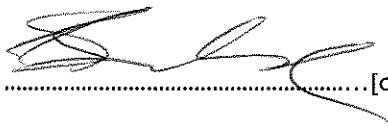


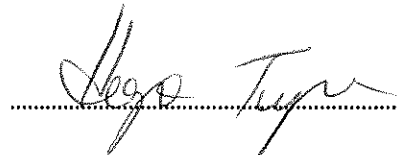
*Tamanuhiri Tutu Poroporo Trust  
Financial statements  
For the year ended 30 June 2014*

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Approved by the Trustees

  
.....[chairperson]

  
.....[Trustee]

Date: 21/11/14.....

**Directory**

<b>Entity:</b>	A common law trust established under deed of trust dated 2 March 2011. The post settlement governance entity mandated by the Iwi to receive the Treaty Settlement assets
<b>Principal activity:</b>	Iwi administration and development
<b>Iwi:</b>	Ngai Tamanuhiri
<b>Hapu:</b>	Kahutia Rangitauwhiwhia Rangiwaho Rangiwaho Matua Tawehi
<b>Marae:</b>	Muriwai Waiari Rangiwaho
<b>Trustees:</b>	Hope Tupara (Chair) Reweti Ropiha (Deputy Chair) Tawehi Kemp Shane Bradbrook Angus Ngarangioue Wi Tamihana Pohatu Matene Blandford
<b>Accountants:</b>	BDO Gisborne Ltd. 1 Peel Street, Gisborne
<b>Auditors:</b>	Graham & Dobson Ltd 393 Gladstone Rd, Gisborne
<b>Bankers:</b>	ASB Bank
<b>IRD Number:</b>	107-744-681
<b>Office details:</b>	
<b>Street address</b>	L2 Ngai Wai E Rua Building, Cnr Lowe St & Reads Quay Gis.
<b>Mailing address</b>	Po Box 746 Gisborne 4040.
<b>Phone</b>	(06) 8633560

**Compilation report to the Trustee  
and Disclaimer of liability**

**Scope**

We have compiled the attached financial statements of the Tamanuhiri Tutu Poroporo Trust for the year ended 30 June 2014 on the basis of information provided to us by the Trustees and in accordance with Service Engagement Standard No 2: Compilation of Financial Information issued by the New Zealand Institute of Chartered Accountants. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

**Responsibilities**

The Trustees are solely responsible for the information contained in the financial statements and have determined that the financial reporting framework used is appropriate to meet their needs and the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for the Trustees' benefit. We do not accept responsibility to any other person for the contents of the financial statements.

**No audit or review engagement undertaken**

Our procedures use accounting expertise to undertake the compilation of the financial statements from information provided to us by the Trustees. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

**Disclaimer of liability**

Neither we nor any of our employees accept any responsibility for the reliability, accuracy or completeness of the compiled financial information nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on the compiled financial information.



Director  
BDO Gisborne Ltd.  
1 Peel Street  
Gisborne

20 November 2014

BDO New Zealand Ltd, a New Zealand limited liability company, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**Statement of financial position**

	<i>note</i>	2014 \$	2013 \$
<b>Equity</b>	<b>11</b>	<u>15,178,694</u>	<u>14,943,199</u>
<b>Current assets</b>			
Bank accounts	<b>2</b>	595,493	752,026
Bank term deposits	<b>3</b>	4,397,199	4,387,351
Accrued interest income		78,322	97,390
Accounts receivable		88,515	23,670
Current Account - NTWT	<b>10</b>	243,745	25,001
Current Account - Wharerata Forest Trust	<b>6(iv)</b>	161,801	104,040
Inland Revenue	<b>17</b>	79,835	50,772
GST Refundable		-	11,905
		<u>5,644,910</u>	<u>5,452,155</u>
<b>Livestock on hand</b>			
Cattle on hand	<b>pg 9</b>	<u>91,341</u>	<u>104,322</u>
		<u>91,341</u>	<u>104,322</u>
<b>Non-Current assets</b>			
Portfolio	<b>4</b>	6,021,863	5,921,001
Shares & other	<b>5</b>	427,825	427,625
Property, plant & equipment	<b>7</b>	1,732,235	1,721,705
Intangible - Te Aranui & Website	<b>9(i)</b>	133,737	231,705
Intangible - Fishing quota shares	<b>9(ii)</b>	1,226,595	1,226,595
		<u>9,542,255</u>	<u>9,528,631</u>
<b>Total assets</b>		<u>15,278,506</u>	<u>15,085,108</u>
<b>Current liabilities</b>			
Accounts payable		72,761	121,718
Provision for holiday pay		21,108	19,814
GST payable		5,943	-
Income in advance		-	377
<b>Total liabilities</b>		<u>99,812</u>	<u>141,909</u>
<b>Net assets</b>		<u>15,178,694</u>	<u>14,943,199</u>

