

***THE PROPRIETORS OF OKERE 1B3C3 &
ADJOINING BLOCKS***

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

INDEX TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

	Page
Statement of Sheep Trading	1
Statement of Beef Trading	3
Statement of Profit or Loss	4
Statement of Changes in Equity	7
Balance Sheet	8
Notes to the Financial Statements	11 - 17
Reports on Taxation	

COMPILATION REPORT TO THE COMMITTEE and DISCLAIMER OF LIABILITY TO ALL READERS

Scope

On the basis of information provided to us by the , we have compiled, in accordance with Service Engagement Standard No. 2: Compilation of Financial Information, the special purpose financial statements of THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS for the year ended 30 June 2023.

These have been prepared in accordance with the policies as detailed in Note 1 to the financial statements.

Responsibilities

The are solely responsible for the information contained in the financial statements and have determined that the financial reporting framework used is appropriate to meet your needs and the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for the benefit. We do not accept responsibility to any person for the contents of the financial statements.

No audit or review engagement undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information provided to us by the . Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Disclaimer of liability

As mentioned earlier in our report, we have compiled the financial information based on information provided to us which has not been subject to an audit or review engagement. Accordingly, neither we, nor any of our employees accept any responsibility for the reliability, accuracy or completeness of accept the compiled financial information nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for the losses incurred as a result of placing reliance on the compiled financial information.

Kusabs Lasike Ltd
Chartered Accountants
Rotorua

Director

30 November 2023

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF SHEEP TRADING

FOR THE YEAR ENDED 30 JUNE, 2023

		2023			2022	
	Qty.	\$	Avge \$	Qty.	\$	Avge \$
SALES						
MA Ewes	330	41,497	126	287	47,027	164
Lambs	1,247	188,973	152	668	97,975	147
Total Sales	1,577	230,470		955	145,002	
PURCHASES						
MA Ewes	397	50,004	126	434	70,286	162
Breeding Rams	2	1,600	800	12	9,600	800
Lambs	498	42,604	86	1,002	102,204	102
Total Purchases	897	94,208		1,448	182,090	
Cash Surplus for the Year	680	136,263		(493)	(37,088)	
OPENING STOCK						
<i>Market Value</i>						
Ewe Hoggets	997	135,592	136	234	35,325	151
MA Ewes	945	207,990	220	625	103,900	166
R5+ Ewes	-	-	-	27	1,350	50
Breeding Rams	12	9,600	800	-	-	-
Total Opening Stock	1,954	353,182		886	140,575	
CLOSING STOCK						
<i>Market Value</i>						
Ewe Hoggets	1,265	139,150	110	997	135,592	136
MA Ewes	1,072	192,108	179	945	207,990	220
Breeding Rams	4	1,800	450	12	9,600	800
Total Closing Stock	2,341	333,058		1,954	353,182	
Decrease in Stock Value		(20,124)			212,607	
Gross Profit for the Year		116,139			175,519	

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

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF SHEEP TRADING

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

RECONCILIATION OF NUMBERS

	2023	2022
Opening Stock Numbers	1,954	886
Purchases	897	1,448
Natural Increase	1,170	663
	<u>4,021</u>	<u>2,997</u>
Less:		
Sales	1,577	955
Deaths and Missing	103	88
	<u>1,680</u>	<u>1,043</u>
Closing Stock Numbers	<u>2,341</u>	<u>1,954</u>

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

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF BEEF CATTLE TRADING

FOR THE YEAR ENDED 30 JUNE, 2023

		2023			2022	
	Qty.	\$	Avge \$	Qty.	\$	Avge \$
SALES						
R2 Heifers	59	89,515	1,517	34	40,880	1,202
R1 Steers/Bulls	-	-	-	1	1,042	1,042
R2 Steers/Bulls	29	43,191	1,489	95	142,366	1,499
R3+ Steers/Bulls	-	-	-	5	8,553	1,711
Total Sales	88	132,707		135	192,840	
PURCHASES						
R1 Heifers	102	90,098	883	-	-	-
Cash Surplus for the Year	(14)	42,609		135	192,840	
OPENING STOCK						
<i>Market Value</i>						
R1 Heifers	-	-	-	57	39,900	700
R2 Heifers	59	53,690	910	36	30,888	858
R1 Steers/Bulls	-	-	-	30	20,250	675
R2 Steers/Bulls	30	34,350	1,145	95	118,465	1,247
R3+ Steers/Bulls	-	-	-	7	10,150	1,450
Total Opening Stock	89	88,040		225	219,653	
CLOSING STOCK						
<i>Market Value</i>						
R2 Heifers	80	89,600	1,120	59	53,690	910
MA Cows	22	17,600	800	-	-	-
R2 Steers/Bulls	-	-	-	30	34,350	1,145
Total Closing Stock	102	107,200		89	88,040	
Increase in Stock Value		19,160			(131,613)	
Gross Profit for the Year		61,769			61,227	
RECONCILIATION OF NUMBERS						
	2023			2022		
Opening Stock Numbers	89			225		
Purchases	102			-		
	<u>191</u>			<u>225</u>		
Less:						
Sales	88			135		
Deaths and Missing	1			1		
	<u>89</u>			<u>136</u>		
Closing Stock Numbers	<u>102</u>			<u>89</u>		

