

# ANNUAL GENERAL MEETING

14 October 2017

Omapere Taraire E & Rangihamama X3A  
Ahu Whenua Trust



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# Nau Mai Haere Mai

## Welcome to the 2017 Annual General Meeting

Held in order to report on the progress of the Omapere Taraire E Rangihamama X3A Ahu Whenua Trust. This report will proceed as follows:

## AGENDA

7.30am	Powhiri & Whakatau
8.00am	Registrations open
8.30am	Proxy registration closes
9.30am	Welcome & AGM commences - Shareholder & Beneficiary registration close
9.35am	Reappointment of Raniera Tau - Discussion & shareholder voting
11.30am	Lunch
12.00pm	Bus trip to Omapere & Rangihamama Farms
1.00pm	AGM continues
	2016 AGM Minutes (15 October 2016)
	Chairman's Report
	Community Report
	Omapere Farm Report
	Rangihamama Dairy Farm Report
	Forestry Report and Honey Report
	Papakainga Development and Rental Report
	Financial Report
	General Business
	Scholarship recipient presentations
4:00pm	Closing karakia and kai



# Minutes of 2016 AGM

<b>Omapere Taraire E and Rangihamama X3A Ahu Whenua Trust</b> <b>Minutes of the Annual General Meeting</b> <b>held 15 October 2016</b> <b>Conference facility - Te Runanga-a-iwi O Ngapuhi, 16 Mangakahia Road, Kaikohe</b>		
<b>Karakia/Mihimihi</b>	Wati Erueti/Sonny Tau	
<b>Bus Trip – Omapere Rangihamama</b>	9.30am – 11am	
<b>Present</b>	As per the Shareholder/Beneficiary Attendance Register	
<b>Apologies</b>  <b>Motion [1]</b>	<b><i>That apologies as tabled be accepted</i></b> M/S: Queenie Matene/Te Aroha Reihana Ruka  Te Tuhi Robust, Henare Edwards, Haki Wihongi Whanau, Reha Whanau, Ngaire Pera, Mauri Pou, Aperehama whanau, Mania Poto, Harwood, Whanau Taku Wihongi, Agnes Toki, Winsom Baker, Steve Paki, Percy Pou, Jeanne Morunga, Wayne & Diane Thompson, Eddie Hapeti Pou, Matiu Mokaraka, Lavinia Bradley, Robyn Loader, Mate Kainamu, Tiana Matene, Malcolm Allen, Noeline Jerrett, Saaravonski Allen	<b><i>Carried Unanimously</i></b>
<b>Previous Minutes</b>  <b>Motion [2]</b>	<b><i>That minutes of the Special General Meeting of Omapere Taraire E &amp; Rangihamama X3A Ahu Whenua Trust on 2<sup>nd</sup> April 2016 be accepted and approved</i></b> M/S: Te Aroha Reihana Ruka/Ripeka Nicholson  <b><i>Discussion point to note:</i></b> <ul style="list-style-type: none"> <li>Whanau are no longer able to buy sheep from the farms. The trust is currently working through a policy to address that.</li> </ul>	<b><i>Carried Unanimously</i></b>
<b>5-Year 2016 - 2021 Strategic Plan</b>          <b>As presented by Lorraine Toki</b>	The chairman provided an overview of the Strategic Plan as discussed at the AGM last year, and again presented at the SGM this year. The Strategic Plan is for ratification at this AGM.  Shareholders and beneficiaries were asked at the April 2016 SGM for input into the Strategic Plan, which allowed six months for feedback to be considered.  Lorraine Toki, an independent professional, commented that the Board of Trustees had demonstrated their commitment to the Trust and to the Strategic Plan during the review period that was undertaken.  <b><i>Priorities for the Board of Trustees include, but not limited to:</i></b> <ul style="list-style-type: none"> <li>Development and maintenance of financial systems</li> <li>Meeting and increasing the demand to keep your taonga safe</li> </ul>	

	<ul style="list-style-type: none"> <li>• Developing relationships with government agencies, local bodies and industry specific entities: <ul style="list-style-type: none"> <li>- Forestry</li> <li>- Beekeeping – honey extraction industry</li> <li>- Dairy farm</li> <li>- Dry stock</li> </ul> </li> <li>• Advancing positive social change for whanau</li> <li>• Disbursement of 10% of net profit after tax to shareholders and beneficiaries</li> <li>• Employment programme opportunity for trust members, shareholders and beneficiaries</li> <li>• Leadership and succession planning</li> </ul> <p>The Strategic Plan is indicative of the measured steps the trust is taking to ensure the interests of the shareholders and beneficiaries remain a priority.</p> <p><b>Discussion points to note:</b></p> <ul style="list-style-type: none"> <li>• The 5-Year 2016 - 2021 Strategic Plan will be uploaded to the Omapere Rangihamama website</li> <li>• The 10% minimum profit that shareholders receive has been exceeded by the scholarships and vouchers alone.</li> <li>• A request that speakers be used at all future meetings as some have difficulty hearing</li> </ul>	
<p><b>Chairman's Report</b>  <b>Raniera Tau</b>  <b>[Motion 3]</b></p>	<p><b><i>That this Annual General Meeting (AGM) of Omapere Taraire E &amp; Rangihamama X3A Ahu Whenua Trust receives this report and endorses the following recommendations.</i></b></p> <p><b><i>It is recommended that:</i></b></p> <ul style="list-style-type: none"> <li>• The Omapere Taraire E &amp; Rangihamama X3A Ahu Whenua Trust adopts the updated 5-Year 2016 - 2021 Strategic Plan first presented at the April 2016 SGM and again today</li> <li>• ORT Shareholders appoint another trustee to the trust, per the Maori land court decision dated 25 August 2016, despite the notice period for this extra trustee being outside of the required notice timeline</li> <li>• That the nominations of Raniera T Tau, Taoko Wihongi and Rachel Witana for the three vacant trustee positions and that the nomination of Bruce Cutforth for the independent advisory trustee role on the ORT Board be endorsed</li> </ul> <p><i>M/S Maureen Anderson/Te Aroha McIntyre</i>  Three against</p>	<p><b>Carried</b></p>

**Discussion points to note:**

Confirmation of trustee nominations:

1. Rachel Witana was nominated by Delwyn Beckham – Joseph & Myra Albert Whanau Trust (82761) seconded by Te Puru Wihongi (Ted) (2018177)
2. Taoko Wihongi (3047793) was nominated by Irihapeti Tipene Pou (327445) seconded by Hemi Wihongi (30353545)
3. Bruce Cutforth was nominated by Taoko Wihongi (3047793) seconded by Te Tuhi Robust (2018187)
4. Raniera Tau (2019371) was nominated by Ursula Servannah Hampson (2019760) seconded by Winnie Judith Leach (1989590)

The above were the only legal nominations received and have been checked and validated. As no other nominations were received, those nominated were duly elected.

A warm welcome to Rachel Witana who now joins the Board of Trustees.

**Omapere Farm Report**

The farm is progressing well with bull beef production levels slightly higher than expected. The business is being restructured to turn our attention more to intensive bull farming, as there is a better return on bull beef than wool or lambs at this stage.

**Rangihamama Farm Report**

The farm is performing to where we expect it to be at this time of the year. All stock is in excellent condition, and the farm is looking really sharp.

**Forestry Report**

The forestry harvesting of 800 acres is complete. Taitokerau Forest Ltd (TFL) had our forest under their umbrella and we had to buy back the forestry rights from TFL as well as pay the Crown off for their debt. The total tonnage of logs has exceeded the agreed weight that the Trust had already been remunerated for.

**Housing Report**

This portfolio has remained stable and is doing well.

**Papakainga Scheme**

The trust has been in discussions since 2009 regarding the Papakainga Scheme. Three different sites for housing were looked at and the trust found that this site was the most suitable because it was at the end of the farm and wouldn't interfere with any farm operations. It was also the closest to the amenities i.e. power, water etc. The trust was taken to court on the 1<sup>st</sup> July 2016 with the judge immediately ruling that ORT did consult widely and had gained wide support of shareholders and beneficiaries to proceed with this development. The trust attended an Environmental hearing with the Regional Council on the 30 September and is awaiting a favourable outcome.



	<p><b>Tahere Whanau Land Occupation</b></p> <p>This issue will remain with the trust's legal counsel. However, the trust will endeavour to keep shareholders updated on the matter.</p> <p><b>Discussion points to note:</b></p> <ul style="list-style-type: none"> <li>• Steve Turner to meet with trustees regarding planting on the Omapere lake boundary</li> <li>• Stage One of the papakainga development is for 15 homes to be built. The sewage system can cater up to 30 homes, although there aren't any plans at this stage for further development. This is full proofing for the future.</li> <li>• The Albert whanau shared their mamae for the papakainga development site being used for housing. However, wide support from the shareholders/beneficiaries was evident as some of their whanau are living in sub-standard dwellings due to housing shortages.</li> <li>• The Tahere whanau present raised their objections to the judgment of Judge Armstrong whereby he found that the Tahere whanau have no right to be and remain on the land in the absence of continual permission from the trustees. The trust has followed a legal pathway, as directed by ORT AGM/SGM meetings, to bring this matter to an end and has taken this task very seriously as it involves whanau who are connected by whakapapa. As the matter is currently before the Courts, ORT has nothing else to add.</li> </ul>	
<p><b>Omapere Farm Report</b> <b>[Motion 4]</b></p>	<p><b><i>That the Omapere Farm Report as presented by Bruce Cutforth be accepted</i></b></p> <p><i>M/S: Bruce Cutforth/Taako Wihongi</i></p> <ul style="list-style-type: none"> <li>• The guiding principles to the farm are in the approved strategic plan. Lambing percentages are well above the national average (150%) and no doubt "cash cow" has carried this farm to where we are today. Acknowledgement of Lloyd Brennan, Brookes Cooper and Paul Albert for their mahi has contributed to the very high outcome for the trust.</li> <li>• Health &amp; Safety is a key responsibility with staff safety being our number one priority.</li> <li>• Spent more than \$20k on fencing swamplands to protect the water quality that's running off the farm.</li> <li>• Stock policy change – we are moving from less sheep to more bulls. The bulls are delivering significantly more cash and are easier to manage.</li> <li>• The trust has entered the Ahu Whenua Trophy competition. We are aspirational that we will do well, with a major review around our whole farm operation to be undertaken.</li> </ul>	<p><b><i>Carried Unanimously</i></b></p>

<b>Report</b> <b>[Motion 5]</b>	<p><b><i>That the Rangihamama Farm Report as presented by Bruce Cutforth be accepted</i></b>  <i>M/S: Bruce Cutforth/Mere Mangu</i></p> <ul style="list-style-type: none"> <li>• Milk price has been challenging for the first two years due to low milk pricing.</li> <li>• The farm is performing above northland average and we are in the top 5% in terms of per ha performance.</li> <li>• Change of staff structure is being reviewed as we feel some staff maybe burning out due to workload. We are open to job sharing and/or instead of having one staff member, there may be one and a half. We have training programmes on both farms where we hope to grow future staff.</li> <li>• The vision of RDF1 is the trust takes over the whole business. It will more likely be another five years from now. The lower milk price has slowed down that progression, but the dream remains.</li> </ul> <p><b><i>Discussion points to note:</i></b></p> <ul style="list-style-type: none"> <li>• There is no process for whanau to get milk off the farm. Once the milk is in the vat it becomes the ownership of Fonterra. Therefore, no liquid milk is available.</li> <li>• In terms of the farm committee, the only milk to go off the farm is surplus milk, which is for pigs. The farm committee is not aware of people taking milk off the farm.</li> <li>• During the calving season, all the milk goes to the calves. There is generally a seven to eight-week period in autumn, and in the spring, which equates to 20 weeks a year.</li> <li>• Due to the downturn in milk, some farmers tend to send only half of the potential milk to the factory and keep the rest to raise their calves.</li> </ul>	<p><b><i>Carried Unanimously</i></b></p>
<b>Forestry Report</b> <b>[Motion 6]</b>	<p><b><i>That the Forestry Report as presented by Raniera Tau be accepted</i></b>  <i>M/S: Bruce Cutforth/Taako Wihongi</i></p> <p>The forestry harvesting of 800 acres is complete. The control of pests, possums and goats is a priority as we protect our new trees from devastation. The team that negotiated this deal put in a great effort. The ongoing management focus will be pruning, thinning and fertilising during the next five to eight years.</p> <p><b><i>Discussion points to note:</i></b></p> <ul style="list-style-type: none"> <li>• Concern was raised regarding gorse growing amongst the pines. The chair commented that the area had been sprayed and there will always be gorse seeds in the soil however, it is expected the pine trees will shake the gorse out.</li> <li>• The trust is not considering growing sweetcorn for sale as suggested.</li> </ul>	<p><b><i>Carried Unanimously</i></b></p>
<b>Honey Report</b>		



<p><b>[Motion 7]</b></p>	<p><b><i>That the Honey Report as presented by Raniera Tau be accepted</i></b>  <i>M/S: Bruce Cutforth/Taoko Wihongi</i></p> <p>The trust is in the process of contracting Westervelt for the use of our land into honey.</p> <p>We had a contractor who was only paying \$5.00 per hive and yet the hives were worth about \$50 - \$60 each. We will look at owning our own hives in the future. The trust is also looking at planting manuka under Putahi Maunga; about 40ha for honey extraction.</p> <p><b><i>Discussion points to note:</i></b></p> <ul style="list-style-type: none"> <li>• Westervelt are an international company with international markets.</li> <li>• The trust has consulted a bee keeper operator, who has advised that bee keepers prefer the Maori land because of its gorse and ti-tree.</li> <li>• Potential for geothermal resource was raised, however very little opportunity for employment as staff would need to be highly qualified.</li> <li>• Comments from the Kaikohe business committee meeting: <ul style="list-style-type: none"> <li>- A power station in the Ngawha area and working with Top Energy</li> <li>- Damming the water in the area including Lake Omapere, Waimate Taiamai and out towards the Tautoro area.</li> <li>- It's only the power stations that will make money</li> </ul> </li> </ul>	<p><b><i>Carried Unanimously</i></b></p>
<p><b>Financial Report</b>  <b>[Motion 8]</b></p>	<p><b><i>That the Financial Report as presented by John Parmenter be accepted</i></b>  <i>M/S: John Parmenter/Cheryl Witana</i></p> <p>John Parmenter presented the cash position of the Trust as at 30 June 2016. Overall, there is an increase in the value of the Trust's assets of \$193,398. The trust is now registered as a Maori Authority, so it gets the benefit of a lower tax rate for a company or trust of 17.5%.</p> <p><b><i>Discussion points to note:</i></b></p> <ul style="list-style-type: none"> <li>▪ Trustee honorariums have remained the same for several years. Any request for an increase will always be presented to the shareholders at the ORT AGM.</li> <li>▪ Shale taken out of Omapere was put on the forestry roads for the trust, and a little has gone to external parties.</li> <li>▪ What goes out to the shareholders and the beneficiaries? <ul style="list-style-type: none"> <li>- \$49,000 that has gone out to scholarships this year</li> <li>- \$8,800 worth of vouchers for the SGM and AGM attendees</li> <li>- The total is 25%; in other words, the trust spent a quarter of the money it received and gave it back out to the shareholders. That's a very high number to achieve.</li> </ul> </li> </ul>	<p><b><i>Carried Unanimously</i></b></p>