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*



**Statement of movements in equity**

	<i>note</i>	2014 \$	2013 \$
<b>Opening Equity</b>		14,943,199	1,986,082
Treaty settlement re financial redress with interest		-	7,021,612
Treaty settlement - re cultural redress		-	529,000
CFRT accumulated rentals from Wharerata Forest Trust		-	4,328,417
Fisheries settlement transferred from NTWT		-	1,716,548
Resettlement of NTWCT transferred from NTWT		-	312,957
Accumulated losses transferred from NTWT		-	(711,393)
Net tax paid income for the year		<u>512,595</u>	<u>154,446</u>
Total recognised revenue and expenses		512,595	13,351,587
Donations	<b>16</b>	<u>(277,100)</u>	<u>(394,470)</u>
Movement in equity for year		<u>235,495</u>	<u>12,957,117</u>
<b>Closing Equity</b>		<u><u>15,178,694</u></u>	<u><u>14,943,199</u></u>



**Statement of financial performance**

	<i>note</i>	2014 \$	2013 \$
<b>Revenue</b>			
Farm surplus/(deficit)	<i>pg 10</i>	9,538	(25,898)
Fishing surplus/(deficit)	<i>pg 11</i>	198,461	174,273
Service income and cost recovery		135,530	47,000
Investment	<i>13</i>	544,934	427,617
Funding	<i>14</i>	211,667	176,667
Rent		1,033	775
Share of income - Wharerata Forest Trust		162,491	50,443
Other income		468	1,271
		<hr/>	<hr/>
		1,264,122	852,148
Less operating expenses and charges	<i>pg 7 &amp; 8</i>	<hr/> 798,498	<hr/> 504,861
<b>Operating net income</b>		465,624	347,287
Non-operating expenditure	<i>pg 8</i>	-	(37,641)
Portfolio realised capital gains (losses)		(15,118)	(11,345)
Portfolio write up (down)		<hr/> 61,925	<hr/> (114,335)
<b>Net surplus /(deficit) before tax</b>		512,431	183,966
Tax expense	<i>17</i>	(164)	29,520
<b>Net surplus/(deficit) after tax</b>		<hr/> <hr/> 512,595	<hr/> <hr/> 154,446

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*



**Tamanuhiri Tutu Poroporo Trust**  
**Financial statements**  
**For the year ended 30 June 2014**

**Schedule of expenses and charges**

	<i>note</i>	2014	2013
		\$	\$
<b>Expenditure and charges</b>			
<b><i>Human Resource Costs</i></b>			
ACC premiums		1,847	1,968
Contract management		168,000	103,167
Contracted services		-	2,000
Contract accounting services		50,578	8,458
Secretarial fees		7,530	2,060
Wages & salaries		145,232	137,596
		<u>373,187</u>	<u>255,249</u>
<b><i>Iwi Communication</i></b>			
Advertising		10,012	5,040
Catering		1,219	-
IT Communication		29,479	-
Postage, Printing & Stationery		7,279	603
		<u>47,989</u>	<u>5,643</u>
<b><i>Total carried forward</i></b>		<b>421,176</b>	<b>260,892</b>



