



AGENDA

Kahukuraariki Trust Board

Special General Meeting & Annual General Meeting

Saturday 18th June 2022

Waihapa Marae, Weber Waihapa Road, Kaeo

1.	09.00am	Powhiri
2.	09.30am	Special General Meeting
3.	10.15am	Kapu Ti
4.	10.45am	Annual General Meeting
5.	11.15am	Minutes of previous AGM - 12 th December 2020
6.	11.30am	Chairperson Report
7.	12.00pm	General Manager Report
8.	12.30pm	Audited Financial Report 31 03 2021
9.	01.00pm	Trustee Remuneration 2022-2023
10.	01.30pm	Lunch
11.	02.15pm	General Business Patai
Hui closed 3.00pm		

**Kahukuraariki Trust Board
Annual General Meeting
Saturday 12 December 2020
Waitaruke Marae**

Trustees in attendance: Teresa Tepania-Ashton (Chair), Norm McKenzie (Dep Chair), Roger Kingi, Margaret Karatea, Glendith Samson, Luana Poata, Sandra Heihei

Staff in attendance/Recorder: Geraldine Baker (GM), Avis Stewart (Iwi Register Contractor)

Manuhiri: Toko Kapea (Legal Advisor), Edwin Jansen (Forestry Consultant), James Nair (Accountant), Waitai Petera (MPI)

Iwi Members & Others: (See attached List)

Meeting commenced @ approx.10:0am, Meeting closed @ 3:25 pm

ISSUES	DISCUSSION	ACTION	RESPONSIBILITY
Karakia		Hone Rakena	
Mihimihi		Mike Erihe, Pita Pangari, Hone Rakena, Roger Kingi	
Apologies		Isabelle Rickard; Bernadette Aperahama; Joseph TePania; Trevor Butler; Yvonne Ropa; Aggie May Munday; Alicia Pangari; Fred Petricavich; Ritihia Martin; Waiata Haupapa; Heta Oppert; Ekura Emery	

Resolution 1: *that the apologies be received*

Moved: Pita Pangari **Tautoko:** Manaaki Poto

CARRIED

Minutes of AGM: 03 June 2019	Amendments: Matters arising:	<ol style="list-style-type: none"> 1. As read aloud by the GM 2. It appears the audited financials to 31 March 2019 were not resolved as accepted (see Resolution 02) 3. Amend person's name – Makere Karatea to Margaret Karatea · Replace Mangawhai with Mangatowai 4. Harry Brown wants to be known as Hone Rakena. 5. Trustees Remuneration for 2019 not recorded. It was discussed and approved but not recorded as such. 6. No attendance list attached. This needs to be uplifted to the Website with the AGM minutes for 3 Oct 2019.SIPO 	GM GM GM
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Resolution 02: *the audited financial statements for the year ended 31 March 2019 are accepted as a true and correct record*

Moved: Fiona Timoti **Tautoko:** Michael Timoti-Hohaia

CARRIED

Resolution 03: *the minutes of meeting held 03 June 2019 are accepted as a true and correct record*

Moved: Dave Henare **Tautoko:** Jean Joseph

AGAINST 3

CARRIED

Resolution 04: *the hui agrees to the amendments of the Minutes for AGM 03 October 2019*

Moved: Manaaki Poto **Tautoko:** Glendith Samson

CARRIED

Chairperson Report:
Teresa Tepania-Ashton

As circulated and available on the website

- Introduction of Trustees/Marae Representation
- Talked about building capacity and capability of the Trust Board. The Trust Board recruited a Kaihautu Matua (General Manager), Geraldine Baker to assist the Board to grow its capacity, capabilities and establish good foundational administrative and accounting systems.
- Engage meaningfully with Iwi beneficiaries – opportunity to do this during the Trust Deed Review.
- The Iwi Register is being cleaned up and updated. Former Trust Board administrator Avis Stewart has been contracted for a period of time to do this mahi. The Trust Board are looking to trial a new
- software/database/Information system called 'Ahau.'
- Housing is critical to restoring pride and mana in Kahukuraariki Iwi. The GM will be working closely with Te Runanga o Whaingaroa to progress this initiative.
- We need to look after those who are less fortunate than most – kotahitanga.
- Presentation of Chairs Report (Read aloud)

Resolution 05: *that the Chairperson report be received/accepted*

Moved: Pita Pangari **Tautoko:** Mike Erihe

CARRIED

Audited Financial Report:
James Nair Accountant

1 April 2019 – 31 March 2020
As circulated and available on the website

- Attention to be paid to the unqualified Audit
- This is a good thing as it means there were no anomalies found (as in previous years)
- There was a discussion about the inclusion of budgets when reporting on the financial performance back to

		<p>each AGM, however it was advised this was an operational function rather than an activity that required reporting back to Iwi at an AGM</p> <ul style="list-style-type: none"> The Marae chooses their delegates and trust in them to keep good governance oversight over management and operations. 	
<p>Resolution 06: <i>the audited financial statements for the year ended 31 March 2020 are accepted as a true and correct record</i> Moved: Norman McKenzie Tautoko: Mike Erihe CARRIED</p>			
<p>Update on Milford Managed Funds and Annual Plan 2020/2021: Geraldine Baker General Manager</p>	<p>01 February 2019 to 30 Nov 2020</p>	<ul style="list-style-type: none"> As also talked to by James Nair, Accountant. Funds decreased dramatically in value at the onset of Covid (March 2020). They then commenced a positive climb thereafter and we are now making gains, albeit a small one to 30 November 2020. Initial investment at 15 Feb 2019 was \$5,500,000.00, capital withdrawn up to 1 Dec 2020 was (\$481,250.00), capital gains \$1,290,000, value of Investment 1 Dec 2020 is \$6,308,750 (12.68% return (less fees)). Considering the effect of Covid, the recovery in such a short time has been very good. 	
<p>Annual Plan: Geraldine Baker General Manager</p>	<p>2020/2021</p>	<ul style="list-style-type: none"> As presented (copy on Website) Feedback from Iwi members - Priorities should be employment and housing People's basic needs are not being met The plans focus should be less about creating jobs for PhD students and more about creating jobs for the unemployed The Trust has funds for Forestry but not for other projects Iwi members might want to pursue 	
<p>Resolution 07: <i>the Auditors for 2021/2022 be BDO Northland</i> Moved: Isabella Kingi-Hurst Tautoko: Pita Pangari CARRIED</p>			
<p>Resolution 08: <i>the Trustee Remuneration for 2021/2022 be set at a maximum of \$70,000.00 in total</i> Moved: Dave Manuel Tautoko: Pita Pangari CARRIED</p>			

<p>General Business</p>	<p>Endorsement of Te Uru Rakau (Crown Forestry) Project Presentation by Edwin Jansen, Forestry Consultant</p>	<ul style="list-style-type: none"> • As presented by Edwin Jansen. (Power point available on Website) It was noted that rates due on the Stony Creek Farm to date had accumulated to more than \$255,000.00, with no funds forthcoming from the current occupiers either from commercial activities that have taken place on the whenua – logging of trees/forestry (nor the clean-up of such), farming and sub-leasing of land (which had not had weed or pest control carried out and very little fertiliser applied), rents for houses on the property (nor any repairs or maintenance undertaken on any buildings), and/or other activities • A few people are living on the land rent free and collecting money earned from the land while our grandchildren are landless and homeless. • Iwi members talked about the beginning of the protest and occupation for the return of the land – at that time it was the right thing to do, but now a few have claimed it for themselves. Where is the fairness? • The Aunties and Uncles had that respect but not anymore • The Trust needs a solution to free up the whenua – make this your number one priority • If you build better relationships, you create trust • Questions raised as to any research undertaken concerning the downside of investing in a commercial forestry – ecologically and environmentally - was this the best use of the land that has been returned to the Iwi – economically and culturally? • More work needs to be carried out on the business case to deliver sustainable long-term development and ensure that environmental concerns are addressed • Employment opportunities: the planting of an indigenous buffer zone/regenerative forestry - to offset perceived negative 	
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effects. ·

- Apiculture – beehives and honey could also be considered as an alternative and/or complimentary business that is more in tune with the environment
- Eddie Matchett is the person to contact. Lots of regenerating Kanuka/Manuka on farm
- Cannabis was also mentioned as a potential alternative.
- It was advised that pines would be planted in areas that were marginal for farming, horticulture, or other alternative land use
- The alternatives that were being discussed could still be implemented alongside the forestry option.
- Carbon credits – liability and risk are very low, Native Forest can be substituted for an exotic forest (pine)
- What is the process? Vista/landscape and environmental belt may be planted on the perimeter and in unison with the main crop (pine trees).
- The plan is to plant where there will be a lesser environmental impact, on steeper, less productive pieces of land
- The trust owns approximately 3000 hectares. Looking to plant around 870 hectares.
 - a. A minority of Iwi members opposed the forestry proposal, citing
- Despite the proposal being presented at the last AGM and Iwi agreeing for the Trust Board to proceed, some members felt the Trust Board had not shared enough information and was railroading it through
- The hui was advised that the current occupiers would resist and interfere with the planting of the forest
- the proposal would have a negative impact on the waterways
- advised this was dependant on how the trees were harvested

