 |
| Te Aka Whai Ora | | 208,536 | 12,500 |
| Te Arawhiti | | - | 34,920 |
| Te Puni Kokiri | | 1,297,170 | 120,000 |
| University of Auckland | | 10,000 | - |
| Total Pou Revenue | | 12,859,370 | 1,228,758 |
| 11. Cyclone Gabrielle Funding | | | |
| Cyclone Gabrielle Donations & Koha | | 8,345 | 235,305 |
| Cyclone Gabrielle Government Funding | | 70,000 | 523,474 |
| Total Cyclone Gabrielle Funding | | 78,345 | 758,779 |
| 12. Administration | | | |
| Administration Services | | 87,766 | - |
| Bad Debt | | 2,725 | - |
| Capex project | | 14 | - |
| Consultancy | | 22,428 | 15,481 |
| Entertainment | | 10,185 | 7,131 |
| Freight and Courier | | - | 190 |
| General Expenses | | - | 1,708 |
| Health & Safety | | 9,160 | 2,315 |
| Mobile Phones | | 21,506 | 9,406 |
| Photocopying | | 14,987 | 12,114 |
| Shop Purchases | | 933 | - |
| Stationery & Postage | | 15,160 | 10,134 |
| Subscriptions | | 46,140 | 10,742 |
| Telephone & Internet | | 13,103 | 4,875 |
| Training | | 10,678 | 14,705 |
| Total Administration | | 254,783 | 88,801 |
| 13. Advisor Expenses | | | |
| Due Diligence | | 162,200 | 178,800 |
| Investment Advisor | | 27,844 | 29,567 |
| Special Projects Advisor | | 74,250 | 53,146 |
| Total Advisor Expenses | | 264,294 | 261,513 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|------------------|------------------|
| 14. Communications, Marketing & Iwi Engagement | | | |
| Annual Plan | | 45,153 | 21,917 |
| Communication | | 31,257 | - |
| Consultants | | 23,934 | 59,204 |
| Iwi Engagement | | 51,957 | 8,693 |
| Marketing & Social Media | | 25,037 | 12,870 |
| Total Communications, Marketing & Iwi Engagement | | 177,337 | 102,684 |
| 15. Finance & Legal | | | |
| Accounting Fees | | 407,170 | 264,554 |
| Audit Fees | | 47,624 | 34,530 |
| Bank Fees | | 2,307 | 1,905 |
| Commercial Manager | | 191,980 | 189,673 |
| DSP Valuations | | 73,245 | 45,027 |
| Financial Consultants | | 11,500 | 55,166 |
| Insurances | | 120,440 | 81,280 |
| Interest Expense - Licence | | 184,594 | - |
| Legal | | 870,090 | 253,363 |
| Total Finance & Legal | | 1,908,950 | 925,498 |
| 16. Governance | | | |
| Access to Forestry Komiti | | - | 6,287 |
| Director Expenses - Other | | 14,091 | 2,568 |
| Director Fees | 46 | 646,658 | 677,539 |
| Director Travel | | 80,799 | 84,482 |
| Kaunihera Kaumatua | | 16,258 | 13,099 |
| Matangirau Reserves Board | | - | 672 |
| Meeting Costs | | 1,836 | 2,503 |
| Secreterial | | 69,385 | 22,921 |
| Taiao Komiti | | 11,940 | 27,151 |
| Te Raua Governance | | 224 | - |
| Validators | | 14,883 | 5,380 |
| Total Governance | | 856,074 | 842,602 |
| 17. Horticulture Expenses | | | |
| Agronomy Consultant Fees | | 7,121 | 53 |
| Amortisation | | 802,248 | - |
| Cyclone Gabrielle Expenses | | 1,792 | 6,549 |
| Other Horticulture Expenses | | - | 180,000 |
| Tree Impairment | | - | 821,872 |
| Weather Stations | | 16,320 | 16,320 |
| Workforce Development | | 15,871 | 19,691 |
| Total Horticulture Expenses | | 843,352 | 1,044,485 |