	<ul style="list-style-type: none"> <li>- Last year the trust gave money out to the shareholders from no profit because they were committed to giving back.</li> <li>- The trustees have to choose priorities at which farms are going to give a good return over a long period of time; it's a balancing act with a long-term view.</li> <li>- The strategic plan that Lorraine Toki presented is the steps along the way.</li> </ul>	
<b>The Community Portfolio presented by Colleen Bermingham-Brown</b>	<p>Colleen read out a letter of gratitude from Stevie Rae Albert, one of last year's recipients.</p> <p>Chelsea Witana, a 2014 recipient, gave her speech of gratitude and where she is today because of trust's scholarship programme.</p> <p><b>Discussion points to note:</b></p> <ul style="list-style-type: none"> <li>• A query was brought up about applicants who had applied for a scholarship year after year and hadn't been successful. Further research was carried out and there were a number of incomplete applications. Going forward, if the trust receives incomplete applications, we will contact those applicants to advise their application is incomplete and the additional information they will need to provide in order to be reconsidered.</li> <li>• The dates for scholarships will remain the same. Opening in February and closing on the 31 March.</li> <li>• Scholarship applications are presented at the SGM for endorsement and then payment is made 1<sup>st</sup> week of May by direct credit to that said person, not anyone else.</li> <li>• Applications are available in the trust office, 12 Mangakahia Road, Kaikohe, or on the Omapere Rangihamama website.</li> <li>• Future developments and other initiatives will be based on feedback received by the ORT office from the shareholders over the next six months and presented at next year's SGM.</li> <li>• Discretionary funding initiatives are being considered and may be available to individuals, marae, or as a whanau. There are eight traditional marae associated with the trust.</li> <li>• Applications are checked to ensure the required information is complete and applicants do whakapapa back to the trust; and did not receive scholarship funding the year before.</li> <li>• There is no policy that applicants are required to give back to the trust when they have come to the end of their dreams. However, we may reap the benefits of some applicants who decide to come home.</li> </ul>	
<b>Closing Mihi/Karakia</b>	Wati Erueti	
<b>Meeting Closed</b>	1.40pm	
<b>Confirmed</b>		
<b>Date</b>		

## MOTIONS REGISTER – AGM 15 October 2016

No.	Motion	Moved	Seconded	Outcome
1	That apologies as tabled be accepted	Queenie Matene	Te Aroha Reihana Ruka	Carried Unanimously
2	That minutes of the Special General Meeting of Omapere Taraire E & Rangihamama X3A Ahu Whenua Trust on 2 <sup>nd</sup> April 2016 be accepted and approved	Te Aroha Reihana Ruka	Ripeka Nicholson	Carried Unanimously
3	<p>That this Annual General Meeting (AGM) of Omapere Taraire E &amp; Rangihamama X3A Ahu Whenua Trust receives this report and endorses the following recommendations:</p> <p><i>It is recommended that:</i></p> <ul style="list-style-type: none"> <li>The Omapere Taraire E &amp; Rangihamama X3A Ahu Whenua Trust adopts the updated 5-Year 2016 - 2021 Strategic Plan first presented at the April 2016 SGM and again today.</li> <li>ORT Shareholders appoint another trustee to the trust, per the Maori land court decision dated 25 August 2016, despite the notice period for this extra trustee being outside of the required notice timeline.</li> <li>That the nominations of Raniera T Tau, Taoko Wihongi and Rachel Witana for the three vacant trustee positions and that the nomination of Bruce Cutforth for the independent advisory trustee role on the ORT Board be endorsed.</li> </ul>	Maureen Anderson	Te Aroha McIntyre	Carried Three against
4	That the Omapere Farm Report as presented by Bruce Cutforth be accepted	Bruce Cutforth	Taoko Wihongi	Carried Unanimously
5	That the Rangihamama Farm Report as presented by Bruce Cutforth be accepted	Bruce Cutforth	Mere Mangu	Carried Unanimously
6	That the Forestry Report as presented by Raniera Tau be accepted	Bruce Cutforth	Taoko Wihongi	Carried Unanimously
7	That the Honey Report as presented by Raniera Tau be accepted	Bruce Cutforth	Taoko Wihongi	Carried Unanimously
8	That the Financial Report as presented by John Parmenter be accepted	John Parmenter	Cheryl Witana	Carried Unanimously



## **ACTION PLAN – AGM 15 October 2016**

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No.	Action
1	Steve Turner to meet with trustees regarding planting on the Omapere lake boundary
2	The trust is currently working through a policy whereby whanau are no longer able to buy sheep from the farms
3	The 5-Year 2016 - 2021 Strategic Plan will be uploaded to the Omapere Rangihamama website
4	Audio speakers be used at all future SGM/AGM meetings
5	If the trust receives incomplete scholarship applications, we will contact those applicants to advise their application is incomplete and the additional information they will need to provide in order to be reconsidered

# Chairman's Report

## EXECUTIVE SUMMARY:

That the Omapere Taraire E & Rangihamama X3A Ahu Whenua Trusts Annual General dated 14 October 2017 receives the Chairman's report.

### *Tena tatou katoa*

E nga kaihoe a te waka o Omapere Taraire E and Rangihamama X3A Ahu Whenua Trust, e nga Matua, e nga Tupuna, tenei ka mihi kau atu ki a koutou kua huihui mai nei ki raro i te tahuu o te whare Tupuna e tu iho nei. Ki nga kai pupuri hea, me nga uri hakatupu o ratou ma, tena koutou katoa. Ka huri ki te hunga kua rongo i te ngaua a te toki a Whiro. Te korero mo ratou, haere mai haere, whakataka atu ki tua o Matangirei i o mataotao, ki te kainga mutunga mo te tangata. Kua kakahutia e koutou ki te kiri matao, ara, i te haa kore. Haere, hakangaro atu ki tua o te arai, engari, me hoki wairua mai ki tenei huihuinga a o koutou uri hakatupu. Ka hoki mai a tatou korero ki te ao kua mahue ake nei – mauri ora.

## INTRODUCTION:

On behalf of the Trustees, I am pleased to report to the 2017 Annual General Meeting of the Omapere Taraire E and Rangihamama X3A Ahu Whenua Trust (ORT) on its governance activities and responsibilities over this reporting period. In that time, we held our Special General Meeting (SGM) in April, where we updated you on the successes of ORT as well as the many challenges facing this Trust.

There have been several developments over the last twelve months that have met, and in many cases exceeded, our strategically planned goals. And, I report on those in the body of my report.

Being my ninth year as your Chair it has been challenging keeping pace with developments over this time. As a Trust, we have had to take a look at the pace of development and think about bedding in projects before expanding activities. As a result of this hectic pace Trustees will be taking stock of progress with a view to taking measured steps and reducing the scope of development.

My responsibility as Chair is to touch on important events the Trust has undertaken during this reporting period. Designated portfolio holders will provide further detail in their reports.

## LEGAL CHALLENGES TO TRUST:

We reported to you at the SGM in April 2017 that we have had legal challenges to the Trust on a number of matters related to this whenua, including two applications to the court for total removal of all Trustees from office. Those challenges, although unsuccessful, have not abated over the last six months.

- I. The first application to dismiss all Trustees for perceived negligence of duty was filed as application A20150006201 and dismissed on 20 September 2017 by way of judgement by Judge MP Armstrong.

II. In the matter of A20170001285 and Appeal 2017/3, to apply late evidence to the court of appeal decision against the injunction awarded to the Trust by Judge Armstrong, a judging panel comprising Judge CT Coxhead, Judge S Te A Milroy and Judge LR Harvey also dismissed that appeal.

In 2016 an application to the court, reference numbers A20160006309 & A20170004180 was filed challenging the Trust over the election process of the reappointment of current Trustees and the appointment of Rachel Witana to the Board. The **decision of the Court issued 16 August 2017, is very clear that the Trust did indeed follow due process.** It was fortunate that the Trust audio recorded that meeting as it was clearly evidenced that accusations of:

1. *The notice and Agenda for the AGM were deficient and confusing;*
2. *Mr Tau's conduct as chairperson was unfair; and*
3. *Beneficial owners were not allowed to elect trustees by casting votes for those nominated.*

These accusations were declared to be unfounded, in large part due to having an audio recording of the 2016 AGM. In light of these challenges, the Trust will be recording all future SGM's and AGM's for our records.

This Court decision also asked that the matter of my acceptability as a Trustee, post my court case in 2015, be placed before shareholders and voted on.

The matter with the Tahere whanau land occupation was dealt with amicably and ORT are currently in negotiations with them regarding whenua they are able to use for gardening and other whanau activities. We will deal with that situation in all fairness to the Tahere whanau as well as adhering to legal responsibilities of the Trust.

It must be remembered that the Tahere whanau still have an application before the Chief Judge of the Maori Land Court to reverse the original Court order that amalgamated the former Punakitere 4JB2 into Rangihamama X3A. If that application is successful, any agreement we reach now relating to any part of that land will be pointless. The Trustees will be taking this into consideration in reaching their decision around the Tahere application.

Today, we will present to you a policy, which we hope you will endorse. It deals with any application for land that whanau may desire to use for their own purposes. The Trust must deal with applications fairly and with equal consideration for any given whanau situation. This policy is a necessary guideline for the Trust as we move into uncharted waters and also takes out of the equation any guesswork that may result in a future challenge to the Trust.



## OMAPERE FARM:

In this reporting period the Omapere Farm won the prestigious 2017 Ahuwhenua Trophy BNZ Maori Excellence in Farming Award for the top Maori sheep and Beef farm in Aotearoa. This exercise was a huge undertaking with our Omapere Farm Committee of Bruce Cutforth, Chris Boom, Colin Rakena and our farm Manager Lloyd Brennan leading most of the preparation of documents, while others contributed by having input into the history of the Trust and the pathway taken to arrive at where we are today. John Parmenter was also very industrious with following up on all contributors to get their work in on time.

The Judges who selected the Omapere Farm as one of the three finalists in the competition noted many positives including the clear strategy of the Trust, its contribution to education and its overall farm performance. The Governance and communication between the farm Committee and the Trust was one of the most advanced that these judges have witnessed.

The Omapere Farm is progressing well with all stock in good health and weight gains being achieved across all stock classes.

Again, credit to all involved in the running of that block, from Bruce Cutforth as the responsible Trustee, to his farm advisory committee of Chris Boom and Colin Rakena who advise the Manager and his crew on up to date best practice farming. To our farm Manager Lloyd Brennan and his team who have put in a great effort this year, thank you very much. The farm looks great and we salute you for a job well done.



### **RANGIHAMAMA FARM:**

The joint venture and relationship with Te Tumu Paeroa is excellent and getting the farm functioning at full capacity is the goal we always strive to achieve. Further development requirements on the farm have been delayed due to the current tight restraints on budget.

An uplift in the milk price over the last six months has put this farm in a strong fiscal position to perhaps pay out a dividend to the joint venture partners. If this eventuates it will be the first time this farm has returned a dividend since we entered into the joint venture four years ago.



There has been a re-shuffle of staffing on the farm and the current team is working very well together. There have been staffing challenges this last financial year however the current staffing arrangements are working out real fine. I will leave the detail for Bruce to cover in his report.

### **FORESTRY:**

The forestry harvest activity is now complete. The total amount harvested was just under 120,000 tonnes.

The final planting of the remaining 26ha of harvested area is underway and scheduled for completion shortly. A total area of forest replanted will then be assessed. This will include additional land within the newly fenced forest footprint.

The control of pests, possums and goats continues to be a priority as we protect our new trees from devastation. Our Forestry Project Manager is in discussions with DoC and the surrounding farmers to deal with this problem.

Honey as a substitute to this portfolio is performing well with a contract having been signed off between Owhaoko Trust and ORT. Te Tuhi is the portfolio holder and will elaborate on the industry in his report

## **HOUSING:**

The Housing portfolio continues to perform well with major maintenance completed throughout this year. New government legislation means that after the 1 July 2016 it became compulsory for all rental housing to have smoke alarms installed. In addition to this insulation legislation was introduced as well. What that means is that even though homes were insulated some years ago it does not mean they meet the new legislations standards. There will be a gradual uptake on ensuring that we are totally compliant and meet the legislative requirements of the law around housing rentals.

Refer to our Housing Managers report in your AGM booklet.

## **PAPAKAINGA HOUSING:**

The infrastructure part of this project has been delayed by ten months due to the injunction and court case around communication and the siting of the current Papakainga Scheme. The minute from that case altered the development design which meant further delays with redesigning the concept and applying for the appropriate resource consents. Added to that was adverse weather conditions for over three months. However, housing construction is expected to begin shortly.

On 22 September ORT met with TPK and worked through an extension to the timeframe to complete the build of 15 houses and the finish date will now be in the 2018/19 fiscal year.

The Papakainga Housing policy is nearing completion and an independent agency will be managing these houses on our behalf. This ensures the perception of favouritism and accusations of nepotism are eliminated.

Iain Carruthers has provided a more in-depth report on the progress of this scheme and the position we are in relative to budget.

## **CONCLUSION**

Over this reporting period Trustees have worked long hours and gone beyond the call of duty to deliver positive results regarding project advancement and the development of Trust assets.

The Trust recognises the need for a high standard of corporate governance to ensure we get the best out of our assets and investments, which can only grow our ability to open up more opportunities for our shareholders and beneficiaries.

In closing I want to first of all thank our very capable team, operations and governance, for translating shareholder directed desires into reality. Further I wish to thank my fellow Board members for their stewardship and leadership during this challenging year. I also extend a warm welcome to Rachel Witana as she assumes her role as a full Trustee of ORT. I apologise for the rigmarole that she has had to endure just to serve her people.

On behalf of the Trust board, I wish to thank all of our staff, including our office manager and his kaimahi, Farm Managers and workers, Accountant, Farm Consultants, various farm committees and those Trustees in charge of different portfolios; nga mihi nui atu ki a koutou katoa. Please know that your commitment and dedication in these challenging times is greatly appreciated by this board.



To our Kaumatua and Kuia, shareholders and beneficiaries, your support of the Omapere Taraire E and Rangihamama X3A Ahu Whenua Trust and its direction is very much treasured and appreciated. Ki te iwi o Omapere/Rangihamama, tena koutou e tautoko kaha ana i te huarahi kua oti nei te hakarite hei arumanga mo tatou katoa ki a hakatutuki ai te moemoea, *“kia huri te whenua hei orange mo te iwi.”*

Mauri Ora

Raniera T (Sonny) Tau

**CHAIRMAN**



# Community Portfolio Report

**Colleen Bermingham-Brown**  
Trustee Community Portfolio

The Community Portfolio is focussed on supporting the wellbeing and future development of our ORT Shareholders', Beneficiaries', and their whanau.

2017 was a transformative year for the community portfolio. With ORT's various business ventures continuing to grow and expand, so has our community portfolio with the implementation of new initiatives, the embedding and extension of existing programmes. These ongoing developments will help strengthen and grow our whanau, our communities, while ensuring a bright, accessible, and limitless future for our generations to come.

## Building capability through Education

### EDUCATION SCHOLARSHIPS 2017:

As reported at the SGM, there has been a significant increase in the number of enquiries and applications for our scholarships this year. With over 50% of the applications being received either via the online application portal on the ORT website or via email.

On the closing date of March 30<sup>th</sup>, 2017, we had received the following:

**Applications received: 38**

**Applications complete: 32**

**Incomplete applications: 6**

ORT's policy and practice, is to contact all applicants with incomplete applications, to update them on their application status. This ensures they have sufficient time to provide the additional information required to complete their application before the closing date.

Two Trustees review all completed applications, namely Dr Te Tuhi Robust and myself and once selected, our recommendations are presented to the Board for their approval and endorsement.

