

Whakapoungakau 16 2B2G2E & others (aggregated) Trust

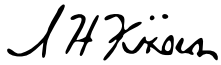
Special purpose financial statements
for the year ended 30 June 2023

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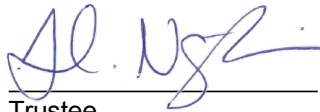
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Approval of special purpose financial statements

The Trustees are pleased to present the special purpose financial statements of Whakapoungakau 16 2B2G2E & others (aggregated) Trust, for the year ended 30 June 2023.



Trustee Nyreen Hoana Kiriona



Trustee

Trustee

Trustee

Dated: 9 January 2025

Whakapoungakau 16 2B2G2E & others (aggregated) Trust

Special purpose financial statements for the year ended 30 June 2023

Trust directory

as at 30 June 2023

Nature of business	Rental and forestry
Location of business	Rotokawa Road Rotorua
IRD number	66-958-183
Responsible Trustees:	Moana Miller Nireaha Pirika Hariata Ngatai Nyreen Hoana Kiriona Jason Hiwinui Heke Margaret Rose Parata Ransfield
Trust provisions	Annual income to be retained or distributed to the beneficiaries at the trustees' discretion. On termination, capital is to be distributed to the beneficiaries.
Accountants	John Macmillan Accountants 31White Street Rotorua
Advisory Trustee	The Māori Trustee is appointed by and agent for the Responsible Trustees.
Auditors	Cookson Forbes & Associates Chartered Accountants 96 Waioeka Road Opotiki

Statement of financial performance

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue			
Lease land		152,173	152,174
Grants Received – Ministry of Primary Industries	11	396,681	-
Tenant costs recovered		-	1,842
Gross surplus		548,854	154,016
Expenses			
Administration & Operating Expenses	2	121,588	139,568
Non cash items	3	19,201	20,109
Total expenses		140,789	159,677
Net business surplus/(deficit)		408,065	(5,661)
Other income			
Māori Trustee Common Fund Investment income		17,610	12,549
Penalty Interest Received - Late Payment of Lease Rental		-	13,810
Grant income/(expenses)	1	(9,676)	-
		7,934	26,358
Operating surplus before tax		416,000	20,697
Tax expense	4	79,462	5,131
Prior period tax error		-	(334)
Net surplus		336,538	15,900



These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.

Statement of movements in equity

for the year ended 30 June 2023

	Note	2023 \$	2022 \$
Net surplus		336,538	15,900
Movements in equity for the year		336,538	15,900
Equity at beginning of year		8,215,492	8,199,590
Equity at end of year	6	8,552,030	8,215,490



These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.

Whakapoungakau 16 2B2G2E & others (aggregated) Trust

Special purpose financial statements for the year ended 30 June 2023

Balance sheet

as at 30 June 2023

	Note	2023 \$	2022 \$
Equity	6	8,552,030	8,215,490
Current assets			
Cash and bank balances	7	1,128,812	680,944
Accounts receivable		18,750	27,653
		1,147,562	708,597
Non current assets			
Property plant and equipment	8	7,538,685	7,557,886
Total assets		8,686,247	8,266,483
Current liabilities			
Accounts payable		2,722	7,362
GST payable		65,731	41,836
Income tax payable	4	65,765	1,795
		134,218	50,993
Total liabilities		134,218	50,993
Net assets		8,552,030	8,215,490



These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.

Statement of accounting policies

for the year ended 30 June 2023

Purpose

The special purpose financial statements has been prepared to enable the Trustees to meet their responsibilities and for income tax purposes.

Basis of preparation

The Trustees have approved the accounting policies and disclosures made.

The financial statements have been prepared on the basis of historical cost with the exception of land which is held at valuation as identified in the accounting policies below.

The financial statements have been prepared applying the accounting policies of accrual accounting and the double entry method of recording financial transactions. The Trustees have adopted the special purpose framework for reporting For-Profit-Entities - SPFR-FPE as published by Chartered Accountants Australia New Zealand CAANZ. They are for the sole purpose and use of the trustees and owners and should not be relied upon by any third party.