	<p>Update on Trust Deed Review, Engagement/Roadshows: Toko Kapea, Lawyer, Tuia Group</p>	<ul style="list-style-type: none"> • this could be carefully managed when that time came • Via the Trust Board’s legal advisor, the hui was advised that the proposal did not constitute a restricted/major transaction (as determined in Clause 1.1 Definitions and Interpretations, of the Trust Deed: “the disposition of, or an agreement to dispose of, whether contingent or not, Property by that member the value of which is more than half the value of the Trust’s assets, before the transaction.” • Further, the Trust Board was not required to seek formal approval for this proposal. Nevertheless, it had chosen to seek the support of the Iwi at this AGM. <p>The Chair asked for an informal show of hands of those Iwi Members opposed to the proposal. The Majority in attendance were in favour of the proposal proceeding. There were 9 in attendance who opposed the proposal and asked that their names minuted:</p> <p>Lee Cherie King, Lisa King, Gary Bramley, Rawiri Roberts, Dennis Aperahama, Miriama Nelson, Raiha Larkin, Steve McKenzie, Grant McKenzie</p> <ul style="list-style-type: none"> • It was agreed the proposal would proceed • As presented by Toko Kapea (Power point available on website). · Nothing has been finalised and nothing will be finalised until the Trust Board has held hui on each of the Marae and then Nationally to get your feedback and input • Hui and Roadshows (to ask what priorities you want the Trust Board to focus on over the next 5 years), planned to begin in February through to April 2021 Please keep an eye on the website and facebook page and information fed back through your Marae delegate to the Trust Board over the next 6-8 weeks • One page snapshot of project (available on website) 	<p>GM/Trustees</p>
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	<p>Update on Native Rock Oyster Project: Geraldine Baker General Manager</p>	<ul style="list-style-type: none"> • An aquaculture project to repopulate the Native NZ Rock Oyster for customary and commercial purposes • 50/50 contract for funding through Seafood Innovations Limited (\$500k each) • NIWA (National Institute for Water & Atmospheric), contracted to carry out the literature review, science and research • Initial Opportunity for tertiary students – masters and PhD level to assist in the research • Longer term opportunity to employ and train Iwi members in aquaculture – oyster farms/processing/marketing/transport logistics/management etc. 	
	<p>Te Komanga Marae Trust Kowhairoa Peninsula Historic Reserve: Roger Kingi</p>	<ul style="list-style-type: none"> • Roger Kingi, Te Komanga Marae Trustee representative to the Trust Board (copy available on website) • Roger gave an in-depth korero about the successful application for funding and the collaborative relationship building that has been nurtured with the Dept of Conservation • Able to secure enough funds to employ some Iwi members to practice kaitiaki of the whenua known as the Kowhairoa Peninsula Historic Reserve – pest and weed control; planting of Native trees and taking care of those that are particularly iconic (Kauri) and vulnerable etc 	
	<p>Other Business</p>	<ul style="list-style-type: none"> • Election of Trustees? Dates? To be notified on the website and social media sites • Concern expressed surrounding deficiencies in the way the Trust Board has been operating – requests to speak to Marae - Taemaro and Waimahana • Strong Relationships are vital to ensuring we all move ahead • Request made for the opportunity to discuss or be part of discussions with the Historian, to make sure the 	

korero is tika and pono

- Te Tahawai, Hape whanau from Pupuke (Sonny Hape). Agreed it was vital for those who were willing and had that knowledge to participate in those discussions
- Clarity sought around the process for appointment of Trustees
- Is it the Marae that appoints representatives to the Trust Board? No, it is the Iwi members who are registered under each Marae and vote for their representative
- It's not up to the Marae Trustees to appoint a representative
- Election services ensure the Trustee appointed is representative and mandated by the Iwi members
- If people want to change the current process, then that may happen through the Engagement/Trust Deed Review feedback – but majority of Iwi members registered under each Marae need to support the change
- Request/affirmation sought regarding payments to Kaumatua/Kuia roopu members (2 delegates per Marae), who attend Trust Board hui, including AGM
- This was agreed at the last AGM by the Chair at that time, Ella Henry
- An amount for this is allocated in the current budget. · New Trustee for Mangatowai Marae replacing Ella Henry is Luana Poata

Resolution 09: *the hui acknowledges and supports the appointment of Luana Poata as the Mangatowai Marae representative to the Trust Board*

Moved: Ani Tepania **Tautoko:** Doris Povey

CARRIED

The meeting finished @ approx. 3.25pm with karakia from Mike Erihe

Summary of Resolutions/Recommendations 12 December 2020

<p>Resolution 1: <i>that the apologies be received</i> Moved: Pita Pangari Tautoko: Manaaki Poto CARRIED</p>
<p>Resolution 02: <i>the audited financial statements for the year ended 31 March 2019 are accepted as a true and correct record</i> Moved: Fiona Timoti Tautoko: Michael Timoti-Hohaia CARRIED</p>
<p>Resolution 03: <i>the minutes of meeting held 03 June 2019 are accepted as a true and correct record</i> Moved: Dave Henare Tautoko: Jean Joseph AGAINST 3 CARRIED</p>
<p>Resolution 04: <i>the hui agrees to the amendments of the Minutes for AGM 03 October 2019</i> Moved: Manaaki Poto Tautoko: Glendith Samson CARRIED</p>
<p>Resolution 05: <i>that the Chairperson report be received/accepted</i> Moved: Pita Pangari Tautoko: Mike Erihe CARRIED</p>
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<p>Resolution 08: <i>the Trustee Remuneration for 2021/2022 be set at a maximum of \$70,000.00 in total</i> Moved: Dave Manuel Tautoko: Pita Pangari CARRIED</p>
<p>Resolution 09: <i>the hui acknowledges and supports the appointment of Luana Poata as the Mangatowai Marae representative to the Trust Board</i> Moved: Ani Tepania Tautoko: Doris Povey CARRIED</p>



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ATTENDANCE REGISTER

Annual General Meeting of Ngatikahu ki Whangaroa (Kahukuraariki Trust Board),

held at Waitaruke Marae, State Highway 10, Kaeo

Saturday 12 December 2020

10:00am to 3:00pm

	Name	Address	Email & Contact Number
1 4200	Jane Tepania-Ashley	316 Ngongotaha Rd, ^{Rosbawa}	tepaniaashley@gmail.com
2	Cerabline Baker	1573A Matauri Bay, Kaeo	Cerabline.Baker@kahukuraariki.co.nz
3 6061	Sandra Hei Hei	476 Taumaro Rd Mgi	spheriker@gmail.com
4 4150	Suzanne Tepania-Carter	1/13 Orchard St, Avondale	eatpc.1206@gmail.com
5 4151	Andy Pivae	" "	" "
6 3653	MIKE ERIKIE	76 Oruaiti Rd Mgi	aputerewa@yahoo.co.nz
7	Cecil Peterson	54 Second Avenue	0210492601
8 OR	Leslie Oppert	10 Canal Place	0271138116
9 2207	Nora McKenzie	1/31 Vokera Rd ^{Dijk} ^{Anchorage}	0274 531 661
10 3759	TAN THOMAS	25 Akatere Rd	094060974
11 3884	Miriam Nelson	Waitaruke	0212143668
12 296	LAHA LARKIN	"	0226844770
13 200	Fiona Timoti-Knowles	156 Bank St, Regent	0223400722
14 3594	JOE TOA	806 Oruaiti Rd Peria	072 027 2245276
15 314	Dave Henare	P.O Box 352 Mangonui	0944061560
16	NOBLE PETERSON	TAE MARI	
17 1827	Roger Kingi	Te Kōwhiri	021 966
18 60	Wyers Hei Hei	Taumarua	027340 7388
19 1212	Luana Poata	Mangatawai	021 02353026
20	Leo Kingi	Taumarua	021611443
21 4083	Hone Rakere	Waitaruke	0274311242

	Name	Address	Email & Contact Number
22	Tom Tepania	33 Reserve Rd	tjtep@optusnet.com.au
23	Michele Tepania	Casula NSW 2170	Australia
24	Apri Hetaraki	210 SH 10, Cooper Spur	ahetaraki@gmail.com
25	Sandra van Dijk	126 Bonnies Lane Pawiatenga	tang@emai.com
26	Pita Pangari	224 Hokianga Rd Dale	peterpangari@gmail.com
27	Lisa Kidwell	52 Provence Esp. TAITARA	lisa4galaxy@gmail.com
28	Deania Tampe		
29	Sue Emonds		
30 1725	Angelina Rupa		
31 1732	Juliana Poto		
32	Ronnie Rato		
33 847	Aggie Munday		
34 4196	Jessie Bear McGowan		
35	Drew Munday - Hohaia		
36	Blue ^{Minor} Munday - Hohaia		
37 1999	Isabel Kingi - Hurst		
38 1950	Dianne Lepper		
39	Aterea Lepper		
40	Janiqua Kingi - Day		
41	Jataya Kingi - Day		
42	Vernon Kingi		
43 422	Marzma Tepania		
44 1974	Melville Tepania		
45	Te Owhiti Tepania		
46	Matariki Tepania Minor		
47	Henry Sua		

	Name	Address	Email & Contact Number
101	PETER PETERSON	85 Great North Rd Koro	02108839883
102	Toko Kapea	Wellington (adviser)	Tuia Group
103 2386	Slavko Hang	34 Symonds St	021767688
104 1426	Gary Brady	Po Box 180, Koro	0211704165
105	Rawiri Roberts	476 THEMARO ROAD	02102702301
106 402	Rezell Bent	29 Te Pahi Ave	02181540
107 849	Tris Bent	" " "	021546976
108	William R Cash	61 McCallum St Koro	094041572
109 4262	Glendora Samson	33 Chic Garden Paden	0221639271
110	Edward Povey	144 Parkhurst Rd	=
111	Stewart Povey	241 Parkhurst St	
112	Edward Cardner	10/10-10/10 Rd	022412097
113	Archa Mackie	Westgate	" "
114	Anthony Adams		" "
115	Kaia Adams		
116	America Tangata ²	30 Z-bed Crescent	0211156350
117	Wilamina Poto ⁴	74a Waipara Road	021768423
118	Trinity Poto ⁵	"	
119	Kiana Poto	"	
120	Kelvin Poto ⁶	"	
121	Maraaki Poto ¹	3 Scotts Field Dr, Takaim	0211850855
122	Jean Josephh	40 Landscape Rd Paparua	021917996
123	MARINA A Reihana ¹¹	"	"
124	Mauri Te Pahi Reihana	mokos of Jean Josephh	
125	MICHAEL TANGIRITAKAIA	11 CONVOY LANE	0211111111
126	MICHELLE	"	"

RITA " " " "

ANOTIA " " 5 " 5

HEMI " " " "

	Name	Address	Email & Contact Number
127 1858	Thomas Martin	463 Teemaro	lortom@gmail.com
128 2017	Darryl Hope	79 Oroua Rd Kaio	darrylhope@gmail.com
129	Senny Hope	252 Nelson RD	Sennyhope ?
130	Melissa Maxwell	33 Balas Place, Papakura	melissamaxwell07@gmail.com
131 1967	Douglas Kingi	15 Averton Drive	douglaskingi2@gmail.com
132	Viola Tepania-Thomas	34 Waimahana Road	violathomas@gmail.com
133	Diane Pepper	19 Tadar cl	didi@gmail.com
134	David Tepania	402/244 Penrose Rd	melville.tepania.555.nz@gmail.com
135	Matariki Tepania	" " "	" "
136	Ke Owhiti Waikato	" " "	" "
137	Angelina Tepania	Auckland	NIL
138 4141	Joseph Joseph Tepania		
139 472	Tom Tepania		
140 34	Michelle Tepania		
141 1767	Arthur Tepania		
142	Maui Pihama-Tua		
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Kahukurooriki Trust Board