During the 2023 financial year, Tātau Tātau Horticulture Limited Partnership sold down surplus tree stocks at below market rates. The \$821,875 impairment expense has been recorded to reduce the value of the trees from their carrying amount to the amount of revenue received.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---------------------------------------|-------|------------------|------------------|
| 18. IT related costs | | | |
| Consultants | | 1,307 | 788 |
| Database | | 2,212 | - |
| Equipment | | 8,074 | 8,693 |
| IT - Repairs & Maintenance | | - | - |
| Software Licence & Support | | 51,249 | 47,931 |
| Total IT related costs | | 62,843 | 57,412 |
| 19. Personnel expenses | | | |
| ACC Levies | | 13,424 | 13,649 |
| Cadet expenses | | - | 104 |
| Recruitment costs | | 27,365 | 91,983 |
| Salaries and wages | | 2,873,954 | 2,423,555 |
| Staff Expenses | | 10,770 | - |
| Staff Insurance | | 3,067 | - |
| Uniforms & PPE | | 1,487 | - |
| Total Personnel expenses | | 2,930,067 | 2,529,291 |
| 20. Pou Expenses | | | |
| Housing Repairs Programme | | 1,074,082 | - |
| Mana Maori | | 147,821 | 94,600 |
| Pataka | | 780,412 | 254,501 |
| Taiao | | 41,702 | 43,580 |
| Tangata | | 142,705 | 115,373 |
| Temporary Housing Programme | | 1,917,779 | - |
| Special | | 16,500 | 93,064 |
| Total Pou expenses | | 4,121,001 | 601,118 |
| 21. Premises and office | | | |
| Cleaning | | 9,597 | 8,236 |
| Electricity & Heating | | 18,840 | 6,219 |
| General Expenses | | 13,138 | - |
| Office Amenities & Kitchen | | 27,438 | 13,977 |
| Office Furniture | | 8,495 | 1,213 |
| Office Fit Out | | 11,241 | 1,384 |
| Rates & Outgoings | | 7,965 | 5,399 |
| Rent | | 107,326 | 70,501 |
| Repairs and Maintenance | | 46,217 | 2,940 |
| Security & Fire | | - | 396 |
| Total Premises and office | | 250,257 | 110,265 |
| 22. Travel and entertainment | | | |
| Catering | | 36,794 | 18,121 |
| Conferences & Markets | | 1,728 | - |
| Koha | | 15,733 | 6,026 |
| Travel & Accommodation | | 94,148 | 59,423 |
| Total Travel and entertainment | | 148,403 | 83,570 |
| 23. Vehicles | | | |
| FBT | | 41,378 | 31,485 |
| Vehicle Expenses | | 34,414 | 23,833 |
| Vehicle Fuel | | 58,831 | 39,553 |
| Vehicle Lease | | 48,594 | 4,830 |
| Total Vehicles | | 183,216 | 99,700 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|--|-------|-------------------|--------------------|
| 24. Distributions | | | |
| Nga Tokorima A Hinemanuhiri Trust | | 126,660 | 126,660 |
| Rongomaiahine Iwi Trust | | 126,660 | 126,660 |
| Te Hononga o Nga Awa Trust | | 126,660 | 126,660 |
| Te Iwi o Rakaipaaka Trust | | 126,660 | 126,660 |
| Te Wairoa Tapokorau Mai Tawhiti Trust | | 126,660 | 126,660 |
| Te Wairoa Tapokorau Whanui Trust | | 126,660 | 126,660 |
| Te Whakaki Nui A Rua Trust | | 129,182 | 129,182 |
| Total Distributions | | 889,142 | 889,142 |
| 25. Gain / (Loss) on revaluation of financial assets measured at fair value | | | |
| Gain / (Loss) on revaluation of managed funds | | | |
| Castle Point | | - | (8,458) |
| Castlerock | | (297,520) | (446,282) |
| Forsyth Barr | | 520,252 | 437,041 |
| Harbour | | 63,911 | (3,046) |
| KKR | | 468,368 | 80,202 |
| Milford | | 561,947 | 628,926 |
| Mint | | 54,732 | (1,208) |
| Other | | 24,942.11 | - |
| T Rowe Price | | - | 613,442 |
| Total Gain / (Loss) on revaluation of managed funds | | 1,396,633 | 1,300,617 |
| Gain / (Loss) on revaluation of shares in listed companies | | | |
| Napier Port | | (28,846) | (360,577) |
| Trade Window Holdings Ltd | | (7,112) | (34,720) |
| Total Gain / (Loss) on revaluation of shares in listed companies | | (35,958) | (395,297) |
| Gain / (Loss) on revaluation of private equity | | | |
| Continuity Capital | | 155,282 | (90,764) |
| Mackersy Property | | (213,501) | (583,520) |
| Pacific Property Fund | | 81,800 | (490,800) |
| PMG Generation Fund | | (145,826) | (505,010) |
| Total Gain / (Loss) on revaluation of private equity | | (122,245) | (1,670,094) |
| Total Gain / (Loss) on revaluation | | 1,238,429 | (764,774) |
| 26. Cash and cash equivalents | | | |
| ANZ | | 2,474,951 | 11 |
| ASB | | 130 | 128 |
| BNZ | | 7,092 | 7,088 |
| Chapman Tripp Trust Account | | - | 955,000 |
| Forsyth Barr- Cash Management | | 6,806,028 | - |
| Westpac | | 7,259,462 | 27,634,008 |
| Total Cash and cash equivalents | | 16,547,662 | 28,596,235 |
| 27. Trade and other receivables | | | |
| Contracts | | 2,187,841 | 244,629 |
| Forestry Distributions | | - | 111,603 |
| Horticulture Revenue | | 1,497,744 | 127,188 |
| Other | | 609,775 | 33,222 |
| Prepayments | | 140,557 | 1,848 |
| Total Trade and other receivables | | 4,435,916 | 518,490 |