Reporting Entity

The Māori Freehold Land of Whakapoungakau 16 2B2G2E & Others (aggregated) Trust was made an aggregated block on 17 December 1996 pursuant to a Maori Land Court Order and vested in the Trustees as an Ahu Whenua Trust, pursuant to sections 215,220 and 222 of the Te Ture Whenua Act 1993.

Share valuation

The total number of shares in the eight aggregated blocks is 3,282,800. The Trust Net Equity at balance date was \$8,552,030. The share value is as follows:

Total shares in aggregated blocks:	3,282,800
Trust Net Equity at balance date:	\$8,552,030
Value per share (\$8,552,030/3,282,800):	\$2.60

Distributable income

Section 26 of the Māori Trustee Act 1953 amended by the Māori Trustee Amendment Act 2009 requires the Māori Trustee to pay distributable income to all Common Fund account holders.

Revenue recognition

Lease income is recognised when earned.

Interest revenue and distributable income is recorded as it is earned during the year.

Government grants that impose specific future performance conditions are recognised as revenue when the performance conditions are met. Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Statement of accounting policies

for the year ended 30 June 2023

Property, plant and equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, with the exception of land which is carried at valuation. The Trustees have adopted the Rateable Value as the basis of valuation for Trust land. Land is revalued every three years.

Where an item of property, plant or equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Depreciation

Depreciation is charged to the statement of financial performance at the same rate as allowed by the Income Tax Act 2007.

Receivables

Receivables are stated at estimated realisable value after providing against debts where collection is doubtful. Bad debts are written off during the period in which they are identified.

Taxation

The income tax 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.

Goods and services tax

All amounts are shown exclusive of Goods & Services Tax (GST), except for receivables and payables which are shown inclusive of GST.

Changes in accounting policies

The accounting policies adopted are consistent with those of the previous year.

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Notes to the financial statements

1 Grant income/(expenses)

	2023 \$	2022 \$
Grant income		
Ministry for Primary Industries	-	-
Total income	-	-
Expenses		
Forestry and planting	9,676	-
Total expenses	9,676	-
Net trading surplus/(deficit)	(9,676)	-

2 Administration & Operating Expenses

	2023 \$	2022 \$
Accounting	-	6,900
Administration	2,956	-
Advertising	-	1,185
Audit fees	5,567	4,252
Entertainment - non-deductible	-	2,957
Forestry and planting	28,221	5,765
Interest	2,905	-
Koha - non-deductible	1,000	-
Legal Fees	2,203	-
Legal Fees – non-deductible	2,914	-
Maori Trustee Common Fund management fee	4,219	5,974
Maori Trustee Fee	7,949	36,788
General expenses	128	-
Meeting Fees	271	5,125
Insurance	1,034	966
Rates	50,153	51,587
Repairs and maintenance	5,750	-
Repairs and maintenance – non-deductible	568	-
Subscriptions	1,500	-
Trustee fees	4,250	2,100
Weed and pest control	-	8,016
	121,588	139,568

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Notes to the financial statements

3 Non cash items	2023 \$	2022 \$
Depreciation - Buildings and Chattels	1,910	1,962
Depreciation - Motor vehicles	2,493	3,561
Depreciation - Land improvements	1,173	97
Depreciation - Plant and equipment	1,601	1,832
Depreciation - EDP equipment	2	2
Depreciation - Property improvements	12,022	12,655
	19,201	20,109
4 Tax	2023 \$	2022 \$
Operating surplus/(deficit) before tax (as per page 4)	416,000	20,697
Adjusted net surplus before tax	416,000	20,697
Adjustments for differences		
Timing differences		
Tax depreciation	(18,037)	(14,443)
Accounting depreciation	19,201	20,109
	1,164	5,666
Permanent differences		
Non-deductible grant expenditure	9,676	-
Entertainment - non- deductible	-	2,957
Koha - non-deductible	1,000	-
Legal - non-deductible	2,914	-
Repairs & Maintenance - non-deductible	568	-
Prior Period Adjustment	22,747	-
	36,905	2,957
Total adjustments	38,069	8,623
Taxable income	454,069	29,320
Tax expense	79,462	5,131
Provisional tax paid	(13,051)	(2,284)
Distributable income tax	(2,441)	(1,053)
Prior year tax payment/(refund) outstanding	1,795	-
Income tax payable	65,765	1,795
Made up as follows:		
Prior year tax payment/(refund) outstanding	1,795	-
Provisional tax paid after balance date	6,041	8,685
Terminal tax payment/(refund) due	57,929	(6,890)
	65,765	1,795

