



HERETAUNGA TAMATEA SETTLEMENT TRUST



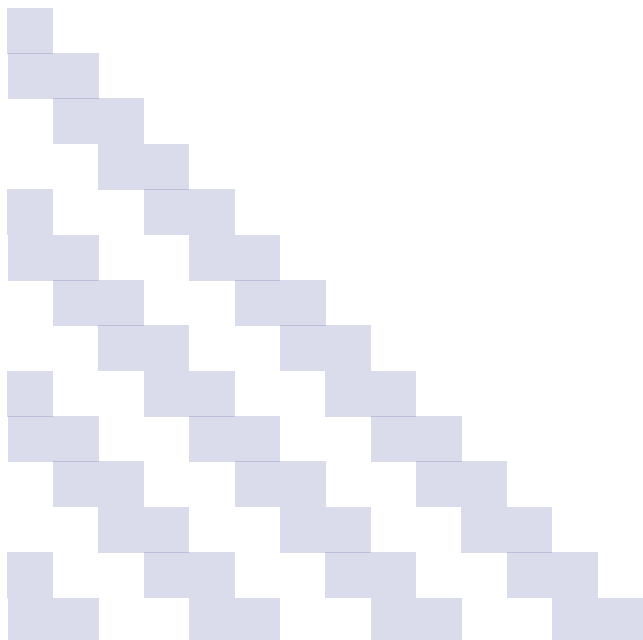
ANNUAL REPORT
JUL 2015 - MAR 2016 / APR 2016 - MAR 2017

HERETAUNGA TAMATEA SETTLEMENT TRUST



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HE POROPOROAKI

Adapted from 'He tangi' (Nga Moteatea 218)

*E hika mā, whakarongo mai rā tātau
E nanawe tonu ana mai i Waipukurau puta noa puta noa
Ko te rironga nui o ō tātau whenua.
Tērā te mamae ka āta memeha noa
Nā te aha tātau i rutu
Nā Tama-arero, nā te mahi hākere pākehā nei.
Te Whata, te Rūnanga, Te Komiti, Te Kotahitanga
Te tohu rongomau o te rohe
Te tino rangatiratanga o Heretaunga Tamatea e.
Ahakoa ia te rahi
I haere nui atu rā ki te Po-nui
Te rongu kua hau kē mai
Ka homai noa te aroha ki te iwi e tangi atu nei.
Haere atu rā koutou
Mā mātau e tākiri ō rongu i muri nei
Mā ō mana rā, mā te rangi ka tukua ki raro, I ...
Nei rā mātau, e tangi atu nei....*

*Oh people, let us listen
We whose aching hearts began with the first sale at Waipukurau
And culminated in almost complete losses of our lands.
Perhaps the pain is beginning to settle?
But recall why we were struck down
By untruth and by greed we were taken.
Te Whata (o Te Herunga), the rūnanga, the Repudiation and the Kotahitanga
This was our way of maintaining the peace
An enduring mark of our integrity.
Although there have been many
Who have passed through Te Ponui
The news (of the Settlement)
Simply adds to the sorrow of your grieving people.
So go, you (whose work is done)
We who remain will sing your praises
Your mana, the very heavens themselves will speak of your great deeds.*

MESSAGE FROM THE CHAIR - HTST

Erau rangatira mā, tēnā koutou katoa.

It gives me great pleasure to present our inaugural annual report and our financial position for the past 21 months ending on the 31st March 2017.

Early in 2015, no less than 94% of our people ratified the governance entity to be known as Heretaunga Tamatea Settlement Trust. This entity, born out of He Toa Takitini, was therefore recognised by the Crown as the body to receive and manage the Treaty of Waitangi settlement.

Since then we have had the Settlement Deed ratified and signed at the ceremony held at Te Aute College. Although this Deed has had to be added to twice because of the urgency hearings involving our LNG, we have managed this process with the best of intentions and on 28 June 2017 the Heretaunga Tamatea Settlement Claims Bill was introduced to the sitting parliament. This was followed by the First Reading, which took place on 15 August 2017 and the Bill is currently before the Select Committee.

The Heretaunga Tamatea Settlement Trust is a board of 23 Marae Representatives who have been duly elected by a process set out in the HTST Deed of Trust. By 8 November 2017 the second phase of the election process will have been completed and the HTST Board will be a fully elected board.

As I look back on the past 18 months, I realise what an enormous step we have made and what a huge amount of work lies before us. For some of us, the journey to date has been about gaining a settlement and an apology from the government; for those who allowed their names to go forward to represent their Marae and Hapū for election on the HTST Board, they realise the hard work ahead in setting up an organization that understands the needs and wants of its thousands of members – they understand that although their marae and hapū nominated and elected them to their current position, they are members of a Trust that is bound by a Trust Deed and that the majority rule may not always reflect the viewpoint or stance of the marae/hapū they represent. Suffice to say that robust discussion takes place in all major decision-making and sometimes a legal opinion is pursued before final rulings are determined.



Initially, we applied for and received an 'on-account' settlement of \$5million. Although this money was targeted for specific projects, it has also allowed us to run and staff an office and to continue to partly fund He Toa Takitini towards the final settlement. All but one of the marae/hapū have received the \$100,000 distribution – the distribution to our marae/hapū was something that our people decided and discussed at the many Hui-ā-iwi and Hui-ā-Hapū held throughout Heretaunga and Tamatea. We listened to people talking about the post-settlement model they thought would work best for us and we have begun to implement your choices which will include a \$1million distribution to each of our marae/hapū upon full and final settlement. There has been widespread consultation with regard to a criterion for receipt of the \$1million. This has been collated and will be published for the AGM.

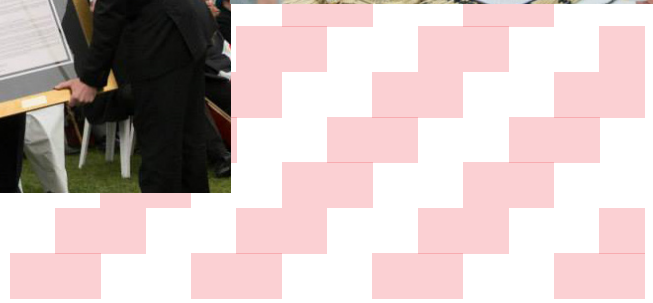
I would like to thank the Board members who work hard to achieve objectives and who have come such a long way in understanding the process of a Treaty Settlement and the impact of that on their marae/hapū. I would also like to pay tribute to a small office team who manage an ever-changing front, who are extremely flexible, very obliging, but most importantly a team who do their respective jobs well – thank you! Liz Munroe has continued to serve us to the best of her ability, often working long hours to achieve successful outcomes. It was very reassuring to hear the Minister of Treaty of Waitangi Negotiations making special mention of Liz and her exceptional ability to drive our claim...with passion and commitment – it has been a privilege to have travelled this journey with you Liz and I congratulate you for your humility and tireless strength.

