

***Te Waea Trust***

***Annual Reports***

***&***

***Financial Statements***

***For the Year Ended 31 March 2021***



# ***Te Waea Trust***

## **Annual General Meeting 2021**

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# Te Waea Trust

## Directory

### **TRUSTEES:**

- Hariata Paikea (Chair)
- Horohuia Cameron
- Erica Herangi

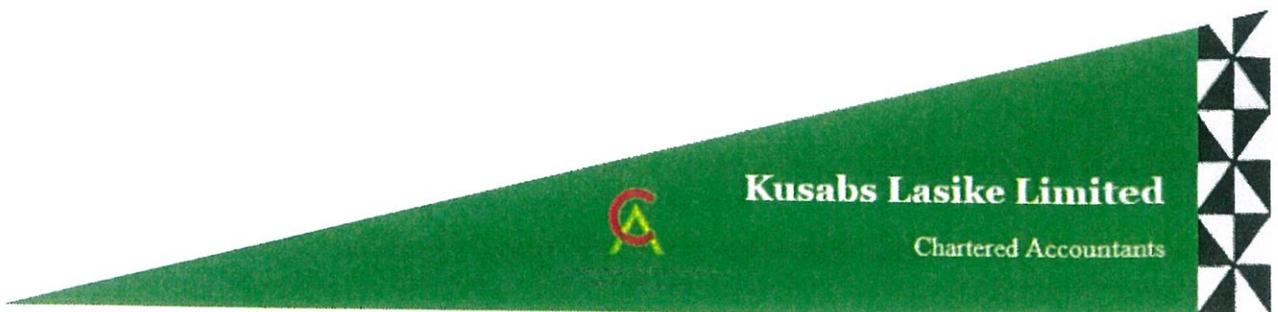
### **SECRETARY/ACCOUNTANT:**

Lau Lasike

Kusabs Lasike Ltd, 1141 Pukaki Street, Rotorua

Phone : 07 347 7533

Email: [admin@kll.co.nz](mailto:admin@kll.co.nz)



# TE WAEA TRUST

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## AGENDA FOR MEETING SUNDAY 24 JULY 2021

10.30AM

1. **Karakia Timatanga**
2. **Mihi**
3. **Apologies**
  - Resolution that the apologies as per the Register be received
4. **Minutes of the General Meeting held on 15 September 2012**
  - Resolution that the minutes of the General Meeting held on 15 September 2012 are a true and accurate record
  - Matters Arising from the minutes
5. **Report of the Trustees**
  - Resolution that the Chairperson's Report be received
6. **Financial Statements and Report for the year ended 31 March 2021**
  - Resolution that the Financial Statements for the year ended 31 March 2021 be received
7. **Variation to the Trust Order**
  - Section 7c (i) Amend the clause requiring audited accounts
8. **General Business**
  - Bill Young to speak regarding Te Paiaka Lease
9. **Karakia Whakamutunga**

Te Waea Trust  
Horohoro 42 Block

Notice is hereby given that a general meeting of Beneficial Owners of the Te Waea Trust will be held at Tipu Ora, 16 Houkotuku Street, Ohinemutu, Rotorua on Saturday 24th July 2021 commencing at 10.30 am (Registrations from 10.00 am)

Business

1. Receive the report of the trustees.
2. Receive and approve the financial statements for the year ended 31 March 2020.
3. Variation to the Trust Order
  - Amend clause requiring audited accounts
4. General Business

Light lunch will be provided

Harriet Paikea  
Chair

# Te Waea Trust (Horohoro 42 No 7 Block)

Minutes of the Annual General of beneficial owners held at Kearoa Marae, Apirana Road, Horohoro on Saturday 15th September 2012 commenced at 10.30 am

Present: Mrs H Paikea Chairman, R Begbie, A Peni, H Cameron, B Cameron  
Also Present Mr John Vercoe, Farm Manager for Paiaka Trust, Andrew Kusabs Accountant  
Apology Erica Herangi  
Farm Manager's Report

Mr Vercoe was introduced to the owners present and provided a verbal report of his management of the Block.

He had been appointed to the position 12 months ago and had met with Mrs Paikea to discuss the future development of the block.

In return for a reduced rental, his trust is responsible for maintenance of the fences, fencing off the streams of which there are many, containing the weeds both ragwort and gorse and fertilising the property, in other words good husbandry of the land.

It was estimated that approximately \$40k of inputs would be required to bring the property back to a satisfactory state. Some of this money has already been spent but it would require a further 12 months of work to reach prime state.

