

**TUTUKAU EAST Z TRUST**  
**FINANCIAL STATEMENTS**  
FOR THE YEAR ENDED 30 JUNE 2022

# TUTUKAU EAST Z TRUST

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FOR THE YEAR ENDED 30 JUNE 2022

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Kusabs Lasike Ltd  
Chartered Accountants  
Rotorua

## TUTUKAU EAST Z TRUST

### STATEMENT OF SHEEP TRADING

FOR THE YEAR ENDED 30 JUNE, 2022

	Qty.	2022 \$	Avge \$	Qty.	2021 \$	Avge \$
<b>SALES</b>						
MA Ewes	1,130	162,626.90	144	652	92,302.90	142
Lambs	2,626	273,701.00	104	3,558	430,665.70	121
<b>Total Sales</b>	<b>3,756</b>	<b>436,327.90</b>		<b>4,210</b>	<b>522,968.60</b>	
<b>PURCHASES</b>						
Breeding Rams	13	11,500.00	885	10	9,500.00	950
<b>Cash Surplus for the Year</b>	<b>3,743</b>	<b>424,827.90</b>		<b>4,200</b>	<b>513,468.60</b>	
<b>OPENING STOCK</b>						
<i>Market Value</i>						
Ewe Hoggets	944	139,620.00	148	774	111,375.00	144
2th Ewes	623	124,600.00	200	791	154,470.00	195
MA Ewes	2,215	471,430.00	213	2,108	403,630.00	191
Breeding Rams	45	6,750.00	150	44	5,280.00	120
<i>NSC Scheme</i>						
<b>Total Opening Stock</b>	<b>3,827</b>	<b>742,400.00</b>		<b>3,717</b>	<b>674,755.00</b>	
<b>CLOSING STOCK</b>						
<i>Market Value</i>						
Ewe Hoggets	1,044	156,600.00	150	944	139,620.00	148
2th Ewes	530	111,580.00	211	623	124,600.00	200
MA Ewes	1,864	368,615.00	198	2,215	471,430.00	213
Ram/Wether Hoggets	61	7,320.00	120	-	-	-
Breeding Rams	53	5,300.00	100	45	6,750.00	150
<i>NSC Scheme</i>						
<b>Total Closing Stock</b>	<b>3,552</b>	<b>649,415.00</b>		<b>3,827</b>	<b>742,400.00</b>	
<b>Decrease in Stock Value</b>		92,985.00			(67,645.00)	
<b>Gross Profit for the Year</b>		<b>331,842.90</b>			<b>581,113.60</b>	

*This financial statement must be read in conjunction with the accompanying Accounting Policies, Notes to the Financial Statements and the Audit Report.*

# TUTUKAU EAST Z TRUST

## STATEMENT OF SHEEP TRADING

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

### RECONCILIATION OF NUMBERS

	2022	2021
Opening Stock Numbers	3,827	3,717
Purchases	13	10
Natural Increase	3,840	4,502
	<u>7,680</u>	<u>8,229</u>
Less:		
Sales	3,756	4,210
Deaths and Missing	372	192
	<u>4,128</u>	<u>4,402</u>
Closing Stock Numbers	<u>3,552</u>	<u>3,827</u>