Nō reira.

Tēnā koutou, tēnā koutou, tēnā tātou katoa!



Liz Graham
Chairperson
Heretaunga Tamatea Settlement Trust





Tēnā koutou katoa e ahu noa mai nei i Heretaunga, i Tamatea, i ngā tini whenua kua riro. Heoi, tēnā tātau katoa e whai tonu atu ana ki te pito o tēnei huarahi roa, ka mutu, kai te tatari tonu tātau. Nō reira rātau ki a rātau i ō rātau wā, tātau ki a tātau e hika mā, i roto o ēnei rā – ngā mihi nui.



It's been a long while and we are still waiting! But be assured all the big work is 'done and dusted'. After the Heretaunga Tamatea Deed of Settlement signing in September 2015, it remained to negotiate a way forward for Aorangi Māori Trust Board and gladly, in mid-July this year, their Deed of Settlement was signed at Oruawharo. We also dealt with three 'urgency' claims against our Deed – but those too have been settled. Our Bill has now been introduced to Parliament, we have had a First Reading. We now wait for the new government to get its house in order and we expect the Third Reading and the Settlement process to be over by September 2018. You have been an extremely patient and gracious collection of hapū over this time where delay and frustration have been an ongoing challenge. Tino kino kē koutou - te 'iwi' o Heretaunga Tamatea.

It is appropriate to acknowledge our Taumata representatives, many of whom have been on this journey since the beginning. Firstly, let me then acknowledge Ngamoā Gillies who ably represented Waimārama Marae over the years until her recent passing. Nō reira e te kahurangi, moe mai rā. For our Board members, you have been, in my opinion, a Board who despite robust debate, have always managed to come up with a way forward from the situations we have found ourselves in. Look around, we can see others who have not been able to do so. Furthermore, each and every one of you has been able to robustly represent the interests of your marae/hapū groups and those of our wider Heretaunga Tamatea rohe. Kāre i tua atu i a koutou e hika mā.



It is also appropriate to recall the length of time that our Lead Negotiator, Liz Munroe, has served us and the degree of skill she has brought to bear on our complex situation. My assessment is that we have done very well with our Settlement Redress and with the setting up of our PSGE. Liz has led us with great grace through some very trying times. Ko te mutunga kē mai o te wahine whakamīharo nei! Our team at He Toa Takitini and now Heretaunga Tamatea have also gone above and beyond the call of duty over the years and I thank you. Nā koutou tonu tā koutou nā mahi!

To our two other Chairs, Peter Paku and Roger Maaka, only by sitting in the Chair can the complexity of the job be appreciated and only by doing so, can the privilege of this service to the people be enjoyed. You did the hard yards and I got to wave the flag at the end. Kai a kōrua mō te ringa raupā!

The years ahead are of course crucial. The need to move from 'marae reps huddled together to chase the Claim' to become a group of 'astute and skilled developers of Hapū futures' is upon us. Some have chosen to leave the Board, well done – autaiā tonu! Some will upskill and stick with the kaupapa – kai whea mai! And exciting new leaders of our community will move into the Board and will move us into the future.

What a journey He Toa Takitini has been. What a privilege!

Nāhaku noa



David Tipene-Leach
Chairperson
He Toa Takitini



HERETAUNGA TAMATEA SETTLEMENT TRUST TRUSTEES

Claimant Group	Representative/s
Houngarea Marae	Tanira Te Au
Kahurānaki Marae	Leon Hawea
Kairākau Marae	Tuakana August <i>previously: Koreene Henry</i>
Kohupātiki Marae	Margaret McGuire
Korongatā Marae	Alayna Watene <i>previously: Kevin Tamati</i>
Mangaroa Marae	Cordry Huata
Matahiwi Marae	Taketaketu o Te Rangi Mulligan <i>previously: Tom Mulligan</i>
Mataweka Marae	Kohine Rata
Mihiroa Marae	Sarah Reo <i>previously: Kellie Jessup</i>
Omahu Marae	Renata Hakiwai <i>previously: Hinehau WhitiWhiti</i>
Pourēre Marae	Henare Kani
Pukehou Marae	Elizabeth Graham
Rākautātahi Marae	Brian Morris
Rongomaraeroa Marae	David Tipene-Leach
Ruahāpia Marae	Peter Paku
Rūnanga Marae	Charmaine Pene
Te Tapairu Pā	Waireamana Kara
Taraia Marae	Elizabeth Clarke <i>previously: Robert Clarke</i>
Te Āwhina Marae	John Matthews <i>previously: Lisa Tuhi</i>
Te Rongo a Tahu Marae	John-Barry Smith
Te Whatuiāpiti Marae	Erin Sandilands
Waimārama Marae	Wikitoria Osborne <i>previously: Ngamoia Gillies</i>
Waipatu Marae	Ngahiwi Tomoana

HE TOA TAKITINI TAUMATA

Kei te kähui o te kahurangi, kei te pae o maumahara,
kia rere ngā waikamo i roto i te whakapono, te tūmanako me te āroharoha.
Tangihia mai rā, matapōrehungia mai rā.