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Notes to the financial statements

5 Māori authority credit account

	2023 \$	2022 \$
Balance at beginning of year	124,882	123,829
Taxation Paid	13,051	-
Distributable tax credits paid	2,441	1,053
	15,492	1,053
Balance at end of year	140,374	124,882

6 Equity

	2023	2022
Trust capital		
Balance brought forward	4,220,193	4,204,291
Net surplus	336,538	15,900
	4,556,731	4,220,191
Asset revaluation reserve		
Balance brought forward	3,995,299	3,995,299
Equity	8,552,030	8,215,490

7 Cash and bank balances

	2023 \$	2022 \$
ANZ Bank	1,071,312	-
Maori Trustee Common Fund account	57,500	680,944
	1,128,812	594,073
Total cash and bank balances classified as follows:		
Current assets	1,128,812	680,944
	1,128,812	680,944

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Notes to the financial statements

8 Property plant and equipment

	Cost \$	Depreciation \$	Acc depn \$	Carrying value \$
Buildings and Chattels	101,959	1,910	41,087	60,873
Motor vehicles	12,170	2,493	6,354	5,816
Land	7,151,171	1,173	2,110	7,149,061
Plant and equipment	26,318	1,601	14,809	11,509
Water supply	34,418	-	34,418	-
Trees	83,000	-	-	83,000
EDP equipment	1,996	3	1,995	2
Property improvements	258,413	12,022	29,987	228,426
Balance as at 30 June 2023	7,669,445	19,201	130,760	7,538,686

	Cost \$	Depreciation \$	Acc depn \$	Carrying value \$
Buildings and Chattels	101,959	1,962	39,177	62,782
Motor vehicles	12,170	3,561	3,861	8,309
Land	7,151,171	97	937	7,150,234
Plant and equipment	26,318	1,832	13,208	13,110
Water supply	34,418	-	34,418	-
Trees	83,000	-	-	83,000
EDP equipment	1,996	2	1,993	3
Property improvements	258,413	12,655	17,965	240,448
Balance as at 30 June 2022	7,669,445	20,109	111,559	7,557,886

Further information can be found in the supplementary summary Statement of property, plant and equipment included at the back of these financial statements.

9 Capital commitments

There are no capital commitments as at 30 June 2023 (2022: \$nil).

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Notes to the financial statements

10 Contingencies

There are no contingent liabilities as at 30 June 2023 (2022: \$nil).

11 Ministry for Primary Industries

The Trust as landowner entered into an agreement with the Ministry for Primary Industries to establish a forest which complies with the specification set out in the Forest Management Plan.

Under the agreement, funding of \$199,684 is to be provided by the Minister of Forestry to assist with the approved works on the planting of Manuka and other native species.

The agreement was signed 10 December 2018. Expenses incurred and funding received under the agreement are shown in note 1. There was no funding in 2022.

The Trust as landowner entered into an agreement with the Ministry for Primary Industries a Rental Deed relating to a Forestry Right. It was signed on 26 June 2023. Initial rent is \$243 per hectare on 147 hectares and is subject to adjustment under the provisions of the Deed. Under the agreement \$456,183 GST inclusive was received for site preparation and establishment costs in relation to the Trees, incurred prior to the commencement of the Forestry Right.

12 Te Puni Kokiri

The Trust signed on 29 June 2023 an application for funding of \$90,500 plus GST from the Te Puni Kokiri Whenua Maori Fund. The purpose of the funding is to prepare a strategic vision & master plan for the Trust.