	Name	Address	Email & Contact Number
153 313	JOHN HENARE	70 Angara Avoca Road	0272400517
154 147	Makere Karatea	2558 Makino Rd, ^{RD9} Feilding	0223265961
155	Waitai Petera } Michelle Nahu }	18a Cameron St, Papakura M.P.I	0274481136
156			
157	DES UPRIL	476 TASMARO Rd	-
158 312	TONZ	TAEMARO	0274974990
159	Robini Suiq	145 Naydis Manger	02108467886
160	2 Martin	6	0212099103
161	E Gardner	1916 Kaipia Ave	07041318600
162	Edwin Jansen	Christchurch	021 229 4135
163 155	Dennis Opanohama	Onerahi	0220880410
164 1555	Lee Orehu King	Taemaro	mamauai@va.co.nz
165 318	NUKKE COOK	✓	0223965033
166	Marieta Popke	Waimahara	0223965033
167	Thelma Sadlie	Waimahara	0225800128
168	Leonie Nichol	Waimahara	0225646992
169	Michelle Timoti-Hohara	Waimahara	0211196175
170	Ang Peterson	Taemaro	0212085576
171	Pita Peterson	"	"
172	Andrea Peterson	"	"
173	Ratapu Peterson	"	"
174	Vincent Rikora	"	"
175	Cecil Peterson	"	"
176	Lesley Appert	"	"
177	Cierre Peterson	"	"
178	Conje Peterson	"	"

	Name	Address	Email & Contact Number
179 4064	Annie Roberts Rakera	7 Westminister Rd ^{mt eden}	022355797
180	Michael Timoti		
181	Rita Timoti-Hohaia		
182	Avotia Timoti-Hohaia		
183	Hemi Timoti-Hohaia		
184	Michelle Timoti-Hohaia		
185	Meretiana Kahle		
186	Bevan Baniani		
187 2394	To Kahle		
188 1880	Dawn A Sharpe		
189 1881	Moana Sharpe		
190 1970	Iris Tepania		

Chairperson's Report June 2022

Tēnā koutou, e ngā uri o tō tātou tupuna wahine, a Kahukuraariki.

Tēnā tātou i ngā mate o te tau kua pahure - Haere mārie rā ki te huinga o te kahurangi.

Ki a tātou e takatū nei i te aotūroa, e hāpai nei i ngā wawata o rātou mā,

tēnā koutou, tēnā koutou, tēnā koutou katoa.

We all know that the world has been in a state of disruption since the first reports of Covid in 2019. Needless to say, the biggest impact for Kahukuraariki Trust has been our inability to meet 'kanohi ki te kanohi'. We are thankful that we can finally hold our AGM in person and thank Waihapa Marae for hosting us. We should continue to be diligent, particularly as Covid is still evident in our communities, and as we are more susceptible to the virus we ask that everyone upholds the "Orange Light" restrictions imposed by the Government.

Since settlement, the Trust's primary objective has been to conduct a Review over the ownership of Stoney Creek, and the Deed Review. We are estatic that voting confirmed ownership of Stoney Creek, however, it appears we need to do more in relation to the Deed review. In fact, after discussions with whānau, we realise that next time, we will need to group deed priorities, rather than one option for all changes.

Stoney Creek:

During our roadshows last year, Stoney Creek was the main topic of conversation and now that the new Trustees are in place we will continue to make this a priority. We know that we need to form relationships with our whānau on the land so that we are forming mutually beneficial opportunities for the wider Kahukuraariki constituency.

Milford Asset Management:

Global markets have been vulnerable since covid, further impacted by the war in Ukranain. Here in New Zealand, local markets have also been hampered by the housing market and inflation. After discussions with Milford recently, the Trustees have agreed to reduce our investment from a balanced portfolio to a moderate portfolio (a less risky option).

Iwi Leaders:

As a Trust we continue to participate in Iwi Leadership forums. Te Kahu o Taonui (a collective of all Te Taitokerau Iwi) dealing with local issues, and the National Iwi Chair's Forum (NICF). The next Naitonal Iwi Chair's Forum in August will be held in Gisborne/Ruatoria.

We are fortunate to capitalise on the wealth & knowledge, particularly Technical expertise in each of the various Pou/priorities as set out by the National Iwi Chair's Forum.

As the Chairperson of Kahukuraariki Trust, I participate in the following forums within the NICF:

- Pou Tangata, Eliminating Racism (Tangata Whenua Caucus & Steering Group)
- Pou Tahua, Grocery Store Working Party & Te Aratini (Indigenous Festival of the Future).

Draft Strategic Plan:

As a Board we have completed our first draft strategic plan after a weekend of wānanga. We look forward to further discussing the draft plan with you, when we conduct a roadshow over the next 6-8 months to seek your feedback as we value your contribution.

Farewell to old Trustees & welcome to new Trustees:

I would like to take this opportunity of thanking the previous Trustees; Makere Karatea, Glendith Samson, Sandra Heihei and Luana Poata. Thank you for your contribution & commitment to the Trust Board throughout your term of serving as a Trustee.

I am also elated to welcome the new Trustees; Ana Hotere, Jean Joseph, JJ Ripikoi & Waitangi Woods, not to mention the reappointment of Roger Kingi, Norman McKenzie and myself. It is great to have a wide range of skills and diversity at the Board table.

Lastly, it is my honour to thank our General Manager, Geraldine Baker and her team, Rosie Conrad and Anaru Rieper for your constant dedication to the ever growing workload within the Trust.

Nō reira, tēnei te mihi nui ki a koutou katoa.

Nāku noa,



Teresa Tepania-Ashton
Heamana

General Manager's Report June 2022

Tēnā koutou, Tēnā koutou, Tēnā koutou katoa,

Given the postponements and delays caused by Covid and the need to protect the most vulnerable within our communities, it's a pleasure to finally be able to Report back to ngā uri o Kahukuraariki at this year's AGM.

Iwi Registration Database:

Following the concerns expressed at the previous AGM by Iwi members about the integrity of information contained in the Iwi Registration Database, operations made that workstream a priority to ensure the database was able to stand up to scrutiny at the next AGM. The Trust contracted Anaru Rieper to do this work. From then to now, Anaru has worked with the Trusts Business Administrator, Marae representatives, Kaumatua, Kuia and everyone he had to to ensure the information contained in it, was tika & pono.

Paper based registrations were cross-checked with the electronic information, the Trust invested in a built for purpose Iwi Registration database system and every registration was re-entered into it after verification by Marae, kaumatua and kuia. For those registrations that didn't look right or appeared to be double-ups, contact was made with those Iwi members we were able to connect with to ensure the data we held was correct or corrected by the Iwi members themselves. The election and review mailout process served to cross-check this data too. A snapshot of registered Members as of 18 June 2022:

Marae	Children	Adults	Total
Mangatowai	64	201	265
Otangaroa	34	233	267
Taemaro	29	313	342
Taupo	6	54	60
Te Komanga	39	263	302
Waihapa	66	345	411
Waimahana	119	495	614
Waitaruke	27	142	169
Total	383	2047	2430

Next steps will be to undertake a full mailout and a registration campaign to get more whanau to register.

Staffing:

Rosie Conrad is employed by the Trust as the business administrator. Rosie, Anaru and I, worked together at Te Runanga Nui o Te Aupouri Trust for some time and therefore the skills and background they both bring to the Trust, are very hard to find nationally let alone in the far north. The Trustees and I are very grateful they made the choice to join us.

Rosie and I are full time employees, Anaru was contracting 40 hours per week. This has been reduced as the workload for the registration database decreased and he subsequently agreed to revert to a specialist teaching position at his Iwi's Kura, in Te Kao for 20 hours per week, leaving

20 hours for the Trust now, as Anaru was recently appointed to the position of Te Taitokerau representative to Te Kohanga Reo National Trust Board.

Analysis of End of Year Audited Financials to 31 March 2021/31 March 2022:

Summary of statements of performance & position for EOY 31 March 2021

Profit & Loss		Balance sheet	
Income		Assets	
- Covid funds received	207491	Bank Accounts + Accts Rec	140764
- Milford Invested funds	200783	Land, plant & equipment	13,655,589
- Other	16370	Invested funds - MIL	6,871,193
Total Income received	\$424,644	Total Assets	\$20,667,546
Less Expenditure		Less Liabilities	
- Covid funds expended	222809	- Accts Pay + tax + PAYE	29040
- Professional, contractors & consultants fees	140864	= Equity	\$20,638,506
- Trustee costs	74516		
- AGM/Hui costs	26187		
- Staffing costs	93358		
- Native Rock Oyster Project	1560		
- Office/Admin/Insurances costs	27430		
- Milford Invested funds	14884		
- Kaumatua	2400		
- Rates	182968		
Total Expenditure	\$786,976		
Net Loss before Deprn & Tax	\$(362,332)		

An analysis of the financials to 31 Mar 2021 reveals that the Trust invested approx.\$20,000 of its own funds into covid relief (\$222,809 expended + assets purchased \$4682-\$207491 received through Te Kahui O Taonui collective, the Trusts proportionate share that organisation received on behalf of all Te Taitokerau Iwi).

The Trust spent \$140,864 on external professionals (accountants, auditors, lawyers), contractors and consultants; Fees for Milford invested funds were \$14,884; the Native Rock Oyster project

had only just commenced, costing \$1,560; and rates paid for Stony Creek Station, for the first time since settlement at a cost of \$182,968.

The Balance sheet shows a healthy \$20,638,506 equity (net owned assets), which is inclusive of Invested funds (with Milford Investments Limited), of \$6,871,193. The Stony Creek Station has not had a valuation post-settlement and therefore the value in the balance sheet of approx. \$13,600,000 is conservative.

The Trust currently operates on interest earned from the original Milford invested funds (\$5.5million Feb 2019, \$500k Mar 2021, \$100k Feb 2022) and not the quantum received through Settlement. Until it has created businesses that earn a return, it relies on the interest generated from invested funds only to service operating costs.