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## TUTUKAU EAST Z TRUST

### STATEMENT OF BEEF CATTLE TRADING

FOR THE YEAR ENDED 30 JUNE, 2022

	Qty.	2022 \$	Avge \$	Qty.	2021 \$	Avge \$
<b>SALES</b>						
R2 Heifers	95	108,844.02	1,146	2	2,420.26	1,210
MA Cows	80	84,613.42	1,058	51	44,106.99	865
R2 Steers/Bulls	-	-	-	117	182,210.50	1,557
R3+ Steers/Bulls	112	174,430.74	1,557	17	27,643.80	1,626
<b>Total Sales</b>	<b>287</b>	<b>367,888.18</b>		<b>187</b>	<b>256,381.55</b>	
<b>PURCHASES</b>						
Breeding Bulls	2	21,000.00	10,500	5	24,500.00	4,900
<b>Cash Surplus for the Year</b>	<b>285</b>	<b>346,888.18</b>		<b>182</b>	<b>231,881.55</b>	
<b>OPENING STOCK</b>						
<i>Market Value</i>						
R1 Heifers	165	89,100.00	540	136	68,000.00	500
R2 Heifers	135	153,350.00	1,136	125	126,910.00	1,015
MA Cows	323	456,700.00	1,414	274	349,450.00	1,275
R1 Steers/Bulls	145	98,600.00	680	115	86,250.00	750
R2 Steers/Bulls	107	124,120.00	1,160	147	187,130.00	1,273
R3+ Steers/Bulls	11	17,380.00	1,580	-	-	-
Breeding Bulls	19	38,000.00	2,000	15	71,100.00	4,740
<i>NSC Scheme</i>						
<b>Total Opening Stock</b>	<b>905</b>	<b>977,250.00</b>		<b>812</b>	<b>888,840.00</b>	
<b>CLOSING STOCK</b>						
<i>Market Value</i>						
R1 Heifers	153	91,800.00	600	165	89,100.00	540
R2 Heifers	110	136,800.00	1,244	135	153,350.00	1,136
MA Cows	343	511,000.00	1,490	323	456,700.00	1,414
R1 Steers/Bulls	174	130,500.00	750	145	98,600.00	680
R2 Steers/Bulls	136	190,400.00	1,400	107	124,120.00	1,160
R3+ Steers/Bulls	6	9,600.00	1,600	11	17,380.00	1,580
Breeding Bulls	17	62,500.00	3,676	19	38,000.00	2,000
<i>NSC Scheme</i>						
<b>Total Closing Stock</b>	<b>939</b>	<b>1,132,600.00</b>		<b>905</b>	<b>977,250.00</b>	
<b>Increase in Stock Value</b>		<b>155,350.00</b>			<b>88,410.00</b>	
<b>Gross Profit for the Year</b>		<b>502,238.18</b>			<b>320,291.55</b>	

*This financial statement must be read in conjunction with the accompanying Accounting Policies, Notes to the Financial Statements and the Audit Report.*

# TUTUKAU EAST Z TRUST

## STATEMENT OF BEEF CATTLE TRADING

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

### RECONCILIATION OF NUMBERS

	2022	2021
Opening Stock Numbers	905	812
Purchases	2	5
Natural Increase	327	311
	<u>1,234</u>	<u>1,128</u>
Less:		
Sales	287	187
Deaths and Missing	8	36
	<u>295</u>	<u>223</u>
Closing Stock Numbers	<u>939</u>	<u>905</u>

*This financial statement must be read in conjunction with the accompanying Accounting Policies, Notes to the Financial Statements and the Audit Report.*

## TUTUKAU EAST Z TRUST

### STATEMENT OF DRY STOCK UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022

	2022	2021
	\$	\$
<b>Cash Surplus (Deficit) from Livestock Trading</b>		
Sheep	424,827.90	513,468.60
Beef Cattle	346,888.18	231,881.55
	771,716.08	745,350.15
<b>Other Income</b>		
Rent - Received	25,572.28	6,730.88
Sundry Income	-	4,533.22
Wool Sales	25,087.87	30,602.90
Wage Subsidy - Covid	1,200.00	-
	51,860.15	41,867.00
<b>Total Income before Expenses</b>	823,576.23	787,217.15
<b>Less Expenses:</b>		
<b>Farm Operating Expenses</b>		
Animal Identification	3,096.92	1,532.14
Animal Health	48,567.47	41,130.21
Cultivation & Ploughing	24,006.50	21,290.91
Dog & Horse Expenses	6,469.54	6,544.23
Electricity & Gas	19,458.60	15,246.16
Farm Stores	337.62	152.00
Fertiliser	181,880.98	211,074.29
Freight & Cartage	10,584.01	7,187.92
Grazing	-	7,656.07
Hay & Silage	80,601.17	37,353.00
Health & Safety	66.40	495.00
Protective Clothing	2,163.48	571.32
Seed	24,809.49	9,180.00
Wages - Shearing	28,670.80	39,488.50
Shearing Expenses	13,854.88	10,021.11
Staff Expenses	500.00	224.00
Stock Food	203.23	118.48
Wages	196,982.93	143,521.40
Wages Non-taxable Allowance	3,496.40	5,417.50
Kiwisaver Employer Contributions	3,653.31	2,159.21
Weed & Pest Control	24,520.86	31,908.58
	673,924.59	592,272.03
<b>Total Farm Operating Expenses</b>	673,924.59	592,272.03