Claimant Group	Representative/s
Aorangī Māori Trust Board	Steven Heperi <i>previously: John-Barry Smith, Ahi Heperi</i>
Houngarea Marae	Tanira Te Au
Kahurānaki Marae	Leon Hawea <i>previously: Haami Hilton</i>
Kairākau Marae	Koreene Henry <i>previously: Ripia Waaka</i>
Kohupātiki Marae	Margaret McGuire
Korongatā Marae	Alayna Watene <i>previously: Kevin Tamati</i>
Mangaroa Marae	Cordry Huata
Matahiwi Marae	Tom Mulligan <i>previously: Pikihero Mulligan</i>
Mataweka Marae	Kohine Rata
Mihiroa Marae	Kellie Jessup
Omahu Marae	Hinehau WhitiWhiti
Pourērere Marae	Henare Kani <i>previously: Jill Munro</i>
Pukehou Marae	Elizabeth Graham
Rākautātahi Marae	Brian Morris <i>previously: Frank Kotua, Johnny Nepe Apatu</i>
Rongomaraeroa Marae	David Tipene-Leach
Ruahāpia Marae	Peter Paku
Rūnanga Marae	Charmaine Pene <i>previously: Paora Gemmell, Jane Beattie</i>
Te Tapairu Pā	Waireamana Kara <i>previously: Cathy Pekepo</i>
Taraia Marae	Robert Clarke
Te Āwhina Marae	Lisa Tuhi
Te Rongo a Tahu Marae	John- Barry Smith <i>previously: Roger Maaka</i>
Te Whatuiāpiti Marae	Erin Sandilands <i>previously: Fiona Conrad</i>
Waimārama Marae	Rose Mohi <i>previously: Ngamoā Gillies</i>
Waipatu Marae	Ngahiwi Tomoana <i>previously: Tama Huata, Ngatai Huata</i>

HE TOA TAKITINI MILESTONES TO SETTLEMENT

HTT MILESTONES TO SETTLEMENT				
	JAN - MAR	APR - JUN	JUL - SEP	OCT - DEC
2003			Direct negotiations or not?	
2008		MANDATE STRATEGY approved by HT		
2009	MANDATE STRATEGY approved by Crown			
2010			HT approve HTT MANDATE	
2011	Crown recognise HTT MANDATE			TERMS OF NEGOTIATION agreed
2013		TE WHARE KŌRERO		
2014	Whatuiāpiti Tribal Authority Urgency	AIP Signed	OD FACILITY APPROVED	
2015		PSGE Ratified	DEED OF SETTLEMENT signed	1 st ON ACCOUNT paid NHNPH Urgency
2016		Mihiroa Taonga Urgency	ELECTION 2016	
2017	2 nd ON ACCOUNT paid	Ahuriri Urgency	Aorangi Settlement 1 st READING HTCS BILL	ELECTION 2017
		INTRODUCTION HTCL BILL		

KEY MILESTONES TO SETTLEMENT

2003	16 Jun - 31 Oct	DIRECT NEGOTIATIONS	<ul style="list-style-type: none"> Hui-ā-lwi series to discuss settlement of historical Treaty claims of Heretaunga Tamatea
2008 - 2009	3 May - 24 Apr	MANDATE STRATEGY	<ul style="list-style-type: none"> Adopted by He Toa Takitini Approved by the Crown
2010	25 Aug - 15 Oct	HTT MANDATE	<ul style="list-style-type: none"> Approved by He Toa Takitini Conditional recognition by the Crown
2011	4 Feb	HTT MANDATE TERMS OF NEGOTIATION	<ul style="list-style-type: none"> Unconditional recognition by the Crown 19 Dec Agreed between HTT and the Crown
2013	5 Jun - 8 June	TE WHARE KŌRERO	<ul style="list-style-type: none"> Heretaunga Tamatea present grievances to the Crown; presided over by the Hon Sir Anand Satyanand and Chief Crown Negotiator, Patrick Snedden
2014	11 Jun	AGREEMENT IN PRINCIPLE	<ul style="list-style-type: none"> Signed between He Toa Takitini and the Crown
2015	30 Jun 25 Sep	PSGE DEED OF SETTLEMENT	<ul style="list-style-type: none"> HERETAUNGA TAMATEA SETTLEMENT TRUST is established Signed between Heretaunga Tamatea and the Crown

KEY DECISIONS MADE ALONG THE WAY

The journey to achieve a settlement has been bold as was the decision in 2008 to enter into direct negotiations with the Crown. Whilst unpopular in some sectors, the decision not to go to a Waitangi Tribunal Hearing was key, especially when we know that a Tribunal Hearing is a long process and there is absolutely no link between the resulting Tribunal recommendations and the agreed settlement quantum.

The journey was also lengthy, hamstrung significantly by the very limited funding provided by the Office of Treaty Settlements and the Crown Forestry Rental Trust. It was only ever “a contribution” in their words and many times the office was shut down in the course of the negotiations with staff being let go. The two Hui-A-lwi decisions in June 2014 to approve an overdraft facility were key, as it meant He Toa Takitini and the Negotiation Team could then drive the negotiation more forcefully. It also meant HTT could successfully defend four urgency applications, minimising the time required and associated costs.

The next key decision was to approve the post-settlement governance entity. Participation in the Ratification process exceeded 41%, trumping participation rates in local and central government elections, with 96% approval from participating voters. Our people are to be applauded and in return a review of the PSGE is to be undertaken within two years of the settlement date.

cont. page 11



Applause is also due to our people for agreeing to the Deed of Settlement. Similarly, the participation rate was 40% with 95% approval. Essentially, in the scheme of Treaty Negotiations, the Heretaunga Tamatea Settlement was the best deal achievable and being the 4th largest until recently, it is a good settlement.

Another two key decisions were the On-Accounts:

1. \$5 million On-Account: this allowed for an immediate distribution to the marae/hapū; and
2. \$45.5 million received on 9 March 2017: it meant Heretaunga Tamatea could continue its growth strategy for our marae/hapū, largely unaffected by the impending General Election 2017. It also secured a higher interest rate than the official cash rate of 1.75%, adding \$1.26 million to the asset base.

Whilst a bold question to ask of the Government, it proved difficult for Treasury to decline the request even though there was no precedent and the Bill had not been introduced into Parliament at that time.

Of all decisions, most key has been the continuing patience and support along the way that has been shown by the marae/hapū of Heretaunga Tamatea. For that we give you \$1 million each, as promised.

Finally, it is fitting to acknowledge the trust and loyalty shown in relation to the claims of Te Aute College and the Aorangi Maori Trust Board, when all that was offered in both the Agreement In Principle and the Deed of Settlement were simple promises to explore. Ka nui te mihi.



HERETAUNGA TAMATEA CLAIMS SETTLEMENT BILL

LEGISLATIVE PROGRAMME

	2017	2018		
	OCT - DEC	JAN - MAR	APR - JUN	JUL - SEP
MAORI AFFAIRS SELECT COMMITTEE				
Submissions	December			
MASC Hearing		February		
Report to Parliament		March		
SECOND READING			April	
COMMITTEE OF THE WHOLE HOUSE			May	
THIRD & FINAL READING			June	
ROYAL ASSENT				July
TRANSFER of Settlement Redress				August - September

WHERE TO FROM HERE?