It is a wet block so he will need to be careful in managing the area. Artificial fertilisers do leach into the streams and groundwater if care in its application is not taken and it is Mr Vercoe's suggestion that biological fertilisers could be used to good effect. To ensure that the chemical composition of the soil is correct, soil testing is carried out annually and if corrections are necessary these can be attended to with the correct fertiliser.

At this stage no chemical sprays are used for weeds, livestock will be used instead.

A new water system with a pump on Te Waea land is currently being installed; there is about a third remaining and then it should be operational.

Matters arising from Mr Vercoe's Report.

Owners were pleased with the improvements that had been carried out since Mr Vercoe's appointment.

The lease is for a 9 year period with 3 yearly reviews of rental. The review could be by agreement between the two trusts or a registered value could be engaged to set the rate.

# Te Waea Trust (Horohoro 42 No 7 Block)

## Financial Report

Mr Kusabs presented the financial report copies of which were circulated to those present.

The trust's finances are in good heart and although the rent is not large the farm is starting to show improvement.

Mr Kusabs had on behalf of the trustees had reported to the Maori Land Court on the trusts affairs and had attend the review hearing. Mrs Paikea had another function at Ratana Pa on the same day and was unable to be in two places at once. The Court was complimentary about the trust but made one suggestion which was to consider appointing another trustee to fill the vacancy.

Moved Ruthana/Horohuia Cameron Carried

That the report of the farm manager and the financial statements for the year ended 31 March 2012 be received and approved.

## General Business

Health Assistance such as hearing aids and glasses

Dividend

Establishing a medical grant

Setting up a Charitable Trust

It was agreed that this matter be left to Mrs Paikea to meet with the trust solicitor to see how such a fund could be established

Annual General Meeting quorum 20 persons. It was noted that a quorum was not present today but despite this, the meeting continued.

Replacement of trustee; it was felt that as this was a small trust in numbers and owners that it was not worthwhile filling the trustee vacancy.

Addresses of owners; it is difficult obtaining addresses

Signed .....

## Te Waea Trust (Horohoro 42 Block 7)

### Report of the Trustees for the year ended 31 March 2021

Good morning ladies and gentlemen and welcome to this general meeting of owners. The Trustees have pleasure in presenting this report on the activities of the Trust since our last meeting in September 2012

We have with us today Mr Young who looks after our property on behalf of the lessees, Te Paiaka Trust. Shortly, he will provide us with a report on what has taken place on the land since the last meeting.

#### Review of the Trust Order

The Maori Land Court undertook a review of the Trust in February 2012. The Court was pleased with the information provided and how the trust was operating and would conduct a further review in five years' time. That review has not happened.

#### Finances

A summarized statement of accounts for years 2013 - 2021 are available and Mr Lasike will speak to the Trust's financial affairs shortly. However, it is worth noting that the Trust has incurred very little financial transactions over the years and this likely to carry on in the foreseeable future. Furthermore, the Trust's income is less than \$10,000 per annum. Currently, the Trust's accounts are required to be audited. This is not justified. Therefore, it is recommended that the Trust Order is amended so that the Trust's financial statements are no longer required to be audited. However, they must be prepared by a chartered accountant.

#### The lease

The lease that we have with Te PaiakaTrust is for a twelve year term and it has been discounted from market rates, in return the lessee undertakes certain development work. The development work includes:

1. Fencing off the stream.
2. Provide an alternative and acceptable water supply.
3. Bring weeds under control
4. Apply fertilizer.
5. Repair and maintain fences.

The lease expired on 31 August 2017. So it is up for renewal.

#### Investments

We have our funds invested in term deposits with the Bank of New Zealand.

Once again I thank you for attending today's meeting and will now ask Mr Young to address you. He will be followed by Mr Lasike.

H Paikea  
Chairperson

TE WAEA TRUST

STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEARS ENDED 31 MARCH 2013 to 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Income</b>									
Lease of Land	9,209	9,211	9,416	7,435	4,950	4,950	4,950	4,950	4,950
Interest Received	303	779	862	871	810	954	1,005	902	899
<b>Total Income</b>	9,512	9,990	10,278	8,306	5,760	5,904	5,955	5,852	5,849
<b>Less Expenses:</b>									
Accountancy Fees	1,581	835	920	920	698	756	695	832	2,443
AGM Expenses	-	-	-	-	-	-	-	-	925
Bank Fees & Charges	102	87	4	4	4	5	4	6	7
Repairs & Maintenance - plant	-	-	-	-	-	-	-	140	-
<b>Total Expenses</b>	1,683	922	924	924	702	761	699	978	3,375
<b>Surplus/(Deficit) before tax</b>	7,829	9,068	9,354	7,382	5,058	5,143	5,256	4,874	2,474
Taxation	(1,370)	(1,587)	(1,637)	(1,292)	(885)	(900)	(919)	(853)	(433)
<b>Surplus/(Deficit) after tax</b>	6,459	7,481	7,717	6,090	4,173	4,243	4,337	4,021	2,041
Equity at the beginning of year	856,043	848,562	840,845	735,755	731,582	727,339	643,002	638,981	636,940
Asset Revaluation & Improvements	(46,500)	-	-	99,000	-	-	80,000	-	-
<b>TRUST EQUITY AT END OF THE YEAR</b>	816,002	856,043	848,562	840,845	735,755	731,582	727,339	643,002	638,981