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*

## TUTUKAU EAST Z TRUST

### STATEMENT OF DRY STOCK UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

	2022	2021
	\$	\$
<b>Repairs and Maintenance</b>		
Farm Buildings	1,784.71	537.00
Fencing	39,500.31	10,811.65
Employee Accommodation	11,131.30	24,906.81
Plant & Equipment	15,579.65	20,619.78
Tracks, Yards & Races	14,040.00	10,871.17
Water Supply	21,830.49	6,004.61
Total Repairs and Maintenance	103,866.46	73,751.02
<b>Vehicle Expenses</b>		
Fuel & Oil	24,741.48	10,893.75
Motorcycle Expenses	1,337.37	1,583.04
Tractor Expenses	9,636.99	4,232.71
Vehicle Expenses	3,369.40	8,491.93
Total Vehicle Expenses	39,085.24	25,201.43
<b>Administration Expenses</b>		
ACC Levies	3,759.77	4,264.60
Computer Expenses	135.00	233.48
Farm Advisory	16,152.10	8,631.45
General Expenses	8.70	-
Subscriptions & Licences	1,775.00	2,410.04
Telephone & Tolls	2,134.98	1,993.80
Travelling Expenses	476.00	594.78
Valuations Fees	750.00	500.00
Total Administration Expenses	25,191.55	18,628.15
<b>Standing Charges</b>		
Insurance	12,791.66	13,673.35
Interest - Od & Trading	253.07	8,153.19
Interest - Loan 3017	12,075.64	15,836.11
Interest - Loan 3023	5,201.33	-
Rates	25,966.61	22,513.22
Total Standing Charges	56,288.31	60,175.87
<b>Total Expenses</b>	898,356.15	770,028.50
<b><u>Net Cash Operating Profit/(Loss) for the Year</u></b>	(74,779.92)	17,188.65

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*



# TUTUKAU EAST Z TRUST

## STATEMENT OF DRY STOCK UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

	2022	2021
	\$	\$
<b>Non-Cash Adjustments for the Year:</b>		
Increase (Decrease) in Livestock Values:		
Sheep	(92,985.00)	67,645.00
Beef Cattle	155,350.00	88,410.00
<b>Total Non-Cash Adjustments for the Year</b>	<b>62,365.00</b>	<b>156,055.00</b>
<b><u>Net Farming Profit/(Loss) for the Year</u></b>	<b><u>(12,414.92)</u></b>	<b><u>173,243.65</u></b>

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## TUTUKAU EAST Z TRUST

### STATEMENT OF DAIRY CATTLE TRADING

FOR THE YEAR ENDED 30 JUNE, 2022

		2022			2021	
	Qty.	\$	Avge \$		\$	Avge \$
<b>SALES</b>						
MA Cows	84	56,185.64	669	86	44,180.30	514
R1 Steers/Bulls	-	-	-	1	958.15	958
R3+ Steers/Bulls	14	14,604.99	1,043	15	15,980.10	1,065
Bobby Calves	371	11,246.97	30	341	8,710.07	26
<b>Total Sales</b>	<b>469</b>	<b>82,037.60</b>		<b>443</b>	<b>69,828.62</b>	
<b>PURCHASES</b>						
R3+ Steers/Bulls	14	22,440.00	1,603	15	27,650.00	1,843
<b>Cash Surplus for the Year</b>	<b>455</b>	<b>59,597.60</b>		<b>428</b>	<b>42,178.62</b>	
<b>OPENING STOCK</b>						
<i>Market Value</i>						
R1 Heifers	146	116,800.00	800	113	81,925.00	725
R2 Heifers	109	163,500.00	1,500	122	164,700.00	1,350
MA Cows	436	763,000.00	1,750	413	681,450.00	1,650
<b>Total Opening Stock</b>	<b>691</b>	<b>1,043,300.00</b>		<b>648</b>	<b>928,075.00</b>	
<b>CLOSING STOCK</b>						
<i>Market Value</i>						
R1 Heifers	112	95,200.00	850	146	116,800.00	800
R2 Heifers	144	237,800.00	1,651	109	163,500.00	1,500
MA Cows	404	767,600.00	1,900	436	763,000.00	1,750
<b>Total Closing Stock</b>	<b>660</b>	<b>1,100,600.00</b>		<b>691</b>	<b>1,043,300.00</b>	
<b>Increase in Stock Value</b>		<b>57,300.00</b>			<b>115,225.00</b>	
<b>Gross Profit for the Year</b>		<b>116,897.60</b>			<b>157,403.62</b>	