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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF PROFIT & LOSS

FOR THE YEAR ENDED 30 JUNE, 2023

	Note	2023	2022
		\$	\$
Cash Surplus (Deficit) from Livestock Trading			
Sheep		136,263	(37,088)
Beef Cattle		42,609	192,840
		178,871	155,752
Other Income			
Wool Sales		5,906	5,527
Rent - Land for Beehives		-	2,000
Grazing		270,714	271,253
		276,620	278,780
Non Trading Income			
Dividends Received (Net)		1,615	1,420
Rebate - Ballance Agri-Nutrients		1,002	4,655
Manager's House		20,000	15,086
Rafting Rental - Current Period		7,000	7,000
Store Rental		5,826	5,826
Trout Pool Road Rental House		-	1,886
Sundry Income		-	5,600
		35,442	41,472
Total Income before Expenses		490,934	476,004
Operating Expenses			
Animal Identification		109	93
Animal Health		18,462	17,391
Dog Expenses		4,137	3,177
Electricity & Gas		8,793	8,117
Fertiliser		-	23,828
Freight & Cartage		8,593	6,799
Farm Mapping		1,250	-
Hay & Silage		14,712	35,354
Health & Safety		145	1,061
Protective Clothing		678	1,021
Shearing Wages		4,671	1,503
Shearing & Crutching Contractor		24,161	13,879
Shearing Expenses		1,277	1,211
Staff Expenses		292	199
Stock Compensation		11,882	-
Wages		118,074	114,088
Wages- Non Taxable Allowances		811	1,719
Employer Contribution (Kiwisaver)		2,459	2,762
Waste Disposal		1,425	1,685

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.

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF PROFIT & LOSS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

	Note	2023	2022
		\$	\$
Weed & Pest Control		14,866	11,743
Total Farm Operating Expenses		236,796	245,629
Repairs and Maintenance			
Fencing		39,213	39,547
Farm Buildings		3,045	-
Farm Dwelling		4,439	7,374
Rental Accommodation		40,388	502
Plant & Equipment		6,350	4,042
Tracks, Yards & Races		13,126	-
Water Supply		2,080	4,675
Total Repairs and Maintenance		108,641	56,139
Vehicle Expenses			
Fuel & Oil		7,390	5,668
Motorcycle Expenses		2,842	474
Tractor Expenses		1,774	1,682
Toyota Utility Expenses		3,576	5,407
Total Vehicle Expenses		15,583	13,230
Administration Expenses			
Accountancy & Secretarial		44,911	39,175
Advertising		229	-
ACC Levies		1,600	3,000
Audit Fees		3,450	3,634
AGM Expenses		4,860	-
Bad Debts Written Off		-	1,530
Bank Fees & Charges		1,404	1,029
Farm Advisory		7,689	8,842
Postage & Stationery		851	992
Share Register		838	319
Subscriptions & Licences		1,344	153
Telephone & Tolls		2,176	2,447
Trustee Fees		4,478	7,164
Trustee Expenses		1,067	1,507
Valuation Fees		-	1,350
Total Administration Expenses		74,896	71,141
Standing Charges			
Insurance		16,612	14,292
Interest - Overdraft & Trading		722	1,248
Interest Paid - Loan 05		-	8
Interest Paid - Loan 06		11,287	5,158

This Statement is to be read in conjunction with the Compilation Report and Notes to the Financial Statements.