TE WAEA TRUST

STATEMENT OF FINANCIAL POSITION  
AS AT YEAR ENDED 31 MARCH 2013 to 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>CURRENT ASSETS</b>									
Cash at bank	54,674	49,401	43,174	32,226	28,928	24,679	21,934	17,683	14,596
Accrued Income	26	141	181	181	164	168	203	167	174
Accounts Receivable	767	-	-	2,279	-	-	-	-	-
Bank Term Deposit	33,776	33,431	32,755	32,044	31,339	30,668	29,852	29,052	28,303
<b>Total Current Assets</b>	<b>89,243</b>	<b>82,973</b>	<b>76,110</b>	<b>66,730</b>	<b>60,431</b>	<b>55,515</b>	<b>51,989</b>	<b>46,902</b>	<b>43,073</b>
<b>NON-CURRENT ASSETS</b>									
<b>Fixed Assets</b>									
Freehold Land	729,500	776,000	776,000	776,000	677,000	677,000	677,000	597,000	597,000
<b>Total Non Current Assets</b>	<b>729,500</b>	<b>776,000</b>	<b>776,000</b>	<b>776,000</b>	<b>677,000</b>	<b>677,000</b>	<b>677,000</b>	<b>597,000</b>	<b>597,000</b>
<b>TOTAL ASSETS</b>	<b>818,743</b>	<b>858,973</b>	<b>852,110</b>	<b>842,730</b>	<b>737,431</b>	<b>732,515</b>	<b>728,989</b>	<b>643,902</b>	<b>640,073</b>
<b>CURRENT LIABILITIES</b>									
<b>Creditors &amp; Borrowings</b>									
Lease in Advance	-	-	-	-	206	206	206	206	206
Accounts Payable	-	-	920	-	-	-	-	-	-
Provision for Taxation	2,741	2,930	2,628	1,885	1,470	727	1,444	694	886
<b>Total Current Liabilities</b>	<b>2,741</b>	<b>2,930</b>	<b>3,548</b>	<b>1,885</b>	<b>1,676</b>	<b>933</b>	<b>1,650</b>	<b>900</b>	<b>1,092</b>
<b>NET ASSETS</b>	<b>816,002</b>	<b>856,043</b>	<b>848,562</b>	<b>840,845</b>	<b>735,755</b>	<b>731,582</b>	<b>727,339</b>	<b>643,002</b>	<b>638,981</b>
<b>TRUST FUNDS</b>									
Beneficiaries Equity	816,002	856,043	848,562	840,845	735,755	731,582	727,339	643,002	638,981
<b>TOTAL TRUST EQUITY</b>	<b>816,002</b>	<b>856,043</b>	<b>848,562</b>	<b>840,845</b>	<b>735,755</b>	<b>731,582</b>	<b>727,339</b>	<b>643,002</b>	<b>638,981</b>

***TE WAEA TRUST***  
***FINANCIAL STATEMENTS***  
***FOR THE YEAR ENDED 31 MARCH 2021***

# TE WAEA TRUST

Horohoro 42 Block

ROTORUA

## STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 31 MARCH, 2021

	Note	2021 \$	2020 \$
<b>Income</b>			
Lease of Land		9,209	9,211
<b>Non Trading Income</b>			
Interest Received		<u>303</u>	<u>779</u>
<b>Total Income before Expenses</b>		9,512	9,990
<b>Less Expenses:</b>			
<b>Administration Expenses</b>			
Accountancy Fees		1,581	835
Bank Fees & Charges		<u>102</u>	<u>87</u>
<b>Total Expenses</b>		<u>1,683</u>	<u>922</u>
<b><u>Taxable Profit/(Loss) for the Year</u></b>		7,829	9,068
Provision for Taxation (Tax Refund Due)	3	<u>1,370</u>	<u>1,587</u>
<b>Net Profit/(Loss) for the year</b>		<u><u>6,459</u></u>	<u><u>7,481</u></u>

*This Statement is to be read in conjunction with the Compilation Report and Notes to the Financial Statements.  
This statement has been prepared without audit or review.*