There are two key processes ahead to note, where all members of Heretaunga Tamatea are encouraged to participate. These events will be widely notified. HTST office staff will call hui to offer assistance writing your submissions.

MĀORI AFFAIRS SELECT COMMITTEE (MASC)

December 2017: MASC will call for written submissions on the Heretaunga Tamatea Claims Settlement Bill (the Bill). The submission period is usually open for one to two months.

Feb/March 2018: A hearing will be held to hear oral submissions on the Bill. The hearing is likely to be held within the Heretaunga Tamatea rohe.

April 2018: MASC will report to Parliament.

3rd AND FINAL READING

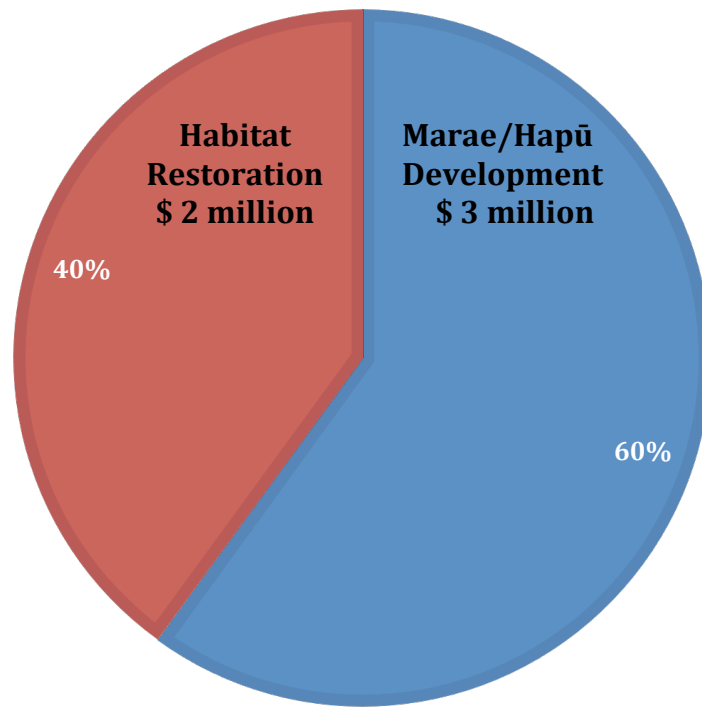
The last step for the Bill to become law is the 3rd and Final Reading. This is likely to happen in August 2018.

The 3rd Reading will take place at Parliament in Wellington. Travel arrangements will be notified widely.

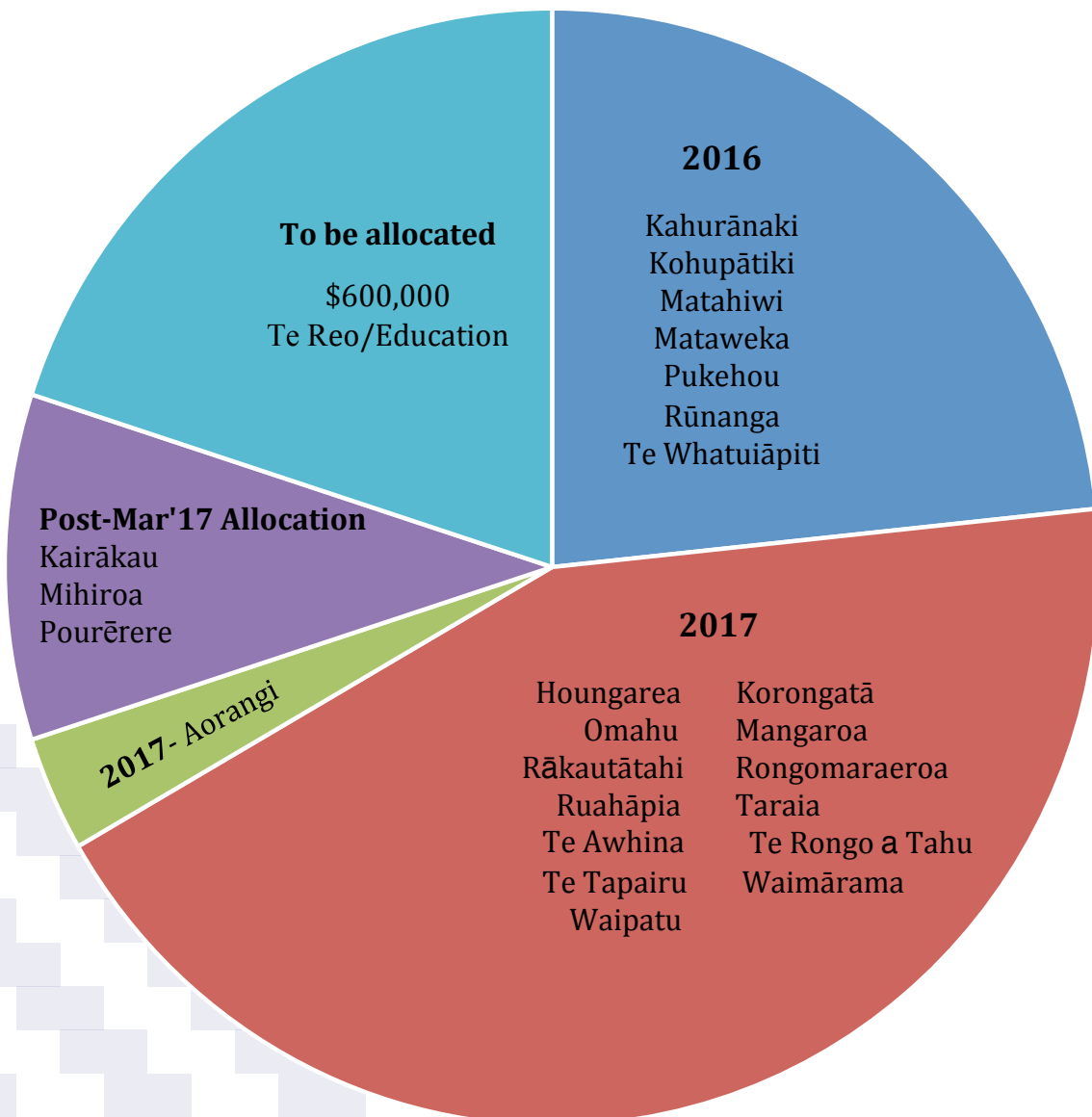
Unlike the 1st Reading, there is no limit on the numbers who can attend. Any member of Heretaunga Tamatea who wishes to attend will be given the opportunity to do so.