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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF PROFIT & LOSS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

	Note	2023	2022
		\$	\$
Rates		38,515	31,307
Rent		51,000	4,250
Total Standing Charges		118,136	56,263
Total Expenses		554,051	442,402
<u>Net Cash Operating Profit/(Loss) for the Year</u>		(63,118)	33,602
Non-Cash Adjustments for the Year:			
Increase (Decrease) in Livestock Values:			
Sheep		(20,124)	212,607
Beef Cattle		19,160	(131,613)
Depreciation Recovered		-	1,226
Loss on Sale of Fixed Assets		-	(201)
Depreciation		(14,564)	(15,770)
Total Non-Cash Adjustments for the Year		(15,528)	66,249
<u>Taxable Profit/(Loss) for the Year</u>		(78,646)	99,851
Adjustments for Taxation Purposes:			
Share of Equity in Investment	14	34,616	(7,445)
Total Tax Adjustments		34,616	(7,445)
Profit/(Loss) before Income Tax		(44,030)	92,405
Provision for Taxation (Tax Refund Due)	6	-	-
Profit/(Loss) after Income Tax		(44,030)	92,405
Non Deductible Expenses			
Penalties		-	35
Koha Received/Paid		-	74
Okere Ngati Hinerangi Urupa		3,260	2,185
Share of Equity in Investment - Non Deductible Expenses		284	-
Total Non Deductible Expenses		3,544	2,293
Net Profit/(Loss) for the year		(47,575)	90,112

This Statement is to be read in conjunction with the Compilation Report and Notes to the Financial Statements.

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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE, 2023

	2023	2022
	\$	\$
EQUITY AT BEGINNING OF THE YEAR	<u>5,797,572</u>	<u>5,705,002</u>
SURPLUS/DEFICIT AND REVALUATIONS		
Surplus/(Deficit) for the period	(47,575)	90,112
Increase/(Decrease) in Barn - Capital Profit	-	10,414
Increase/(Decrease) Shares Revaluation Reserve	<u>6,630</u>	<u>(7,956)</u>
Total recognised revenues and expenses for the period	<u>(40,945)</u>	<u>92,570</u>
EQUITY AT END OF THE YEAR	<u><u>5,756,628</u></u>	<u><u>5,797,572</u></u>

*This Statement is to be read in conjunction with the Compilation Report and Notes to the Financial Statements.
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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

BALANCE SHEET

AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
CURRENT ASSETS			
Cash			
BNZ - Cheque Account (secured)		-	9,324
BNZ - Dividend Account		95	95
		95	9,419
Receivables			
Accounts Receivable		32,108	74,787
Okere Adventures (2019) Ltd Partnership JV	14	23,991	-
Tax Refund Due	6	112	99
		56,211	74,886
Prepayments			
Prepayments		228	196
Livestock			
Sheep on Hand @ M.V.		333,058	353,182
Beef Cattle on Hand		107,200	88,040
		440,258	441,222
		496,792	525,723
NON-CURRENT ASSETS			
Property, Plant & Equipment			
Freehold Land	2	5,490,422	5,490,422
Property Improvements		93,165	98,119
Buildings		9,030	9,152
Plant & Equipment		20,832	19,606
Motor Vehicles		33,291	39,290
Furniture & Fittings		6,638	1,034
		5,653,377	5,657,622

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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

BALANCE SHEET

AS AT 30 JUNE 2023 (continued)

	Note	2023 \$	2022 \$
Investments			
Ballance Agri-Nutrients - 7840 Shares @\$8.10		63,504	63,504
Farmlands Trading Soc. Ltd - 3363 Shares @ \$1.00		3,363	3,363
Wool Equities Ltd - 4387 Shares @ 0.22c		965	965
Mercury Ltd - 7800 Shares @ \$6.50		50,700	44,070
		118,532	111,902
<u>Total Non-Current Assets</u>		5,771,909	5,769,525
<u>Total Assets</u>		6,268,701	6,295,248
CURRENT LIABILITIES			
Creditors and Borrowings			
BNZ - Cheque Account (secured)	3	27,377	-
Rent in Advance		5,250	5,250
Okere Adventures (2019) Ltd Partnership JV	14	-	10,340
Accounts Payable		27,382	16,096
Provision for Holiday Pay		12,038	6,232
Unclaimed Dividend		177,316	177,316
Current Portion of Term Liabilities	5	5,520	5,280
Goods & Services Tax		2,729	17,001
		257,613	237,515
<u>Total Current Liabilities</u>		257,613	237,515

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THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

BALANCE SHEET

AS AT 30 JUNE 2023 (continued)