There were no allowances for impairment during the period (2023: Nil).

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|--|-------|--------------------|--------------------|
| 28. Income Tax Expense | | | |
| Net Profit (Loss) Before Tax | | 12,434,561 | (2,205,697) |
| Add back Non Deductible Income and Expense | | (13,777,580) | (2,001,101) |
| Losses brought forward | | (5,567,593) | (1,360,795) |
| Taxable Profit (Loss) | | (6,910,612) | (5,567,593) |
| Tax Movements during the Year | | | |
| Opening balance | | 367,649 | 133,408 |
| Refund Received | | - | (133,408) |
| Current Year Tax Paid | | 296,897 | 367,649 |
| Tax Receivable | | 664,546 | 367,649 |
| Income Tax Payable (Refund Due) | | 664,546 | 367,649 |
| 29. Current Assets | | | |
| Accrued Interest | | 24,965 | 9,682 |
| Tree Inventory | | 4,704 | - |
| Total Current Assets | | 29,669 | 9,682 |
| 30. Equity Accounted Investees | | | |
| Haumako-Tara Limited Partnership | | 1,983,957 | 2,419,512 |
| Patunamu Forest Limited | | 6,239,629 | 5,965,930 |
| Reliable Foundations Limited | | 6,026,275 | 4,600,000 |
| Wharerata Forest Limited | | 13,676,554 | 15,362,789 |
| Total Equity Accounted Investees | | 27,926,415 | 28,348,231 |

On 23 August 2022 Tātau Tātau Horticulture Limited Partnership entered into a joint venture with The Proprietors of Ohuia Block to establish a 18 ha apple orchard on Tara. Both parties have a 50% shareholding in the entity, Haumako-Tara GP Limited being the general partner of Haumako - Tara Limited Partnership. The Trust's interest in this entity is accounted for using the equity method.

Haumako-Tara Ltd Partnership - TToTW share of net assets

| | | |
|---|------------------|------------------|
| Opening Balance | 2,419,512 | 1,355,697 |
| Adjustment to opening balance | 170,629 | - |
| Capital Investment | - | 1,165,494 |
| Share of surplus / (deficit) | (606,184) | (101,679) |
| Total Haumako-Tara Ltd Partnership - TToTW share of net assets | 1,983,957 | 2,419,512 |

In November 2018 the Crown assigned its beneficial interest in Wharerata Foresty Trust and Patunamu Forest Trust to the Trustees of Tātau Tātau o Te Wairoa Trust. Tātau Tātau o Te Wairoa Trust has 50% shareholding in Wharerata Foresty Limited and Patunamu Forest Limited (being the trustees of Wharerata Forest Trust and Patunamu Forest Trust). Tātau Tātau o Te Wairoa Trust also has representation on the Board of Directors of Wharerata Forest Limited and Patunamu Forest Limited.