HOW HAS THE \$5.0M “ON ACCOUNT” PAYMENT BEEN SPENT?



ON-ACCOUNT MARAE/HAPŪ DEVELOPEMENT \$100,00 DISTRIBUTION



HERETAUNGA TAMATEA SETTLEMENT TRUST ACHIEVEMENTS TO DATE

HERETAUNGA TAMATEA CLAIMS SETTLEMENT BILL

- Introduced into Parliament on 28 June 2017
 - FIRST READING 16 August 2017

ON-ACCOUNT: \$ 45.5 MILLION

- 1st ON-ACCOUNT of \$5 million received 9 November 2015
- 2nd ON-ACCOUNT of \$45.5 million received 9 March 2017 increasing the income to HTST with an additional \$1.260 million

MARAE/HAPŪ DISTRIBUTION PROGRAMME

As at 31 March 2017, \$2.1 million of the 1st On-Account had been distributed to the marae of Heretaunga Tamatea for marae/hapū development as anticipated in the Agreement In Principle dated 11 June 2014. Since then, two marae have been paid and one marae remains to be paid.

MARAE/HAPŪ \$1 MILLION DISTRIBUTION CRITERIA

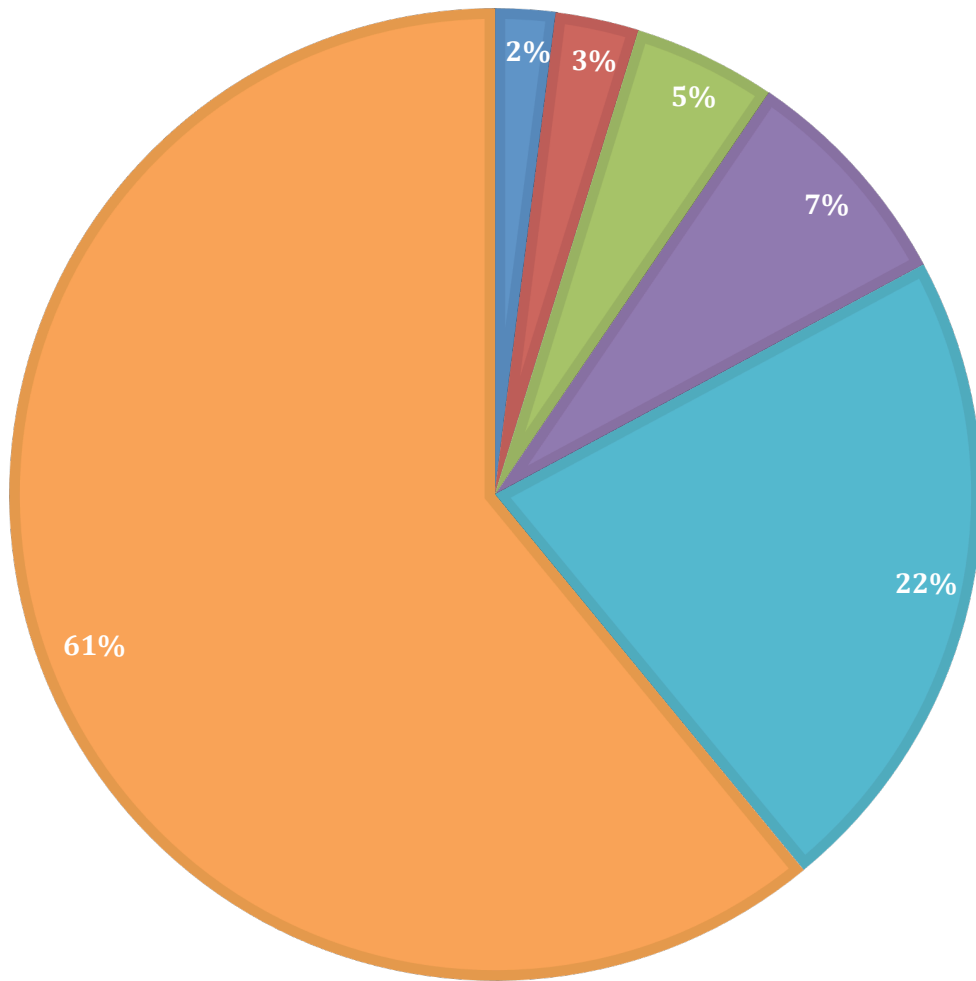
As at 31 March 2017, the criteria for the \$1 million distribution has been finalised, following a wide consultative development process that spanned eighteen months.

- The Marae/Hapū \$1 million Marae Distribution Criteria was unanimously approved by HTST on 31 October 2017
- HTST considers that five (5) marae will be positioned to apply for the \$1 million distribution before the end of the 2017/2018 financial year in March 2018.

SPONSORSHIP/BENEFITS 2016 - 2017

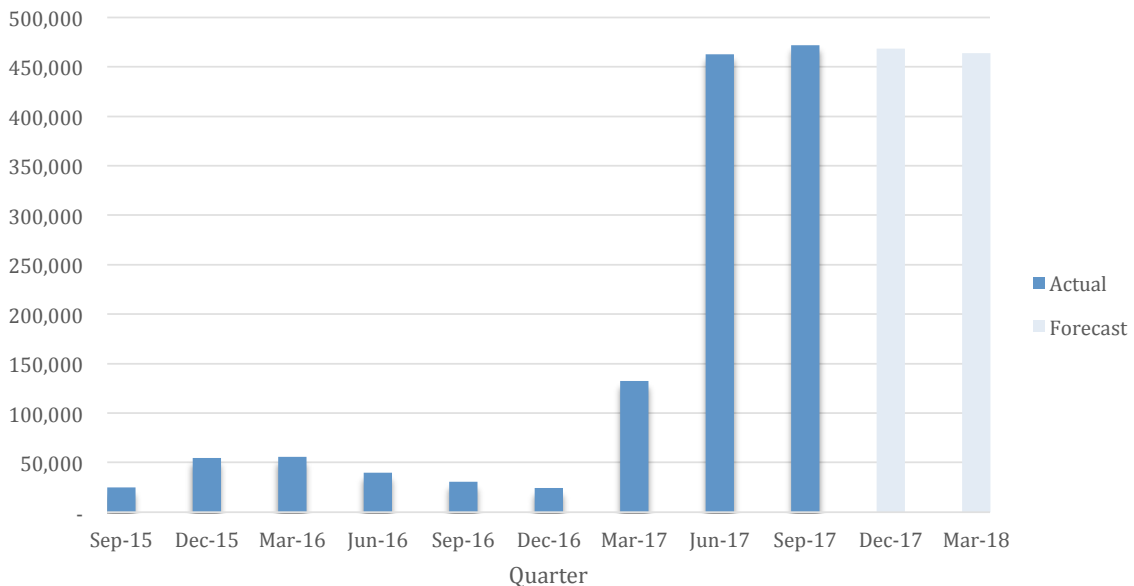
\$20,000	Jul 2016	Te Matau a Māui Māori Teachers Inc. <i>Te Haaro o Te Kaahu - National Secondary Schools Kapa Haka 2016</i>
\$15,000	Feb 2017	Te Kuru Pounamu Taikura Art Exhibition
\$120,000	Feb 2017	Te Kahu o Te Amorangi - Te Matatini Marae Mattress Programme <i>All hosting marae were supplied with new mattresses, linen and pillows. At the conclusion of Te Matatini, the stock was gifted to all 23 of our Heretaunga Tamatea Marae.</i>