This year's successful scholarship recipients were announced during the Special General Meeting in April 2017 and direct credit payments were made in May 2017.

	NAME	QUALIFICATION
1.	Anya Tahere	Master in Education (Leadership and Administration)
2.	Heidi Tau	Post Graduate Diploma in Business and Management
3.	Stevie Ray Haenga-Albert	Bachelor in Sport and Recreation
4.	Chloe-Star Kiro-Neho	Bachelor in Business Management
5.	Natalie Pickery	Bachelor in Health Science (Nursing)
7.	Shavarnah Puru	Bachelor in Architecture
8.	Jasmine Rakete	Bachelor in Applied Social Science
9.	Reuben Rameka	Bachelor in Music
10.	Kauwiti Selwyn	Bachelor in Visual Arts
11.	Tre'Stylz Te Awa	Bachelor in Computer Engineering
12.	Tania Williams	Bachelor in Bicultural Social Work
13.	Chelsea Witana	Bachelor in Health Science
14.	Margaret Tau	Diploma in Heke Matauranga Maori
15.	Rangi Harris	Certificate in Agriculture

**NEW AGRICULTURAL & APICULTURAL SCHOLARSHIP:**

We agreed to expand our education scholarship offering to create a scholarship programme for our future generations. A programme that aligns with our business kaupapa and which focusses and supports our core business of Agriculture & Apiculture into the future.

From 2018, our education scholarship programme will consist to two scholarship offerings, the existing General Education Scholarship and the new Agricultural & Apicultural scholarship specifically targeted for the agricultural sector.

To fund this programme, we will redistribute the existing budget of \$50k, under each of these streams and reallocate two general education awards across to the Agricultural/ Apiculture education scholarship stream. The selection process and closing date for this new stream will be aligned with the current general education scholarship programme.

The new Agricultural & Apiculture Education Scholarship will be awarded as follows:

- 1. 1 x Certificate/Diploma (\$1k)**
- 2. 1 x Bachelor/Undergraduate (\$3k)**

There will be strict criteria as to which Agriculture and Apiculture courses will be funded, as we are mindful to stay focussed on our core business.

**INCLUSION OF TRADE CERTIFICATIONS:**

This year, we have also added Trade Certifications as an eligible qualification/registered course under both the General Education & the new Agricultural & Apiculture Education Scholarships.

Trade certification and apprenticeships are growing in popularity throughout New Zealand, with both students and employers and we want to ensure all education and career pathways are accessible to our shareholders, beneficiaries and their whanau.

**SGM EDUCATIONAL WORKSHOPS:**

After feedback and numerous requests from shareholders and beneficiaries since the SGM in April, we will be including educational workshops as a new agenda item in the SGM format.

The first two topics to be covered at the SGM 2018 will be:

- 1. How to set up a Whanau Trust?**
- 2. How do you succeed Maori land?**

These will be a 2-hour group workshops, held onsite after the SGM concludes and facilitated by a specialist advisor or consultant.



## Financial Assistance for Whanau Advancement

### **DISCRETIONARY FUND:**

The ORT Discretionary Fund provides limited financial assistance for initiatives that, promotes and enhances the social, economic and cultural advancement of ORT shareholders and beneficiaries. Funding for this initiative has been set at \$5k annually, to be disbursed as a grant, on a case-by-case merit basis.

Distribution will be at the Board's total discretion, as to the amount and to whom funding will be granted with fixed amount up to \$200.00 to be applied.

Online applications are now being accepted through the ORT website, or alternatively, hardcopy applications can be submitted directly into the Trust Office. Applications will be reviewed by two Trustees and their recommendations presented to the Board for approval at each Board meeting. The Boards decision will be final and no further correspondence will be considered. The Discretionary Fund Policy is available online and hard copies will be available at the AGM.

## **Papakainga Programme - Pathways to Home Ownership**

Home ownership has always been a dream for many of our whanau. In our 2016 Strategic Plan, one of our strategies was to *"advance positive social change for whanau & community"* and we believe our Papakainga Programme is a key initiative in achieving this strategy. We have been working with TPK, Mid North Real Estate and BDO New Zealand, as specialists within this sector to help bring our shareholders', beneficiaries' and their whanau dreams of home ownership to fruition.

We have identified three (3) key pathways to support whanau on their journey to home ownership:

- 1. Rental Tenant**
- 2. Owner Occupier**
- 3. Tenant home ownership/Rent to own**

### **1. Rental Tenant**

ORT currently have eight (8) rental properties throughout Kaikohe, which are tenanted by either shareholders', beneficiaries' or their whanau. These properties are managed externally by Sandra Robinson, Property Manager from Mid North Real Estate.

As part of the ongoing development of the ORT Papakainga Programme, we are currently building 15 new homes, as part of our partnership with TPK. Once completed, these properties will become part of our existing rental property portfolio, and will also be managed by Mid North Real Estate.

Our Papakainga Rental Housing Policy will be available on the ORT website, and provides the guidelines and criteria in which suitable tenants will be selected. Priority will be given to ORT shareholders, beneficiaries and their whanau. A waiting list will be maintained for when a rental property is vacated and becomes available and will be allocated to the best applicant based on merit.

Detailed information on our current rental properties and the Papakainga project is outlined in Sandra Robinson and Iain Carruthers AGM reports respectively.

## **2. Owner Occupier**

In conjunction with TPK and BDO New Zealand we have been developing the Owner Occupier pathway for shareholders, beneficiaries and their whanau who have the capacity to self-fund their own build or qualify for institutional funding.

Outlined below are the two pathways:

### **i. Self-funded build**

Utilising your own funds as an individual or as a whanau to build your home.

### **ii. Institution funded build**

The Kāinga Whenua loan scheme is an initiative between Kiwibank and Housing New Zealand to help Māori achieve home ownership on Papakainga. Kāinga Whenua supports ahikaa and haukainga to help address whanau Papakainga housing aspirations and can be used to build, buy, renovate or relocate a house on Maori land.

## **3. Tenant home ownership/Rent to own**

This pathway enables ORT tenants the option of rent to own an eligible property. This option is very complex and requires further investigation and research before being considered a viable option.

More detailed information will be presented at the AGM and information packs will be available.

## Shareholder & Beneficiary Engagement & Communication

Our various communication channels are vital in keeping our shareholders and beneficiaries updated and informed on all of ORT's business ventures throughout the year. Below are the various channels we have launched since the SGM in April.

### NEW ORT WEBSITE:

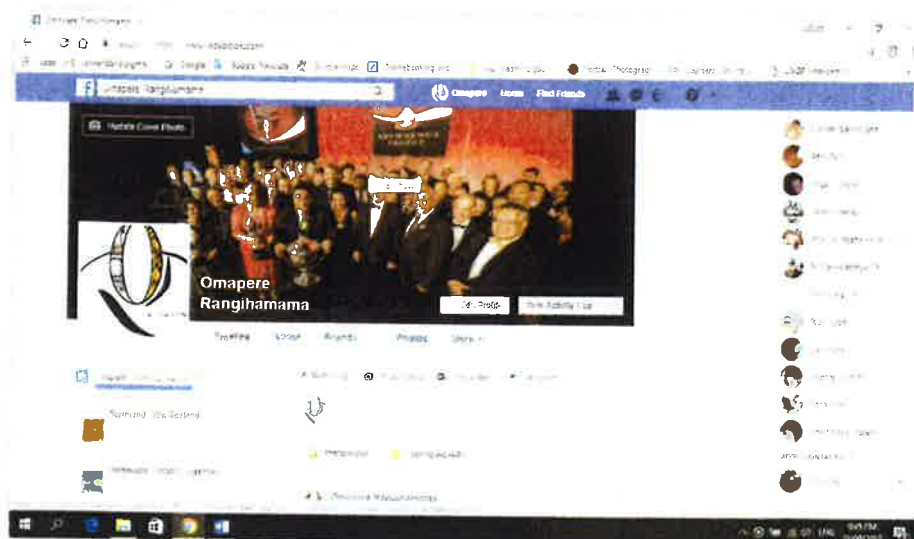
The new ORT website was launched in July 2017, and has had updated information uploaded onto the various landing pages on the site. Our Trust website the main communication channel for all ORT business including panui, job vacancies, SGM & AGM minutes, meeting booklets, shareholder notices etc. This is also where you can find, our Trust Deed, Strategic Plan and other legal documentation, which is available for you to access at any time.

[www.omapererangihamamatrust.co.nz](http://www.omapererangihamamatrust.co.nz)



### OMAPERE RANGIHAMAMA FACEBOOK PAGE:

Our ORT Facebook page has just been refreshed and is a private FB group, for. This social media communication channel will complement the ORT website and will also enable ORT shareholders, beneficiaries and their whanau, to engage and communicate with each other. Members can post articles, panui, videos, photos and comment on any post and is administered and monitored by the ORT Administration team.



### QUARTERLY SHAREHOLDER NEWSLETTER:

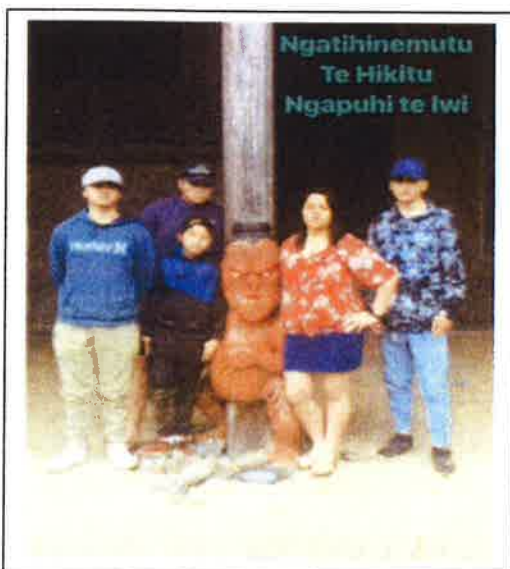
The first edition of the ORT Shareholder Newsletter will be available in November 2017 and will be published on a quarterly basis. The aim of this publication is to provide an overview of the ORT operations over that quarter, profile ORT shareholders, employees etc and share good news stories from the rohe. The newsletter will be sent to all shareholders and beneficiaries registered on the ORT database and uploaded onto the ORT website and FB page.

## Celebrating Achievement – AGM Scholarship Recipient Presentations

Each year we invite a scholarship recipient to present to the shareholders and beneficiaries at the AGM. This year, I have invited two sisters, wahine toa. Their story is so relevant in this current climate, as they are realising their aspirations, engaged within their local community and inspiring examples to others, of what can be achieved through hard work, determination, tenacity and self-belief. Introducing Heidi & Anne Tau

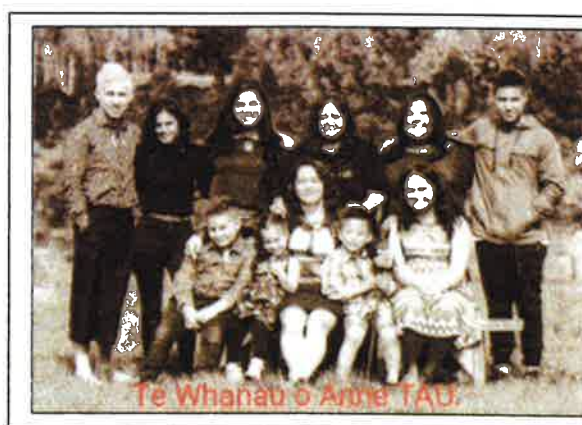
### Heidi Tau – Scholarship recipient 2017

Post Graduate Diploma in Business  
University of Auckland



### Anne Tau – Scholarship recipient 2016

Post Graduate Diploma in Business  
University of Auckland



Once again, it has been an absolute honour to be the lead Trustee responsible for the management of the community portfolio. I look back with pride over what we have accomplished over the past year, and there is still so much more to achieve. As ORT's business ventures continue to grow, I will seek out opportunities to strengthen existing and identify new initiatives to expand our community portfolio, and continue to inspire, support and enable all of ORT's shareholders, beneficiaries and their whanau, to bring their dreams and aspirations to fruition.

Mauri ora

Colleen Bermingham-Brown



# Omapere Farm Report

**Lloyd Brennan**  
*Farm Manager*

Well, what a year it has been...entering the Ahu Whenua Trophy for Maori Excellence in Farming for the first time...and WINNING IT! There was solid competition from the other competitors and iwi, in both environmental and farming practices. There was a huge combined effort and achievement from all our team and whanau to bring the trophy back to Kaikohe. Thank you to all involved.

The year has been dictated by the weather and a shortage of cattle. We had three dry months Nov, Dec, Jan, and things were getting critically dry, but in Feb the rain came and hasn't stopped up to this point. After a very good autumn with good growth and one of the best on record, the rain has created a very, very wet winter, impacting on grass growth and creating pugging (mud). Spring is still wet but the grass is growing but predictions are it's going to be a hot, dry summer.



Stock has been in short supply, reasons being once again the dairy industry has impacted on peoples farming practice and a lot of farmers have turned to buying bulls and grazing them instead of being reliant on the dairy industry, e.g. grazing etc. This has pushed prices up and created a shortage of supply of bulls. The Kaikoura earthquake has limited the amount of young cattle coming up from South Island.

This caused issues when sourcing stock and having to pay higher market value because of the competition. We managed to source most of our requirements and to eliminate this problem next season I have contracted calves to solve the issue.

Bull beef schedules have maintained a reasonable level between \$5.30-\$5.60/kg but not reaching the highs of \$6 plus like last season, and future predictions are that they won't. This is due to other countries supplying beef to America increasing supply and lowering prices. And the fluctuating NZ dollar comes into pricing also and gives the Americans opportunities to lower the price considerably (America is our only market for bull beef currently).



Sheep numbers are on the decline as planned, with Bull numbers rising. Sheep are being pushed into the undeveloped areas but production remains good and stable, with good lambing percentages and all lambs to the works by the end of February at good weights (18kg). Wool is in the doldrums pricing wise, and we are receiving half the income from wool we were receiving a year ago. Hopefully there is a resurgence in wool very soon.

It's been another very busy year, increased bull numbers increasing the workload and demands on the land and resources. Let's hope it's a good summer as we progress our development further



# Trust Board Omapere Farm Report

**Bruce Cutforth**

*Professional Trustee Omapere Portfolio*

## **Ahu Whenua Trophy:**

Winning this prestigious award is a highlight for the wider Trust and especially for the Omapere farm team. The strengths of the farm operation were identified as having clear strategies around business growth, environment protection and a progressive development plan. There was also recognition of the capable staff and their commitment to their role on the farm. The Trust Board and Trust wider organisation were commended for the organisation structure and the connection with our shareholders. The Board will be receiving a presentation of review from Sam Johnson a judge of the competition on the day prior to the AGM. I will summarise that review at the meeting.



## **Capital Development:**

Two major projects this year. A new water supply to a large proportion of farm. New pumps and storage will enhance the farms performance and ensure all stock are well cared for. New stock yards established at Papakauri will assist farm management. Further fencing off wet lands part funded by Northland Regional Council ensures this farm is operating well above industry guidelines. Ongoing re-grassing and spraying of gorse and rushes.

## **Financials:**

The farm did not meet the budget predictions agreed by the farm committee and Trust Board. Primary reason for that was the need to early harvest bulls due to the challenging early season pasture production. There was little or no activity out of Quarry and no enquiry for maize growing.

## **Future planning:**

Farm committee have established a development priority list. There remains a lot of productive capability in this whenua. More fencing, fertiliser, water supply and reclaiming gorse infestation. Unfortunately this is all capital hungry and then add on the cost of stocking causes the team to take cautious steps.