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## TUTUKAU EAST Z TRUST

### STATEMENT OF DAIRY CATTLE TRADING

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

#### RECONCILIATION OF NUMBERS

	2022	2021
Opening Stock Numbers	691	648
Purchases	14	15
Natural Increase	483	488
	<u>1,188</u>	<u>1,151</u>
Less:		
Sales	469	443
Deaths and Missing	59	17
	<u>528</u>	<u>460</u>
Closing Stock Numbers	<u>660</u>	<u>691</u>

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## TUTUKAU EAST Z TRUST

### STATEMENT OF DAIRY UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022

	2022	2021
	\$	\$
<b>Cash Surplus (Deficit) from Livestock Trading</b>		
Dairy Cattle	59,597.60	42,178.62
<b>Income</b>		
Sale of Milksolids	1,241,810.93	1,173,050.34
Milksolids Production Dividend	28,595.15	13,387.35
Rent Received	17,571.42	15,551.42
	1,287,977.50	1,201,989.11
<b>Total Income before Expenses</b>	1,347,575.10	1,244,167.73
<b>Less Expenses:</b>		
<b>Farm Operating Expenses</b>		
Animal Identification	1,893.55	1,445.00
Animal Health	50,796.76	47,749.96
Calf Rearing	1,120.00	945.00
Cultivation & Ploughing	3,052.10	12,709.50
Contracting Expenses	-	2,107.50
Dairy Shed Expenses	5,088.41	10,027.24
Dog & Horse Expenses	66.95	1,470.44
Electricity & Gas	22,582.08	21,812.70
Equipment Hire - Cabin	1,150.00	-
Farm Stores	90.39	184.10
Fertiliser	163,483.37	115,569.08
Freight & Cartage	2,215.92	1,361.79
Hay & Silage	38,533.25	28,627.01
Herd Testing & Breeding	20,322.35	22,570.19
Health & Safety	379.66	775.00
Protective Clothing	1,693.54	2,330.92
Seed	8,378.66	24,369.00
Staff Expenses	224.79	462.85
Stock Food	51,565.90	43,909.96
Wages - Non-taxable Allowance	8,709.75	5,965.00
Wages	204,558.30	197,111.69
Kiwisaver Employer Contributions	5,300.81	5,341.80
Weed & Pest Control	13,590.40	15,893.07
Waste Disposal	3,727.48	3,594.82
	608,524.42	566,333.62
<b>Total Farm Operating Expenses</b>		
<b>Repairs and Maintenance</b>		
Farm Buildings	1,485.58	-
Fencing	-	9,943.17