In accordance with the Deed of Settlement between the Crown and Tātau Tātau o Te Wairoa Trust, the Trust received financial and commercial redress in November 2019. Included in the redress was a transfer from the Crown to the Trust of commercial interests in Wharerata Forest Trust and Patunamu Forest Trust. The Trust's interest in the respective entities are accounted for using the equity method.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|-------------------|-------------------|
| 30. Equity Accounted Investees - continued | | | |
| Patunamu Forest Limited - TToTW share of net assets | | | |
| Opening Balance | | 5,965,930 | 6,214,016 |
| Share of OCI | | 273,699 | (1,183,086) |
| Share of surplus / (deficit) | | - | 935,000 |
| Total Patunamu Forest Limited - TToTW share of net assets | | 6,239,629 | 5,965,930 |
| Wharerata Forest Limited - TToTW share of net assets | | | |
| Opening Balance | | 15,362,789 | 18,558,647 |
| Share of OCI | | (2,150,482) | (1,285,549) |
| Share of surplus / (deficit) | | 464,247 | (1,910,309) |
| Total Wharerata Forest Limited - TToTW share of net assets | | 13,676,554 | 15,362,789 |
| On 16 May 2022 Tātau Tātau Commercial Limited Partnership purchased 22.23% of the shares in Reliable Foundations Limited Partnership (RFLP) for \$4,600,000. RFLP owns Reliable Foundations Holdings Limited who operates produce building foundations. As the Group holds between 20% and 50% of the shares, as well as having governance representation on RFLP, the Group's accounting policy stipulates this investment to be equity accounted. | | | |
| Reliable Foundations Limited - TToTW share of net assets | | | |
| Opening Balance | | 4,600,000 | 4,600,000 |
| Share of surplus / (deficit) | | 1,426,275 | - |
| Total Reliable Foundations Limited - TToTW share of net assets | | 6,026,275 | 4,600,000 |
| 31. Shares and debentures | | | |
| Farmlands Co-operative Society Ltd | | 500 | 500 |
| Total Shares and debentures | | 500 | 500 |
| 32. Investment in listed companies | | | |
| Napier Port Holdings Limited | | 3,576,921 | 3,605,767 |
| Trade Window Holdings Limited | | 9,688 | 16,800 |
| Total Investment in listed companies | | 3,586,609 | 3,622,567 |
| 33. Managed funds | | | |
| Castle Point | | - | - |
| Castlerock | | 2,256,198 | 2,553,718 |
| Forsyth Barr | | 9,503,817 | 9,029,347 |
| Harbour | | 4,924,897 | 4,860,985 |
| KKR | | 2,769,286 | 2,300,918 |
| Milford | | 5,748,813 | 5,186,866 |
| Mint | | 5,675,697 | 5,648,806 |
| T Rowe Price | | - | 4,414,483 |
| Total Managed funds | | 30,878,708 | 33,995,123 |
| 34. Investment in private equity | | | |
| Continuity Capital | | 2,772,283 | 1,867,001 |
| Forsyth Barr ITS (Skyline) | | 200,000 | - |
| Total Investment in private equity | | 2,972,283 | 1,867,001 |
| 35. Investment in property funds | | | |
| Mackersy Property | | 5,202,979 | 5,416,480 |
| Pacific Property Fund Ltd | | 4,580,800 | 4,499,000 |
| PMG Generation Fund | | 3,609,202 | 4,476,754 |
| Total Investment in property funds | | 13,392,981 | 14,392,234 |

Change in the fair value of investments are recognised in surplus or deficit

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|-------------------|-------------------|
| 36. Investment in Term Deposits | | | |
| Westpac | | 9,000,000 | 3,312,690 |
| Total Investment in Term Deposits | | 9,000,000 | 3,312,690 |
| 37. Property, Plant and Equipment | | | |
| Land and Buildings | | | |
| Land at cost | | 18,083,697 | 11,360,000 |
| Total Land | | 18,083,697 | 11,360,000 |
| Vehicles | | | |
| Vehicles owned | | 684,604 | 648,842 |
| Accumulated depreciation - vehicles owned | | (265,407) | (165,729) |
| Total Vehicles | | 419,197 | 483,113 |
| Other Fixed Assets | | | |
| Other fixed assets | | 8,969,537 | 409,247 |
| Accumulated depreciation - other fixed assets owned | | (518,347) | (93,423) |
| Total Other Fixed Assets | | 8,451,190 | 315,824 |
| Total Property, Plant and Equipment | | 26,954,083 | 12,158,937 |

During the period additions to Vehicles were \$54,721 (2023: \$408,597), disposals were \$nil (2023: \$37,957), depreciation was \$118,638 (2023: \$93,734) and loss on sale was \$nil (2023: \$nil).