## **Summary:**

This has been a momentous year for the farm. All credit to Lloyd, Brookes, Paul and the farm committee of Colin Rakena, Chris Boom and John Parmenter.

# Rangihamama Dairy Farm Report

**Bruce Cutforth**

*Professional Trustee Rangihamama Portfolio*

This farm operation is run by a Ltd Partnership which is 50% owned by the Trust and 50% by Te Tumu Paeroa. This entity leases around 250 ha of land from the Trust for which it pays \$195,000 per year. This money is used to pay off the loan, which the Trust raised to establish the infrastructure for the dairy business. Thirty five thousand dollars (\$35,000) of that money is allocated for ongoing capital development on the whenua. The partnership is functioning well with mutual respect across both parties.

## **Production:**

The year in review is the third completed dairy production season since the dairy farm was established. Peak milking cow numbers were 440 which produced 183,831 kg of milk solids. This total was 5% less than what we had targeted and in fact is the lowest annual kgs the farm has produced in its short history as a Dairy farm. Primary reasons for that lower performance were

- a. Some stock health issues in autumn 2016.
- b. The milk price at the start of the season meant a reduction in the amount of brought in feed purchased.
- c. A very dry December.

## **Financial Performance:**

Milk price increased over this season from a prediction of just under \$4 per kg of milk solids to over \$6. This has ensured the farm is performing to the original budgets that were drawn up. Besides the increased cash flow stock numbers have increased with 200 replacement cattle being grazed on the farm. The partnership is continuing to purchase Fonterra shares and at end of the season, owned 120,000 which have a value of \$6 per share. Details of the farm's financial performance will be in the financial statements.





**Staffing:**

The staffing structure has evolved over the year. Currently there are three permanent staff plus a temporary position who are supervised by Karla Frost a dairy farm specialist. I need to acknowledge the current farm staff who are working well as a team particularly Jarlal Beckham our herd manager who has been with us from day one. We have had no significant health and safety events which is a reflection on the culture of the operation.

**Environmental:**

The farm continues its fine record of complying to the dairy industry standards but more than that meeting the environmental standards of the Trust. There have been no spills from the waste water treatment and all effluent is applied to pasture thus reducing fertiliser demand. Currently the last of the wet lands are being fenced off with subsidy from the Northland Regional Council.

**Development:**

There continues ongoing development. A further 400 metres of raceway has been extended into the Wharekohe block. Fertiliser is being applied to recommendation and as above wetlands are being fenced and gorse sprayed.

**Dairy Season 2017/2018:**

This season has kicked off well. A production target of 200,000kgs of ms from 490 cows is expected. All classes of livestock are in very good condition and milking well. Pasture quantity and quality are on target so we have set the foundation for a productive season. Further milk price is predicted to be close to \$7 per kg which makes this a profitable business.

**Future:**

The RDF1 Board have asked for a review of the dairy production system. Currently the farm is operated as a split calving farm with 60% of cows calving in autumn (March/April) the remainder late July through to September. This system is working well although complex to manage.

The driver to review has been the debate around the use of Palm Kernel. The current system requires significant quantities of bought in feed of which PK is the cheapest. Options for the future include status quo, reducing cow numbers, all autumn or all spring calving. It is exciting to be a part of this business unit that is now delivering on its promise.

# Forestry Report

**Dr Te Tuhi Robust**

*Trustee Forestry Portfolio*

## **Ownership of Pine Plantation:**

It is now three years since I reported that we had purchased the cutting rights for 264ha of the pine forest plantation from Taitokerau Forests Limited. Leading up to that announcement was a lot of cynicism from the forestry sector and more notably TFL that we as a trust did not know what we were doing. As trustees you as shareholders directed us to secure 100% ownership for the trust. Based on the TFL payment for 34ha/\$27,000 this meant the 264ha payment from them would have been approximately \$212,000 but the accumulated debt against the trust would have been close to \$8m. By purchasing the cutting rights from TFL for \$3.625m and then on selling them meant we as a trust had no debt lodged against for the pine plantation into the future. The financial return to the trust was well in excess of \$1.2m.



## **Forestry Development and Maintenance:**

The development and implementation of a management plan of that same area over the next 28 years is in place. This year the trust can report the completion of replanting of the entire pine forest estate of over 300ha. It is also pleasing to report that a further area of 40ha/ 100acs on the Omapere Farm Block has been further identified to plant in both pine and manuka seedlings in 2018.

As part of this forestry activity priority has been also given to new fences and pest control. Integral to this is the boundary fencing (1.5km) to be undertaken between the trust and the FNDC. FNDC are the owners of a large reserve next to the pine forest.

## **Emission Trading Scheme/Carbon Credits:**

The trust has in previous years reported on their allocation of carbon credits for the pine forest plantation. This footprint is secure into the future as far as replanting of the areas identified. Trustees have considered selling some of the carbon credits however, this has not been progressed as it was agreed that they be retained or kept to provide a balance against other farm activity in the sheep, beef and dairy activities of trust.



# Honey Report

**Dr Te Tuhi Robust**

*Trustee Honey Portfolio*

Westervelt Owhaoko Honey Limited has signed with the trust to have bee hives on the land and also to lease the Packhouse Area.



The initial aim was to achieve 1000 hives on both farm blocks. However, just over 600 hives were achieved. It is expected that this was reasonable as it was the first year of operation for the company.

Hives income for those located on the Rangihamama Farm will be allocated to the the Dairy Unit activity as expected.

As reported at the last SGM, the trust will receive reports on data gained from the honey harvested over a period of three years. When all information is in hand the trust will be in a better position to discuss how and what level of investment will be made in this enterprise.

# Papakainga Development Report

**Iain Carruthers**

*Project Manager*

## **PROGRESS REPORT TO 26 SEPTEMBER 2017:**

This Papakainga Scheme was signalled and consulted on from 2009 with the concept agreed to by Shareholders and Beneficiaries in 2013. I provided a full consultation powerpoint presentation to the ORT AGM on 28 September 2013.

The full Papakainga design and construction phase plans were sent to council for resource consents in 2014 with the full costings carried out and agreed by Te Puni Kokiri (TPK) in December 2015. The funding contract with TPK was finally signed off early March 2016. The infrastructure element of this scheme was supposed to have started immediately after the signing of the contract but progress was stymied for various reasons.

After that contract signing there was an injunction placed on the Papakainga scheme based around wahi tapu, pito burial sites, non-consultation and the actual siting of the Papakainga housing in that particular area. This court case was heard before the Maori Land Court in Kaikohe on 1 July 2016 and dismissed. This injunction over the scheme set the project back seven months.

However, to respect the issues raised in the MLC by the shareholders seeking the injunction, an agreement was negotiated to accommodate the identified wahi tapu. This required a re-design of the planned layout of the houses.

The District Council had designated the project to be low impact, meaning only immediate neighbours needed consultation. The council were then overwhelmed by the number of shareholders registering their landholdings as being affected. All of these matters resulted in a Northland Regional Council commissioners hearing, to which two appellant beneficiaries were heard and one independent appellant. This process took another three months resulting in another re-design of the housing sites and infrastructure. The resulting resource consent was then issued, just prior to Christmas 2016.

## **CIVIL/INFRASTRUCTURE WORKS:**

Completion of the infrastructure element has now been delayed for 3 months due to adverse weather conditions. Currently the infrastructure is 90% complete with road sealing, minor site works as well as a clean-up of the site landscaping yet to be carried out.

A site meeting was held with all contractors and engineer on site on Tuesday 26 September in order that the civil contractor is fully apprised of the expectation of the Building Contractor. This meeting proved to be very fruitful in that all contractors agreed to a co-ordinated approach to moving the concept forward. Inclement weather has played a big part in the delays that have been experienced, but with improved weather conditions, progress on the completion of the infrastructure will be rapid.





### **HOUSING CONSTRUCTION:**

On 20 June 2017, I indicated a build start commencing during August 2017. This element was not entirely dependent on completion of the infrastructure, however the weather related ground conditions (saturation) have again contributed to a delay to this part of the development.

The progress on the project slowed down over the winter of 2017 to the point of stalling because of adverse weather conditions. TPK was naturally alarmed with the non-movement of the project over that period. TPK needed assurances that the project was still a priority for the Trust and that the desire for building 15 Papakainga houses was still the ORT intent.

Following a meeting with TPK, the funding agency, they have verbally agreed to a revised construction programme that reflects the delays in the project. We are currently preparing a written contract variation in conjunction with TPK. This variation will show the latest plan to have 8 x 2 bedroom houses completed by 30 June 2018 and the remaining 7 houses in the following year.

### **FUNDING/FINANCIAL**

#### **Infrastructure:**

The full infrastructure funding amount of \$1,679,000 has been invoiced and received from TPK. The unspent portion of these funds is being held in the ORT lawyer's Trust account reflecting the portion of infrastructure works yet to be completed including a portion to be held as a contractor's maintenance retention.

**Housing:**

The build cost calculations and funding negotiations were carried out in December 2015. Senior account managers at both Bunnings and Placemakers have indicated that material price increases for housing since then have averaged 16 – 18 %. This level of increase is far more than previous years and far more than the contingencies allowed for.

The impact of this is to increase the total cost of the house builds currently estimated at \$155,303 more than what is currently funded by TPK.

Bulk buying arrangements are being negotiated, e.g. for carpet and steel framing, in order to reduce costs, however the cost overrun could increase more should future material price increases be passed on by the building contractor.

There is no guarantee the bulk buying options will fully offset the indicated cost overrun. Whilst not completely ruled out, TPK has stated that no additional grant funding is available at this time.

ORT will investigate the possibility of gaining income related rental subsidies as a means of generating additional rental income to service a higher bank debt to meet the cost overrun. ORT will begin re-working the operating budgets in order to ascertain what level of additional bank debt might be serviced.

# RESIDENTIAL RENTAL REPORT

Sandra Robinson  
Principal Officer/Rental Property Manager  
021401895

**Mid North Real Estate Ltd**

It is my pleasure to report to you on the residential housing portfolio for the Omapere Taraire E Rangihamama X3A Ahu Whenua Trust

## **Market Overview:**

There is an extreme shortage of housing across the mid north area fuelled by a very active sales market and people moving north to find more affordable housing. A shortage of supply does assorted things in the rental market. It drives up the rent, as houses are in short supply and it promotes overcrowding as whanau cluster together in the homes they have. It would be fair to say that this has not impacted heavily on your portfolio as it has remained stable over the last twelve months. There was a small rent increase issued in 2016 but since then, your rents have remained stable. With increasing costs such as rates and insurance however it will be inevitable that rents will likely increase again soon.

## **Tenant Movement:**

As outlined above, we are finding across the board that tenant movement is very slow meaning that there are not a lot of homes to be found to go to out there. This is good for the Trust in that there are not down times with houses vacancies.

## **Repairs & Maintenance:**

We continue a three-monthly cycle of property inspections and at that time, we hope to pick up your latest maintenance needs. That is not the only time that repairs and maintenance can be reported though. A call to our office will get the desired repairs completed as promptly as we can.

## **Smoke alarms:**

Smoke alarms are now required in all rental homes. The landlord supplies the alarm and the occupants must keep them fitted with working batteries. If the alarm starts to chirp or beep it means that it needs a new battery. Tenants supply the batteries and fit them.

## **Insulation:**

We are working closely with Healthy Homes to ensure that all rental homes are insulated to the current required standard. All rental houses must be completed by July 2019.

## **Methamphetamine (P):**

Sadly, this has become one of the biggest issues in the rental market (aside from the shortage of housing). The level of meth activity in Northland homes is alarming. All houses are now meth tested at the start and finish of a tenancy. In doing this we are trying to discourage this illegal activity in the rented houses.

## **Thank you:**

As always, we are grateful for the co-operation of the house tenants in allowing us access to their homes. Thank you also to the Trustees and support staff that we work closely with. We look forward to a continuing a positive relationship with you.

**OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU  
WHENUA TRUST**

**SPECIAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**



## **OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST**

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## OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

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### CLIENT DIRECTORY

FOR THE YEAR ENDED 30 JUNE 2017

<b>Trustees</b>	Raniera (Sonny) Tau - Chairperson Colleen Bermingham-Brown Bruce Cutforth (Independent) Te Tuhi Robust Taoko Wihongi Rachel Witana
<b>Address</b>	P O Box 604 KAIKOHE  (09) 405 3551      Phone (09) 405 3554      Fax
<b>Accountant</b>	John Parmenter Northland Corporate Accounting Limited 5 Alderton Drive Kerikeri 0230  P (09) 407 7446 F (09) 407 8728
<b>Tax Accountant</b>	Charmaine O'Shea Johnston O'Shea Limited PO Box 46 Whangarei 0140  P (09) 470 2020 F (09) 438 9765
<b>Independent Auditor</b>	Adele M Maraki Chartered Accountant PO Box 282 Kaikohe 0440  P (09) 401 0198 F (09) 401 0487
<b>Bank</b>	Bank of New Zealand Corner Bank Street & Rust Avenue Whangarei
<b>Solicitor</b>	Peter Jones 30 Hope Avenue Russell 0202 P (09) 403 7207 F (09) 393 2765

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## CATTLE PRODUCTION STATEMENT - OMAPERE FOR THE YEAR ENDED 30 JUNE 2017

	Qty	Avg	2017 \$	Qty	Avg	2016 \$
<b>TRADING STATEMENT</b>						
<b>SALES</b>						
Cows	10	858	8,582	27	901	24,332
Heifers R2YR	36	1,025	36,911	48	1,051	50,426
Heifers R1YR	34	676	22,979	-	-	-
Bulls & Steers R1YR	-	-	-	1	1,112	1,112
Bulls & Steers R2YR & Older	551	1,646	906,714	522	1,753	914,990
Breeding Bulls	2	2,092	4,185	-	-	-
	<u>633</u>		<u>979,371</u>	<u>598</u>		<u>990,860</u>
<b>PURCHASES</b>						
Bulls & Steers R1YR	595	571	339,952	689	576	397,070
Bulls & Steers R2YR & Older	-	-	-	47	1,050	49,350
	<u>595</u>		<u>339,952</u>	<u>736</u>		<u>446,420</u>
Cash Surplus To Statement Of Financial Performance			<u>639,419</u>			<u>544,440</u>

## SCHEDULE OF LIVESTOCK ON HAND AT TAX VALUES

<b>CLOSING STOCK</b>						
Beef Cows - Mixed Age	69	1,431	98,739	56	1,273	71,288
Beef Heifers - R2 Year (NSC)	-	-	-	24	510	12,247
Beef Heifers - R1 Year (NSC)	1	344	344	37	323	11,944
Beef Steers & Bulls - R1 Year (NSC)	630	559	351,981	716	566	405,542
Beef Steers & Bulls - R2 Year (NSC)	628	757	475,584	487	722	351,741
Beef Bulls - Breeding	2	3,095	6,190	5	2,571	12,855
	<u>1,330</u>		<u>932,838</u>	<u>1,325</u>		<u>865,617</u>
<b>OPENING STOCK</b>		865,617			718,642	
<b>NON-TAXABLE (DEDUCTIBLE)</b>						
<b>HERD ADJUSTMENT</b>		<u>11,468</u>			<u>10,060</u>	
			<u>877,085</u>			<u>728,702</u>
Taxable Increase To Statement of Financial Performance			<u>55,754</u>			<u>136,915</u>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.

**OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST****CATTLE PRODUCTION STATEMENT - OMAPERE  
FOR THE YEAR ENDED 30 JUNE 2017**

	Qty	Avg	2017 \$	Qty	Avg	2018 \$
<b>NUMBERS RECONCILIATION</b>						
Opening Numbers	1,325			1,106		
Purchases	595			730		
Natural Increase	76			94		
Sales	(633)			(598)		
Deaths and Missing	(33)			(13)		
Closing Numbers	<u>1,330</u>			<u>1,325</u>		

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.



# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SHEEP PRODUCTION STATEMENT - OMAPERE FOR THE YEAR ENDED 30 JUNE 2017

	Qty	Avg	2017 \$	Qty	Avg	2016 \$
<b>TRADING STATEMENT</b>						
<b>SALES</b>						
Ewes	381	72	27,258	421	62	25,916
Hoggets	40	83	3,322	174	100	17,367
Lambs	1,848	88	162,619	2,669	72	192,249
Rams	14	72	1,002	-	-	-
Wool	-	-	19,576	-	-	40,442
	<u>2,283</u>		<u>213,776</u>	<u>3,264</u>		<u>275,975</u>
<b>PURCHASES</b>						
Rams	-	-	-	8	525	4,200
	<u>-</u>		<u>-</u>	<u>8</u>		<u>4,200</u>
Cash Surplus To Statement Of Financial Performance			<u>213,776</u>			<u>271,775</u>
<b>SCHEDULE OF LIVESTOCK ON HAND AT TAX VALUES</b>						
<b>CLOSING STOCK</b>						
Ewes - Mixed Age	964	131	126,284	1,094	117	127,998
Ewes - Two Tooth (NSC)	-	-	-	352	81	28,512
Ewes - Hoggets (NSC)	35	32	1,127	-	-	-
Wethers & Rams - Mixed Age	-	-	-	60	31	1,860
Rams - Breeding	12	349	4,188	31	304	9,424
	<u>1,011</u>		<u>131,599</u>	<u>1,537</u>		<u>167,794</u>
<b>OPENING STOCK</b>		167,794			221,676	
<b>NON-TAXABLE (DEDUCTIBLE)</b>						
<b>HERD ADJUSTMENT</b>		<u>16,711</u>			<u>7,849</u>	
			<u>184,505</u>			<u>229,525</u>
Taxable Decrease To Statement of Financial Performance			<u>(52,906)</u>			<u>(61,731)</u>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SHEEP PRODUCTION STATEMENT - OMAPERE FOR THE YEAR ENDED 30 JUNE 2017

	Qty	Avg	2017 \$	Qty	Avg	2016 \$
<b>NUMBERS RECONCILIATION</b>						
Opening Numbers	1,537			2,185		
Purchases	-			8		
Natural Increase	1,858			2,767		
Sales	(2,283)			(3,764)		
Deaths and Missing	(101)			(197)		
Closing Numbers	<u>1,011</u>			<u>1,537</u>		

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE - OMAPERE FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
<b>OMAPERE</b>			
<b>INCOME</b>			
Cash Surplus From Cattle		639,419	544,440
Cash Surplus From Sheep		213,776	271,775
Maize growing land lease		-	7,030
Rebates		4,925	10,336
Rent		14,040	13,500
Quarry lease & Royalties		-	57,857
Sundry Income	14	35,125	6,198
<b>GROSS MARGIN</b>		<b>907,285</b>	<b>911,137</b>
<b>LESS CASH EXPENSES</b>			
<b>FARM WORKING</b>			
Animal Health	10,799		13,365
Dog Expenses	7,260		9,211
Electricity	11,484		11,455
Fertiliser & Lime	109,744		100,148
Fertiliser Application	19,611		13,743
Freight - Stock	8,890		8,551
Health & Safety	234		-
Herd Improvement	416		490
Pasture Renovation	36,580		28,489
Protective Clothing	417		1,264
Shearing	14,642		16,467
Shelter Trees	670		652
Wages	194,777		207,023
Weed and Pest Control	8,192		22,859
		423,715	433,719
<b>REPAIRS AND MAINTENANCE</b>			
Buildings	439		954
Drainage	-		7,710
Dwelling - Employee	5,615		6,150
Fences - new Cattle Yard	32,703		-
Fences	19,549		18,785
Land clearing	-		9,459
Plant and Equipment	5,628		2,954
Races and roading	3,830		3,180
Water Supply	4,481		6,453
		72,246	55,644

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE - OMAPERE FOR THE YEAR ENDED 30 JUNE 2017

		2017 \$	2016 \$
<b>VEHICLE</b>			
Bike	5,955		5,829
Fuel and Oil	12,789		14,573
Tractor	6,856		6,850
Utility	2,764		4,554
		28,365	31,806
<b>ADMINISTRATION</b>			
Advisory	19,482		9,174
Ahuwhenua Trophy Costs	36,390		-
Communications	3,206		2,686
Conference and Seminar	557		-
General	1,565		2,516
Printing and Stationery	3,168		308
		64,367	14,684
<b>STANDING CHARGES</b>			
ACC Levies	4,772		2,728
Insurance	7,758		7,695
Interest - Loan	9,202		12,380
Lease - Rangihamama farm			59,450
Rates	23,470		28,476
		45,202	110,728
<b>TOTAL CASH EXPENSES</b>		633,894	646,582
<b>CASH OPERATING SURPLUS</b>		273,391	264,555
<b>OTHER INCOME</b>			
Dividends Received		1,315	750
<b>CASH SURPLUS BEFORE NON CASH ITEMS</b>		274,706	265,305
<b>NON CASH ITEMS</b>			
<b>ADD</b>			
Taxable Increase From Cattle		55,754	136,915
<b>LESS</b>			
Depreciation	37,835		41,664
Taxable Decrease From Sheep	52,906		61,731
		90,741	103,395
<b>NET NON CASH ITEMS</b>		(34,987)	33,520
<b>NET SURPLUS</b>		239,718	298,824

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report



# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE - RANGIHAMAMA FOR THE YEAR ENDED 30 JUNE 2017

		2017 \$	2016 \$
<b>RANGIHAMAMA</b>			
<b>INCOME</b>			
Lease		213,813	264,950
Sundry Income		435	16,501
<b>GROSS MARGIN</b>		<b>214,248</b>	<b>281,451</b>
<b>LESS CASH EXPENSES</b>			
<b>FARM WORKING</b>			
Electricity	(95)		123
Weed and Pest Control	2,400		7,379
		2,305	7,502
<b>REPAIRS AND MAINTENANCE</b>			
Buildings			196
Dwelling - Employee	8,803		-
Fences - Conversion	2,886		12,971
Land clearing	1,600		-
		13,289	13,166
<b>ADMINISTRATION</b>			
Advisory	6,860		-
Legal Fees			648
		6,860	648
<b>STANDING CHARGES</b>			
Insurance	5,521		4,673
Interest - Loan	79,212		85,617
Rates	9,083		2,579
		93,816	92,870
<b>TOTAL CASH EXPENSES</b>		<b>116,270</b>	<b>114,186</b>
<b>CASH OPERATING SURPLUS</b>		<b>97,978</b>	<b>167,264</b>
<b>OTHER INCOME</b>			
Dividends Received			292
<b>CASH SURPLUS BEFORE NON CASH ITEMS</b>		<b>97,978</b>	<b>167,556</b>
<b>NON CASH ITEMS</b>			
<b>LESS</b>			
Depreciation		136,052	146,228
<b>NET DEFICIT</b>		<b>(38,074)</b>	<b>21,328</b>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE - HOUSING FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
<b>INCOME</b>			
Rents Received		46,826	42,496
<b>LESS CASH EXPENSES</b>			
<b>OPERATING</b>			
Administration fees	4,453		3,758
Maintenance of Houses	5,191		9,303
Papakainga Housing project costs	-		1,977
		9,644	15,038
<b>ADMINISTRATION</b>			
Accounting	-		2,415
General	12		-
Legal Fees	-		8,856
Wages - Administration - Housing Project	-		20,206
		12	31,477
<b>STANDING CHARGES</b>			
Insurance		3,059	2,822
<b>TOTAL CASH EXPENSES</b>		12,715	49,337
<b>CASH OPERATING SURPLUS</b>		34,111	(6,841)
<b>OTHER INCOME</b>			
Interest Received		3,800	762
<b>CASH SURPLUS BEFORE NON CASH ITEMS</b>		37,911	(6,078)
<b>NON CASH ITEMS</b>			
<b>LESS</b>			
Depreciation		523	698
<b>NET SURPLUS</b>		37,388	(6,776)

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE - FORESTRY FOR THE YEAR ENDED 30 JUNE 2017

		2017 \$	2016 \$
<b>INCOME</b>			
Sundry Income		-	96,000
Taitokerau Forestry Limited - Lease income			17,993
Timber sales		166,836	427,899
		<u>166,836</u>	<u>541,892</u>
<b>LESS COST OF SALES</b>			
Opening Cost of Forest	160,818		44,148
Harvest Management	-		10,560
Replanting Costs	21,179		93,795
Seedling Purchases	68,610		22,875
	<u>250,607</u>		<u>171,378</u>
<b>LESS</b>			
Closing Cost of Forest	250,607		160,818
<b>TOTAL COST OF SALES</b>			<u>10,560</u>
<b>GROSS MARGIN</b>		166,836	531,332
<b>LESS CASH EXPENSES</b>			
<b>REPAIRS AND MAINTENANCE</b>			
Protective Clothing	52		320
Fences	-		67,625
Races and roading	-		2,570
	<u>52</u>		<u>70,515</u>
<b>ADMINISTRATION</b>			
Accounting	-		1,500
Advisory	20,411		15,522
General	112		54
Legal Fees	-		40,939
	<u>20,523</u>		<u>58,015</u>
<b>STANDING CHARGES</b>			
Rates	5,249		4,523
<b>TOTAL CASH EXPENSES</b>		<u>25,824</u>	<u>133,053</u>
<b>CASH OPERATING SURPLUS</b>		141,012	398,280
<b>OTHER INCOME</b>			
Interest Received		0	2,100
<b>NET SURPLUS</b>		<u>141,012</u>	<u>400,380</u>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2017

		2017 \$	2016 \$
<b>CONSOLIDATED STATEMENT</b>			
<b>INCOME</b>			
Omapere Net Profit		239,718	298,824
Rangihamama Net Loss		(38,074)	21,328
Housing Net Profit		37,388	(6,776)
Forestry Net Profit		141,012	400,380
Sundry Income		12,920	-
		<u>392,964</u>	<u>713,756</u>
<b>ADMINISTRATION</b>			
Accounting	18,843		22,800
Advertising	121		-
Advisory	33,753		7,052
Annual & Special General Meeting costs	6,165		7,869
Audit Fee	3,903		5,454
Bank Charges	219		392
Communications	6,612		5,771
Computer Expenses	1,867		2,513
Conference and Seminar	-		413
Electricity	-		861
General	2,883		2,364
Legal Fees	24,920		15,808
Printing and Stationery	1,726		4,610
Travel - Administration	-		1,646
Trustee - Honorarium	29,915		23,479
Trustee - Travel Costs	2,310		2,310
Trustee - Meeting & Other expenses	2,314		3,153
Wages - Administration	<u>99,132</u>		<u>46,760</u>
		234,682	153,254
<b>STANDING CHARGES</b>			
ACC Levies	1,963		926
Insurance - Trustees Liability	3,000		3,195
Interest - Overdraft	4,756		5,752
Interest - IRD	2,024		40
Interest - Loan	20,731		22,993
Interest - Other	8		14
Lease - Rangihamama farm	-		-
Rent	<u>6,420</u>		<u>-</u>
		38,902	32,918

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.



# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
TOTAL CASH EXPENSES		<u>273,584</u>	<u>186,172</u>
CASH OPERATING SURPLUS		119,380	527,584
<b>OTHER INCOME</b>			
Interest Received		<u>8</u>	<u>-</u>
CASH SURPLUS BEFORE NON CASH ITEMS		119,388	527,584
<b>NON CASH ITEMS</b>			
<b>ADD</b>			
Share of Rangihamama Dairy Limited Partnership profit/(loss)	111,516		-
Recovery of Impairment loss to Rangihamama Dairy Limited Partnership	<u>56,368</u>		-
		167,884	<u>191,649</u>
<b>LESS</b>			
Depreciation	2,497		2,647
Share of Rangihamama Dairy Limited Partnership profit/(loss)			160,720
Share of Impairment loss to Rangihamama Dairy Limited Partnership	<u>-</u>		<u>56,493</u>
		<u>2,497</u>	<u>-</u>
NET NON CASH ITEMS		<u>165,387</u>	<u>219,860</u>
NET SURPLUS/(DEFICIT) BEFORE TAX		284,775	307,723
<b>LESS</b>			
Tax Credit/(Expense)	13	<u>84,535</u>	<u>(77,750)</u>
NET SURPLUS/(DEFICIT) AFTER TAX		<u><u>369,310</u></u>	<u><u>229,973</u></u>

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# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF MOVEMENTS IN EQUITY FOR THE YEAR ENDED 30 JUNE 2017

		2017 \$	2016 \$
<b>EQUITY AT START OF YEAR</b>		4,804,280	4,610,881
<b>SURPLUS AND REVALUATIONS</b>			
Surplus For The Year	369,310		229,973
<b>ADD</b>			
Non Taxable Livestock Revaluation	28,179		17,909
Share of Rangihamama Dairy Limited			
Partnership other movements in equity	8,065		13,875
	<u>36,244</u>		<u>31,784</u>
<b>LESS</b>			
Imputation Credits converted to a loss	-		82
Non Deductible Expenses	3,741		3,487
Capital Loss on disposal of assets	-		6,939
Distributions	56,880		57,850
Share Devaluation	695		-
	<u>61,316</u>		<u>68,358</u>
Total Recognised Revenues And Expenses For Year		344,238	193,399
<b>EQUITY AT END OF YEAR</b>		<u>5,148,518</u>	<u>4,804,280</u>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
<b>TRUST FUNDS</b>			
Corpus	4	3,602,609	3,567,058
Trustee Accumulated Income Account	5	1,545,911	1,237,222
		<u>5,148,520</u>	<u>4,804,280</u>
<b>CURRENT ASSETS</b>			
Bank of New Zealand - Call accounts		1,273,498	1,099,888
Debtors		37,650	185,260
GST Receivable		-	602
Tax Refund Due		11,795	-
Capital Work in Progress		50,315	50,315
		<u>1,373,258</u>	<u>1,336,065</u>
<b>LIVESTOCK</b>			
Sheep on Hand	131,599		167,794
Cattle on Hand	932,838		865,617
		<u>1,064,437</u>	<u>1,033,411</u>
<b>INVESTMENTS</b>			
Share of Rangihamama Dairy Limited Partnership	345,441		96,410
Shares - Ballance Agri-Nutrients Co-operative Limited	60,750		60,750
Shares - Silver Fern Farms Limited	2,411		3,106
		<u>408,602</u>	<u>160,266</u>
<b>FIXED ASSETS</b>			
As Per Schedule of Fixed Assets		6,097,939	6,178,152
<b>OTHER</b>			
Cost of Forest	7	250,607	160,818
		<u>7,821,585</u>	<u>7,532,647</u>
<b>TOTAL ASSETS</b>		<b>9,194,843</b>	<b>8,868,712</b>

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

	Note		2017 \$	2016 \$
<b>CURRENT LIABILITIES</b>				
Bank of New Zealand - Current account	8	232,404		140,906
GST Payable		7,279		-
Provision For Taxation		-		80,258
Creditors		367,606		160,489
Income in Advance				2,125
Grants received in advance	9	1,006,086		1,081,926
Provision for Holiday Pay		21,476		20,829
			1,634,851	1,486,543
<b>TERM LIABILITIES</b>				
Loan - BNZ Bank	8	2,055,517		2,172,484
Maori Trustee Share Loan	8	355,955		405,955
			2,411,472	2,578,389
<b>TOTAL LIABILITIES</b>			4,046,323	4,064,432
<b>NET ASSETS</b>			5,148,520	4,804,280


For or on behalf of the Trustees



Chairman



Trustee



Date

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.