Summary of statements of performance and position for EOY 31 March 2022

Profit & Loss		Balance sheet	
Income		Assets	
- Covid funding	15000	Bank accts	44890
- NIWA NROP Project	250860	GST refund	33258
- Milford Invested Funds	44184		
- Other	2000	Accts rec + other	72172
Total Income received	312,044	Land, plant & equipment	13,623,042
Less Expenditure		Invested funds - MIL	6,627,818
- Covid costs	11946	Total Assets	20,401,180
- Professional fees	52193	Less Liabilities	
- Office/Admin/IT/Equipment/Database costs	11254	Accts pay	77130
- lwi database	44339	Employee Entitlements	11650
- Election/Review services	27918	Tax	12240
- NROP costs	371260	Total Liabilities	101,020
- Milford fees	17286	= Equity	\$20,300,160
- Trustee costs	57338		
- Rates	47719		
- Staff & vehicle costs	237637		
Trust Deed Review & Roadshow	28244		
- Portacom	21739		
- Total Expenditure	928,873		
Net Loss before Deprn & Tax	(643,952)		

An analysis of the financials to 31 Mr 2022 shows the Native Rock oyster research & development project has started in incur costs (\$250,860-371,260=\$120,400). One of the conditions of the \$500k grant from the seafood Innovation Ltd fund was that the Trust had to fund match funding the project – that is why we have funds coming and funds going out during the year. \$15k was received through TKoT collective for covid relief. This was used to purchase and distribute food and hauora packs to whanau in need in the rohe.

The increased staffing costs relate to an increase in employees during the year. Costs relating to the Trustee elections process (Election Services Ltd \$27,918); Trust Deed Review/Roadshow costs (\$28,244); cleaning up the Iwi Registration database (\$44,339), Annual cost of rates (\$47,719); and removing the depreciated cost of the Trust owned portacom from the asset schedule (\$21,739).

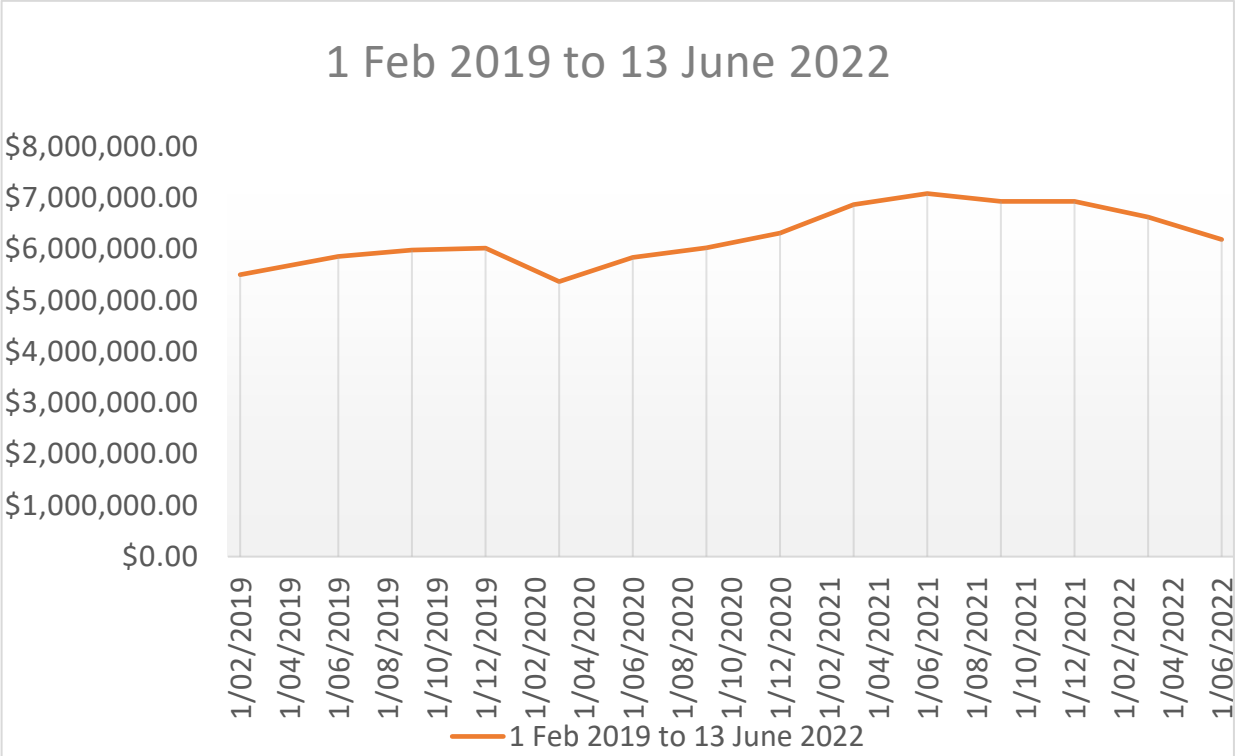
Balance sheet remains very strong, with no debt and equity conservatively at \$20,300,160.

Milford Invested Funds:

Tightening demand within global financial markets (less spending/investing), caused in part by the covid pandemic, partly by the war in Ukraine, has impacted access to resources and the steadily rising interest rates and rate of inflation (increased cost of food & fuel). This has had a deflationary effect on the Trusts investments.

To soften these effects, the Trustees recently amended the portfolio investment strategy from balanced (50/50) to low-moderate (30% growth assets/70% low risk investments). This means in the short-term returns will remain between negative to low. However, being inter-generational investors, the Trust is in it for the long term. Over the long term, the invested funds even out and will provide a very reasonable rate of return.

As of 13 June 2022, the closing portfolio value was \$6,186,389.73



Annual Plan 2022-23:

As the past 2 years have focussed on implementing the Trust Deed Review and the Review of ownership of Stony Creek Farm, Trustee elections, cleaning up the Iwi Registration Database, assisting the Board and growing the capacity of operations to adequately address the complexity of the Trust, it is timely the Trust looks to the future to grow the value of the settlement for current and future generations. There is a lot to look forward to. The following is a snapshot of the Annual Plan, as flows down from the draft Strategic Plan 2022-27, addressed in the Chairs Report.

Kia kahu te tangata	Kia kahu te reo me nga tikanga	Kia kahu te whenua, te wai maori, me te moana	Kia kahu te matauranga	Kia kahu nga rawa
Our people	Our language and culture	Our land and waters	Our knowledge inherent & acquired	Our economic prosperity, growth, and development
<p><u>Internal Relationships</u></p> <ul style="list-style-type: none"> - Foster, maintain and enhance relationships with Kahukuraariki Hapu and whanau built on mutual respect, shared values, and whakapapa. <p><u>External Relationships</u></p> <ul style="list-style-type: none"> - Continue to collaborate and leverage the combined strengths and resources of Te Kahu o Taonui, Te Runanga o Whaingaroa and the Trust & others. Ongoing - Seek funding/partnership opportunities with MPI, MBIE, MFE, DoC, TPK, MHUD & Kainga Ora. Ongoing <p><u>Working on the Land</u></p> <ul style="list-style-type: none"> - Investigate and implement development training & employment strategies on the land based on best land use options. 	<p><u>Kaumatua Roopu</u></p> <ul style="list-style-type: none"> - Establish and support the function of a Kaumatua Roopu to provide cultural guidance and integrity to the Trusts practices and interactions. (Trust Deed) <p><u>Whakapapa Committee</u></p> <ul style="list-style-type: none"> - In tandem with Marae, establish a Whakapapa Committee to support the functions of Iwi Registration and the Database. (Trust Deed) <p><u>Factual Historical account of Settlements</u></p> <ul style="list-style-type: none"> - Engage a Project Manager. - PM to seek funding to pay him/herself and all facets related to the project, including a workplan and budget. 	<p><u>Kaitiakitanga</u></p> <ul style="list-style-type: none"> - Seek funding to implement a weed and pest eradication program on the whenua, and native plant nursery(ies). - Develop and build onsite native plant nursery(ies). - Replace all exotic species of flora with native species grown on site. - With the appropriate authorities, seek to introduce native species of fauna back into native habitat. - Seek, maintain, and grow mutually beneficial relationships with DoC and other funding/education/training bodies - Employ local Iwi members to undertake restoration 	<p><u>Aquaculture:</u></p> <ul style="list-style-type: none"> - Investigate and form good business relationships with owners (Maori/Iwi/Tauiwi) of marine space, including NKKW growers, to support and enable grow out of oyster spat, in several potential areas/harbours within Taitokerau. - Identify the best sites for growing premium quality Oysters. - For knowledge transfer purposes, investigate systems, broodstock and appropriate business models within the Sydney Rock Oyster Industry. - Research and develop broodstock with best resilience & characteristic genes for domestic and international markets. - Look for best fit partnership/business 	<p><u>Stony Creek Station</u></p> <ul style="list-style-type: none"> - Seek a conciliatory relationship process and implement with whanau occupying the whenua - Resolve ownership with whanau occupying the whenua. - In tandem with Iwi/hapu/whanau, develop partnership agreements with chosen land use option experts/businesses/operators. <p><u>Managed Investment Funds</u></p> <ul style="list-style-type: none"> - Review the Statement of Investment Policy & Objectives on an annual basis (by 31 March annually)

<ul style="list-style-type: none"> - Recruit, train/re-train, employ Iwi members on land development options as they become viable. <p><u>Working on the Sea</u></p> <ul style="list-style-type: none"> - Recruit, train/re-train, employ Iwi members in aquaculture development options as they become viable, or in collaboration with industry partners. <p><u>Housing</u></p> <ul style="list-style-type: none"> - Develop a housing strategy with partners who can assist with funding and bricks & mortar building for Iwi/hapu/whanau - Implement the strategy. 	<ul style="list-style-type: none"> - Engage historian to work alongside the PM/komiti. - Establish a 'komiti hitori' and/or a list of known kaumatua/kuia to interview and capture significant data via video footage; interviews, relevant to the history of Ngati Kahu ki Whangaroa, the tupuna, the settlement (process, negotiations and people involved), the outcome of the settlement. 	<p>and weed/pest control work</p> <ul style="list-style-type: none"> - Seek and implement development and nationally recognised qualification opportunities for employed Iwi members <p><u>Stony Creek Station</u></p> <p>Seek external funding & expertise (MPI, MBIE, TPK), to assess the best land use options for the Iwi & KTB consideration & approval by 30 Sept 2022. For example: Agriculture/Forestry/Horticulture/Viticulture/Apiculture/Regenerative Agriculture &-or Forestry/Leasing of land</p>	<p>arrangements in all areas of the supply/marketing chain.</p> <ul style="list-style-type: none"> - With NIWA, investigate the potential and develop a business case to become the first to market, propagator, and premium supplier of spat, to other growers. - Utilise Vision Mataranga Capability Fund to enable purchase of research into the barriers and enablers relating to historical and current access to water space for Maori in Taitokerau for Customary and Commercial aquaculture purposes. - Once VCMF research completed, assess the costs and then in tandem with hapu, progress a resource consent application for Marae based customary aquaculture. 	<ul style="list-style-type: none"> - Meet quarterly with Milford Asset Investments on a quarterly basis (March/June/Sept/Dec)
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There is a lot to be getting on with over the next 12 months. The business environment will have its challenges, financial and labour markets are tightening, but this Board has set itself and management achievable goals – if we all work together.