	Note	2023 \$	2022 \$
NON-CURRENT LIABILITIES			
Term Liabilities			
Capacity Building Fund	10	30,000	30,000
Grant - Alum Bath & Hot Water Programme	9	50,000	50,000
Okere Inc Memorial Scholarship	11	29,400	29,400
BNZ Term Loan - 06	5	150,580	156,040
Less Transferred to Current Liabilities	5	(5,520)	(5,280)
		<u>254,460</u>	<u>260,160</u>
<u>Total Non-Current Liabilities</u>		<u>254,460</u>	<u>260,160</u>
<u>Total Liabilities</u>		<u>512,073</u>	<u>497,675</u>
<u>Net Assets</u>		<u>5,756,628</u>	<u>5,797,572</u>
TRUST FUNDS			
Beneficiaries Equity	7	<u>5,756,628</u>	<u>5,797,572</u>
<u>Trust Equity</u>		<u>5,756,628</u>	<u>5,797,572</u>

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

_____ Date

_____ Committee Member

_____ Committee Member

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.

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023

1. Statement of Accounting Policies

These are the special purpose financial statements for The Proprietors of Okere 1B3C3 & Adj Blocks

Entity Reporting

The Incorporation is formed pursuant to Section 247 of Te Ture Whenua Maori Land Act 1993.

The principle activity of the Trust is that of Dairy Cattle Grazing, Sheep & Beef Cattle Farming and Geothermal Development.

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.

Going Concern Basis

The Trust had a net loss of \$47,575 for the year ended 30 June 2023 (2022 profit \$90,112). The Trust had working capital surplus of \$239,179 at balance date.

The considered view of the Trustees is that, after making enquiries, the Trustees have a reasonable expectation that the Trust has adequate resources to continue operations for the foreseeable future. For this reason, the Trustees continue to adopt the going concern assumption in preparing the financial statements for the year ended 30 June 2023.

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.

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

(b) Livestock

For taxation purposes, livestock can be valued using either or both of the National Average Market Price (NAMP) and National Standard Cost (NSC) schemes. While these values are determined nationally to represent either market value or cost, they do not necessarily represent market value, or cost to this entity.

In these financial statements Livestock is recorded at Market Value in the Trading Accounts and in the Statement of Financial Position. The difference between Livestock at Tax Value and Livestock at Market Values adjusted in the Tax Reconciliation note. Market values have been determined by Toby Power, a livestock buyer for Affco NZ Ltd as at 04 July 2023.

(c) 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.

(d) Investments

Investments are generally recorded at cost, except for shares held in cooperatively owned companies and shares traded on the NZAX market, which have been revalued based on redemption values advised by those companies.

(e) Property, Plant & Equipment

Property Plant & Equipment are stated at cost (unless otherwise noted below) less aggregate depreciation.

Land, Improvements and Buildings have been revalued to the latest Rating Valuations dated 1 September, 2020.

The rating valuations are issued every three years.

(f) Depreciation

Depreciation has been claimed at the maximum rates allowed by the Inland Revenue Department. The revalued portion of buildings has not been depreciated. The particular rates and method of depreciation applied are as follows:

Land	0% DV
Property Improvements	0 - 16% DV
Buildings	0 - 4% DV
Plant & Equipment	0 - 80.4% DV
Motor Vehicles	13 - 30% DV
Furniture & Fittings	0 - 40% DV
Office Equipment	48% DV

(g) Goods and Services Tax (GST)

These financial statements have been prepared on a GST exclusive basis where all items in the Revenue Accounts, together with Fixed Assets have been recorded exclusive of GST. Accounts Receivable and Accounts Payable are recorded in the Balance Sheet inclusive of GST.

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

2. Property, Plant & Equipment

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2023
Freehold Land	5,490,422	-	-	5,490,422
Property Improvements	227,254	4,954	134,089	93,165
Buildings	79,551	122	70,521	9,030
Plant & Equipment	71,219	2,769	50,387	20,832
Motor Vehicles	128,900	5,999	95,609	33,291
Furniture & Fittings	12,414	720	5,776	6,638
Office Equipment	1,020	-	1,020	-
	<u>6,010,779</u>	<u>14,564</u>	<u>357,402</u>	<u>5,653,377</u>

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2022
Freehold Land	5,490,422	-	-	5,490,422
Property Improvements	227,254	5,320	129,135	98,119
Buildings	79,551	127	70,399	9,152
Plant & Equipment	67,224	2,751	47,618	19,606
Motor Vehicles	128,900	7,245	89,610	39,290
Furniture & Fittings	6,090	327	5,056	1,034
Office Equipment	1,020	-	1,020	-
	<u>6,000,460</u>	<u>15,770</u>	<u>342,838</u>	<u>5,657,622</u>

3. Bank Overdraft

The Incorporations Livestock is used as security for their overdraft facility, see Note 4. Overdraft limit is \$70,000.