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## TUTUKAU EAST Z TRUST

### STATEMENT OF DAIRY UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

	2022	2021
	\$	\$
Employee Accommodation	36,899.20	14,431.29
Plant & Equipment	5,512.86	16,807.67
Tracks, Yards & Races	13,067.82	4,985.00
Water Supply	2,682.85	6,741.41
Total Repairs and Maintenance	59,648.31	52,908.54
<b>Vehicle Expenses</b>		
Fuel & Oil	8,632.81	6,297.41
Motorcycle Expenses	3,249.21	6,529.45
Tractor Expenses	383.80	5,422.99
Total Vehicle Expenses	12,265.82	18,249.85
<b>Administration Expenses</b>		
ACC Levies	3,759.77	4,273.14
Bio Security Costs	3,205.18	3,750.70
Farm Advisory	19,069.42	20,635.98
General Expenses	-	118.48
Postage & Stationery	124.77	36.17
Subscriptions & Licences	1,619.00	735.00
Telephone & Tolls	-	1,154.55
Valuations Fees	1,110.00	600.00
Total Administration Expenses	28,888.14	31,304.02
<b>Standing Charges</b>		
Development & Research	4,807.77	5,626.05
Insurance	15,298.48	9,341.30
Interest - Od & Trading	20.92	12,367.37
Interest - Loan 3019	96,145.19	86,894.08
Interest - Loan 3021	1,895.15	22,897.37
Interest - Loan 3022	10,712.42	-
Rates	25,966.65	22,513.22
Total Standing Charges	154,846.58	159,639.39
Total Expenses	864,173.27	828,435.42
<b><u>Net Cash Operating Profit/(Loss) for the Year</u></b>	<b>483,401.83</b>	<b>415,732.31</b>
<b>Non-Cash Adjustments for the Year:</b>		
Increase (Decrease) in Livestock Values:		
Dairy Cattle	57,300.00	115,225.00
Total Non-Cash Adjustments for the Year	57,300.00	115,225.00

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*

# TUTUKAU EAST Z TRUST

## STATEMENT OF DAIRY UNIT PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

	2022	2021
	\$	\$
<u>Net Farming Profit/(Loss) for the Year</u>	<u>540,701.83</u>	<u>530,957.31</u>

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*

# TUTUKAU EAST Z TRUST

## STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022

	Notes	2022 \$	2021 \$
<b>Trading Activities Surplus (Deficit)</b>			
Dry Stock Unit		(12,414.92)	173,243.65
Dairy Unit		540,701.83	530,957.31
<b>Total Trading Activities Profit/(Loss)</b>		528,286.91	704,200.96
<b>Other Income</b>			
Rent - Orakei Korako		9,000.00	9,000.00
Timber/Tree Sales		-	695,571.30
Interest Received		86.55	-
Rebate - Ballance Agri-Nutrients Ltd		22,786.59	15,039.22
Dividends Received (Net)		3,151.48	2,475.40
<b>Total Other Income</b>		35,024.62	722,085.92
<b>Total Profit/(Loss) before Expenses</b>		563,311.53	1,426,286.88
<b>Less Expenses:</b>			
<b>Administrative and Overhead Expenses</b>			
Accountancy & Secretarial		57,569.11	45,728.11
Audit Fee		5,164.00	5,164.00
Bank Fees & Charges		1,442.00	149.50
Postage & Stationery		677.02	297.25
Share Register Maintenance		111.57	490.96
Trustees Fees		6,865.50	1,194.00
Trustees & Meeting Expenses		1,780.72	1,632.93
Valuations Fees		-	1,583.60
<b>Total Administrative and Overhead Expenses</b>		73,609.92	56,240.35

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## TUTUKAU EAST Z TRUST

### STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

	Notes	2022 \$	2021 \$
<b>Forestry Expenses</b>			
Fencing		-	-
Forestry Expenses		101,544.57	46,856.10
Insurance		95.70	-
Total Forestry Expenses		101,640.27	46,856.10
<b>Fixed and Financial Expenses</b>			
Interest - Loan 3020		6,414.80	8,708.37
Depreciation Recovered		-	(171.73)
Loss on Sale of Fixed Assets		64.00	2,522.34
Depreciation		93,448.00	94,946.00
Total Fixed and Financial Expenses		99,926.80	106,004.98
<b>Total Expenses</b>		275,176.99	209,101.43
<b><u>Operating Profit/(Loss)</u></b>		<b>288,134.54</b>	<b>1,217,185.45</b>
<b>Non Deductible Expenses</b>			
Tangi Grants		300.00	-
Total Non Deductible Expenses		300.00	-
<b>Net Profit/(Loss) for the Year</b>		<b>287,834.54</b>	<b>1,217,185.45</b>