Nō reira, tēnei te mihi nui ki a koutou katoa.

A handwritten signature in black ink, appearing to read 'G. Baker', written in a cursive style.

Nāku noa,
Kaiwhakahaere Matua
Geraldine Baker

Kahukuraariki's Native Rock Oyster Project

Update for 2022 Annual General Meeting

Background:

- Whangaroa is a recognised genetic hotspot for the Native Rock Oyster (NRO), and is home to NZ's most productive oyster farming operation
- Northern Māori controlled the domestic and export trade in NRO until the 1860s
- Potential of aquaculture identified in the Māori Innovation Fund project undertaken in 2018-20
- NIWA emphasised the potential of Native Rock Oyster (NRO), aquaculture in a presentation to the Trustees at Bream Bay in early 2020
- Subsequently an application was made to Seafood Innovations Limited to explore the technical and commercial feasibility of NRO aquaculture, with NIWA's support
- The Trust was awarded a \$500,000 grant by SIL in May 2020. The Trust also was required to invest \$500,000 of its own funds in the project.
- Technical lead Phd student, Master Marine Biology, Will McKay recruited and contracted in August 2021 to provide 20 hrs per week on the project.

Project status & achievements to date:

- Success with artificial spat spawning and grow-out in Flupsy
- Looking to now migrate spat out into new Flip Farm technology, which is being adopted across the sector
- Relationships being developed with other small-scale farmers, including iwi & hapu
- Strategy to utilise Māori owned/controlled water space and seek to convert Marae-based Rights to commercial rights
- Growing connections and relationships with other commercial-scale growers i.e. Moana, Bio-marine
- Pending collaboration with Bio-marine on trial of Flip Farm technology in Kaipara Harbour.
- Bio-marine offering training/employment opportunities for Iwi across the full breadth of their business (growing, harvesting, processing, marketing). 4-6 trainees being sought

Vision Mātauranga Capability Fund (VCMF):

- Successfully applied for \$250,000 of VCMF funding
- Project runs June 2022 to May 2024
- Objectives of project
 - Maximise growth performance of NRO by identifying broodstock with superior traits
 - Employ Dr Ani Kainamu (Niwa, Ngati Kahu ki Whangaroa Iwi member) to:

- Understand the historical, ecological, political and cultural context for māori/iwi-led NRO aquaculture in Whangaroa
- Understand the barriers and levers towards supporting an iwi-based aquaculture sector within Te Tai Tokerau.
- Map current Māori owned or controlled aquaculture sites in Te Tai Tokerau

The future:

- Potential development of a hatchery and nursery at Niwa's Bream Bay site. This would be an approx. \$5m project with significant potential for government funding support and strategic partnership with industry.
- Business case to be developed over next 12 months
- Pursue Zespri model: keep control of spat production, supply this to contract growers/farmers and take back fully-grown oysters for sale. Provides indigenous branding opportunities i.e. Whangaroa Rock.
- Form partnership with Bio-Marine to develop hatchery and collaborate commercially, utilising their existing marine farm space, processing and marketing capability
- Support customary aquaculture
 - Provide spat for harbour/estuary bio-remediation i.e. Kaipara Restoration
 - Provide spat and technical support for marae-based production

The benefits that will accrue to the Ngati Kahu ki Whangaroa:

- Through the R&D programmes, accumulate Intellectual Property that will allow it to assume first-mover advantage in a new NRO aquaculture sector
- The right of first refusal to develop a hatchery at Bream Bay with Niwa's support
- The ability to establish a sustainable new venture based on a taonga species, and bring in preferred development partners including other māori/iwi with access to other harbours/growing areas
- The new venture will be a vehicle for specialised training and upskilling, and provide jobs and professional development opportunities

This project will strengthen Ngati Kahu ki Whangaroa's ability to lead the restoration of the native rock oyster, position it to be the cornerstone founder of a new māori-controlled aquaculture venture based on the species – and ultimately allow it to take back control of a trade that was taken from māori over 160 years ago.

1 BT Project Management Reports

For Months April- May 2022

As with most things of recent months the impact of Covid 19 still has it grips and controls in terms of staffing, material supplies, access to NRCF amongst other things sees our project ever inching forward and in the same tone completing milestones, be it two or more months behind schedule.

Bird Count Monitoring

Due to personnel availability this programme is behind approximately a month and the plan is to have the Autumn count completed over the next week, though it is worth mentioning that our staff whilst out in the field are noticing more birds both small and large with increased numbers of kukupa in areas where they weren't visible at the same period last year.

Seed Collection

The seeding raft this year was approximately twenty five percent that of last year's production of most species of trees consequently, the number of seeds provided to NRCF are way lower and the ability to retain seeds for self- propagation some-what restricted to those that are easier for our staff to propagate onsite. This in its self provides our staff on site learning, we have also have decided to utilise the maramataka Maori (Maori Lunar planting calendar) within our programme, both for research and methodological reasonings behind the use. The ethics is for our younger staff to test the age-old theory behind this well tested methodology of their tupuna.

Seedling Plant Collections NRCF

Early April we collected a variety of seedlings from seeds provided to NRCF from the year 2021 collection and consisted of Kauri, Karaka, Taraire, Kowhai, Tawa, Ti Kouka, Korari, Nikau, Pohutukawa, and manuka all



which will require repotting this season in fact our staff have, as of yesterday re-potted approximately 1100 korari seedlings with and estimated further two thousand yet to be re-potted, and yes, our propagation shed is up and functional.

Prior to this we have had our plant media of some 5 tonnes flown in by helicopter on the 13 May 2022 and is now being utilised.

As I write we have been notified that there are more seedlings to be collected from NRCF unit this will be completed on Friday 10 June 2022.

Shade House Construction

As mentioned earlier this part of our project was hampered by the availability of building materials (poles) which had to be ordered months in advance only to be advised that there were further delays, although guile and tenacity we can officially confirm that this has now been completed, suffice to say awaiting the installation of the irrigation sprinkler system and again awaiting delivery of the components. Our staff have decided to now start placing our seedlings in our shade house

Plantings Completed To Date

Staff, whanau members and the contributing classes from Taipa Area school have planted approximately 4000 plants of a variety of species of earlier seedlings received from NRCF and those propagated by whanau members and on a visual survey's conducted we have an attrition rate of 15% which we accept as the probability on advice received from our ecologist Adam Forbes

We put this down to the inexperience of those doing the planting and we will only get better at this as we progress through our project, having said this, the self-satisfaction of having planted a native tree species within your whenua tupuna is something special, one can feel the wairua around you.

Predator and Pest Management

Our staff have reduced the frequency of trapline monitoring within the Kowhairoa Peninsula Scenic Reserve for the numbers of pest's taken on average are 3 possums and 10 rats weekly with 1 stoat being accounted for in the months of April, May this in its-self does not allow us the luxury of taking to foot off the pedal and we are continually dispersing toxins throughout the Peninsula.

It is through all this, constant workings of trapping and toxin utilisation that we have increasing regeneration of many of the major fruit bearing trees, with an ever-increasing population of the birdlife within the peninsula.

Staff Employment

It will be noted that there has, been quiet periods of work within our project due to the availability of materials, we have been able to retain our staff and employ them on a J4N (Jobs for nature) programme, within the neighbouring Ranfurly Scenic Reserve, conducting predator and pest control, this has affected the numbers of pest's visitations to the peninsula. We now have dedicated two full time staff to operate the propagation unit and the shade house and once we have plants ready for planting out, we have the ability to recall our staff for this period. All in all, our staff are happy to be in this very special place and project

Project Manager

Kahukuraariki Trust

2021 Financial Statements

Kahukuraariki Trust

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For the Year Ended 31 March 2021

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Kahukuraariki Trust

Directory

As at 31 March 2021

Nature of Business	To receive, manage hold and administer the Trust's assets on behalf of and for the benefit of the present and future members of Ngatikahu ki Whangaroa in accordance with the deed.
Address	PO Box 83 Kaitaia 0441
Bankers	Bank of New Zealand 50 Commerce Street Kaitaia
Trust Formation Date	07-Nov-15
Trustees	Ella Henry (Resigned 14/12/19) Teresa TePania-Ashton Glendith Samson Makere Karatea Norman McKenzie Roger Kingi Sandra Heihei Luana Poata (Appointed 14/12/19)
Office Holder	Ella Henry - Chairperson (Resigned 14/12/19) Teresa TePania-Ashton - Chairperson (Appointed 14/12/19) Norman McKenzie - Deputy Chairperson
Auditor	BDO Northland Chartered Accountants
Solicitors	Tuia Group Wellington
IRD Number	118-953-207

Kahukuraariki Trust
Statement of Profit and Loss

For the Year Ended 31 March 2021

	Note	2021	2020
		\$	\$
Revenue			
Civil Defence Funding		70,593	-
Covid 19 Grant		44,242	5,758
Interest		669	5,052
Iwi Quantum Package - NRHCC Contract		88,656	-
Milford Portfolio (Tax paid - PIE)		191,297	134,053
Milford Portfolio (Overseas Income)		9,486	2,772
MBIE Commercial Advisors Fund		15,000	30,000
MOJ Funding		-	50,000
Other Revenue		700	-
TPK Whanau Maori Community & Marae Response Fund		4,000	-
Total Revenue		424,644	227,635
Less Expenses			
Operating Expenses			
Accountancy Fees		17,760	13,901
Advertising		312	3,042
AGM Expenses		13,881	-
Audit Fees		4,000	3,000
Bank Charges		66	99
Communications		17,383	5,208
Computer Costs		120	-
Consulting - External		72,533	63,539
Covid 19 Lockdown Resources Cost		23,314	3,821
Covid 19 Lockdown Support Cost		100,382	1,937
Covid 19 Post		99,113	-
Equipment Expensed (minor)		2,396	217
Equipment Rental		453	-
Farm Expenses / Clearing		-	6,522
General		501	306
Gifts		-	170
Hire - Vehicle		87	-
Hireage - Marae Koha		-	1,500
Housing Conference		161	-
Hui Catering		352	1,086
Hui Expenses		3,975	5,891
Insurance		7,446	6,623
Investment Portfolio Fees (Tax paid - PIE)		14,432	14,124
Investment Portfolio Fees (Tax deductible)		459	610
Investment Portfolio Forex loss (Tax deductible)		(7)	13
IRD - Interest & Penalties		-	522
Kaumatua Fees	8	2,400	2,950
Kiwisaver Employer Contributions		2,573	-
Legal		9,675	-
Monitoring Services		1,713	-
Motor Vehicle Expenses		1,219	-
NROP - Contractors		571	-
NROP - Fuel		90	-
NROP - Vessel Support/Hireage		900	-
Office Expenses		5,126	1,690
Printing & Stationery		3,131	9,214
Rates	10	182,968	-
Rental - Venue		1,526	3,913
Repairs & Maintenance		826	-
Salaries		90,785	-
Subcontractors/Admin		17,800	60,659
Subscriptions		4,673	985
Telephone Tolls & Internet		2,033	984
Travel - Flights Accommodation & Meals		5,333	17,141
Travel - Koha		-	4,486
Trustee Meeting Expenses		63	11,911
Trustee Meeting Fees	7	61,240	53,405
Trustee Travel & Accommodation		13,213	26,671
		786,975	326,140
Non Cash Expenses			
Depreciation	5	16,679	980
Total Expenses		803,654	327,121
Surplus Before Income Tax		(379,010)	(99,485)
Income Tax Expense	2	984	1,874
Net Surplus / (Deficit)		(379,994)	(101,359)