4. Security

Registered Stock Security over livestock pastured/kept on property situated at Trout Pool Road, Okere Falls, 392.4439ha part 1B3 BlkVI Rotorua Survey District held as detailed in Stock Sec 605/00.

5. Non-Current Liabilities

BNZ Term Loan - 06		2023	2022
Non Current Liability	30 Jun 2023	150,580	156,040
Less Current Portion of Term Liabilities		<u>5,520</u>	<u>5,280</u>
Non Current Liability	30 Jun 2024	<u>145,060</u>	<u>150,760</u>

BNZ Loan 06 - Instalments, irregular payments of \$460. Interest rate 8.82%, maturing 20/09/2024.

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

6. Taxation	2023	2022
Surplus (Deficit) for the year	(44,030)	92,405
Plus Provision for Holiday Pay	5,807	98
Plus Imputation Tax Credit	628	552
Plus Livestock Tax Adjustment Sheep	76,075	(39,002)
Less Livestock Tax Adjustment Beef	(6,189)	1,503
	<u>32,290</u>	<u>55,556</u>
Less Tax Losses Brought Forward	<u>(407,323)</u>	<u>(459,724)</u>
Tax Loss	(375,032)	(404,168)
Taxation charge @ 17.5%	Nil	Nil
Imputation Tax Credits Converted to a Loss	<u>(3,588)</u>	<u>(3,155)</u>
Tax Losses available to be Carried Forward	<u>(378,620)</u>	<u>(407,323)</u>
Tax Paid/(Tax Refund Due)	<u>(112)</u>	<u>(99)</u>

These losses to be carried forward are subject to Inland Revenue approval. The taxation benefits of losses will be available provided:

The Incorporation complies with conditions for offset imposed by the Income Tax Act 2007 and amendments thereto

No Change in taxation legislation adversely affects the Incorporation in realising the taxation benefits of those losses, and

The Incorporation generates assessable income in the future, against which the losses can be offset.

Maori Authority Credit Account (MACA)

	2023	2022
	\$	\$
Opening Balance @ 01/07/2022	9,550	8,987
RWT Paid on Investments	65	55
Imputation Tax Credits	364	309
Tax Refunds	(99)	-
Closing Balance @ 31/03/2023	<u>9,880</u>	<u>9,352</u>
RWT Paid on Investments	47	43
Imputation Tax Credits	264	243
Tax Refunds	-	(88)
Closing Balance @ 30/06/2023	<u>10,191</u>	<u>9,550</u>

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

7. Beneficiaries Equity

	2023	2022
Original Capital	79,848	79,848
Less 1145 Shares Re-purchased	(2,290)	(2,290)
<i>Retained Earnings (Pre 2004) (1)</i>	125,452	125,452
<i>Retained Earnings (Post 2004) (2)</i>	(415,799)	(368,225)
<i>Unrealised Reserves (3)</i>		
Land & Improvements Revaluation	5,427,345	5,427,345
Wool Equity - Shares	175	175
Mercury Ltd - Revaluation	31,700	25,070
NZ Wool Services Int. Ltd	142	142
Ballance Agri-Nutrients Ltd - Revaluation	35,840	35,840
	5,495,203	5,488,573
<i>Realised Capital Reserves (4)</i>		
Sale of Dalgety Shares	772	772
Ballance Agri-Nutrients Ltd - Bonus Issue	2,174	2,174
Ballance Agri-Nutrients Ltd - Sale of Shares	5,446	5,446
Affco Holdings Ltd - Capital Loss	(969)	(969)
Affco Holdings Ltd - Gain on Shares	13	13
NZ Co-op Wool Marketing Assn - Capital gain	50	50
Rotorua Electricity - Share Allocation	900	900
Rotorua Electricity - Sale of Shares	3,924	3,924
Non Assessable Timber Proceeds	700	700
M.R.P. Exclusivity Payment	450,000	450,000
NZ Wool Services-Capital Distribution	790	790
Barn - Capital Profit	10,414	10,414
	474,215	474,215
	5,756,628	5,797,572
1. Retained Earnings (Pre 2004)		
<p>The Incorporation elected to join the Maori Authority Regime for Tax purposes from 1 April 2004. Distributions to members from income retained prior to the 2004-2005 income year, will be treated as non-taxable distributions in the hands of members.</p>		
Opening Balance	125,452	125,452
Closing Balance	125,452	125,452
2. Retained Earnings (Post 2004)		
Opening Balance	(368,225)	(458,337)
Net Surplus/(Deficit) for Year	(47,575)	90,112
Closing Balance	(415,799)	(368,225)
3. Unrealised Reserves		
Opening Balance	5,488,573	5,496,529
Mercury Ltd - Revaluation	6,630	(7,956)
Closing Balance	5,495,203	5,488,573
4. Realised Capital Reserves		
Opening Balance	474,215	463,800
Barn - Capital Profit	-	10,414
Closing Balance	474,215	474,215