# TE WAEA TRUST

Horohoro 42 Block  
ROTORUA

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	\$	\$
EQUITY/(DEFICIT) AT BEGINNING OF THE YEAR	856,043	848,562
<b>SURPLUS/DEFICIT AND REVALUATIONS</b>		
Net Surplus/(Deficit) for the period	6,459	7,481
Asset Revaluation Reserve	(46,500)	-
<b>Total recognised revenues and expenses for the period</b>	<b>(40,041)</b>	<b>7,481</b>
EQUITY/(DEFICIT) AT END OF THE YEAR	<b>816,002</b>	<b>856,043</b>

*This Statement is to be read in conjunction with the accompanying Compilation Report and Notes to the Financial Statements. This statement has been prepared without audit or review.*

# TE WAEA TRUST

Horohoro 42 Block  
ROTORUA

## BALANCE SHEET

AS AT 31 MARCH 2021

	Note	2021 \$	2020 \$
<b>CURRENT ASSETS</b>			
<b>Cash</b>			
ANZ Bank		54,674	49,401
<b>Receivables</b>			
Accounts Receivable		767	-
Accrued Income		26	141
		<u>793</u>	<u>141</u>
<b>Investments</b>			
Term Deposit - 1001		<u>33,776</u>	<u>33,431</u>
<b><u>Total Current Assets</u></b>		<b><u>89,243</u></b>	<b><u>82,973</u></b>
<b>NON-CURRENT ASSETS</b>			
<b>Property, Plant &amp; Equipment</b>	2		
Freehold Land		<u>729,500</u>	<u>776,000</u>
<b><u>Total Non-Current Assets</u></b>		<b><u>729,500</u></b>	<b><u>776,000</u></b>
<b><u>Total Assets</u></b>		<b><u>818,743</u></b>	<b><u>858,973</u></b>
<b>CURRENT LIABILITIES</b>			
<b>Creditors and Borrowings</b>			
Provision for Taxation	3	<u>2,741</u>	<u>2,930</u>
<b><u>Total Current Liabilities</u></b>		<b><u>2,741</u></b>	<b><u>2,930</u></b>
<b><u>Total Liabilities</u></b>		<b><u>2,741</u></b>	<b><u>2,930</u></b>
<b><u>Net Assets</u></b>		<b><u>816,002</u></b>	<b><u>856,043</u></b>
<b>TRUST FUNDS</b>			
Beneficiaries Equity	4	<u>816,002</u>	<u>856,043</u>
<b><u>Trust Equity</u></b>		<b><u>816,002</u></b>	<b><u>856,043</u></b>

This Statement is to be read in conjunction with the accompanying Compilation Report and Notes to the Financial Statements. This statement has been prepared without audit or review.

**TE WAEA TRUST**

*Horohoro 42 Block  
ROTORUA*

**BALANCE SHEET**

*AS AT 31 MARCH 2021 (continued)*

Note	2021	2020
	\$	\$

For and on behalf of the Trust, which authorised the financial statements for issue on:

\_\_\_\_\_  
Date

\_\_\_\_\_  
Trustee

\_\_\_\_\_  
Trustee

*This Statement is to be read in conjunction with the accompanying Compilation Report and Notes to the Financial Statements. This statement has been prepared without audit or review.*

# **TE WAEA TRUST**

*Horohoro 42 Block*  
**ROTORUA**

## **NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS** *FOR THE YEAR ENDED 31 MARCH, 2021*

### **1. Statement of Accounting Policies**

These are the special purpose financial statements for TE WAEA TRUST.

#### **Entity Reporting**

The Trust is an Ahu Whenua Trust as defined under section 215 of Te Ture Whenua Maori Act 1993.

The Trust is engaged in the business of:

The principal activity of the Trust is the leasing of Land

#### **Measurement Base**

These financial statements are special purpose and have been prepared for taxation purposes and for the Shareholders/Owners.

The accounting policies adopted and detailed under the specific accounting policies are not in conformity with generally accepted accounting practice. Accordingly, the financial statements should only be relied on for the expressly stated purpose.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified. The special purpose financial statements have been prepared on an accrual basis.

These financial statements have been prepared in New Zealand Dollars, rounded to the nearest dollar.

#### **Changes in Accounting Policies**

There have been no changes in Accounting Policies. All policies have been applied on bases consistent with those used in previous years.

#### **Specific Accounting Policies**

In preparation of these financial statements, the specific accounting policies are as follows:

##### **(a) Accounts Receivable**

Accounts Receivable are stated at their anticipated realisable value. Bad debts are written off during the year as they are identified, with appropriate adjustment being made as at balance date for any doubtful debts that may exist.