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Kahukuraariki Trust

Statement of Changes in Trust Funds (Equity)

For the Year Ended 31 March 2021

	2021	2020
	\$	\$
Revenues and Expenses		
Net Surplus / (Deficit)	(379,994)	(101,359)
Total Recognised Revenues and Expenses	(379,994)	(101,359)
Investment Revaluation Reserve	1,092,567	(130,042)
Trust Funds at the Beginning of the Year	19,925,933	20,157,335
Trust Funds at the End of the Year	20,638,506	19,925,934

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

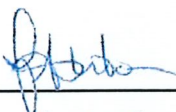

Kahukuraariki Trust

Balance Sheet

As at 31 March 2021

	Note	2021 \$	2020 \$
Current Assets			
BNZ Cheque Account - 00		49,495	87,808
BNZ Savings Account - 01		24,019	819,092
BNZ 02 - OTS		20,782	20,773
GST refund due		31,760	12,558
BNZ Business Credit card		11,551	21,080
BNZ Visa Chairperson		2,302	2,302
Accounts Receivable		805	5,758
Storage Key Bond		50	50
Total Current Assets		140,764	969,421
Non Current Assets			
Property Plant & Equipment	5	13,655,589	13,629,163
Investment - Milford Private Wealth		6,871,193	5,367,539
Total Non Current Assets		20,526,782	18,996,701
Total Assets		20,667,546	19,966,122
Current Liabilities			
Accounts Payable		21,007	28,481
Taxation	2	874	877
PAYE Payable		7,159	10,830
Total Current Liabilities		29,040	40,188
Total Liabilities		29,040	40,188
Net Assets		20,638,506	19,925,934
Trust Funds			
Retained Earnings	6	5,926,080	6,306,074
Investment Revaluation Reserve	6	1,112,426	19,860
Capital Reserve	6	13,600,000	13,600,000
Total Trust Funds		20,638,506	19,925,934

For and on behalf of the Trustees:

	Chairperson	Date	15th September 2021
	Trustee	Date	15th September 2021

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Kahukuraariki Trust

Notes to and forming part of the Financial Statements

For the Year Ended 31 March 2021

1 Statement of Accounting Policies

Reporting Entity

Kahukuraariki Trust is a post governance settlement entity established by a trust deed dated 7 November 2015. The entity was established to receive settlement funds and cultural redress as determined by the Ngatikahu ki Whangaroa Claims Settlement Act 2017.

The purpose for which the Trust was established is to receive, manage, hold and administer the Trust's assets on behalf of and for the benefit of the present and future members of Ngatikahu ki Whangaroa in accordance with the Deed.

The Financial statements are for the post governance settlement entity only - no other group entities have been established.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with a Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by the New Zealand Institute of Chartered Accountants.

There is no statutory requirement under the Trust Deed to prepare financial statements in accordance with Generally Accepted Accounting Practice. The Trustees have elected to prepare financial statements on a special purpose basis.

The financial statements have been specifically prepared for internal use.

The accounting principles recognised as appropriate for measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by the trust, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied.

(a) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the trust and revenue can be reliably measured.

Settlement funds are recognised upon receipt - interest is not accrued on monies owing pending settlement.

Other than in regard to pending settlements, interest received is recognised as interest accrues.

Grants and funding contracts are recorded on an accruals basis and when the conditions attached to them have been met.

(b) Property Plant & Equipment

Property Plant & Equipment is recognised at cost less accumulated depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, plus the cost of any replacements that have been capitalised.

Apart from the amendment to allow depreciation on buildings, depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007.

Redress settlement assets are recorded on the date of settlement. Property that has a readily obtained valuation has been introduced to the balance sheet based upon the rating valuation applicable in the year of settlement. This will form deemed cost for future financial reporting purposes. Settlement properties for which a readily obtained valuation does not exist have been recognised by way of note disclosure. These properties are of cultural significance and include urupa, conservation and religious sites.

Kahukuraariki Trust

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2021

(c) Accounts Receivable

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

(d) Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years. The tax rate is 17.5% being the rate applicable to Maori Authorities.

To date RWT has been deducted at source and no other income tax is payable on the basis that a taxable activity has not yet commenced.

(e) Investments

Investments are carried at the lower of cost or net realisable value. Where there has been a permanent reduction in the value of the investments, this has been brought to account in the current period.

Investments comprise term deposits held with the bank. These have been classified as non current as they are intended to be held in the long term.

(f) Financial Instruments

Financial instruments - Financial assets

At initial recognition the Trust determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised cost

Includes assets where the Trust intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortized cost. Gains and losses are recognised in statement of financial performance when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in statement of financial performance when the assets are derecognised or impaired.

Fair value

Financial assets not held at amortised cost or cost are held at fair value. Assets are subsequently measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Gains and losses are recognised in statement of financial performance for movements in the fair value of the assets and when the assets are derecognised.

Financial instruments - financial liabilities

Financial liabilities, including borrowings, are initially measured at fair value net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in statement of financial performance.

(g) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(h) Changes in Accounting Policies

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

Kahukuraariki Trust

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2021

2 Tax Reconciliation

	2021	2020
	\$	\$
Investment Portfolio - Overseas Investment Income	5,404	5,642
Investment Portfolio - Forex (Loss)/Gain	7	(13)
Investment Portfolio - Custodial & Monitoring	(459)	(610)
Interest earned per the income statement	669	5,052
Movement in accrued interest		645
Investment income for income tax purposes	5,621	10,716
Tax at 17.50%	984	1,874
RWT deducted at source	(110)	(997)
Income Tax (Receivable)/Payable	874	877

The above tax balances refer to PIE and interest income only. To date a taxable activity has not yet commenced and therefore there is no taxation or losses to account for from day to day operations.

3 Investments

	2021	2020
	\$	\$
Investment - Milford Private Wealth	6,871,193	5,367,539
Total Investments	6,871,193	5,367,539

4 Financial Instruments

	Amortised Cost	Cost	Fair Value
Financial Instruments - Financial Assets 2021	\$	\$	\$
Cash and cash equivalents	108,150	-	-
Receivables	805	-	-
	108,955	-	-

Financial Instruments - Financial Liabilities 2021

Payables	21,007	-	-
PAYE payable	7,159	-	-
	28,166	-	-

Financial Instruments - Financial Assets 2020

	Amortised Cost	Cost	Fair Value
	\$	\$	\$
Cash and cash equivalents	951,055	-	-
Receivables	5,758	-	-
	956,813	-	-

Financial Instruments - Financial Liability 2020

	\$	\$	\$
Payables	28,482	-	-
PAYE payable	10,830	-	-
	39,312	-	-

Kahukuraariki Trust

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2021

5	Property Plant & Equipment	2021	2020
		\$	\$
	Office & General Equipment		
	At cost	19,361	9,083
	Less:		
	Accumulated Depreciation	(15,160)	(4,226)
	Net Book Value	4,202	4,857
	Motor Vehicles		
	At cost	32,826	-
	Less:		
	Accumulated Depreciation	(5,745)	-
	Net Book Value	27,082	-
	Land & Improvements		
	At cost		
	Redress Property - Stony Creek Station land & improvements	13,624,306	13,624,306
	Total Net Book Value	13,655,589	13,629,163
	Current year depreciation	16,679	980
6	Trust Capital	2021	2020
		\$	\$
	Retained Earnings		
	Opening Balance	6,306,074	6,407,434
	Plus/(Less):		
	Net Surplus / (Deficit)	(379,994)	(101,359)
	Closing Balance	5,926,080	6,306,075
	Capital Reserve		
	Opening Balance	13,600,000	13,600,000
		13,600,000	13,600,000
	Investment Revaluation Reserve		
	Opening Balance	19,860	149,902
	Unrealised (Loss) / Gain - Managed Portfolio	1,092,567	(130,042)
	Closing Balance	1,112,427	19,860
	Total Trust Capital	20,638,507	19,925,934

The capital reserve represents the initial financial reporting value of the redress property at Stony Creek.

7	Trustees Payments	Fees	Travel	Total
		\$	\$	\$
	Trustees Payments 2021			
	Glendith Samson	5,950	719	6,669
	Luana Poata	3,250	137	3,387
	Makere Karatea	4,665	139	4,804
	Norman McKenzie	7,300	385	7,685
	Roger Kingi (refer note 8)	27,100	1,008	28,108
	Sandra Heihei (refer note 8)	4,800	166	4,966
	Teresa TePania-Ashton	8,175	1,736	9,911
	Total Trustees Payments	61,240	4,290	65,530

Kahukuraariki Trust

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 31 March 2021

	Fees	Travel	Total
	\$	\$	\$
Trustees Payments 2020			
Ella Henry	3,600	-	3,600
Glendith Samson	5,593	841	6,434
Luana Poata	2,150	470	2,620
Makere Karatea	4,000	526	4,526
Norman McKenzie	1,650	-	1,650
Roger Kingi	13,582	1,641	15,223
Sandra Heihei	18,706	4,325	23,031
Teresa TePania-Ashton	4,125	139	4,264
Total Trustees Payments	53,405	7,942	61,347

Travel payments paid to Trustees are disclosed as part of Trustee Travel & Accommodation

8 Related Parties

During the year the Trust paid Sandra Heihei and Roger Kingi (Trustees) for their involvement in distributing food supplies to beneficiaries during the Covid 19 lockdown period, which is disclosed in the Profit & Loss under the Covid 19 Lockdown Support Costs. In addition, the Trust paid \$870 in storage fees to Mangatowai Marae. The Trust also paid the following Kaumatua and Kuia:

Kaumatua & Kuia Payments 2021	\$
Eliza Larkin	400
Harry Rakena	400
Jean Joseph	400
Manaaki Poto	400
Miriama Nelson	400
Pita Pangari	400
Total Kaumatua & Kuia Payments	2,400

9 Capital Commitments

As at 31 March 2021 there are no capital commitments. (March 2020: Nil).