WHAT DOES THE \$105M SETTLEMENT LOOK LIKE



- Aorangi MTB \$2.1m
- Marae Development \$2.3m
- Te Aute College \$5.0m Other
- Crown Forest \$8.0m
- Marae/Hapū Growth \$23.0m
- Investment \$64.0m

GROSS INTEREST EARNINGS ON INVESTMENTS PER QUARTER





\$1.1 MILLION MARAE / HAPŪ DISTRIBUTION PROGRAMME

FUNDAMENTAL PURPOSE

The \$1.1 million distribution proposal is by far the highlight for Heretaunga Tamatea, generating great excitement and optimism among our HTST trustees and our marae members as they go about their planning and preparations to receive the distribution. The fundamental purpose of the distribution is to grow Heretaunga Tamatea in all ways possible. Also it:

1. Recognises that the marae and hapū of Heretaunga Tamatea should benefit directly from the agreement reached with the Crown in the settlement of the historical Treaty grievances of Heretaunga Tamatea;
2. Provides for tino rangatiratanga and mana motuhake of the whānau, hapū, marae and people of Heretaunga Tamatea; and
3. Positions the marae and the hapū to influence and grow their people, the whanau, hapū and marae.

STAGE ONE

The first distribution of \$100,000 is paid to prepare our marae/hapū to receive \$1 million. As at 31 August 2017, the first distribution has been made to 22 marae. HTST expects to make the distribution to the remaining two marae by December 2017.

STAGE TWO

HTST plans to make the first \$1 million distribution in the 2017/2018 financial year. A copy of the criteria is included as a separate leaflet with this Annual Report.

CRITERIA

Key features of the criteria include:

- The Marae/Hapū Strategic Development Plan
- Regular Representative Elections
- Governance and Financial Training
- Financial Accountabilities and Reporting
- Registration Database

The Marae/Hapū Strategic Plan might include the following:

- Te Reo Growth Strategy
- Business Plan for the Marae/Hapū
- Investment Plan
- Communication Plan



SUMMARY FINANCIAL STATEMENTS

JUL 2015 - MAR 2016

APR 2016 - MAR 2017

These summary financial statements have been extracted from the full financial statements. They comply with the Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by Chartered Accountants Australia and New Zealand as they relate to summary financial statements.

The full financial statements were authorised for issue by the Trustees on 31 August 2017. The full financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by Chartered Accountants Australia and New Zealand.

The summary financial statements do not include all the disclosures provide in the full financial statements and cannot be expected to provide as complete an understanding as provided by the full financial statements.

The full financial statements have been audited and an unmodified opinion was expressed over all periods presented in these summary financial statements.

A full set of the audited financial statements is available from:

Heretaunga Tamatea Settlement Trust

960 Omahu Road, PO Box 2192, Frimley, Hastings 4172

Email: meihana.watson@heretaungatamatea.iwi.nz; Phone: 06 876 6506

SUMMARY FINANCIAL STATEMENT

JUL 2015 - MAR 2016

For the year ended 31 March 2016

Statement of Profit or Loss

Heretaunga Tamatea Settlement Trust
For the year ended 31 March 2016

	NOTES	2016 (9 MTHS)
Income		
Interest Income - Term Deposits		135,503
Interest Income - Settlement		4,036,027
Total Income		4,171,530
Expenses		
Grants - Hapu Development	2	700,000
Meeting Costs		185,839
Settlement Costs	3	1,500,000
Other Expenses		187,068
Total Expenses		2,572,907
Profit (Loss) Before Taxation		1,598,624
Trustees Income Before Tax		1,598,624
Taxation and Adjustments		
Income Tax Expense		36,082
Total Taxation and Adjustments		36,082
Net Trustees Income for the Year		1,562,541

Balance Sheet

Heretaunga Tamatea Settlement Trust
As at 31 March 2016

	NOTES	31 MAR 2016
Assets		
Short Term Deposits	1	5,800,000
Payment Due under the Deed of Settlement		100,000,000
Other Assets		765,416
Total Assets		106,565,416
Liabilities		
Current Liabilities		2,875
Total Liabilities		2,875
Net Assets		106,562,541
Trust Funds		
Trust Capital		106,562,541
Total Trust Funds		106,562,541

Notes to the Financial Statements

Heretaunga Tamatea Settlement Trust For the 9 months ended 31 March 2016

2016 (9 MTHS)

1. Short Term Deposits

These deposits are due to mature within the next 12 months:

BNZ Term Deposit	5,800,000
Total Short Term Deposits	5,800,000

2. Grants - Hapu Development

These amounts are paid to marae to facilitate the establishment of hapu entities for future hapu development.

2016 (9 MTHS)

Grants - Hapu Development

Kahuranaki Marae	100,000
Kohupatiki Marae	100,000
Matahiwi Marae	100,000
Mataweka Marae	100,000
Pukehou Marae	100,000
Runanga Marae Reservation	100,000
Te Whatuiapiti Marae	100,000
Total Grants - Hapu Development	700,000

3. Settlement Costs

These payments are a reimbursement to He Toa Takitini Incorporated for costs incurred in the settlement process.