##### **(b) Income Tax**

Provision has been made for taxation (where appropriate) after taking into consideration all deductions that are available. No provision has been made for deferred taxation.

##### **(c) Investments**

Investments are stated at the lower of cost or net realisable value.

# TE WAEA TRUST

Horohoro 42 Block  
ROTORUA

## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH, 2021

### (d) Property

Property is stated at cost (unless otherwise noted below) less aggregate depreciation.  
Land is revalued to the latest Rating Valuation dated 01 September 2020. The rating valuation is issued every 3 years.

### (e) Goods and Services Tax (GST)

These financial statements have been prepared on a GST inclusive basis because the entity is not registered for GST purposes.

## 2. Property, Plant & Equipment

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2021
Freehold Land	729,500	-	-	729,500
	<u>729,500</u>	<u>-</u>	<u>-</u>	<u>729,500</u>

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2020
Freehold Land	776,000	-	-	776,000
	<u>776,000</u>	<u>-</u>	<u>-</u>	<u>776,000</u>

## 3. Taxation

	2021	2020
Surplus (Deficit) for the year	7,829.66	9,067.64
Taxable Income	<u>7,829.66</u>	<u>9,067.64</u>
Taxation Charge @ 17.5%	1,370.19	1,586.84
Resident Withholding Tax Paid	(73.22)	(143.29)
Prior Years Tax	1,443.67	1,486.23
Tax to Pay/(Refund Due)	<u>2,740.64</u>	<u>2,929.78</u>

### Maori Authority Credit Account (MACA)

	2021	2020
Opening Balance @ 01/04/2020	\$ 11,990.36	\$ 10,704.99
Income Tax paid	1,486.11	1,142.08
RWT Paid on Interest	73.22	143.29
Closing Balance @ 31/03/2021	<u>13,549.69</u>	<u>11,990.36</u>

# TE WAEA TRUST

Horohoro 42 Block  
ROTORUA

## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2021

### 4. Beneficiaries Equity

	2021	2020
Original Capital	196,000.00	196,000.00
Retained Earnings (Pre 2004) (1)	14,275.62	14,275.62
Retained Earnings (Post 2004) (2)	71,716.23	65,256.76
Unrealised Reserves (3)		
Land Revaluation	533,500.00	580,000.00
Realised Capital Reserves (4)		
IRD - Tax Refund 2002	510.36	510.36
	<u>816,002.21</u>	<u>856,042.74</u>

#### (1) Retained Earnings (Pre 2004)

The Trust elected to join the Maori Authority Regime for tax purposes from 1 April 2004. Distribution to members from income retained prior to 2004-2005 income year will be treated as non-taxable distribution in the hands of the members.

Opening Balance	14,275.62	14,275.62
Closing Balance	<u>14,275.62</u>	<u>14,275.62</u>

#### (2) Retained Earnings (Post 2004)

Opening Balance	65,256.76	57,775.96
Net Surplus/(Deficit) for Year	6,459.47	7,480.80
Closing Balance	<u>71,716.23</u>	<u>65,256.76</u>

#### (3) Unrealised Reserves

Opening Balance	580,000.00	580,000.00
Land Revaluation	(46,500.00)	-
Closing Balance	<u>533,500.00</u>	<u>580,000.00</u>

#### (4) Realised Capital Reserves

Opening Balance	510.36	510.36
Closing Balance	<u>510.36</u>	<u>510.36</u>

# TE WAEA TRUST

Horohoro 42 Block  
ROTORUA

## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH, 2021

### 5. Asset Revaluation Reserve - Land and Buildings

The Net Book Value of Land and Buildings have been revalued to the current Opteon Technologies Ltd rating valuation dated 1 September, 2020. The difference has been credited to the Asset Revaluation Reserve - Land and Buildings Accounts.

	2020
	Net Book Val
Land	196,000
Asset Revaluation	533,500
	<u>729,500</u>
This is Represented By:	
<u>Ratings Valuation at 1 September, 2020</u>	
Valuation #7000/34900	
	<u>729,500</u>
	<u>729,500</u>

### 7. Related Party Transactions

There were no related party transactions during the year.

### 8. Contingent Liabilities & Guarantees

There were no contingent liabilities or guarantees as at balance date.

2020  
(Nil)

### 9. Capital & Lease Expenditure Commitments

There were no commitments for expenditure at year end.

2020  
(Nil)

### 10. Events Occurring Subsequent to Balance Date

There have been no events subsequent to balance date that would have materially affected the financial position of the Trust or the figures contained within these financial statements.

2020  
(Nil)

