

# Summarised Financial Report

Heretaunga Tamatea Settlement Trust  
For the year ended 31 March 2020

Prepared by BM Accounting Limited

# Contents

- 3 Statement of Profit or Loss
- 4 Balance Sheet
- 5 Notes to the Financial Statements
- 7 Audit Report

# Statement of Profit or Loss

## Heretaunga Tamatea Settlement Trust For the year ended 31 March 2020

	NOTES	2020	2019
<b>Income</b>			
Interest Income		3,004,244	2,762,303
Interest Income - Settlement		-	1,857,373
Accumulated Rentals on Crown Forest Licensed Land		-	8,906,950
Trust Distributions Received		357,297	151,570
Other Income		14,785	236
<b>Total Income</b>		<b>3,376,326</b>	<b>13,678,433</b>
<b>Expenses</b>			
Trustee Meeting Costs (Related Parties)		362,318	442,123
Settlement Costs		58,950	476,622
Other Expenses	2	1,294,531	1,145,980
<b>Total Expenses</b>		<b>1,715,798</b>	<b>2,064,725</b>
<b>Profit (Loss) Before Taxation</b>		<b>1,660,528</b>	<b>11,613,708</b>
<b>Trustees Income Before Tax</b>		<b>1,660,528</b>	<b>11,613,708</b>
<b>Taxation and Adjustments</b>			
Income Tax Expense	3	584,976	506,998
<b>Total Taxation and Adjustments</b>		<b>584,976</b>	<b>506,998</b>
<b>Net Trustees Income for the Year</b>		<b>1,075,552</b>	<b>11,106,710</b>

# Balance Sheet

## Heretaunga Tamatea Settlement Trust As at 31 March 2020

	NOTES	31 MAR 2020	31 MAR 2019
<b>Assets</b>			
Bank Accounts		2,515,486	878,340
Term Deposits		96,330,890	102,476,115
Property, Plant and Equipment		3,326,702	20,592
Beneficial Interest - Kaweka Gwavas Forestry Trust		7,989,060	7,989,060
Investment in Shares		1,644,231	-
<b>Other Assets</b>			
Term Deposit Interest Accrual		619,045	622,001
Prepayments		55,666	21,477
Income Tax Receivable		-	32,434
Wages Deductions Payable		500	-
<b>Total Other Assets</b>		<b>675,211</b>	<b>675,912</b>
<b>Total Assets</b>		<b>112,481,580</b>	<b>112,040,018</b>
<b>Liabilities</b>			
Current Liabilities		3,284,752	(87,027)
Provisions	5	23,450,000	27,600,000
<b>Total Liabilities</b>		<b>26,734,752</b>	<b>27,512,973</b>
<b>Net Assets</b>		<b>85,746,828</b>	<b>84,527,045</b>
<b>Trust Funds</b>			
Trust Capital		85,746,828	84,527,045
<b>Total Trust Funds</b>		<b>85,746,828</b>	<b>84,527,045</b>

# Notes to the Financial Statements

## Heretaunga Tamatea Settlement Trust For the year ended 31 March 2020

### 1. Related Parties

The following payments have been made to Trustees during the period for meeting fees and travel allowances:

	2020	2019
<b>Summary of Payments</b>		
Trustee Meeting Fees	324,900	404,108
Trustee Meeting Travel Allowances	37,418	38,015
<b>Total Summary of Payments</b>	<b>362,318</b>	<b>442,123</b>

	2020	2019
<b>Related Party Payments</b>		
T August	8,302	12,045
N Berney	8,126	-
E Clarke (Project On The Go Limited)	8,445	17,872
EH Graham	48,464	72,749
R Hakiwai (HTK Hakiwai Limited)	25,226	29,794
L Hawea	8,427	15,076
JB Heperi-Smith	18,717	16,291
C Huata	17,446	36,776
H Kani	11,550	8,929
W Kara	11,611	12,840
L Kele	6,940	-
K Koko	7,960	-
J Matthews	7,650	11,444
M McGuire	13,286	19,125
B Morris (Puangi Limited)	6,214	9,892
T Mulligan (Taketake)	8,744	6,237
W Osborne	12,982	17,382
P Paku	13,730	20,197
C Pene	7,100	14,162
K Rata	16,177	14,656
S Reo	19,160	19,723
E Sandilands	15,849	26,207
T Te Au	10,811	15,095
D Tipene Leach	17,894	9,376
N Tomoana	14,211	8,666
L Tuhi	-	-
A Watene	17,296	27,589
<b>Total Related Party Payments</b>	<b>362,318</b>	<b>442,123</b>

	2020	2019
<b>2. Other Expenses</b>		
Accountancy Fees	26,302	37,444
Consultancy Fees	72,579	120,712
Election Costs	56,189	-
Executive Costs	69,863	352,561
Legal Expenses	80,048	47,544
Rent and Outgoings	118,724	118,724
Wages and Salaries	694,799	316,161
Other Expenses	176,027	152,833
<b>Total Other Expenses</b>	<b>1,294,531</b>	<b>1,145,980</b>

### 3. Income Tax

The Trustees have made an election to become a Maori Authority for tax purposes from 1 April 2016. This entitles the Trustees to an income tax rate of 17.5%.

### 4. Balance Payable on Property Settlement

The Trust is party to a sale and purchase agreement, dated 19 March 2020, for the purchase of a property situated at 238 Stock Road, Hastings. The settlement will take place on 30 April 2020 and the balance of \$2,934,000 is payable.

### 5. Capital Commitments

The Trust has made a commitment to distribute \$1m, from the proceeds of the crown settlement, to each of the Heretaunga Tamatea Marae. As at 31 March 2020, seven marae have received their distribution and the Trust has made a provision for payment to the remaining sixteen - \$16,000,000.

The Trust has also made provision for the remaining commitments under the settlement agreement - \$7,600,000:

\$50,000, to be used for the TANK Plan changes
\$100,000, to be used in the Nga Ara Tipuna Pa Project
\$500,000, to be used to invest in marae and education initiatives
\$1,950,000, to be used to establish a habitat restoration fund
\$5,000,000, payable to Te Aute College

### 6. Crown Settlement

Heretaunga Tamatea Settlement Trust was a party to a Deed of Settlement, dated 26 September 2015.

The Cultural Redress section of the Settlement vested the following properties in the Trust:

- a Blackhead property
- an Omahu property
- a Parimahu Beach property
- Lake Hatuma property, as a recreation reserve
- Purimu Lake property, as a recreation reserve

These properties are presently subject to a valuation process.