**Schedule of expenses and charges [continued]**

	<i>note</i>	2014	2013
		\$	\$
<b>Total brought forward</b>		421,176	260,892
<b>Administration &amp; other expenses</b>			
Accounting fees		26,800	18,584
Audit fees		5,035	5,733
Catering & groceries & entertainment		9,203	12,525
Cleaning		1,703	-
Consultancy		7,034	10,909
Communication		13,678	16,724
Freight, courier & postage		2,110	-
General		2,661	3,942
Hui venue costs		3,489	-
Insurance		3,249	10,501
IT hardware & software		18,338	17,879
Lease - plant & equipment		3,754	3,754
Legal fees		8,315	21,367
Light, power & heating		2,101	3,341
Portfolio fees		16,714	4,608
Printing & stationery		8,990	4,387
Rates		3,712	2,742
Rent		11,786	9,003
Repairs & maintenance		4,158	908
Replacement assets		2,116	2,705
Security		1,952	821
Subscriptions		2,700	1,859
Training		1,572	10,196
Travel		12,669	33,092
Trustee Fees		13,050	1,800
Trustee expenses		25,167	-
Uniforms		956	-
Vehicle		11,293	11,895
		<u>224,305</u>	<u>209,275</u>
<b>Non-cash charges</b>			
Depreciation and loss on sale		36,015	34,694
Amortisation of intangibles		117,002	-
		<u>153,017</u>	<u>34,694</u>
<b>Total operating expenses and charges</b>		<u><u>798,498</u></u>	<u><u>504,861</u></u>
<b>Non-operating expenses</b>			
Consultancy re Draft Block Offer		-	8,530
Land claim		-	13,917
Nursery review		-	15,194
		<u>-</u>	<u>37,641</u>

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*





**Tamanuhiri Tutu Poroporo Trust**  
**Financial statements**  
**For the year ended 30 June 2014**

**Cattle account**

	No	Av. Price	2014 \$	2013 \$
<b>Sales</b>				
Heifers r2yr	31	\$ 1,114.77	34,558	5,119
Steers r2yr	88	\$ 1,275.09	112,208	9,214
	<u>119</u>		<u>146,766</u>	<u>14,333</u>
<b>Purchases</b>				
MA Cows	-	\$ -	-	1,250
Heifers r2yr	1	\$ 818.00	818	33,723
Steers r2yr	112	\$ 794.92	89,031	81,277
	<u>113</u>		<u>89,849</u>	<u>116,250</u>
<b>Cash Surplus/(deficit)</b>			56,917	(101,917)
<b>Cattle on hand adjustment</b>			(12,981)	104,322
<b>Cattle surplus/(deficit)</b>			<u>43,936</u>	<u>2,405</u>

**Cattle tallies**

	on hand		Value per head		Total Value	
	2013	2014	2013	2014	2013	2014
MA Cows	1	1	\$ 945.22	\$ 746.11	945	746
Heifers r2yr	31	1	\$ 945.22	\$ 746.11	29,302	746
Heifers r1yr	-	1		\$ 795.12		795
Steers r2yr	88	0	\$ 837.91	\$ -	73,736	-
Steers r1yr	1	112	\$ 339.20	\$ 795.12	339	89,053
On hand	<u>121</u>	<u>115</u>			<u>104,322</u>	<u>91,341</u>
Purchased	113					
Born	-					
Deaths & missing	-					
Sold		119				12,981
	<u>234</u>	<u>234</u>			<u>104,322</u>	<u>104,322</u>

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*



**Tamanuhiri Tutu Poroporo Trust**  
**Financial statements**  
**For the year ended 30 June 2014**

**Farm account**

	<i>note</i>	2014 \$	2013 \$
<b>Gross farming income</b>			
Cattle trading surplus	<i>pg 9</i>	43,936	2,405
Grazing		-	1,848
Sales - Hay		960	
		<u>44,896</u>	<u>4,253</u>
<b>Farm expenditure and charges</b>			
Animal health		1,404	
Cartage		1,088	
Contracted labour		17,650	10,180
Feasibility		(1,310)	1,461
Fencing		3,327	4,839
Hireage		-	278
Insurance		1,532	-
Maintenance - tracks, dams & drains		3,578	4,130
Maintenance - general		431	-
Power		1,677	446
Rates		4,623	1,923
Security		417	-
Stock food		-	2,250
Sundries		2,415	-
Telephone		733	-
Vehicle		2,437	-
Water supply		(4,644)	4,644
		<u>35,358</u>	<u>30,151</u>
<b>Farm surplus/(deficit)</b>		<u>9,538</u>	<u>(25,898)</u>

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*



*Tamanuhiri Tutu Poroporo Trust  
Financial statements  
For the year ended 30 June 2014*

**Fishing account**

	2014	2013
	\$	\$
<b>Gross fishing income</b>		
Deep sea & inshore Quota	69,131	67,435
Koura Quota	143,409	119,136
	<u>212,540</u>	<u>186,571</u>
<b>Fishing expenditure and charges</b>		
Levies - ACE	14,079	12,298
	<u>14,079</u>	<u>12,298</u>
<b>Fishing surplus/(deficit)</b>	<u><u>198,461</u></u>	<u><u>174,273</u></u>

*This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3 and the Notes to the financial statements.*



**Notes to the Financial Statements**

**1. Statement of accounting policies**

***Reporting entity***

Tamanuhiri Tutu Poroporo Trust [TTPT] is a common law trust created by Deed of Trust dated 2 March 2011.