4. Crown Settlement

Heretaunga Tamatea Settlement Trust is party to a Treaty Settlement, dated 26 September 2015, agreed with the Crown. The agreement is for a value of \$105 million plus interest. Interest is payable at the Reserve Bank Official Cash Rate on a daily basis. The financial and commercial redress amount of \$105 million, is being received as follows:

- \$5,000,000 on-account payment on 23 July 2015
- \$45,500,000 on-account payment on 9 March 2017
- \$9,399,060 being the transfer value of licensed land on settlement date
- \$45,100,940 on-account payment on settlement date

SUMMARY FINANCIAL STATEMENT

APR 2016 - MAR 2017

For the year ended 31 March 2017

Statement of Profit or Loss

Heretaunga Tamatea Settlement Trust
For the year ended 31 March 2017

	NOTES	2017	2016 (9 MTHS)
Income			
Interest Income - Term Deposits		227,723	135,503
Interest Income - Settlement		3,260,274	4,036,027
Other Income		3,061	-
Total Income		3,491,058	4,171,530
Expenses			
Grants - Hapu Development	2	1,300,000	700,000
Meeting Costs		346,232	185,839
Settlement Costs	3	833,600	1,500,000
Sponsorship		160,651	-
Other Expenses		861,701	187,068
Total Expenses		3,502,184	2,572,907
Profit (Loss) Before Taxation		(11,126)	1,598,624
Trustees Income Before Tax		(11,126)	1,598,624
Taxation and Adjustments			
Income Tax Expense		12,253	36,082
Total Taxation and Adjustments		12,253	36,082
Net Trustees Income for the Year		(23,379)	1,562,541

Balance Sheet

Heretaunga Tamatea Settlement Trust
As at 31 March 2017

	NOTES	31 MAR 2017	31 MAR 2016
Assets			
Short Term Deposits	1	49,560,000	5,800,000
Payment Due under the Deed of Settlement		54,500,000	100,000,000
Other Assets		398,259	765,416
Total Assets		104,458,259	106,565,416
Liabilities			
Current Liabilities		19,097	2,875
Total Liabilities		19,097	2,875
Net Assets		104,439,162	106,562,541
Trust Funds			
Trust Capital		104,439,162	106,562,541
Total Trust Funds		104,439,162	106,562,541

Notes to the Financial Statements

Heretaunga Tamatea Settlement Trust For the year ended 31 March 2017

2017 2016 (9 MTHS)

1. Short Term Deposits

These deposits are due to mature within the next 12 months:

Kiwibank Term Deposit	20,000,000	-
BNZ Term Deposit	17,060,000	5,800,000
ANZ Term Deposit	12,500,000	-
Total Short Term Deposits	49,560,000	5,800,000

2. Grants - Hapu Development

These amounts are paid to marae to facilitate the establishment of hapu entities for future hapu development.

2017 2016 (9 MTHS)

Grants - Hapu Development

Houngarea Marae Committee	100,000	-
Kahuranaki Marae	-	100,000
Kohupatiki Marae	-	100,000
Korongata Marae Committee	100,000	-
Omahu Marae Trustees	100,000	-
Mangaroa Marae Committee	100,000	-
Matahiwi Marae	-	100,000
Mataweka Marae	-	100,000
Pukehou Marae	-	100,000
Rakautahi Maori Committee	100,000	-
Rongomaraeroa Marae	100,000	-
Ruahapia Maori Committee	100,000	-
Runanga Marae Reservation	-	100,000
Taraia Marae	100,000	-
Te Awhina Marae Committee	100,000	-
Te Rongo A Tahu Marae	100,000	-
Te Tapairu Marae	100,000	-
Te Whatuiapiti Marae	-	100,000
Waimarama Maori Committee	100,000	-
Waipatu Marae Committee	100,000	-
Total Grants - Hapu Development	1,300,000	700,000

3. Settlement Costs

These payments are a reimbursement to He Toa Takitini Incorporated for costs incurred in the settlement process.

4. Crown Settlement

Heretaunga Tamatea Settlement Trust is party to a Treaty Settlement, dated 26 September 2015, agreed with the Crown. The agreement is for a value of \$105 million plus interest. Interest is payable at the Reserve Bank Official Cash Rate on a daily basis. The financial and commercial redress amount of \$105 million, is being received as follows:

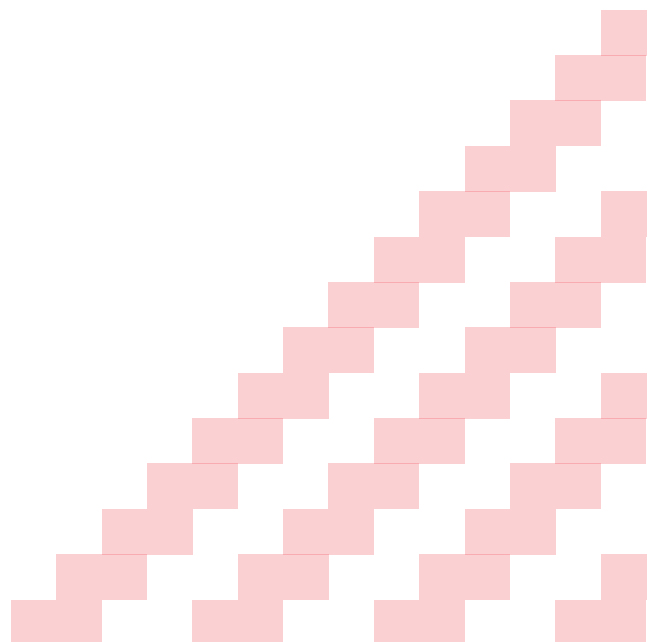
- \$5,000,000 on-account payment on 23 July 2015
- \$45,500,000 on-account payment on 9 March 2017
- \$7,989,060 being the transfer value of licensed land on settlement date
- \$46,510,940 on-account payment on settlement date

The on-account payment received on 23 July 2015, included the following:

- \$3,000,000 to be used to invest in marae and education initiatives
- \$2,000,000 to be used to establish a habitat restoration fund

The on-account payment received on 9 March 2017, included the following:

- \$2,100,000 to be provided to the Aorangi Maori Trust Board





Bay Audit & Accounting Ltd

Auditor's Report

To the Readers of the Summary Financial Statements of Heretaunga Tamatea Settlement Trust.

In our opinion the "Summary Financial Statements" have been correctly extracted from, and are consistent with, the current financial annual financial statements for Heretaunga Tamatea Settlement Trust.