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*



# TUTUKAU EAST Z TRUST

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE, 2022

	2022	2021
	\$	\$
<b>EQUITY AT BEGINNING OF THE YEAR</b>	<u>22,166,945.57</u>	<u>21,159,199.73</u>
<b>SURPLUS/DEFICIT AND REVALUATIONS</b>		
Surplus/(Deficit) for the period	287,834.54	1,217,185.45
Increase/(Decrease) in Capital Gain on Tilt Share Sales	14,526.13	-
Increase/(Decrease) in Revaluation - Shares	(147,946.12)	12,660.39
Revaluation - Forestry	36,900.00	(222,100.00)
<b>Total recognised revenues and expenses for the period</b>	<u>191,314.55</u>	<u>1,007,745.84</u>
<b>EQUITY AT END OF THE YEAR</b>	<u><u>22,358,260.12</u></u>	<u><u>22,166,945.57</u></u>

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report.*

# TUTUKAU EAST Z TRUST

## **BALANCE SHEET**

AS AT 30 JUNE 2022

	Note	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
<b>Cash</b>			
Bank of New Zealand		30,528.55	171,628.35
Bank of New Zealand - Autocall Account		16,305.78	-
		46,834.33	171,628.35
<b>Receivables</b>			
Accounts Receivable		269,446.68	327,210.48
Tax Refund Due	6	802.06	598.99
Cabin BOP Bond & Rent in Advance		1,060.00	-
		271,308.74	327,809.47
<b>Prepayments</b>			
Prepayments		21,586.92	19,928.48
<b>Livestock</b>			
Sheep on Hand		649,415.00	742,400.00
Dairy Cattle on Hand		1,100,600.00	1,043,300.00
Beef Cattle on Hand		1,132,600.00	977,250.00
		2,882,615.00	2,762,950.00
		<b>3,222,344.99</b>	<b>3,282,316.30</b>
<b>NON-CURRENT ASSETS</b>			
<b>Property, Plant &amp; Equipment</b>			
	2		
Land		20,215,181.00	20,215,181.00
Property Improvements		464,535.74	424,624.24
Buildings		535,683.77	563,829.77
Plant & Equipment		132,190.43	145,706.13
Motor Vehicles		68,334.03	84,676.03
Furniture & Fittings		4,564.24	4,902.24
Office Equipment		1,806.16	494.65
Forestry		309,611.00	274,743.00
		21,731,906.37	21,714,157.06
<b>Receivables</b>			
Advances to Orakei Korako Lands Ltd		266,969.80	266,969.80

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report which form part of these financial statements.*

# TUTUKAU EAST Z TRUST

## **BALANCE SHEET**

AS AT 30 JUNE 2022 (continued)

	Note	2022	2021
		\$	\$
<b>Investments</b>			
Ballance Agri-Nutrients - 10500 Shares @ \$8.10		85,050.00	85,050.00
Farmlands Trading Society - 12,343 Shares		12,343.00	12,343.00
Manawa Energy Ltd - 2064 Ordinary Shares @ \$5.97		12,322.08	16,697.76
Tilt Renewables Ltd		-	13,265.79
Taupo Saleyards Ltd - 100 Shares		75.00	75.00
Wool Equities Ltd - 16458 Shares @ \$0.02		362.08	362.08
LIC Coop - 539 Shares @ \$1.45		781.55	430.36
Fonterra Co-Op Group - 150265 Shares @ \$2.90		435,768.50	564,996.40
		546,702.21	693,220.39
<b><u>Total Non-Current Assets</u></b>		<b>22,545,578.38</b>	<b>22,674,347.25</b>
<b><u>Total Assets</u></b>		<b>25,767,923.37</b>	<b>25,956,663.55</b>
<b>CURRENT LIABILITIES</b>			
<b>Creditors and Borrowings</b>			
Accrued Employee Benefits		34,516.37	29,323.47
Spark - Loan		-	562.22
Accounts Payable		116,810.40	81,924.29
Current Portion of Term Liabilities	5	119,970.40	913,263.66
Goods & Services Tax		1,686.32	46,066.26
		272,983.49	1,071,139.90
<b><u>Total Current Liabilities</u></b>		<b>272,983.49</b>	<b>1,071,139.90</b>

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report which form part of these financial statements.*

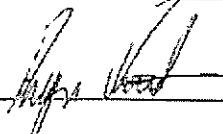
# TUTUKAU EAST Z TRUST

## BALANCE SHEET

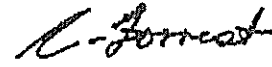
AS AT 30 JUNE 2022 (continued)