# OMAPERE TARAIRE E & RANGIHAMAMA K3A AHU WHENUA TRUST

## SCHEDULE OF FIXED ASSETS AND DEPRECIATION FOR THE YEAR ENDED 30 JUNE 2017

	DATE of PURCHASE	RATE %	COST	OPENING WDV	ADDITIONS	SALES	PROFIT (LOSS)	COST	CAPITAL GAIN/ (LOSS)	DEPR	ACCUM DEPR	CLOSING WDV
<b>Land &amp; Improvements</b>												
Land Omapere	30/06/09	0.0P	70,875	69,740	1,135							70,875
Omapere Revaluation	30/06/09	0.0P	1,933,164	1,933,164								1,933,164
Water supply development	30/06/09	6.0D	7,757	3,066						184	4,875	2,882
Water supply	30/06/09	6.0D	7,582	2,997						180	4,765	2,817
Airstrip	30/06/09	5.0D	1,216	374						19	861	355
Clearing & Grassing	30/06/09	5.0D	370,063	114,324						5,716	263,455	108,608
Drainage	30/06/09	5.0D	19,364	7,980						399	11,983	7,581
Fencing	30/06/09	10.0D	110,954	11,378						1,138	100,714	10,240
River/Erosion control	30/06/09	5.0D	9,039	2,793						140	6,386	2,653
Roads, Tracks and Culverts	30/06/09	5.0D	15,105	4,285	4,210					350	6,960	8,145
Shelter belts	30/06/09	10.0D	10,531	944						94	9,581	850
Stockyards & Dips	30/06/09	10.0D	9,208	827						83	8,464	744
Water supply	30/06/09	9.0D	10,271	3,173						159	7,257	3,014
Silage pit	30/06/09	5.0D	283	87						4	200	83
Bridges	30/06/09	2.5D	2,614	502						13	2,125	489
Fencing farm development	30/06/09	11.4D	24,495	4,300						513	20,508	3,987
Water supply development	30/06/09	9.0D	7,823	2,089						188	5,922	2,901
Water troughs - 200 gallons (x15)	15/01/11	5.0D	3,457	2,609						130	378	2,479
25mm Pipe & Fittings	22/09/11	5.0D	4,670	3,645						182	1,207	3,463
Water system improvements	30/11/12	5.0D	13,796	11,548						577	2,825	10,971
Sheep troughs	30/11/12	5.0D	4,135	3,428						171	878	3,257
10 x 515 litre troughs	04/09/15	5.0D	2,497	2,303						120	224	2,273
5 x 30,000 litre plastic water tanks	30/01/17	16.0D	14,610		14,610					1,159	1,159	13,451
Water supply - Blue Yards area	30/01/17	5.0D	75,130		35,130					871	871	34,259
Land - Rangihamama	30/06/09	0.0P	68,425	68,425								68,425
Rangihamama - Revaluation	30/06/09	0.0P	1,718,046	1,718,046								1,718,046
Bridges	30/06/09	2.5P	963								963	
Clearing & Grassing	30/06/09	5.0D	132,480	42,862						2,143	91,761	40,719
Drainage	30/06/09	5.0D	11,825	3,827						191	8,189	3,636
Electrical installation	30/06/09	10.0D	606	60						5	552	54
Fencing	30/06/09	10.0D	59,070	5,818						582	58,834	5,236
Roads, Tracks & Culverts	30/06/09	5.0D	19,563	6,759						338	13,233	6,430
Shelter belts	30/06/09	10.0D	47,740	4,703						470	43,316	4,233
Stockyards & Dips	30/06/09	10.0D	3,586	354						35	3,267	319
Cattle yards	30/06/09	10.0D	24,544	2,418						242	22,368	2,176
Land clearing	30/06/09	6.3D	12,430	4,709						297	8,018	4,412
Laser Drainage - Wharekone flats	31/05/13	0.0D	39,724	33,771						1,689	7,640	32,084
Pasture Renovation	30/06/13	15.0D	109,236	17,502						7,875	39,510	3,625
Borehole (R)	30/01/14	10.0P	21,340	16,583						2,194	7,351	14,389
Drainage (R)	20/03/14	5.0P	37,004	29,875	3,583					1,759	5,305	31,699
Effluent System (R)	20/03/14	5.0P	157,480	147,033						8,374	27,921	139,559
Water Supply (R)	20/03/14	5.0P	131,586	116,357						6,579	21,813	109,773
Land Development Costs Rangihamama	20/03/14	5.0P	34,418	30,401						1,721	5,738	28,680
Races (R)	20/03/14	5.0P	413,426	376,295						20,971	64,102	355,374
Tanker Loop (R)	20/03/14	5.0P	10,877	9,607						544	1,814	9,063
Power Supply (R)	09/12/13	10.0P	45,311	33,617						4,531	16,225	29,086
Feed Pad (R)	20/03/14	10.0P	212,537	162,975						21,254	70,866	141,671
Stormwater Diversion (Cowshed) (R)	30/06/14	5.0P	6,347	5,587						317	977	5,370
Flood Wash System - Dairy Effluent (R)	30/06/14	5.0P	3,603	3,278						160	555	3,048
Sludge Pad (R)	17/07/14	10.0P	1,731	1,385						173	519	1,212
Feed Pad - Storm Water Diversion (R)	01/08/14	5.0P	1,807	1,634						90	263	1,544
Water Supply 60s clock (dairy)	16/05/15	5.0P	27,967	26,342						1,398	3,018	24,944
Horticulture development	30/06/09	6.3D	16,007	6,133						386	10,260	5,747
			6,075,720	5,063,106	58,668					98,730	1,050,176	5,023,044

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SCHEDULE OF FIXED ASSETS AND DEPRECIATION FOR THE YEAR ENDED 30 JUNE 2017

	DATE OF PURCHASE	RATE \$ TYPE	COST	OPENING WDBV	ADDITIONS	SALES	PROFIT (LOSS)	COST	CAPITAL GAIN (LOSS)	DEPRN	ACCUM DEPRN	CLOSING WDBV
<b>Building</b>												
House - Omapere Farm Manager	30/06/09	0.0P	5,832								5,832	
House alterations	30/06/09	0.0P	17,775	7,596							10,179	7,596
Electrical installation	30/06/09	0.0D	8,341	1,267							7,074	1,267
Office	30/06/09	0.0P	3,405	94							3,311	94
Upgrade to Managers House	30/06/09	0.0P	34,368	15,185							19,183	15,185
Renovations	30/06/09	0.0D	3,889	2,613							1,276	2,613
Garage renovations	30/06/09	0.0D	4,829	3,654							1,175	3,654
Hot water cylinder	30/06/09	0.0D	588	22							566	22
Woodburner - Managers cottage	30/06/09	0.0P	1,310								1,310	
Simpsons Colombo Stove	30/06/09	6.5P	710								710	
Improvements	30/06/09	0.0P	36,588	25,532							11,056	25,532
House - Shepherd	30/06/09	0.0P	20,206								20,206	
Additions - Shepherds house	30/06/09	0.0P	2,489	1,190							1,299	1,190
Shepherds House - Garage	01/04/10	0.0D	14,088	13,564							524	13,564
Neptune Stove	30/06/09	6.5P	755								755	
House No. 1	30/06/09	0.0D	16,250	10,879							5,371	10,879
House No. 2	30/06/09	0.0D	\$4,200	43,577							20,628	43,577
House 3 - Shepherd	30/06/09	0.0P	22,316	3,253							18,063	3,253
House No. 4 renovations	30/06/09	0.0D	50,587	35,642							14,945	35,642
Haybarn 4 (1/2 Round)	30/06/09	10.0P	1,015								1,015	
Haybarn 3 (1/2 Round)	30/06/09	10.0P	793								793	
Implement Shed	30/06/09	0.0P	4,697	1,058							3,639	1,058
Killing Shed	30/06/09	10.0P	200								200	
Woolshed - Folia Road	30/06/09	2.5P	19,790								19,790	
Shearers Quarters (Office)	30/06/09	2.5P	13,408								13,408	
Woolshed No. 1	30/06/09	2.5P	4,339								4,339	
Water tanks (2)	30/06/09	10.0D	609	36							577	36
Shearers Quarters - Hot water cylinder	30/06/09	0.0D	1,073	42							1,031	42
25,000 litre Water Tank	28/02/13	16.0D	2,676	1,482						237	1,431	1,245
Water Pump for house	28/02/13	20.0D	724	341						68	451	273
Water tank	28/02/13	16.0D	5,039	2,790						446	2,695	2,344
Burglar alarm - Shearers Quarters	31/05/13	15.0D	1,568	633						158	1,093	475
Burglar Alarm - Managers House	31/05/13	30.0D	1,145	373						117	884	261
House - Rangihamama Managers	30/06/09	0.0P	8,152								8,152	
Kitchen alterations	30/06/09	0.0P	8,370	4,828							3,542	4,828
Isner & Paykel stove	30/06/09	6.5P	1,110								1,110	
Water Pump - Rangihamama Manager	30/06/09	12.5D	2,133	87						11	2,057	76
26 Browns Road, Septic tank & drainage	25/08/11	0.0P	9,255	9,255								9,255
Dwelling	30/06/09	0.0P	5,350								5,350	
Carpets Rental No. 1	30/06/09	19.6D	4,500								4,500	
Dwelling No. 2 - Rangihamama	30/06/09	0.0P	1,326								1,326	
191 Rangihamama Road electrical imor	14/06/12	0.0P	1,366	1,366								1,366
Rental improvements	30/06/09	0.0P	17,542	24,404							13,138	24,404
Rental improvements	30/06/09	0.0D	2,844	2,109							735	2,109
Shearers Quarters	30/06/09	2.5P	4,888								4,888	
Shearers Quarters improvements	30/06/09	0.0D	28,000	21,864							6,156	21,864
Hot water cylinder	30/06/09	0.0D	643	282							361	282
Fuel & Implement sheds	30/06/09	2.5P	248								248	
1/2 Round Haybarn	30/06/09	10.0P	774								774	
Haybarn	30/06/09	10.0P	403								403	
Implement Shed No. 1	30/06/09	2.5P	3,066								3,066	
Implement Shed No. 2	30/06/09	2.5P	820								820	
Pump house	30/06/09	10.0D	75								75	
Stone Shed	30/06/09	2.5P	585								585	

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# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SCHEDULE OF FIXED ASSETS AND DEPRECIATION FOR THE YEAR ENDED 30 JUNE 2017

	DATE of PURCHASE	RATE & TYPE	COST	OPENING WTV	ADDITIONS	SALES	PROFIT (LOSS)	COST	CAPITAL GAIN/ (LOSS)	DEPR	ACCUM DEPR	CLOSING WTV
Woolshed	30/06/09	2.5P	7,734								7,734	
Woolshed toilets	30/06/09	3.0P	4,850	2,599						146	2,397	2,453
Killing Shed	30/06/09	0.0P	199								199	
Pump Shed	30/06/09	10.0P	2,088								2,088	
Water Tank	30/06/09	0.0P	337								337	
Farm building upgrade	30/06/09	4.00	812	512						20	320	492
Silo Pad (R)	31/03/14	4.0P	2,500	2,267						100	333	2,167
Implement Shed (R)	30/03/14	10.0P	43,796	33,514						4,380	14,662	29,134
Farm Dairy (R)	20/03/14	8.0P	402,450	346,145						24,147	80,452	321,998
Palm Kernel Bin	20/10/14	10.0P	4,318	3,563						432	1,187	3,131
Dairy Manager's House 207 Rangihama	21/03/15	0.0P	225,406	214,812	594							225,406
Dairy Manager's House - Curtains	21/03/15	30.0P	1,034	620						310	724	310
Dairy Manager's House - Carpet	21/03/15	40.0P	5,826	2,717						2,330	5,430	387
Dairy Manager's House - Gas Cylinders	21/03/15	25.0P	369	246						92	215	154
Stove 978 Lake Road	05/10/15	25.00	1,290	1,049						262	503	787
Westinghouse Saturn Stove	29/04/15	25.00	2,047	1,920						480	607	1,440
Bobby calf loading ramp	31/07/16	10.00	1,156		1,156					116	116	1,040
Packing Shed	30/06/09	2.5P	50,624	1,261						1,261	50,624	
Woodstove & Hearth	30/06/09	0.0P	756	61							695	61
Jayline Junior wood stove	30/06/09	0.00	1,963	43							1,920	43
Agitator washing machine	30/06/09	12.00	250	28						3	225	25
Kelvinator fridge	30/06/09	15.00	355	34						5	326	29
Range	30/06/09	18.00	1,155	69						12	1,098	57
RAGIMOWS Stove	30/06/09	26.40	1,457	17						4	1,444	13
Neptune stove	30/06/09	26.40	756	13						3	746	10
Insulation 939 Lake Road	30/09/10	0.00	1,495	1,458							37	1,458
Insulation 191 Rangihamama Road	30/09/10	0.00	1,646	1,605							41	1,605
Insulation - 65 Toia Road	30/09/10	0.00	1,321	1,483							38	1,483
Insulation 207 Te Pua Road	30/09/10	0.00	2,286	2,229							57	2,229
Insulation - 978 Lake Road	30/09/10	0.00	3,745	3,652							93	3,652
Insulation 26 Browns Road	30/09/10	0.00	2,337	2,337							60	2,337
F&P Stove, 191 Rangihamama Road	05/06/12	25.00	1,039	323						81	797	242
Oven & Dishwasher	28/02/13	25.00	1,973	747						187	1,413	560
Carpet 939 Lake Road	31/08/12	25.00	2,774	740						185	1,719	555
Carpet 65 Toia Road	28/02/13	25.00	3,516	1,331						333	2,518	998
Office extensor	16/07/13	0.0P	1,756	1,756								1,756
Kennels 978 Lake Road	08/04/14	40.0P	1,858	187						187	1,858	
Septic tank 65 Toia Road	11/09/13	0.0P	8,939	8,939								8,939
Fire - Masport Minors 65 Toia Road	25/03/14	0.0P	2,800	2,800								2,800
Power extension 939 Lake Road	23/04/14	0.0P	2,600	2,600								2,600
Fire - Masport R1500 207 Te Pua Road	23/04/14	0.0P	3,624	3,624								3,624
Stove 939 Lake Road	30/06/14	25.00	399	496						124	527	377
			1,293,946	892,788	1,750					16,236	435,644	358,302
<b>Vehicles</b>												
2004 Ford Courier double cab ute CDE	30/06/09	31.00	30,057	351						110	29,815	241
John Deere 6330 4WD ROPS Tractor w/	06/06/12	13.00	30,503	51,297						5,569	45,875	44,628
John Deere 3032E 4WD Tractor	06/06/12	13.00		9,324	10,000	376	16,980					
Kea 645A Road trailer	06/06/12	25.00	1,900	589						147	1,758	442
Quad - Suzuki LA 750 w/ Extras	15/07/14	30.00	14,130	6,924						2,077	9,283	4,847
Trailer - Compass Light Crate	14/07/14	25.00	1,739	978						245	1,206	733
ATV - Kymco UXV 700i with Roof	23/06/15	30.00	13,937	9,329						2,859	7,787	6,670
KYMC UXV 700i side by side A/V	11/08/16	30.00	15,217		15,217					4,177	4,177	11,040
			167,504	79,293	15,217	10,000	376	16,980		16,284	98,902	68,602
<b>Plant and Equipment</b>												
Luster slushing plant	30/06/09	10.00	913	32							304	29