Our audit of the financial statements for the year ended 31 March 2017 was completed on 8 September 2017 and our unmodified opinion was expressed as at that date.

For a better understanding of Heretaunga Tamatea Settlement Trust's financial position and the results for the period, the summary financial statements should be read in conjunction with the related annual audited financial statements.

Bay Audit & Accounting Limited
Box 702 Napier
8 September 2017



Bay Audit & Accounting Ltd

Auditor's Report

To the Readers of the Summary Financial Statements of Heretaunga Tamatea Settlement Trust.

In our opinion the "Summary Financial Statements" have been correctly extracted from, and are consistent with, the current financial annual financial statements for Heretaunga Tamatea Settlement Trust.

Our audit of the financial statements for the year ended 31 March 2016 was completed on 5 September 2017 and our unmodified opinion was expressed as at that date.

For a better understanding of Heretaunga Tamatea Settlement Trust's financial position and the results for the period, the summary financial statements should be read in conjunction with the related annual audited financial statements.

Bay Audit & Accounting Limited
Box 702 Napier
8 September 2017

HERETAUNGA TAMATEA SETTLEMENT TRUST ANNUAL PLAN 2018

IMMEDIATE PRIORITIES

Largely the Deed of Settlement and the Heretaunga Tamatea Trust Deed drive the immediate priorities for 2017-2018, together with the aspirations of our marae/hapū. They include:

- Enactment of the Heretaunga Tamatea Claims Settlement Bill
- Resolution of outstanding Negotiation Issues: Ngātara and Omahu Point
- Establishment of the entity to receive the settlement redress negotiated for Te Aute College
- \$1 million Marae/Hapū distribution programme
- 2018 HTST Workplan & associated budget
- Deed of Settlement Implementation Plan
- Agreement In Principle: On-Account Te Reo Project

FIVE (5) YEAR PLAN

- **Strategic Plan for Heretaunga Tamatea Settlement Trust (HTST)**

The Strategic Plans that are developed by each of our Heretaunga Tamatea Marae/Hapū will invariably inform the Strategic Plan for HTST. An interim Strategic Plan for HTST will be adopted in the meantime.

- **Growth Strategy for the Settlement Redress**

The Growth Strategy for Heretaunga Tamatea extends beyond the Settlement redress to growing the whānau, hapū and marae of Heretaunga Tamatea. Over the next 12 months a growth strategy for the Settlement redress will be developed with a return on investment that will provide for sustainability and facilitate the growth of the people of Heretaunga Tamatea at all levels, whānau, hapū and marae. It will include robust and sustainable frameworks for:

- Growing the Investments and commercial asset base;
- \$1 million distribution programme for marae/hapū development;
- Providing strong, ongoing influence in all major decision-making frameworks within the rohe of Heretaunga Tamatea;
- Efficient management of the cultural redress within Heretaunga Tamatea
- Providing for influential Treaty-based arrangements with all local, regional and central government agencies

- **Review of HTST Post Settlement Governance Entity Model**

95% of valid votes cast approved the current PSGE model when proposed in February 2015, recognising its limited ability to provide for tino rangatira. A commitment was given to provide for a review of the model within two years of the Settlement date and this commitment will be honoured: cl.24



GLOSSARY

AGM - Annual General Meeting

AIP - Agreement in Principal

HT - Heretaunga Tamatea

HTST - Heretaunga Tamatea Settlement Trust

HTT - He Toa Takitini

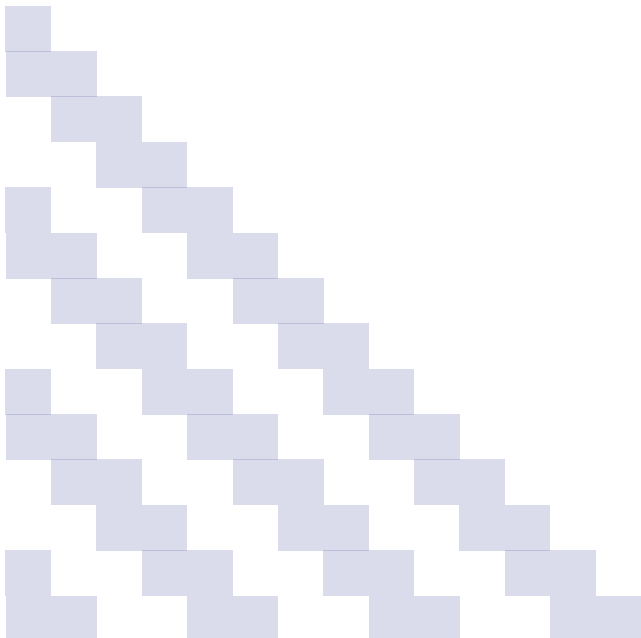
LNG - Large Natural Grouping

MASC - Māori Affairs Select Committee

NHNPHT - Ngāti Hinemanu me Ngāti Paki Heritage Trust

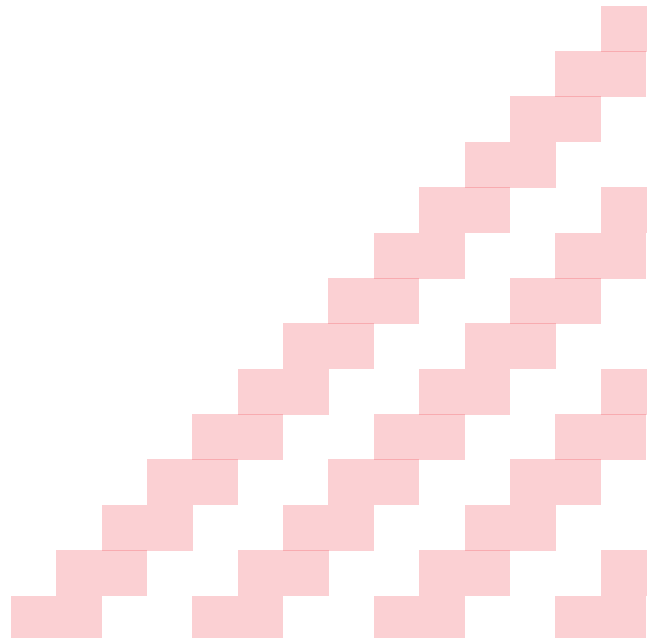
OD - Overdraft

PSGE - Post Settlement Governance Entity





NOTES



HERETAUNGA TAMATEA SETTLEMENT TRUST

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