	Note	2022 \$	2021 \$
<b>NON-CURRENT LIABILITIES</b>			
<b>Term Liabilities</b>			
BNZ - Loan 3017		-	464,128.08
BNZ - Loan 3019	2,494,289.16		2,553,634.12
BNZ - Loan 3020		-	249,707.04
BNZ - Loan 3021		-	364,372.50
BNZ - Loan 3022		312,697.00	-
BNZ - Loan 3023		449,664.00	-
Less Transferred to Current Liabilities		<u>(119,970.40)</u>	<u>(913,263.66)</u>
	5	<u>3,136,679.76</u>	<u>2,718,578.08</u>
<b><u>Total Non-Current Liabilities</u></b>		<u>3,136,679.76</u>	<u>2,718,578.08</u>
<b><u>Total Liabilities</u></b>		<u>3,409,663.25</u>	<u>3,789,717.98</u>
<b><u>Net Assets</u></b>		<u>22,358,260.12</u>	<u>22,166,945.57</u>
<b>TRUST FUNDS</b>			
Beneficiaries Equity	7	<u>22,358,260.12</u>	<u>22,166,945.57</u>
<b><u>Trust Equity</u></b>		<u>22,358,260.12</u>	<u>22,166,945.57</u>

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

\_\_\_\_\_  
  
 \_\_\_\_\_  
 Trustee

Date

\_\_\_\_\_  
  
 \_\_\_\_\_  
 Trustee

*This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report which form part of these financial statements.*

# **TUTUKAU EAST Z TRUST**

## **NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS** *FOR THE YEAR ENDED 30 JUNE, 2022*

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

These are the special purpose financial statements for TUTUKAU EAST Z TRUST.

#### **Entity Reporting**

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

The principal activity of the Trust is Dry Stock and Dairy Farming.

#### **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) Revenue**

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the entity and revenue can be reliably measured.

Sale of goods and livestock are recognised when the Trust has transferred the significant risk and rewards associated with ownership of the goods and livestock to the customer.

Lease income is recognised on a straight line basis over the life of the lease.

Interest income is recognised using the effective interest method.

Dividend income is recognised using the Shareholders right to receive the payment established.

##### **(b) 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.

# TUTUKAU EAST Z TRUST

## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

### (c) Livestock

Livestock has been recorded for accounting purposes at estimated market values. The increase or decrease in value during the current year of livestock on hand at the close of the financial year has been credited as an adjustment to Statement of Profit or Loss.

A contingent taxation liability exists as at balance date to the extent that the recorded total market value exceeds the value determined in accordance with the provisions of the Income Tax Act and which has been used for the purpose of filing the current year's taxation return.

### (d) 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.

### (e) Investments

Investments are stated at market value determined as at balance date by reference to prevailing market rates.

### (f) 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 July, 2019.

#### Forestry

Forestry is recorded at the latest valuation, after deduction of point of sale costs, as assessed by an independent professional forestry services valuer recognising the particular requirements of NZIAS41. (Refer Note 9).

### (g) 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:

Property Improvements	0 - 45% DV
Buildings	0 - 4% DV 0 - 9.6% P
Plant & Equipment	8 - 67% DV
Motor Vehicles	12 - 31.2% DV
Furniture & Fittings	0 - 48% DV
Office Equipment	26.4-48% DV
Forestry	0 - 2% DV

### (h) 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 Statement of Financial Position inclusive of GST.

### (i) Forestry Carbon Credits (NZU's)

NZU's are accounted for at cost price. i.e. Nil (Refer Note 10 & 11).