13 Related parties

Nireaha Pirika is a trustee of both Whakapoungakau 16 2B2G2E & others (aggregated) Trust and Waiteti No.2 Sec 1B 4B 2C Trust, the lessee of the land. Whilst he agreed with the lease, he stood aside from signing the new lease.

14 Subsequent Events

There were no subsequent events that impact the Trust financial performance for the 2023 year.

(2022: Te Tumu Paeroa was terminated as the administrator of the Trust on 31 January 2023. On 8 March 2023 Nyreen Hoana Kiriona, Jason Hiwinui Heke and Margaret Rose Parata Ransfield were appointed as Trustees by court order, the Trustee appointments were approved at the Trust AGM on 30 April 2022.)

These special purpose financial statements must be read in conjunction with the accounting policies, notes to the financial statements and independent Auditor's report on pages 17 and 18.



Statement of property, plant and equipment for the year ended 30 June 2023

	Date	Private use	Original Cost	Opening WDV	Additions/ (sales)	Profit/(loss) on sale	Capital Gain/(loss)	Depn method	Depn	Accum Depn	Closing WDV
Buildings and Chattels											
Cottage			7,500	5,932				E	-	1,568	5,932
Haybarn			15,975	4,883				3.0P	479	11,571	4,404
Pump shed and pump			6,525	3,988				E	-	2,537	3,988
Implement shed			8,901	2,948				3.0P	267	6,220	2,681
Fireplace			2,775	1,323				10.0D	132	1,584	1,191
Renovations & Partitions to Rotokawa RD Farmhouse			35,834	31,712				E	-	4,122	31,712
Clothesline and curtains Whakapoungakau Cottage			1,332	175				25.0D	44	1,201	131
Laundry tub			454	59				25.0D	15	410	44
Hot water cylinder			1,092	408				13.0D	53	737	355
Plumbing upgrade			3,410	3,117				E	-	293	3,117
Carport			8,027	6,095				4.0D	244	2,176	5,851
Thinline Underlay			3,375	-				25.0P	-	3,375	-
Cottage rewiring			6,760	2,143				10.0P	676	5,293	1,467
			101,959	62,783					1,910	41,087	60,873
Motor vehicles											
2018 Honda ATV			12,170	8,309				30.0D	2,493	6,354	5,816
			12,170	8,309					2,493	6,354	5,816
Land											
Land			2,596,000	2,596,000				E	-	-	2,596,000
Land (revaluation 09/2005)			1,851,000	1,851,000				E	-	-	1,851,000
Land improvements - clearing and grazing			85,500	85,500				E	-	-	85,500
Fencing			76,000	76,000				E	-	-	76,000
Land (revaluation 09/1999)			3,420	3,420				E	-	-	3,420
Boundary Fence			840	-				100.0D	-	840	-
Land (revaluation 03/2017)			1,022,114	1,022,114				E	-	-	1,022,114
Land (revaluation 09/2020)			1,504,466	1,504,466				E	-	-	1,504,466
Fencing			11,831	11,734				10.0D	1,173	1,270	10,561

This supplementary schedule does not form part of the financial statements
and is subject to the compilation report on page 2 of this report



Statement of property, plant and equipment for the year ended 30 June 2023

Date	Private use	Original Cost	Opening WDV	Additions/ (sales)	Profit/(loss) on sale	Capital Gain/(loss)	Depn method	Depn	Accum Depn	Closing WDV
		7,151,171	7,150,234					1,173	2,110	7,149,061
Plant and equipment										
Tru Test platform		578	-				26.4D	-	578	-
Electric fence unit		1,400	114				10.0D	11	1,297	103
Cattle scales		1,639	-				26.4D	-	1,639	-
Water tank - 25,000 ltr		2,040	313				7.5D	23	1,750	290
Robin water pump		850	2				21.6D	-	848	2
Water tank Black Max (2)		5,239	1,626				7.5D	122	3,735	1,504
Mono pump CP25		1,180	124				15.6D	19	1,075	105
Smart scale 200 indicator		722	26				25.0D	7	703	20
2021 Rhinoceros XN10 excavator		12,670	10,905				13.0D	1,418	3,183	9,487
		26,318	13,110					1,601	14,809	11,509
Water supply										
Water supply		30,922	-				7.0P	-	30,922	-
Tank - 30,000 ltr and piping		2,820	-				19.2P	-	2,820	-
Aquarange JPB 4 ltr pump		676	-				13.0P	-	676	-
		34,418						-	34,418	-
Trees										
Trees		47,800	47,800				E	-	-	47,800
Trees (revaluation 09/1999)		35,200	35,200				E	-	-	35,200
		83,000	83,000					-	-	83,000
EDP equipment										
EID stick reader XRS - Bluetooth		1,996	3				50.0D	2	1,995	2
		1,996	3					2	1,995	2
Property improvements										