10 Contingent Liabilities

For several years the Trust was in negotiations with the Far North District Council to remit outstanding rates. The rates are in relation to property which is currently illegally occupied and does not generate any revenue. On this basis the Trustees took a view that the charge was not reasonable and therefore the balance had not been accrued within the financial statements. A contingency in this regard was disclosed in the 2020 financial year to disclose that in the event the application to remit rates was rejected and there is no other immediate relief available the amount will become payable. In February 2021 the current Trustees agreed to settle the rates balance with the Far North District Council. A large one off expense has therefore crystallised in the 2021 financial year. The Trust has no contingent liabilities and no guarantees as at 31 March 2021.

11 Cultural Redress - Kowhairoa Peninsula

The crown paid Kahukuraariki Trust \$300,000 on settlement date from a cultural fund. The money was provided for the specific purpose of the development and implementation of a historic reserve management plan for the Kowhairoa Peninsula. During the 2018 financial year the Trust paid over the \$300,000 received to the Te Komanga Marae Trust. This is a registered charity who administer the historic reserve on behalf of the Iwi.



Kahukuraariki Trust

Notes to and forming part of the Financial Statements (continued)

12 Cultural Redress - Properties

A number of cultural redress properties were returned to the Trust upon settlement. Those properties are as follows;

Properties vested in fee simple

Stony Creek Station

(This property comprises 3 titles including the Clark block and the Thomson block - the Stony Creek Station has a rating valuation and has been recorded in the

Kowhairoa ana koiwi

Te Komanga Urupa

Opakau Urupa

Temahani Urupa

Otara ana koiwi

Waipuritaka ana koiwi

Pear tree bay property

Kowhairoa Peninsula property

Pukeangina/Kiwitahi Urupa

Waihi Bay property

Properties vested in fee simple subject to conservation covenants

Paekauri

Taemaro to Tokamata

13 Subsequent Events

In August 2021 a resurgence of the Covid-19 virus occurred, this resulted in a Nationwide lockdown. At the date of approving these financial statements, the alert levels have lifted for Northland however it is anticipated that the levels will continue to evolve along with the prevalence of the Covid-19 virus.

Covid-19 has had no affect on the going concern assumption - the entity has sufficient funds to work through the anticipated duration of this event.





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BDO NORTHLAND
49 John Street
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New Zealand

INDEPENDENT AUDITOR'S REPORT TO THE BENEFICIARIES OF KAHUKURAARIKI TRUST

Kerikeri Office
Tel: +64 9 407 7250

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Kahukuraariki Trust ("the Trust"), which comprise the balance sheet as at 31 March 2021, and the statement of profit or loss and statement of changes in trust funds for the year then ended, 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 31 March 2021 are prepared, in all material respects, in accordance with Chartered Accountants Australia and New Zealand's Special Purpose Financial Reporting Framework for use by For-Profit Entities ("the CAANZ Framework").

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 Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared solely for the Trust's beneficiaries, as a body. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Trust and the Trust's beneficiaries, as a body, and should not be distributed to or used by parties other than the Trust or the Trust's beneficiaries. Our opinion is not modified in respect of this matter.

Trustees' Responsibilities for the Financial Statements

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

In preparing the financial statements, the Trustees are responsible for assessing the Trust's 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.

PARTNERS: Adelle Allbon Angela Edwards Scott Kennedy Robyn Terlesk

BDO New Zealand Ltd, a New Zealand limited liability company, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms. BDO New Zealand is a national association of independent member firms which operate as separate legal entities.

Auditor's Responsibilities 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, 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 estimates and related disclosures made by Trustees.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Trust's beneficiaries, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's beneficiaries, as a body, for our audit work, for this report or for the opinions we have formed.



BDO Northland
Whangarei
New Zealand
27 September 2021

Kahukuraariki Trust

2022 Financial Statements

Kahukuraariki Trust

Contents of Financial Statements

For the Year Ended 31 March 2022

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Kahukuraariki Trust

Directory

As at 31 March 2022

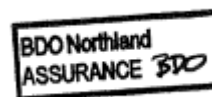
Nature of Business	To receive, manage hold and administer the Trust's assets on behalf of and for the benefit of the present and future members of Ngatikahu ki Whangaroa in accordance with the deed.
Address	PO Box 83 Kaitaia 0441
Bankers	Bank of New Zealand 50 Commerce Street Kaitaia
Trust Formation Date	7 Nov 15
Trustees	Teresa TePania-Ashton Glendith Samson Makere Karatea Norman McKenzie Roger Kingi Sandra Heihei Luana Poata
Office Holder	Teresa TePania-Ashton - Chairperson Norman McKenzie - Deputy Chairperson
Auditor	BDO Northland Chartered Accountants
Solicitors	Tuia Group Wellington
IRD Number	118-953-207

Kahukuraariki Trust
Statement of Profit and Loss

For the Year Ended 31 March 2022

Note	2022	2021
	\$	\$
Revenue		
Civil Defence Funding	-	70,593
Covid 19 Grant	-	44,242
Interest	404	669
Iwi Quantum Package - NRHCC Contract	15,000	88,656
Koha - Portacom	1,300	-
Milford Portfolio (Tax paid - PIE)	38,204	191,297
Milford Portfolio (Overseas Income)	5,980	9,486
MBIE Commercial Advisors Fund	-	15,000
MOJ Funding	-	-
NROP - NIWA	250,860	-
Other Revenue	296	700
TPK Whanau Maori Community & Marae Response Fund	-	4,000
Total Revenue	312,044	424,644
Less Expenses		
Operating Expenses		
Accountancy Fees	5,311	17,760
Admin Expenses	264	-
Advertising	2,348	312
AGM Expenses	-	13,881
Audit Fees	4,500	4,000
Bank Charges	89	66
Catering	199	-
Communications	2,930	17,383
Computer Costs	1,419	120
Consulting - External	2,690	72,533
Covid 19 Lockdown Resources Cost	-	23,314
Covid 19 Lockdown Support Cost	11,946	100,382
Covid 19 Post	-	99,113
Election Services Expenses	27,918	-
Equipment Expensed (minor)	1,283	2,396
Equipment Rental	-	453
General	157	501
Impairment - Portacom	21,739	-
Gifts - Koha	100	-
Hire - Vehicle	683	87
Housing Conference	-	161
Hui Catering	-	352
Hui Expenses	521	3,975
Insurance	8,904	7,446
Interest expense	2	-
Investment Portfolio Fees (Tax paid - PIE)	16,900	14,432
Investment Portfolio Fees (Tax deductible)	354	459
Investment Portfolio Forex loss (Tax deductible)	166	(7)
IRD - Interest & Penalties	250	-
IT Expenses	1,844	-
Iwi Registration Database	2,079	-
Kaumatua Fees	-	2,400
Kiwisaver Employer Contributions	6,558	2,573
Legal expenses	32,414	9,675
Loss on Asset Disposal	356	-
Monitoring Services	-	1,713
Motor Vehicle Expenses	5,850	1,219
NROP - Contractors	93,790	-
NROP - Fuel	95	90
NROP - Other Expenses	496	571
NROP - SIL	276,879	-
NROP - Vessel Support/Hireage	-	900
Office Expenses	805	5,126
Parking Fees	35	-
Postage & Mail	745	-
Printing & Stationery	3,274	3,130
Professional Advice	4,348	-
Rates	10	47,719
Rental - Venue	3,078	1,526
Repairs & Maintenance	-	826
Roadshow Hui	9,560	-
Salaries	225,229	90,785
Subcontractors/Admin	30,623	17,800
Subscriptions	11,637	4,673
Telephone Tolls & Internet	3,871	2,033
Training & Development	2,027	-
Travel - Flights Accommodation & Meals	11,965	5,333
Travel - Koha	261	-
Trustee Meeting Expenses	-	63
Trustee Meeting Fees	7	32,326
Trustee Travel & Accommodation	8,868	13,213
Venue Hire	1,469	-
	928,873	786,975
Non Cash Expenses		
Depreciation	5	12,565
Total Expenses	941,437	803,654
Surplus Before Income Tax	(629,394)	(379,010)
Income Tax Expense	2	1,026
Net (Deficit)	(630,420)	(379,994)

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.



Kahukuraariki Trust

Statement of Changes in Trust Funds (Equity)

For the Year Ended 31 March 2022

	2022	2021
	\$	\$
Revenues and Expenses		
Net (Deficit)	(630,420)	(379,994)
Total Recognised Revenues and Expenses	(630,420)	(379,994)
Investment Revaluation Reserve	292,074	1,092,567
Trust Funds at the Beginning of the Year	20,638,506	19,925,933
Trust Funds at the End of the Year	20,300,160	20,638,506

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Kahukuraariki Trust

Balance Sheet

As at 31 March 2022

	Note	2021 \$	2020 \$
Current Assets			
BNZ Cheque Account - 00		30,873	49,495
BNZ Savings Account - 01		7,509	24,019
BNZ 02 - OTS		85	20,782
GST refund due		33,258	31,760
BNZ Business Credit card		6,423	11,551
BNZ Visa Chairperson		-	2,302
Accounts Receivable		72,122	805
Storage Key Bond		50	50
Total Current Assets		150,320	140,764
Non Current Assets			
Property Plant & Equipment	5	13,623,042	13,655,589
Investment - Milford Private Wealth		6,627,818	6,871,193
Total Non Current Assets		20,250,860	20,526,782
Total Assets		20,401,180	20,667,546
Current Liabilities			
Accounts Payable		77,130	15,992
Employee Entitlements		11,650	5,015
Taxation	2	1,830	874
PAYE Payable		10,410	7,159
Total Current Liabilities		101,020	29,040
Total Liabilities		101,020	29,040
Net Assets		20,300,160	20,638,506
Trust Funds			
Retained Earnings	6	5,295,661	5,926,080
Investment Revaluation Reserve	6	1,404,500	1,112,426
Capital Reserve	6	13,600,000	13,600,000
Total Trust Funds		20,300,160	20,638,506

For and on behalf of the Trustees:



Chairperson

Date 16 June 2022



Trustee

Date 16 June 2022

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

1 Statement of Accounting Policies

Reporting Entity

Kahukuraariki Trust is a post governance settlement entity established by a trust deed dated 7 November 2015. The entity was established to receive settlement funds and cultural redress as determined by the Ngatikahu ki Whangaroa Claims Settlement Act 2017.