It is the post settlement governance entity [PSGE] established under the Treaty settlement process to represent the collective welfare and interests of the members of the Iwi of Ngai Tamanuhiri [NT]

The objects of the Trust are to provide community benefits to NT and not to provide individual beneficiaries with financial returns. The objects of the Trust are not limited to only those of a charitable nature.

***General Accounting Policies***

The financial statements are a general purpose report which has been prepared in accordance with generally accepted accounting standards.

The measurement base adopted is that of historical cost. Accrual accounting has been used to match expenses and revenues. Reliance is placed on the fact that the Trust is a going concern.

The Trust is a qualifying entity for differential reporting because it has no public accountability and is not a large entity as defined in the framework for differential reporting. The Trust has taken advantage of all applicable differential reporting exemptions.

The Trust has adopted the concession of the Accounting Standards Review Board and delayed the adoption of the New Zealand equivalents to international financial reporting standards for certain small entities.

***Specific Accounting Policies***

***Accounts receivable***

Are recorded at expected realisable value, after writing off all debts considered unrecoverable.

***Livestock on hand***

Livestock on hand at balance date are valued using the National Standards Cost method as determined by the Inland Revenue.

***Property Plant & Equipment***

Are recorded at cost less accumulated depreciation except for property which is recorded at cost. Depreciation has been charged using rates allowed by the Inland Revenue.

Buildings and land structures - 0% - 5% C	Leasehold improvements - 0% - 8% DV
Computer Equipment - 50% DV	Office equipment & furniture - 10% - 67% DV
Plant & machinery - 13% - 67% DV	Vehicles - 30% DV



1. **Statement of accounting policies (continued)**

***Intangible assets***

Finite life intangible assets are initially recognised at cost and will be amortised over their useful life. Indefinite life intangible assets have been recorded at deemed cost on transfer and are impairment tested annually. Intangible property represented by copyright in computer software [e.g. Te Aranui & Website] have been recognised at cost less accumulated depreciation. Depreciation rate used is the rate approved by the Inland Revenue of 50% DV.

***Investments - non-derivative financial assets***

Investments held through investment portfolios are recorded at market value. Investments in unlisted shares are recorded at cost or deemed cost on settlement. Movements within the investment values are accounted for in the Statement of Financial Performance with exception of resettled investments from NTWT which are accounted for in movements in Equity statement.

***Goods and Services Tax***

The Trust is registered for GST and the financial statements have been prepared on a GST exclusive basis with the exception of receivables and payables which are recorded inclusive of GST.

***Taxation***

The income tax expense is equal to the income tax payable in the current year. Timing differences between accounting income and taxable income are not accounted for. From 1 April 2011 the Trust is taxed as a Maori Authority.

***Changes in Accounting Policies***

There have been no material changes in accounting policies.  
All policies have been applied on bases consistent with those used last year.

**Notes to the Financial Statements**

		2014	2013
2.	<b>Bank accounts</b>	\$	\$
	ASB Current Account	108,404	118,229
	ASB Imprest Account	1,145	12
	ASB Saver Account	366,896	627,131
	ASB Visa	(1,152)	-
	ANZ Current Account	76,451	11
	BNZ Current Account	43,741	6,635
	Westpac Account	8	8
		595,493	752,026
3.	<b>Bank Term Deposits</b>		
	ASB 1yr due 5/9/2014 @ 4.10%pa	1,897,199	1,849,920
	ASB 3 mths due 24/9/2014 @ 3.5% pa	500,000	503,431
	BNZ 1 yr due 4/9/2014 @ 4.5% pa	1,000,000	1,000,000
	ANZ 1 yr due 5/9/2014 @ 4.3% pa	1,000,000	1,034,000
		4,397,199	4,387,351



**Tamanuhiri Tutu Poroporo Trust**  
**Financial statements**

**For the year ended 30 June 2014**

	2014	2013
	\$	\$
<b>4. Investments in Craigs Investment Partners Portfolio</b>		
Opening balance	5,921,001	-
Plus invested (15/4/2013)	-	6,000,000
Less withdrawals	(245,000)	-
Plus income returns	364,617	51,725
Less withholding taxes deducted	(44,241)	(5,043)
Less realised losses	(15,118)	(11,345)
Less management fees	(16,713)	(4,608)
	5,964,546	6,030,729
Investment write up/(down)	61,925	(114,336)
	6,026,471	5,916,393
Add back management fees accrued	(4,608)	4,608
<b>Closing balance</b>	<b>6,021,863</b>	<b>5,921,001</b>