Additions to Other Fixed Assets were \$8,560,291 (2023: \$314,416), disposals were \$nil (2023: \$37,958), depreciation was \$424,922 (2023: \$46,373) and loss on sale \$nil (2023: \$4,958).

Additions to Land and Buildings were \$6,723,697 (2023: \$10,410,000) and disposals, depreciation and loss on sale were \$nil (2023: \$nil). Included in Land and Buildings are Deferred Settlement Properties at a value of \$1,404,000.

38. Intangible Assets

| | | | |
|--------------------------------|----|------------------|------------------|
| Envy licence agreement | 40 | 3,208,991 | 4,011,239 |
| Total Intangible Assets | | 3,208,991 | 4,011,239 |

Tatau Tatau Horticulture Limited Partnership entered into a Right to License to Grow agreement with Venturefruit NZ Limited (VNZ) and ENZA Fruit New Zealand International Limited on 30 June 2023. The Agreement grants the LP a license to cultivate Scilate Apples in a designated area for a specified planting period. The total consideration payable by the LP is \$4,400,000 plus GST spread over five years. On the agreement date, a liability was recognised at the value being the present value of the total consideration as at 30 June 2023 (\$4,011,239). A corresponding intangible asset was recognised at the same value presenting the license the LP received for Scilate Apples. After the initial recognition, the intangible asset (license) is amortized over its useful life and assessed for impairment at each reporting period. The useful life of license is 5 years which is the term of the agreement. No impairment indicators have been identified, therefore no impairment has been recognised.

39. Other Non-Current Assets

| | | |
|---|-------------------|------------------|
| 45 Kitchener Street Development | 5,656,782 | 1,038,662 |
| Haumako-Tara Loan receivable | 460,000 | - |
| Posts & Wires | - | 234,126 |
| Temporary Housing Pods - Work in Progress | 10 | 221,305 |
| Tree Swap | 1,021,289 | 1,202,071 |
| Tree Work in Progress | 1,181,788 | 710,400 |
| Whakapau Development | 2,404,835 | - |
| Total Other Non-Current Assets | 10,724,703 | 3,406,564 |

Tree deposits reflect prepayments for fruit trees that have been paid for but for which delivery will occur at a later date. Tree Work in Progress reflects fruit trees that have been purchased but are yet to form part of the working orchard.