This supplementary schedule does not form part of the financial statements
and is subject to the compilation report on page 2 of this report



Statement of property, plant and equipment

for the year ended 30 June 2023

	Date	Private use	Original Cost	Opening WDV	Additions/ (sales)	Profit/(loss) on sale	Capital Gain/(loss)	Depn method	Depn	Accum Depn	Closing WDV
Roading			258,413	240,448				5.0D	12,022	29,987	228,426
			258,413	240,448					12,022	29,987	228,426
Total			7,669,445	7,557,886					19,201	130,760	7,538,686
Reconciliation to accounts											
Additions/gains			-								
Total Property Plant and Equipment			7,669,445	7,557,886					19,201	130,760	7,538,686

This supplementary schedule does not form part of the financial statements
and is subject to the compilation report on page 2 of this report



INDEPENDENT AUDITOR'S REPORT

To the Trustees & Owners of Whakapoungakau 16 2B2G2E & Others [aggregated] Trust

Reporting Entity

The reporting entity is Whakapoungakau 16 2B2G2E & Others (Aggregated) Trust and the financial statements have been prepared and audited in accordance with the Trust Order and Te Ture Whenua Maori Land Act 1993.

Opinion

We have audited the special purpose financial statements of Whakapoungakau 16 2B2G2E & Others [aggregated] Trust (the Trust) on pages 4 to 16, which comprise the balance sheet as at 30 June 2023, statement of financial performance, statement of movements in equity for the year then ended, statement of property, plant & equipment and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Trust for the year ended 30 June 2023 are prepared, in all material respects, in accordance with *Special Purpose Financial Reporting Framework for For-Profit Entities (SPFR for FPEs)*, issued by Chartered Accountants Australia & New Zealand.

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

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

Other Matter – Purpose & Basis of Preparation

We draw attention to the statement of accounting policies – Purpose and Basis of Preparation, on page 7 of the financial statements, which describe the reporting framework and confirms that the financial statements have been prepared for the Trustees & Owners. As a result, the financial statements may not be suitable for another purpose and should not be relied upon by any third party.

Restriction on Responsibility

This report is made solely to the Trustees & Owners, as a body, in accordance with the trust order and Te Ture Whenua Maori Land Act 1993. Our audit work has been undertaken so that we might state to the Trustee & Owners those matters 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 Trustees & Owners as a body, for our audit work, for this report, or for the opinions we have formed.

Responsibilities of the Trustees for the Financial Statements

The Trustees are responsible on behalf of the Trust for determining that the SPFR for FPEs Framework adopted is acceptable in the Trust's circumstances, for the preparation of the financial statements in accordance with SPFR for FPEs 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.

Responsibilities of the Trustees for the Financial Statements - Continued

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 economic 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.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at <https://www.xrb.govt.nz/standards-for-assurance-practitioner/s/auditors-responsibilities/audit-report-8/>. The engagement partner is Fred Cookson.

Other Regulatory Matter – Te Ture Whenua Maori Land Act 1993

Maori land is vested in Whakapoungakou 16 2B2G2E & Others (aggregated) Trust pursuant to section 239 of Te Ture Whenua Maori Land Act 1993. The financial statements have been prepared and audited in accordance with clause 7 C (i) of the Maori Land Court Trust Order dated the 4th day of February 2003.

Cookson Forbes & Associates Ltd

Cookson Forbes & Associates Ltd

Chartered Accountants
96 Waioveka Road
OPOTIKI, New Zealand

9th January 2025