At balance date the portfolio is invested in the following asset classes:

	%	\$	\$
NZ cash	0	25,895	1,995,457
NZ bonds	31	1,894,703	1,239,397
NZ property	8	492,855	371,323
NZ equities	21	1,252,830	1,036,156
	61	3,666,283	4,642,333
Australian & international cash	1	61,987	43,308
Australian property	2	143,964	
Australian equities	15	881,501	708,114
International equities	21	1,268,128	527,246
	39	2,355,580	1,278,668
	100	6,021,863	5,921,001

	2014	2013
<b>5. Investments in shares &amp; unit trusts</b>		
<b>(i) Aotearoa Fisheries Ltd [AFL]</b>		
Income shares - no.	356	356
At deemed cost - transfer value on settlement	\$427,098	\$427,098
The Income Shares are non-voting. The voting shares are held by Te Ohu Kaimoana		
The voting shares do not participate in any dividends or surplus assets of AFL.		
The income shares are tradeable amongst iwi.		
No dividend was received for the year. Last year AFL made a taxable bonus issue and provided the Trust with refundable tax credits of \$42,720 and also paid a cash dividend of \$12,078 including tax credits.		
<b>(ii) Treaty Tribes Coalition Ltd</b>		
Shares - no.	100	100
At cost	\$100	\$100
<b>(iii) Guardian cashplus mortgage unit funds</b>		
units at cost	\$427	\$427
<b>(iv) Farmlands Co-op Society Ltd</b>		
Shares - no.	200	-
At cost	\$200	-
<b>Total \$</b>	<b>\$427,825</b>	<b>\$427,625</b>

This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3.



6. Investment in subsidiaries & associates

(i) ***Ngai Tamanuhiri Asset Holding Company [NTAHC]***

Wholly owned by Trust

NTAHC holds the legal title to the AFL shares & quota shares under the Maori Fisheries Act as bare trustee for the Trust. The shares and quota shares are recorded as assets of the Trust.

(ii) ***Te Hauora o Turanganui a Kiwa Ltd***

Te Hauora o Turanganui a Kiwa Ltd trading as Turanga Health was formed in 1996 when the assets and services of the health division was transferred from the Runanga. The shares in the company are owned equally by the Trust, Rongowhakaata and Te Aitanga a Mahaki. The shares have no cost.

(iii) ***Te Runanga o Turanganui a Kiwa***

Te Runanga o Turanganui a Kiwa is a registered charitable trust formed in 1986. The beneficiaries are the descendants of the respective iwi of Te Aitanga a Mahaki, Rongowhakaata and Ngai Tamanuhiri.

(iv) ***Wharerata Forest Ltd***

This company acts as the trustee of the Wharerata Forest Trust, a trust established to receive and hold the Wharerata Forest land pending settlement between the Crown and other Claimants. TTPT holds 50% of the shares with the Crown holding the other 50%. Two of the four directors represent TTPT.

TTPT has a vested 50% beneficial interest in the trust fund of the Wharerata Forest Ltd. TTPT's share of the Wharerata Forest Trust's net income for the 2013 financial year has been recorded in the statement of financial performance.

At balance date the Wharerata Forest Trust owed TTPT the following amounts:

	2014	2013
	\$	\$
Balance of accumulated rentals plus interest	-	53,597
Share of current year's income	162,491	50,443
RWT credits transferred from WFT	(690)	-
Reimbursement of expenses	7,475	19,378
	169,276	123,418
Represented by:		
Current account	161,801	104,040
Account receivable	7,475	19,378
	169,276	123,418

(v) ***Ngai Tamanuhiri Custodian Trustee Company***

Formed by the Trust to hold the assets of the Trust and NTWT as custodian for ease of management.