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|--|-------|--------------------|--------------------|
| 40. Trade and Other Payables | | | |
| Current | | | |
| Trade payables | | 3,792,305 | 2,087,509 |
| Other payables | | 134,231 | 20,987 |
| Envy licence - current portion | 38 | 559,761 | 520,348 |
| Total Current Trade and Other Payables | | 4,486,297 | 2,628,844 |
| Non-Current | | | |
| Envy licence - non-current portion | 38 | 2,571,129 | 3,130,891 |
| Total Non-Current Trade and Other Payables | | 2,571,129 | 3,130,891 |
| 41. Revenue Received in Advance | | | |
| Grants - Horticulture | | 1,014,348 | 70,000 |
| Grants - Housing | | 424,514 | 5,049,905 |
| Other unused donations and grants with conditions | | 6,996,022 | 110,000 |
| Total Revenue Received in Advance | | 8,434,884 | 5,229,905 |
| Significant balances within revenue received in advance are: | | | |
| On 17 January 2023 Tātau Tātau Housing Limited Partnership entered into a Grant Funding Agreement with the Ministry of Housing and Urban Development for \$22,600,000. The funding is for the development of affordable rental properties at 45 Kitchener Street, Wairoa. At 30 June 2024 \$6,060,362 in funding had been received (2023: \$6,060,362) with \$5,205,333 recognised as revenue (2023: \$1,185,457) and \$424,514 recorded as a revenue received in advance liability (2023: \$5,049,905). | | | |
| In March 2024 Tātau Tātau Horticulture Limited Partnership entered into a Grant Funding Agreement with the Te Puni Kōkiri for the construction of a water storage facility. \$950,000 had been received and recorded as revenue received in advance at 30 June 2024. The funding will be recognised as income on construction of the water storage facility. | | | |
| 42. Unclaimed Distributions | | | |
| Nga Tokorima A Hinemanuhiri Trust | | 126,660 | - |
| Te Hononga o Nga Awa Trust | | 126,660 | - |
| Te Wairoa Tapokorau Mai Tawhiti Trust | | 674,208 | 547,548 |
| Total Other Non-Current Assets | | 927,528 | 547,548 |
| 43. Equity | | | |
| Trust Capital | | | |
| Opening Balance | | 100 | 100 |
| Total Trust Capital | | 100 | 100 |
| Retained Earning | | | |
| Opening Balance | | 117,940,907 | 124,450,350 |
| Current Year Surplus/(Deficit) | | 12,434,561 | (2,205,697) |
| Change in Accounting Policy PBE IPSAS 41 | 2 | - | (4,303,746) |
| Total Tatau Tatau o Te Wairoa | | 130,375,468 | 117,940,907 |
| Reserves | | | |
| Opening Balance | | 5,211,523 | 3,376,412 |
| Equity accounted investees OCI | | (1,876,783) | (2,468,635) |
| Change in Accounting Policy PBE IPSAS 41 | 2 | - | 4,303,746 |
| Total Reserves | | 3,334,740 | 5,211,523 |
| Total Equity | | 133,710,308 | 123,152,530 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|--------------------|--------------------|
| 44. Equity - Kahui Beneficial Units | | | |
| Nga Tokorima A Hinemanuhiri Trust | | 14,199,268 | 14,285,714 |
| Rongomaiwahine Iwi Trust | | 14,285,714 | 14,285,714 |
| Te Hononga o Nga Awa Trust | | 14,199,268 | 14,285,714 |
| Te Iwi o Takaipaaka Trust | | 14,285,714 | 14,285,714 |
| Te Wairoa Tapokorau Mai Tawhiti Trust | | 14,285,714 | 14,285,714 |
| Te Wairoa Tapokorau Whanui Trust | | 14,199,268 | 14,285,714 |
| Te Whakaki Nui A Rua Trust | | 14,570,083 | 14,570,083 |
| Total Kahui Beneficial Units | | 100,025,030 | 100,284,367 |
| Discretionary Charitable Units held by TToTW Charitable Trustee Limited | | 2 | 2 |
| Total Units | | 100,025,032 | 100,284,369 |

45. Value Kahui Beneficial Units

| | | |
|---------------------------------------|--------------------|--------------------|
| Nga Tokorima A Hinemanuhiri Trust | 18,889,520 | 17,430,337 |
| Rongomaiwahine Iwi Trust | 19,004,520 | 17,430,337 |
| Te Hononga o Nga Awa Trust | 18,889,520 | 17,430,337 |
| Te Iwi o Takaipaaka Trust | 19,004,520 | 17,430,337 |
| Te Wairoa Tapokorau Mai Tawhiti Trust | 19,004,520 | 17,430,337 |
| Te Wairoa Tapokorau Whanui Trust | 18,889,520 | 17,430,337 |
| Te Whakaki Nui A Rua Trust | 19,382,821 | 17,777,302 |
| Total Kahui Beneficial Units | 133,064,943 | 122,359,322 |

At 30 June 2024 the unit value of Kahui Beneficial Units is \$1.3303 (2023: \$1.2201).

46. Related Parties

Related parties of the Limited Partnership currently include Directors and individuals or legal entities with a dependent/dependence relationship with a Director.

Director related expenses including reimbursements are disclosed in total in the statement of comprehensive revenue and expenses.

Director remuneration by related party are disclosed below. The level of remuneration was determined from professional advice obtained from the Institute of Directors.

Key management personnel of the Limited Partnership are currently considered the Directors.

Director remuneration

| | | |
|--|----------------|----------------|
| Tatau Tatau o Te Wairoa Trust | | |
| A Maehe | - | 15,625 |
| A Tapine | - | 21,875 |
| G Symes | 37,500 | 34,375 |
| I Heyder | 37,500 | 25,000 |
| L Symes | 60,000 | 55,834 |
| M McIlroy | 37,500 | 21,875 |
| O Manuel | 37,500 | 34,375 |
| P Beattie | 37,500 | 34,375 |
| P Munro | 45,500 | 39,042 |
| Total Tatau Tatau o Te Wairoa Trust | 293,000 | 282,376 |