The purpose for which the Trust was established is to receive, manage, hold and administer the Trust's assets on behalf of and for the benefit of the present and future members of Ngatikahu ki Whangaroa in accordance with the Deed.

The Financial statements are for the post governance settlement entity only - no other group entities have been established.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with a Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by the New Zealand Institute of Chartered Accountants.

There is no statutory requirement under the Trust Deed to prepare financial statements in accordance with Generally Accepted Accounting Practice. The Trustees have elected to prepare financial statements on a special purpose basis.

The financial statements have been specifically prepared for internal use.

The accounting principles recognised as appropriate for measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by the trust, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied.

(a) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the trust and revenue can be reliably measured.

Settlement funds are recognised upon receipt - interest is not accrued on monies owing pending settlement.

Other than in regard to pending settlements, interest received is recognised as interest accrues.

Grants and funding contracts are recorded on an accruals basis and when the conditions attached to them have been met.

(b) Property Plant & Equipment

Property Plant & Equipment is recognised at cost less accumulated depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, plus the cost of any replacements that have been capitalised.

Apart from the amendment to allow depreciation on buildings, depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007.

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For the Year Ended 31 March 2022

(c) Accounts Receivable

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

(d) Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and a actual income tax payable in prior years. The tax rate is 17.5% being the rate applicable to Maori Authorities.

To date RWT has been deducted at source and no other income tax is payable on the basis that a taxable activity has not yet commenced.

(e) Investments

Investments are carried at the lower of cost or net realisable value. Where there has been a permanent reduction in the value of the investments, this has been brought to account in the current period.

Investments comprise term deposits held with the bank. These have been classified as non current as they are intended to be held in the long term.

(f) Financial Instruments

Financial instruments - Financial assets

At initial recognition the Trust determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised cost

Includes assets where the Trust intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortized cost. Gains and losses are recognised in statement of financial performance when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in statement of financial performance when the assets are derecognised or impaired.

Fair value

Financial assets not held at amortised cost or cost are held at fair value. Assets are subsequently measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Gains and losses are recognised in statement of financial performance for movements in the fair value of the assets and when the assets are derecognised.

Financial instruments - financial liabilities

Financial liabilities, including borrowings, are initially measured at fair value net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in statement of financial performance.

(g) Employee Entitlements

Employee entitlements consist of annual leave accrued as at the balance date.

(g) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(h) Changes in Accounting Policies

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

For the Year Ended 31 March 2022

2 Tax Reconciliation

	2022	2021
	\$	\$
Investment Portfolio - Overseas Investment	5,980	5,404
Investment Portfolio - Forex (Loss)/Gain	(166)	7
Investment Portfolio - Custodial & Monitoring	(354)	(459)
Interest earned per the income statement	404	669
	5,864	5,621
Tax at 17.50%	1,026	984
RWT deducted at source	(70)	(110)
Balance carried forward from 2021	874	-
Income Tax (Receivable)/Payable	1,830	874

The above tax balances refer to PIE and interest income only. To date, a taxable activity has not yet commenced and therefore there is no taxation on losses to account for from day to day operations.

3 Investments

	2022	2021
	\$	\$
Investment - Milford Private Wealth	6,627,818	6,871,193
Total Investments	6,627,818	6,871,193

4 Financial Instruments

	Amortised Cost	Cost	Fair Value
	\$	\$	\$
Financial Instruments - Financial Assets 2022			
Cash and cash equivalents	44,890	-	-
Receivables	72,122	-	-
	117,012	-	-
Financial Instruments - Financial Liabilities 2022			
Payables	77,130	-	-
PAYE payable	10,411	-	-
	87,541	-	-
Financial Instruments - Financial Assets 2021			
Cash and cash equivalents	108,150	-	-
Receivables	805	-	-
	108,955	-	-
Financial Instruments - Financial Liability 2021			
Payables	15,992	-	-
PAYE payable	7,159	-	-
	23,151	-	-

For the Year Ended 31 March 2022

5	Property Plant & Equipment	2022	2021
		\$	\$
	Office & General Equipment		
	At cost	15,308	19,361
	Less:		
	Accumulated Depreciation	(13,790)	(15,160)
	Net Book Value	1,518	4,202
	Motor Vehicles		
	At cost	32,826	32,826
	Less:		
	Accumulated Depreciation	(13,869)	(5,745)
	Net Book Value	18,957	27,082
	Land & Improvements		
	At cost		
	Redress Property - Stony Creek Station land & improvements	13,602,567	13,624,306
	Total Net Book Value	13,623,042	13,655,589
	Current year depreciation	12,565	16,679
6	Trust Capital	2022	2021
		\$	\$
	Retained Earnings		
	Opening Balance	5,926,080	6,306,074
	Plus/(Less):		
	Net Surplus / (Deficit)	(630,420)	(379,994)
	Closing Balance	5,295,661	5,926,080
	Capital Reserve		
	Opening Balance	13,600,000	13,600,000
		13,600,000	13,600,000
	Investment Revaluation Reserve		
	Opening Balance	1,112,426	19,860
	Unrealised (Loss) / Gain - Managed Portfolio	292,074	1,092,567
	Closing Balance	1,404,500	1,112,426
	Total Trust Capital	20,300,161	20,638,506

The capital reserve represents the initial financial reporting value of the redress property at Stony Creek.

7	Trustees Payments	Fees	Travel	Total
		\$	\$	\$
	Trustees Payments 2022			
	Glendith Samson	4,805	430	5,235
	Luana Poata	4,405	123	4,528
	Makere Karatea	3,858	204	4,063
	Norman McKenzie	4,804	358	5,163
	Roger Kingi	6,895	171	7,066
	Sandra Heihei	811	17	828
	Teresa TePania-Ashton	6,746	3,269	10,016
	Total Trustees Payments	32,326	4,573	36,899

For the Year Ended 31 March 2022

	Fees	Travel	Total
	\$	\$	\$
Trustees Payments 2021			
Glendith Samson	5,950	719	6,669
Luana Poata	3,250	137	3,387
Makere Karatea	4,665	139	4,804
Norman McKenzie	7,300	385	7,685
Roger Kingi	27,100	1,008	28,108
Sandra Heihei	4,800	166	4,966
Teresa TePania-Ashton	8,175	1,736	9,911
Total Trustees Payments	61,240	4,290	65,530

Travel payments paid to Trustees are disclosed as part of Trustee Travel & Accommodation .

8 Related Parties

The Trust also paid the following Kaumatua and Kuia:

Kaumatua & Kuia Payments

	2022	2021
	\$	\$
Eliza Larkin	-	400
Harry Rakena	-	400
Jean Joseph	-	400
Manaaki Poto	-	400
Miriama Nelson	-	400
Pita Pangari	-	400
Total Kaumatua & Kuia Payments	-	2,400

9 Capital Commitments

As at 31 March 2022 there are no capital commitments. (March 2021: Nil).

10 Contingent Liabilities

For several years the Trust was in negotiations with the Far North District Council to remit outstanding rates. The rates are in relation to property which is currently illegally occupied and does not generate any revenue. On this basis the Trustees took a view that the charge was not reasonable and therefore the balance had not been accrued within the financial statements. A contingency in this regard was disclosed in the 2020 financial year to disclose that in the event the application to remit rates was rejected and there is no other immediate relief available the amount will become payable. In February 2021 the current Trustees agreed to settle the rates balance with the Far North District Council. A large one off expense had crystallised in the 2021 financial year. The Trust has no contingent liabilities and no guarantees as at 31 March 2022.

11 Cultural Redress - Kowhairoa Peninsula

The crown paid Kahukuraariki Trust \$300,000 on settlement date from a cultural fund. The money was provided for the specific purpose of the development and implementation of a historic reserve management plan for the Kowhairoa Peninsula. During the 2018 financial year the Trust paid over the \$300,000 received to the Te Komanga Marae Trust. This is a registered charity who administer the historic reserve on behalf of the Iwi.

12 Cultural Redress - Properties

A number of cultural redress properties were returned to the Trust upon settlement. Those properties are as follows;

Properties vested in fee simple

Stony Creek Station

(This property comprises 3 tiles including the Clark block and the Thomson block - the Stony Creek Station has a rating valuation and has been recorded in the

Kowhairoa ana koiwi

Te Komanga Urupa

Opakau Urupa

Temahani Urupa

Otara ana koiwi

Waipuritaka ana koiwi

Pear tree bay property

Kowhairoa Peninsula property

Pukeangina/Kiwitahi Urupa

Waihi Bay property

Properties vested in fee simple subject to conservation covenants

Paekauri

Taemaro to Tokamata

13 Subsequent Events

There are no events subsequent to the balance date.



INDEPENDENT AUDITOR'S REPORT TO THE BENEFICIARIES OF KAHUKURAARIKI TRUST

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Kahukuraariki Trust ("the Trust"), which comprise the balance sheet as at 31 March 2022, and the statement of profit or loss and statement of changes in trust funds for the year then ended, 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 31 March 2022 are prepared, in all material respects, in accordance with Chartered Accountants Australia and New Zealand's Special Purpose Financial Reporting Framework for use by For-Profit Entities ("the CAANZ Framework").

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 Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards)* (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared solely for the Trust's beneficiaries, as a body. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Trust and the Trust's beneficiaries, as a body, and should not be distributed to or used by parties other than the Trust or the Trust's beneficiaries. Our opinion is not modified in respect of this matter.

Trustees' Responsibilities for the Financial Statements

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

In preparing the financial statements, the Trustees are responsible for assessing the Trust's 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 Responsibilities 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, 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 estimates and related disclosures made by Trustees.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Trust's beneficiaries, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's beneficiaries, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Northland

BDO Northland
Whangarei
New Zealand
16 June 2022