**Tamanuhiri Tutu Poroporo Trust**  
**Notes to the financial statements**  
**For the year ended 30 June 2014**

**7. Property Plant & Equipment**

	<u>Land</u>	<u>Buildings</u>	<u>Plant</u>	<u>Computer</u>	<u>Vehicles</u>	<u>Office</u>	<u>Total</u>
<u>Cost</u>							
Balance as at 30/6/2013	1,387,250	231,750	16,126	33,209	62,632	25,432	1,756,399
Additions	11,314	-	12,523	9,372	2,500	10,837	46,546
Disposals							-
Balance as at 30/6/2014	<b>1,398,564</b>	<b>231,750</b>	<b>28,649</b>	<b>42,581</b>	<b>65,132</b>	<b>36,269</b>	<b>1,802,945</b>
<u>Accumulated Depreciation</u>							
Balance as at 30/6/2013	-	-	1,385	14,131	14,698	4,480	34,694
Depreciation expense	566	-	2,475	10,957	14,118	7,899	36,015
Balance as at 30/6/2014	<b>566</b>	<b>-</b>	<b>3,860</b>	<b>25,088</b>	<b>28,816</b>	<b>12,379</b>	<b>70,709</b>
<b>Carrying value as at 30/6/2014</b>	<b>1,397,998</b>	<b>231,750</b>	<b>24,789</b>	<b>17,493</b>	<b>36,316</b>	<b>23,890</b>	<b>1,732,236</b>
	<u>Land</u>	<u>Buildings</u>	<u>Plant</u>	<u>Computer</u>	<u>Vehicles</u>	<u>Office</u>	<u>Total</u>
<u>Cost</u>							
Balance as at 30/6/2012	-	-	-	-	-	-	-
Transferred from NTWT			302	30,168	35,249	10,742	76,461
Additions	1,387,250	231,750	15,824	3,041	28,687	14,690	1,681,242
Disposals					(1,304)		(1,304)
Balance as at 30/6/2013	<b>1,387,250</b>	<b>231,750</b>	<b>16,126</b>	<b>33,209</b>	<b>62,632</b>	<b>25,432</b>	<b>1,756,399</b>
<u>Accumulated Depreciation</u>							
Balance as at 30/6/2012	-	-	-	-	-	-	-
Depreciation expense	-	-	1,385	14,131	14,698	4,480	34,694
Balance as at 30/6/2013	<b>-</b>	<b>-</b>	<b>1,385</b>	<b>14,131</b>	<b>14,698</b>	<b>4,480</b>	<b>34,694</b>
<b>Carrying value as at 30/6/2013</b>	<b>1,387,250</b>	<b>231,750</b>	<b>14,741</b>	<b>19,078</b>	<b>47,934</b>	<b>20,952</b>	<b>1,721,705</b>

See Note 8 for further details concerning land and buildings





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	2014	2013
	\$	\$
<b>8. Property - land &amp; buildings</b>		
<b><u>Cultural property</u></b>		
<i>hectares</i>		
<b><i>Mangapoike</i></b>		
Lot 1 DP 21726	62.6773	
Treaty Settlement 29/8/2012 at nil value	-	-
<b><i>Te Kuri a Paoa historic reserve</i></b>		
Lot 1 DP 319260	38.7300	
subject to national historic reserve referred to in s 55 Reserves Act 1977.		
Treaty Settlement 29/8/2012 at nil value	-	-
<b><i>Te Wherowhero Lagoon</i></b>		
Muriwai Gisborne	46.0790	
Lot 1 DP 440554	29.6882	
Lot 4 DP 3709	<u>75.7672</u>	
Purchased 27/8/2012 for	260,000	260,000
<b><i>Total cultural property</i></b>	<u>260,000</u>	<u>260,000</u>
<b><u>Other property</u></b>		
<b><i>Te Kopua Farm</i></b> [Purchased 7/11/2012]		
2569 Wharerata Rd Gisborne		
Part Maraetaha 1C Block	100.1521	
s10 & Sc 12-22 Block I Pariti SD	<u>0.5542</u>	
	<u>100.7063</u>	
1/7/2011 Rating value: \$		
Land	1,030,000	
Improvements	195,000	
Capital Value	<u>1,225,000</u>	
Cost	1,296,314	1,285,000
Less accumulated depreciation	566	-
Carrying value	<u>1,295,748</u>	<u>1,285,000</u>
<b><i>1858 Waingake Rd Gisborne</i></b>		
Pt 2 DP 2280	0.7528	
Treaty settlement 29/8/2012		
Transfer value \$74,000		
1/7/2011 Rating value :		
Land	22,000	
Improvements	104,000	
	<u>126,000</u>	
Cost	74,000	74,000
Less accumulated depreciation	-	-
Carrying value	<u>74,000</u>	<u>74,000</u>
Total cost of land & buildings	1,630,314	1,619,000
Total accumulated depreciation	566	-
Total carrying value	<u>1,629,748</u>	<u>1,619,000</u>

This statement must be read in conjunction with the Compilation and Disclaimer of liability report on page 3.