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|---|-------|----------------|----------------|
| Related Parties - Continued | | | |
| Tatau Tatau Commercial Ltd Partnership | | | |
| D Wolferstan | | 40,000 | 40,000 |
| J Rogers | | 65,000 | 63,958 |
| M Crawford | | 40,000 | 40,000 |
| R Brooking | | 40,000 | 23,333 |
| R Hakiwai | | 40,000 | 40,000 |
| R Manuel | | - | 16,667 |
| S Walker | | 40,000 | 20,000 |
| T Gray | | - | 2,708 |
| Total Tatau Tatau Commercial Ltd Partnership | | 265,000 | 246,666 |
| Tatau Tatau Horticulture Ltd Partnership | | | |
| E Simpson | | 13,241 | - |
| R Graham | | 10,417 | - |
| M Crawford | | - | 54,955 |
| T Keefe | | - | 28,542 |
| Total Tatau Tatau Horticulture Ltd Partnership | | 23,658 | 83,497 |
| Tatau Tatau Housing Ltd Partnership | | | |
| D Eaglesome-Karekare | | 25,000 | 25,000 |
| W Tahuri-Whaipakanga | | 40,000 | 40,000 |
| Total Tatau Tatau Housing Ltd Partnership | | 65,000 | 65,000 |
| Total Director remuneration | | 646,658 | 677,539 |
| Contracts for service | | | |
| Tatau Tatau Commercial Ltd Partnership | | | |
| Foot Steps Limited, a company controlled by Director Shayne Walker, for advisory services | | 74,250 | 49,680 |
| Total Tatau Tatau Commercial Ltd Partnership | | 74,250 | 49,680 |
| Tatau Tatau Horticulture Ltd Partnership | | | |
| Director Michael Crawford for undertaking the role of Acting General Manager | | - | 54,955 |
| Total Tatau Tatau Horticulture Ltd Partnership | | - | 54,955 |
| Total Contracts for service | | 74,250 | 104,635 |

Haumako-Tara JV

During the period Tātau Tātau Horticulture Limited Partnership received from Associate Haumako-Tara Limited Partnership \$385,198 for the provision of contract labour (2023: \$416,978), \$45,000 for management fees (2023: \$45,000); and \$31,440 for shared services (2023: nil).

Also during the period, Tātau Tātau of Te Wairoa Commercial Limited Partnership entered into an agreement whereby it will lend Associate Haumako-Tara up to \$2.5m. The loan term is 12 years and in the event of default the loan is convertible to additional units in the JV. The interest rate is 5% per annum. At balance date \$700,000 had been drawn down.

47. Māori Authority Credit Account (MACA)

Maori Authority credits are available for use at 30 June 2024 amount to \$693,145.80 (2023: \$565,598.57).

48. Contingent Liabilities and Commitments

There are no contingent liabilities at year end (2023: Nil). At balance date the Group had outstanding capital commitments of \$7,408,389 relating to the Te Rauā housing development and of which \$6,013,922 will be funded by the Ministry for Housing and Urban Development (2023: Nil).

Notes to the Financial Statements

Tātau Tātau o Te Wairoa Group
For the year ended 30 June 2024

| | Notes | 2024 | 2023 |
|--|-------|----------------|---------------|
| 49. Leases | | | |
| The future non-cancellable minimum lease payments of operating leases at reporting date are: | | | |
| Operating Lease | | | |
| Less than one year | | 100,137 | 13,000 |
| Between one and five years | | 206,501 | 8,667 |
| Greater than five years | | - | - |
| Total Operating Lease | | 306,638 | 21,667 |

50. Events After Balance Date

On the 11th of September 2024, the Group acquired the assets and liabilities of the Wairoa Star newspaper. (2023: 3rd of July 2023 the Trust settled the purchase of \$955,000 in DSP properties on behalf of the associated kahui)

50. PBE Combinations

(i) Acquisitions

On the 4th of April 2024, the Group acquired the assets of the Mahia Motel & Holiday Park.

(ii) Net identifiable assets acquired

The Group acquired and assumed the following assets as at acquisition date:

| | Note | Acquisition Date |
|--|------|------------------|
| Property Plant and equipment | | 5,780,000 |
| (iii) Consideration transferred | | |
| Cash and cash equivalents | | 5,780,000 |
| (iv) Goodwill | | |
| Total consideration transferred | | 5,780,000 |
| (Less): Net identifiable assets acquired | | (5,780,000) |
| Goodwill | | - |