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# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SCHEDULE OF FIXED ASSETS AND DEPRECIATION FOR THE YEAR ENDED 30 JUNE 2017

	DATE of PURCHASE	RATE & TYPE	COST	OPENING WDV	ADDITIONS	SALES	PROFIT (LOSS)	COST	CAPITAL GAIN/ (LOSS)	DEPN	ACCUM DEPN	CLOSING WDV
Microscope	30/06/09	10.00	207								207	
CFR2 Rotowiper & Foam marker	30/06/09	14.40	3,550	200						29	3,379	171
Flairmaster HD 60 slashers	30/06/09	14.40	5,550	282						41	5,309	241
6 Tonne Tipping Trailer	30/06/09	14.40	7,955	410						59	7,604	351
AES 2000 psi Water Blaster	30/06/09	26.40	1,850	5						1	1,846	4
Kea trailer & stock crate	30/06/09	14.40	2,667	153						22	2,536	131
Sidhi 038 Magnum chainsaw	30/06/09	60.00	964								964	
Kinghit post driver	30/06/09	14.40	5,300	347						50	5,203	297
Harrows	30/06/09	14.40	986	67						10	929	57
Staflx M36 electric fence unit	30/06/09	26.40	1,062	5						1	1,058	4
Alloy weigh platform	30/06/09	14.40	480	37						5	448	32
Water tank	30/06/09	10.00	350	2						1	349	1
Arc welder	30/06/09	10.00	338	3						1	336	2
Wool handling table	30/06/09	10.00	790	8						1	283	7
Woolpress No. 1	30/06/09	10.00	1,832	73						7	1,766	66
Woolpress No. 2	30/06/09	10.00	1,116	23						2	1,095	21
Disc grinder - Kiwi	30/06/09	10.00	279	9						1	271	8
CDax CT Broadcaster	30/06/09	10.00	725	52						5	678	47
PEI 628 electric fence unit	30/06/09	12.50	1,046	43						5	1,008	38
400 gallon tank	30/06/09	18.00	385	14						3	374	11
Weighing scales	30/06/09	26.40	1,244	10						3	1,237	7
Pasture plate meter	30/06/09	14.40	380	35						5	350	30
Tru Test loadbars	30/06/09	14.40	684	73						11	622	62
Smartscale loadbars	30/06/09	14.40	2,367	249						36	2,154	213
Makita circular saw	30/06/09	60.00	212								212	
3 ton trolley jack	30/06/09	14.40	222	23						1	202	20
Water tank	30/06/09	9.00	2,000	514						46	1,532	468
Makita Drill hammer	30/06/09	50.00	391								391	
Ball pump	30/06/09	14.40	2,949	315						45	2,679	270
Origa pump	30/06/09	21.60	690	25						5	670	20
Double ended shearing grinder	30/06/09	22.00	222	7						2	217	5
Grantbuilt 7'6" Tray C/W rails	30/06/09	14.40	1,165	140						20	1,045	120
Hustler bale grab	30/06/09	14.40	2,400	408						59	2,051	349
Pivoting front mudguards	30/06/09	25.00	995	30						8	973	27
Spray unit	30/06/09	19.20	6,552	653						125	6,024	528
Lock pulley & motor	30/06/09	15.60	621	108						17	530	91
3 unit dog kennel & run (x2)	30/06/09	48.00	2,960	6						3	2,957	3
Portala Hammer Flail Mulcher	30/06/09	60.00	5,600	1						1	5,600	
Locking cradle	30/06/09	15.60	907	207						32	792	175
Rotowiper	30/06/09	19.20	850	142						27	735	113
Staflx M6 electric fence unit	30/06/09	15.00	354	18						3	339	15
2000 litre diesel tank & pump	30/06/09	10.00	570	12						1	559	11
Plant & Equipment - various	30/06/09	10.00	1,494	87						9	1,416	78
Plant & Equipment - various	30/06/09	10.00	386	23						2	364	21
Grader blade	30/06/09	25.00	2,409								2,409	
Irrigation pump system	30/06/09	10.00	8,135	188						19	7,966	169
Sundeam shearing handpiece	30/06/09	10.00	234	5						1	230	4
Smartscale 300 C/W loadbars	30/06/09	14.40	2,367	279						40	2,128	239
Block & Chain	30/06/09	14.40	410	41						6	375	35
Platform	30/06/09	14.40	653	66						10	597	56
Measuring Wheel	30/06/09	12.00	251	48						6	209	42
Sidhi chainsaw	30/06/09	60.00	556								556	
XJ350cc Water pump	30/06/09	21.60	622	34						1	595	27
Pressure tank	30/06/09	14.40	869	144						21	746	121
Spray boom	30/06/09	19.20	992	99						19	912	80
CDax CT300 spreader	30/06/09	16.00	2,144	633						101	1,517	537

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# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## SCHEDULE OF FIXED ASSETS AND DEPRECIATION FOR THE YEAR ENDED 30 JUNE 2017

	DATE of PURCHASE	RATE & TYPE	COST	OPENING WDV	ADDITIONS	SALES	PROFIT (LOSS)	COST	CAPITAL GAIN/ (LOSS)	DEPN	ACCUM DEPN	CLOSING WDV
Redeye REK-08 Standalone mobile seci	07/12/10	25.00	2,151	436	-	-	-	-	-	109	1,824	327
Redeye REK-16 Standalone mobile seci	07/12/10	25.00	2,151	436	-	-	-	-	-	109	1,824	327
1.1KW Pump, Toia Road	24/02/12	20.00	2,565	964	-	-	-	-	-	193	1,794	771
W610 Weigh scale indicator	02/04/12	22.00	830	290	-	-	-	-	-	64	604	226
HRS Reader	02/04/12	22.00	1,869	654	-	-	-	-	-	144	1,359	510
35V19 Water Pump, Toia Road	25/06/13	20.00	3,849	1,938	-	-	-	-	-	388	2,299	1,350
Freezer for Dog Fucker F&P 699L Che	30/06/14	25.00	1,651	910	-	-	-	-	-	228	969	682
Cattle Crush - Cattlemaster Classic	29/08/13	13.00	12,995	8,666	-	-	-	-	-	1,127	5,456	7,539
Mains Energizer - 63000RS	25/03/14	13.00	2,053	1,487	-	-	-	-	-	193	759	1,294
GO 6000 Loadbar set	07/09/15	13.00	1,109	989	-	-	-	-	-	129	249	860
Portable loading ramp	10/02/16	13.00	3,390	3,208	-	-	-	-	-	417	599	2,791
63000RS Electric fence unit	23/02/16	13.00	1,999	1,897	-	-	-	-	-	246	353	1,646
NEX weedwiper	29/09/16	16.00	1,995	-	1,995	-	-	-	-	265	265	1,730
INEX Spot sprayer 200 litre, 12 volt, flat	18/11/16	16.00	991	-	991	-	-	-	-	105	105	886
Lombardini Diesel Motor & Capan Pum	20/01/17	20.00	16,834	-	16,834	-	-	-	-	1,570	1,670	15,164
Stockman weigh crate - 3 way drafting	10/03/17	13.00	5,995	-	5,995	-	-	-	-	260	260	5,735
Loadbars -101010 3,000kg	13/04/17	13.00	1,652	-	1,652	-	-	-	-	54	54	1,598
Traveling Irrigator Williams GB Magn	12/02/14	20.00	9,353	5,494	-	-	-	-	-	1,099	4,958	4,395
Effluent Pump Doda Floater 20 hp (R)	12/02/14	20.00	6,990	4,106	-	-	-	-	-	921	3,705	3,285
Pontoon Williams 4 Drum (R)	12/02/14	20.00	2,206	1,296	-	-	-	-	-	259	1,169	1,037
Water Pump Grundfos CR5-12 Vertica	12/02/14	20.00	2,995	1,759	-	-	-	-	-	352	1,588	1,407
Pressure Tank FLE 3310V 10 bar (R)	12/02/14	30.00	1,150	941	-	-	-	-	-	75	284	866
Teat Sprayer (R)	27/03/14	30.00	2,428	1,072	-	-	-	-	-	321	1,678	750
Milking Plant (R)	20/03/14	16.00	93,620	62,525	-	-	-	-	-	10,004	41,099	52,521
Cooling Plant (Dairy) (R)	20/03/14	16.00	26,926	17,983	-	-	-	-	-	2,877	11,320	15,106
Wash Down Unit (Dairy) (R)	20/03/14	20.00	13,345	8,268	-	-	-	-	-	1,654	7,231	6,814
Water Heater (Dairy) (R)	20/03/14	16.00	9,153	6,114	-	-	-	-	-	978	4,017	5,136
Pump - Floodwash Grundfos Seg. Grind	30/06/14	20.00	3,615	2,276	-	-	-	-	-	455	1,794	1,821
			330,280	140,089	27,467	-	-	-	-	25,536	188,260	142,020
<b>Office Furniture and Equipment</b>												
Thermabond GBC 2000 XT	30/06/09	22.00	350	2	-	-	-	-	-	1	349	1
Chairs (x3)	30/06/09	15.00	354	8	-	-	-	-	-	1	347	1
Desks (x2)	30/06/09	12.00	150	26	-	-	-	-	-	3	337	23
Folding table	30/06/09	14.40	302	20	-	-	-	-	-	3	285	17
Shelves - long, moveable	30/06/09	0.00	247	-	-	-	-	-	-	-	247	-
Maxim filing cabinets	30/06/09	14.40	375	41	-	-	-	-	-	5	291	35
Blinder	01/04/10	30.00	299	13	-	-	-	-	-	10	276	23
Omaperere-Rangihamama.com Website	04/04/13	40.00	-	292	-	-	(792)	-	-	-	-	-
Laptop Apple MacBook Pro Retina 13"	01/05/14	50.00	2,434	358	-	-	-	-	-	279	2,155	173
Lenovo ThinkPad Business Notebook	29/06/15	30.00	1,378	1,897	-	-	-	-	-	948	1,079	349
Website	25/10/15	40.00	1,250	-	1,250	-	-	-	-	374	374	376
Lenovo ThinkPad T560 Business Notebr	20/01/17	50.00	2,341	-	2,341	-	-	-	-	580	580	1,761
			10,240	2,376	3,391	-	(292)	-	-	2,205	6,170	3,370
<b>Total Assets</b>			<b>7,877,193</b>	<b>5,178,152</b>	<b>106,693</b>	<b>10,000</b>	<b>84</b>	<b>16,380</b>		<b>176,991</b>	<b>1,779,252</b>	<b>6,097,339</b>

PROFIT/(LOSS) ON DISPOSAL

34

TOTAL CLAIMED FOR DEPRECIATION

\$176,991

The accompanying notes form an integral part of these Financial Statements. This statement must be read in conjunction with the Independent Auditor's Report

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. STATEMENT OF ACCOUNTING POLICIES**

**(a) Basis Of Reporting**

Under the Financial Reporting Act 2013, the Trust is not required to prepare financial statements that comply with accounting standards issued by the External Reporting Board.

These financial statements are for Omapere Taraire E & Rangihamama X3A Ahu Whenua Trust, a Trust formed under a Trust Order dated 2 July 1990 pursuant to Section 438(5) of the Maori Affairs Act 1953. The Trust Order was reviewed on 6 August 1996 in accordance with the requirements of the Te Ture Whenua Act 1993.

The financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities published by Chartered Accountants Australia and New Zealand.

These Special Purpose Financial Statements have been prepared to meet the needs of the shareholders and the Bank of New Zealand.

**(b) Basis of Measurement**

The financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities published by Chartered Accountants Australia and New Zealand.

**2. PARTICULAR ACCOUNTING POLICIES**

**(a) Debtors**

Debtors are valued at anticipated net realisable value.

**(b) Depreciation**

Depreciation is calculated using rates permitted under the Income Tax Act 2007 and detailed in the Schedule of Fixed Assets.

**(c) Income Tax**

Income tax payable has been accounted for using the taxes payable method. Income tax is calculated on the profit disclosed by the Statement of Financial Performance less permanent differences. The Trust does not have any timing differences which give rise to either deferred tax or a tax asset.

**(d) Cost of Forest**

Cost comprises direct expenses incurred in replanting and tending the forest up until harvest.

**(e) Investments**

Investments are stated at the lower of cost and net realisable value. Investment income is recognised in the Statement of Financial Performance when received.

**(f) Fixed Assets**

All fixed assets are recorded at cost less accumulated depreciation.

The latest valuations dated 1 September 2016 by Quotable Valuation, value the Land and Improvements at a total of \$11,362,000 being \$6,804,000 for the Omapere farm and \$4,558,000 for the Rangihamama farm.

This statement must be read in conjunction with the Independent Auditors Report

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**(g) Goods and Services Tax (GST)**

The Financial Statements have been prepared on a GST exclusive basis except for Debtors and Creditors which are shown GST inclusive. The previous years' comparatives have been prepared on a GST inclusive basis except for fixed assets which are shown GST exclusive. Where GST is not recoverable it is recognised as part of the asset cost or expensed as appropriate.

**(h) Leases - Operating**

Leases under which all the risks and benefits of ownership are effectively retained by the lessor are classified as operating leases. Operating lease payments are charged to expenses over the period in which they are incurred.

**(i) Livestock**

Livestock is valued under Herd Scheme values unless otherwise denoted by (NSC) which stands for National Standard Cost.

**(j) Investments in Joint Ventures**

The investment in the Rangihamama Dairy Limited Partnership joint venture is recognised using the equity method. The Trust's share of the Joint Venture's net profit or loss for the year is recognised in the Trust's Statement of Financial Performance.

The Trust's share of any other equity movement of the joint venture is recognised in the Trust's Statement of Movements in Equity.

**(k) Changes in Accounting Policies**

There have been no significant changes in accounting policies.

**3. GENERAL NOTES**

**(a) Capital Expenditure**

There are no commitments for capital expenditure at balance date.

**(b) Comparative Figures**

The comparative figures in the Financial Statements for last year relate to a 12 month period

**(c) Contingent Liabilities**

There are no known contingent liabilities at balance date.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

<b>4.</b>	<b>CORPUS</b>	<b>2017</b>	<b>2016</b>
		<b>\$</b>	<b>\$</b>
	Opening Balance	3,567,058	3,542,213
	<b>ADD</b>		
	Share of Rangihamama Dairy Limited		
	Partnership other movements in equity	8,065	13,875
	Non Taxable Livestock Revaluation	28,179	17,909
		<u>36,244</u>	<u>31,784</u>
	<b>LESS</b>		
	Capital Loss on disposal of assets		6,939
	Share devaluation	695	
		<u>695</u>	<u>6,939</u>
	<b>CLOSING BALANCE</b>	<u>3,602,609</u>	<u>3,567,058</u>
<b>5.</b>	<b>TRUSTEE ACCUMULATED INCOME ACCOUNT</b>	<b>2017</b>	<b>2016</b>
		<b>\$</b>	<b>\$</b>
	Opening Balance	1,237,222	1,068,668
	<b>ADD</b>		
	Share of Income	<u>369,310</u>	<u>229,973</u>
	<b>LESS</b>		
	Non deductible Expenses	3,741	3,487
	Imputation Credits converted to a loss		82
	Koha	9,880	8,850
	Scholarships	47,000	49,000
		<u>60,621</u>	<u>61,419</u>
	<b>CLOSING BALANCE</b>	<u>1,545,911</u>	<u>1,237,222</u>

Scholarships totalling \$50,000 were approved for the year, subject to one scholarship recipient being successfully granted admission to a course of tertiary study. The recipient was granted admission after the end of the financial year and the \$3,000 scholarship was paid out on 23 August 2017.



## OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

#### 6. SHARE OF RANGIHAMAMA DAIRY LIMITED PARTNERSHIP

The movements in the Trust's share of the investment in the Rangihamama Dairy Limited Partnership during the year are as follows:

	2017 \$	2016 \$
Opening balance	96,410	177,795
Equity contributions to Limited Partnership	73,082	121,953
Trust's 50% share of Limited Partnership's:		
Net operating profit/(loss)	111,516	(160,720)
Other movements in equity	8,065	13,875
Impairment recovery/(loss)	56,368	(56,493)
Net movements for the year	249,031	(81,385)
Closing balance	345,441	96,410

The value of the investment was written down in 2016 by the amount of the impairment loss which was equivalent to a 50% share of the budgeted operating loss for the period ending 31 May 2017. The Limited Partnership made a profit for the period ended 31 May 2017 and is budgeted to make a surplus for the period ending 31 May 2018. Consequently a portion of write downs made in prior years has now been recovered.

#### 7. COST OF FOREST

On 2 October 2015, the Trust purchased back from Taitokerau Forests Limited ("TFL") the Forestry Cutting Rights to the forest that TFL had yet to harvest off the Omapere Farm. The Trust then immediately sold a new Forestry Cutting Right for the trees to Asian Natural Resources Limited ("ANRL"). The net income from this transaction is included as income from timber sales.

The Trust has almost completed replanting the areas harvested by ANRL.

	2017 \$	2016 \$
Opening cost of forest	160,818	44,148
Current year costs		
Seedlings	68,610	22,875
Replanting costs	21,179	93,795
Total costs for the year	89,789	116,670
Closing cost of forest	250,607	160,818

## OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

#### 7. COST OF FOREST (Continued)

##### Emissions Trading Scheme (ETS)

The Trust owns 237 hectares of pre-1990 forest land, the subject of the Forestry Right Agreement with Asian Natural Resources Limited. Owners of pre-1990 forest land have no obligations under the ETS if harvesting is followed by normal re-establishment of the forest through replanting or natural regeneration.

During the year ended 30 June 2013, the Trust was allocated, from the Crown, 15,660 New Zealand Units in the Emissions Trading Scheme. At balance date, the market value per unit was \$17.20 (2016: \$17.90), meaning the total market value of the units held by the Trust was \$269,352 (2016: \$280,314).

The Trust owns 46 hectares of post 1989 forest land. The Trust has chosen to not enter its post 1989 Forest into the Emissions Trading Scheme.

#### 8. BANK OF NEW ZEALAND - FINANCE FACILITIES

##### Overdraft Facility

The Overdraft Facility with the Bank of New Zealand at balance date had a limit of \$300,000. The interest rate on the facility at balance date was 9.20% up to \$300,000 and 20.45% thereafter. The facility is secured over the livestock, plant and equipment owned by the Trust.

##### Term Loans

	Repayment due	Interest rate	2017 \$	2016 \$
Loan -001	17 July 2027	5.10%	394,955	415,666
Loan -002	24 December 2018	5.19%	1,506,145	1,554,505
Loan -003	18 May 2020	5.17%	154,418	202,263
			<u>2,055,517</u>	<u>2,172,434</u>

The loans are secured by a Perfected Security Interest in all present and after acquired property of the Trust, excluding land, buildings and infrastructure improvements.

The Trust also has a credit card facility with a limit of \$5,000.

The Trust has guaranteed the repayment of loans and interest of up to \$1,100,000 made by the Bank of New Zealand, to the Rangihamama Dairy Limited Partnership - refer to Note 12.

#### 9. GRANTS RECEIVED IN ADVANCE

The Trust has entered into agreements with Te Puni Kokiri to receive grants for the construction of the Papakainga Housing Project on Rangihamama Road. The timing of receipt of funds under the grant agreements is generally in advance of each stage of capital expenditure on the project.

The grants received are offset against the costs of the project as they are incurred. Any amount not yet used at balance date is shown as Grants Received in Advance.

Any costs incurred that are not covered by the grants are included in Capital Work in Progress - Papakainga Housing Project.

This statement must be read in conjunction with the independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

### 10. MAORI TRUSTEE SHARE LOAN

On 8 November 2012, the Trust accepted an interest free loan from the Maori Trustee, known as the Conversion Fund Presumed Advances, in exchange for the shares it held valued over \$1,000.

The Trust has recognised the full extent of the loan by reducing the Trust's equity by an equivalent amount.

After loan repayments are made, the Maori Trustee will apply to the Maori Land Court to cancel shares which they own in proportion to the amount repaid.

Until that time, the Maori Trustee stands as an owner and has the same powers and rights as all other owners.

	2017	2017	2016	2016
		Number of shares held by Maori Trustee		Number of shares held by Maori Trustee
	\$		\$	
Opening balance	405,955	1,036,832	455,955	1,241,742
Less repayment	(50,000)	-	(50,000)	(204,910)
Balance as at 30 June 2017	355,955	1,036,832	405,955	1,036,832

Applications to the Maori Land Court to have the shares cancelled were temporarily suspended, until the issue of tax losses being combined and carried forward was resolved with the Inland Revenue. Following the resolution of that issue, application was made by the Maori Trustee on 4 July 2017 to cancel a further 307,364 shares. This will reduce the Maori Trustee shareholding to 729,468 shares, which equates to the value of the loan balance owing at year end.

### 11. TRUSTEE TRANSACTIONS

During the year the Trustees received the following remuneration for attendance at meetings to conduct the Trust's business and reimbursement for costs.

	2017		
Trustee Name	Meeting Fees	Travel	Total
	\$	\$	\$
R Tau (Chairperson)	5,654		5,654
C Bermingham-Brown	5,081		5,081
B Cutforth	5,081	2,310	7,391
IT Robust	5,081		5,081
T Wihongi	5,081		5,081
R Witana	3,936		3,936
	29,915	2,310	32,225

This statement must be read in conjunction with the Independent Auditors Report.

# OMAPERE TARAIRE E & RANGIHAMAMA X3A AHU WHENUA TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

### 11. TRUSTEE TRANSACTIONS (Continued)

Trustee Name	2016		
	Meeting Fees	Travel	Total
	\$	\$	\$
R Tau (Chairperson)	5,154		5,154
C Bermingham-Brown	4,581		4,581
B Cutforth	4,581	2,310	6,891
TT Robust	4,581		4,581
T Wihongi	4,581		4,581
	<u>23,479</u>	<u>2,310</u>	<u>25,789</u>

### 12. RELATED PARTY TRANSACTIONS

#### Rangihamama Dairy Limited Partnership

During the 2014 year, the Trust entered into a Limited Partnership with Te Tumu Paeroa to operate a dairy farming business on a large part of the Rangihamama farm. As part of that agreement, the Trust entered into an operating lease on 20 March 2014, to lease 278 hectares of the Rangihamama farm to the Limited Partnership, of which the Trust has a 50% share. The lease is for a period of 5 years ending on 19 March 2019, with 2 rights of renewal for further terms of 2 years each.

As at 31 May 2017, the Limited Partnerships latest balance date, the Trust's share of the net assets of the Limited Partnership was \$345,441 (2016: \$96,410).

The following material transactions have taken place during the year with the Limited Partnership:

- (a) The Trust provided the following goods and services to the Limited Partnership:

	2017	2016
	\$	\$
Operating lease of the Rangihamama dairy farm	195,000	187,200
Sale of a John Deere 3032E small tractor	10,000	

These sales were made at market rates using independent valuations as appropriate.

- (b) The Trust has an operating lease with the Limited Partnership as noted above.
- (c) At balance date the Limited Partnership owed the Trust \$918 (2016: \$3,498) for reimbursement of expenses incurred on the partnership's behalf.
- (d) At balance date the Trust owed the Limited Partnership \$2,611 (2016: \$18,977) for costs incurred on the Trust's behalf.

This statement must be read in conjunction with the Independent Auditors Report.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**12. RELATED PARTY TRANSACTIONS (continued)**

- (e) The Trust has guaranteed the repayment of loans and interest of up to \$1,100,000 made, by the Bank of New Zealand, to the Limited Partnership.
- (f) The following trustees - Raniera Tau, Taoko Wihongi and Colleen Bermingham-Brown - each received a total of \$120 of vouchers during the year in their capacity as shareholders of the Trust. This was the same amount receivable by all shareholders who attended both the Annual General Meeting and the Special General Meeting.
- (g) Taoko Wihongi, a trustee purchased a second hand diesel tank and a dilapidated farm shed from the Trust for \$500. The Board of Trustees consider that the value received was equal to the amount the Trust would have received from a non-related party and was on a commercial arms length basis.

**13. INCOME TAX**

The Inland Revenue previously treated the Trust as two separate taxpayers for income tax purposes.

During the year a successful agreement was reached with the Inland Revenue to combine the two separate tax entities into one, without forfeiting any of the tax losses being carried forward by the Rangihamama tax entity.

On the grounds of prudence, provision for tax had been made for the 2016 year. The agreement with Inland Revenue, reached after the completion of the 2016 financial statements, was applied retrospectively to the year ended 30 June 2016. The Trust was able to utilise the tax losses brought forward to offset the taxable income for that year, meaning last year's provision is no longer required.

	2017 \$	2016 \$
Prior year - overprovision for tax	(84,535)	(6,785)
Current year provision	-	84,535
Tax (credit)/expense	<u>(84,535)</u>	<u>77,750</u>

Following the combination of the two previously separate tax entities and utilising some of those losses to offset taxable income for the 2016 and 2017 years, the Trust has tax losses remaining of \$838,754 to offset against future taxable income

**14. AHUWHENUA TROPHY**

The trust was awarded the Ahuwhenua Trophy Bank of New Zealand Maori Excellence in Farming Award 2017, Sheep and Beef, on 25 May 2017.

As a finalist and ultimately the winner of the competition, the Trust was awarded prizes to the value of \$44,000. At year end, \$23,000 of these prizes have been included in Sundry Income. The balance of the prizes are principally for training and advisory services. The Trust will recognise the value of these prizes as and when the opportunity arises to use those prizes.



## INDEPENDENT AUDITOR'S REPORT

To the Executive Committee of  
Omapere Taraire E & Rangihamama X3A Ahu Whenua Trust

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### Opinion

We have audited the financial statements of Omapere Taraire E & Rangihamama X3A Ahu Whenua Trust on pages 1 to 28, which comprises the statement of financial position as at 30 June 2017 and the statement of financial performance for the year ended 30 June 2017, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the trust for the year ended 30 June 2017 are prepared, in all material respects, in accordance with the accounting policies specified in Note 1 to the financial statements.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Partnership in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interest in, the trust.

### Trustee's Responsibilities for the Financial Statements

The Trustees are responsible for the preparation of the financial statements in accordance with the accounting policies specified in Note 1 to the financial statements and for such internal control as the Trustees determine is necessary to enable the preparation for financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Trusts ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

### Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole 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) 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, if they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimate and related disclosures made by Trustees.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trusts ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.

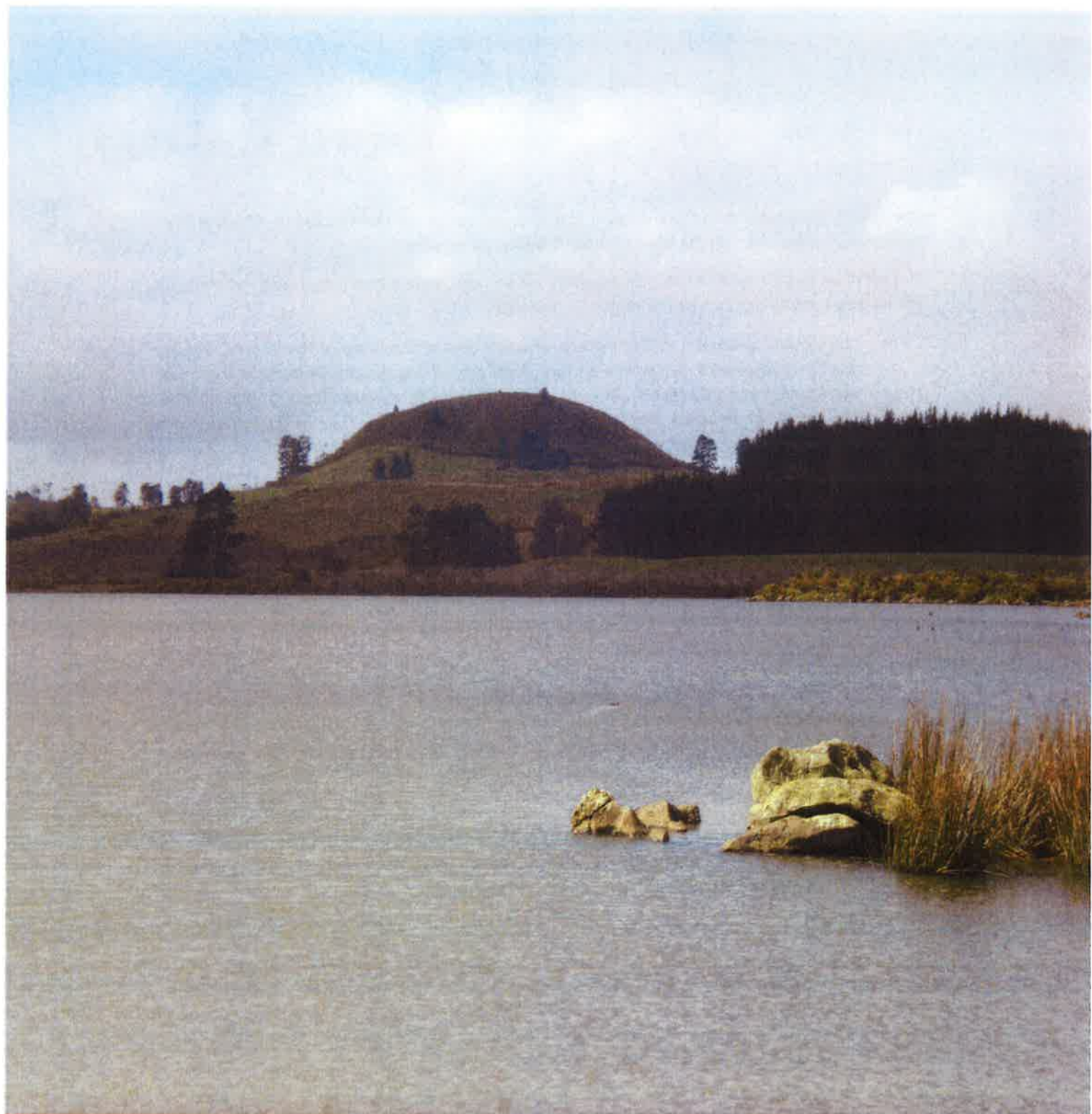
We communicate with the Trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Who we Report to**

This report is made solely to the Trusts shareholders, 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 and auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Shareholders, as a body, for our audit work, for this report or for the opinions we have formed.



Adele M Maraki  
Northland  
29 September 2017



# AHUWHENUA TROPHY

BNZ Māori Excellence in Farming Award