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

8. Asset Revaluation Reserve - Land and Buildings

The Net Book Value of Land and Buildings have been revalued to the current ratings revaluation dated 1 September, 2020, as valued by Landmass Technology Ltd".

The difference has been credited to the Asset Revaluation Reserve - Land and Buildings Accounts.

		2020
		Net Book Val
Land		63,077
Improvements	227,258	
Less Depreciation	118,091	109,167
Buildings	80,777	
Less Depreciation	71,366	9,411
Asset Revaluation Reserve		5,427,345
		5,609,000
This is Represented By:		
<u>Ratings Valuation at 1 September, 2020</u>		
06961-336.00 - Shop S/Hway 33		476,000
06961-365.01/03 - 101 Trout Pool Road		743,000
06961-373.02- Taheke Road		29,000
06961-375.03 - S/Hway 33		1,694,500
06961-372.19 S/Hway 33		2,666,500
		5,609,000

9. Alum Baths & Hot Water Programme Grant

Mercury Ltd (formerly Mighty River Power) provided \$50,000 during the 2017 year towards a programme either for the development of the Alum Baths or the surveying and feasibility analysis of a hot water bore at Taheke - Mourea. This payment was made under the Development Agreement with Mercury signed 6 November 2011. The funds do not need to be refunded should the project not proceed.

10. Capacity Building Fund

The Committee holds funds of \$30,000 for capacity building.

11. Okere Incorporation Memorial Scholarship

During the 2017 year Okere requested and received the final payment of \$45,000 from Mercury under the terms of the Incentive Payment Agreement. These funds are for Mercury Ltd (formerly Mighty River Power) scholarship and intern programmes for Okere's Stakeholders (with a view to facilitating education, employment and individual mentoring of such stakeholders) in further recognition of the cultural importance of the Taheke Geothermal Resource for Okere.

	2023	2022
	\$	\$
Opening Balance 1 July 2022	29,400	29,400
Closing Balance 30 June 2023	29,400	29,400
	29,400	29,400

THE PROPRIETORS OF OKERE 1B3C3 & ADJOINING BLOCKS

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2023 (Continued)

12. Related Party Transactions

The shareholders of the Okere Incorporation form the Hapu of Ngati Hinerangi. The Committee Members of Okere Incorporation are also Trustees of the Hapu of Ngati Hinerangi.

2022

13. Contingent Liabilities & Guarantees

(Nil)

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

2022

(Nil)

14. Capital & Lease Expenditure Commitments

The Incorporation signed a limited partnership agreement with Okere Adventures (2019) Ltd Partnership. The partners in Limited Partnership are Okere Adventures Ltd (the general partner) and the investors which consist of Rotorua Ziplines Ltd (RZ), The Proprietors Okere 1B3C3 & Adjoining Blocks Incorporation (Okere), and Whetu Fredrick Lindsay Whata (Fred). RZ owns 75 Limited Partnership units (representing 75% of the Partnership interests), Okere owns 20 Limited Partnership units (representing 20% of the Partnership interests), Fred owns 5 Limited Partnership units (representing 5% of the Partnership interests). Clause 20.1 of the Agreement stipulates that "in lieu of any cash contribution from Okere to the Limited Partnership, Okere agrees to provide access to the Okere Land by way of a licence at a fee and on such terms to be agreed between the Limited Partnership and Okere.

Okere is also a shareholder in Okere Adventures Limited. - the general partner of the Limited Partnership. Clause 6.2(b) stipulates that "Okere will be entitled from time to time to appoint one Director and may remove that Director so appointed." Okere has appointed Piki Thomas as the initial appointment.

The Limited Partnership made a profit for the year ended 31/03/2023, of which the incorporations share was \$34,616 (Last year loss of \$7,445).

There were no other commitments for expenditure at year end.

2022

(Nil)

15. Events Occurring Subsequent to Balance Date

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