**Tamanuhiri Tutu Poroporo Trust**  
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2014                      2013  
\$                              \$

**9. Intangibles**

**(i) Te Aranui & Website**

TTPT engaged Fronde Systems Group Ltd to establish a contact database system. The system allows TTPT to better manage registrations, distribution of panui & allow for interaction with Iwi members. The system was operational for the year. TTPT also designed and built a website during the year at a cost of \$4,600.

Cost of Te Aranui & website	250,739	231,705
less accumulated depreciation	117,002	-
	133,737	231,705
	133,737	231,705

**(ii) Quota shares**

Part of Fisheries Settlement received in two tranches on 1/4/2006 and 30/4/2008. Values recorded for the quota shares are those assessed by Te Ohu Kaimoana at the time of transfer. No current valuation was available to the Trustees and they are not aware of anything that would indicate that their fair value is materially less than their carrying value.

At balance date TTPT held total quota shares valued at

	1,226,595	1,226,595
	1,226,595	1,226,595

**10. Current Account - NTWT**

NTWT [Ngai Tamanuhiri Whanui Trust] is a registered charitable trust that was formally the MIO for the Iwi. It is constitutionally separate from TTPT although the objects of the two Trusts are very similar being for the benefit of the Iwi.

The two trusts have the same trustees.

TTPT supports NTWT with cash funds to support the charitable projects of NTWT.

These cash funds are provided as either donations [tax-deductible] or advances.

TTPT also assists with the administration of NTWT and on-charges expenditure incurred specifically for NTWT and recovers general administration relating to NTWT by an annual charge.

As at balance date the current account was made up as follows:

Opening balance	25,001	-
Cash advances [less donation]	60,900	-
Expenditure on behalf of	57,844	1
Cost recovery charge	100,000	25,000
	243,745	25,001
	243,745	25,001

**11. Equity**

	\$	\$
Fisheries settlement	1,716,548	1,716,548
Treaty Settlement - financial & commercial redress	8,970,612	8,970,612
Treaty Settlement - cultural redress	529,000	529,000
Accumulated rentals from CFRT	4,328,417	4,328,417
Resettlement of NTWCT 1/7/2005	312,957	312,957
Retained earnings / (Deficit)	(678,840)	(914,335)
	15,178,694	14,943,199
	15,178,694	14,943,199



**Tamanuhiri Tutu Poroporo Trust**  
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		2014	2013
		\$	\$
<b>12. Retained earnings /(deficit)</b>			
Opening balance		(914,335)	37,082
Accumulated losses transferred from NTWT		-	(711,393)
Net surplus /(deficit) for the year		512,595	154,446
Donations paid		(277,100)	(394,470)
Closing balance		<u>(678,840)</u>	<u>(914,335)</u>
<b>13. Investment income</b>			
Distributions received		-	9,968
Dividends received		-	54,798
Interest income		180,317	311,126
Portfolio income		364,617	51,725
		<u>544,934</u>	<u>427,617</u>
<b>14. Funding income</b>			
Grant - annual TROTAK		10,000	10,000
Grant - Te Puni Kokiri		35,000	-
Government - Capacity Building		166,667	166,667
		<u>211,667</u>	<u>176,667</u>

The Te Puni Kokiri grant of \$35,000 is the amount received by the Trust as at balance date and is part of a total grant of \$50,000 plus GST for the purpose to develop a business case and lead the implementation of Te Aranui. The final instalment is due on 27/11/2014. The Trust has performed its obligations regarding the \$35,000 as at 30/6/2014.

The capacity building funding is part of the Maori Affairs vote managed by Te Puni Kokiri re supporting the Turanganui-a-kiwi post settlement entities. An understanding with Te Puni Kokiri is that the funding will remain in place for 10 years following settlement in 2012.

**15. Related party transactions**

- (i) Richard Brooking, general manager of TTPT is a director of Wharerata Forest Ltd. Directors fees of \$13,500 for the year [Last year: \$16,500] paid by WFL in respect of Richard's directorship were received by TTPT.
- (ii) TTPT was paid \$8,906 [last year \$5,500] by WFL for administrative services.
- (iii) TTPT has charged NTWT for the year a cost recovery fee of \$100,000 (plus GST) [last year: \$25,000] as an estimate of costs incurred by TTPT on behalf of NTWT.
- (iv) During the year TTPT has paid various cash donations to NTWT to assist with the financing of NTWT's charitable projects. These totalled \$277,100 [last year: \$269,470].
- (v) At balance date the following amounts were owed to TTPT by:
 

NTWT	262,166 [2013: \$25,001]
WFT	169,276 [2013: \$123,418]



**Tamanuhiri Tutu Poroporo Trust**  
**Financial statements**

**For the year ended 30 June 2014**

	2014	2013
	\$	\$
<b>16. Donations paid</b>		
Nga Taonga a Nga Tama Toa Trust	-	125,000
NTWT	277,100	269,470
	<u>277,100</u>	<u>394,470</u>
<b>17. Taxation</b>		
Net Income before tax	512,431	183,966
<u>Increase in taxable income due to</u>		
Non-deductible expenses	14,809	70,997
Non-deductible portfolio losses	-	110,373
Taxable income not recognised - portfolio	61,778	2,084
Taxable bonus issue	-	201,394
Other	1,357	38,936
<u>Decrease in taxable income due to -</u>		
Non-taxable income - Portfolio	(197,175)	(4,837)
Donations	(277,100)	(394,470)
Other	(18,150)	(9,968)
<b>Net taxable income</b>	<u>97,950</u>	<u>198,475</u>
<b>Tax payable</b>		
On Net taxable income @ 17.5%	17,141	34,733
Prior period tax adjustment	(164)	(3,129)
	16,977	31,604
Less non-refundable credits	23,463	2,084
<b>Tax expense for year</b>	<u>(164)</u>	<u>29,520</u>
Refundable credits	79,835	80,291
<b>Current tax payable/(refund)</b>	<u>79,835</u>	<u>(50,771)</u>
Excess non-refundable credits	6,322	-
Converted to tax loss @ 17.5%	36,126	-
<b>18. Maori Authority Credit Account</b>		
Opening balance	89,993	11,606
Maori Authority tax credits received	-	45,075
Imputation credits received	23,463	2,084
RWT paid	74,760	35,217
Income tax refunded	(50,936)	(3,989)
<b>Closing balance</b>	<u>137,280</u>	<u>89,993</u>



**19. Operating Lease**

The Trust entered into a rental agreement with Fuji for a photocopier in October 2010. The agreement is payable by 60 monthly instalments of \$312.84 plus GST. The agreement is to terminate in September 2015. Outstanding instalments at balance date amounted to \$4,693.

**20. Capital Commitments**

The Trust has no capital commitments as at balance date [last year: \$-]

**21. Contingent assets and liabilities**

There were no contingent assets or liabilities at year end (2013: \$nil)

**22. Post - balance date events**

Since the end of the financial year, the Trustees are not aware of any other matter or circumstance not otherwise dealt with in this report or the Financial Statements, that has significantly or may significantly affect the operations of the Trust, the results of those operations or the state of affairs of the Trust in subsequent years.

		2014	2013
		\$	\$
<b>23</b>	<b>Gross revenue for the year</b>		
	Fishing	212,540	186,571
	Farming	147,725	16,181
	Other income	1,056,123	703,773
		<u>1,416,388</u>	<u>906,525</u>
		<u>1,416,388</u>	<u>906,525</u>



## Independent Auditor's Report To the Trustees of Tamanuhiri Tutu Poroporo Trust

We have audited the financial statements of Tamanuhiri Tutu Poroporo Trust on pages 4 to 21, which comprise the Statement of financial position as at 30 June 2014, the Statement of movements in equity, Statement of financial performance including the Schedules of expenditure and charges, Cattle account, Farm account and Fishing account for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Trustees Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

### Independence

When carrying out the audit we followed the independence requirements of the New Zealand Institute of Chartered Accountants. Other than in our capacity as auditor we have no relationship with, or interests in, Tamanuhiri Tutu Poroporo Trust.

### Opinion

In our opinion, the financial statements on pages 4 to 21 present fairly, in all material respects, the financial position of Tamanuhiri Tutu Poroporo Trust as at 30 June 2014 and its financial performance for the period then ended in accordance with generally accepted accounting practice in New Zealand and the Framework for Differential Reporting.

*Graham & Dobson Ltd*

21 November 2014  
**Graham & Dobson Ltd**  
**Chartered Accountants**  
**Gisborne**