## TUTUKAU EAST Z TRUST

### NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

#### 2. Property, Plant & Equipment

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2022
Land	20,215,181	-	-	20,215,181
Property Improvements	998,921	25,022	534,385	464,536
Buildings	1,123,533	28,146	587,849	535,684
Plant & Equipment	598,934	21,127	466,744	132,190
Motor Vehicles	225,085	16,342	156,751	68,334
Furniture & Fittings	28,262	338	23,698	4,564
Office Equipment	5,772	441	3,966	1,806
Forestry	324,100	2,032	14,489	309,611
	<u>23,519,788</u>	<u>93,448</u>	<u>1,787,882</u>	<u>21,731,906</u>

	Cost/ Valn	Current Year Depn	Accum Depn	Net Book Val 2021
Land	20,215,181	-	-	20,215,181
Property Improvements	933,987	25,898	509,363	424,624
Buildings	1,123,533	28,293	559,703	563,830
Plant & Equipment	591,323	23,194	445,617	145,706
Motor Vehicles	225,085	14,138	140,409	84,676
Furniture & Fittings	28,262	371	23,360	4,902
Office Equipment	8,815	929	8,320	495
Forestry	287,200	2,123	12,457	274,743
	<u>23,413,386</u>	<u>94,946</u>	<u>1,699,229</u>	<u>21,714,157</u>

#### Maori Freehold Status

The Trust's land is classified as Maori Freehold land as per Te Ture Whenua Act 1993 on the sale or disposal of Corpus land.

#### 3. Bank Overdraft

The Trust has an overdraft facility of \$100,000, not used at balance date. The overdraft facility is secured by registered 1st mortgage over 305 Orakei Korako Road C/T SA52A/751, stock security over stock and all obligations, unlimited guarantee from Orakei Korako Lands Ltd and all securities in Fonterra Co-op Group Ltd.

#### 4. Security

Security for BNZ Loans is by way of: Perfected security interest in all present and after acquired investment securities issued by Fonterra Co-op Group. Registered 1st mortgage over property situated at 305 Orakei Korako Road, Taupo SA52A/751. All obligations, unlimited guarantee from Orakei Korako Lands Ltd, registered stock security over stock pastured/kept on property situated at Orakei Korako Road, Reporoa.

## TUTUKAU EAST Z TRUST

### NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

#### 5. Non-Current Liabilities

<b>BNZ - Loan 3017</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	-	464,128.08
Less Current Portion of Term Liabilities		-	464,128.08
Non Current Liability	30 Jun 2023	-	-
<b>BNZ - Loan 3019</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	2,494,289.16	2,553,634.12
Less Current Portion of Term Liabilities		59,344.96	66,763.08
Non Current Liability	30 Jun 2023	2,434,944.20	2,486,871.04
<b>BNZ - Loan 3020</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	-	249,707.04
Less Current Portion of Term Liabilities		-	18,000.00
Non Current Liability	30 Jun 2023	-	231,707.04
<b>BNZ - Loan 3021</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	-	364,372.50
Less Current Portion of Term Liabilities		-	364,372.50
Non Current Liability	30 Jun 2023	-	-
<b>BNZ - Loan 3022</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	312,697.00	-
Less Current Portion of Term Liabilities		41,340.00	-
Non Current Liability	30 Jun 2023	271,357.00	-
<b>BNZ - Loan 3023</b>		<b>2022</b>	<b>2021</b>
Non Current Liability	30 Jun 2022	449,664.00	-
Less Current Portion of Term Liabilities		19,285.44	-
Non Current Liability	30 Jun 2023	430,378.56	-

Loan 3019 is at @ 5.28% maturing on 20/06/2028, irregular principal payments of \$7,418.12.

Loan 3022 is at @ 5.18% maturing on 30/08/2024, irregular principal payments of \$5,167.50.

Loan 3023 is at @ 5.18% maturing on 01/04/2025, irregular principal payments of \$1,607.12.



## TUTUKAU EAST Z TRUST

### NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

6. Taxation	2022	2021
Surplus (Deficit) for the year	288,134.54	1,217,185.45
Less Livestock Adjustments	(192,335.33)	(222,922.30)
Plus Imputation Credit	377.70	325.21
Plus/(Less) Timing Differences	3,654.44	(9,100.00)
Less Fencing 100% Deductible	(31,430.00)	-
	<u>68,401.35</u>	<u>985,488.36</u>
Less Tax Losses Brought Forward	(1,094,697.40)	(2,078,327.42)
Tax Loss	(1,026,296.05)	(1,092,839.06)
Taxation charge @ 17.5%	Nil	Nil
Imputation Tax Credits Converted to a Loss	(2,158.29)	(1,858.34)
	<u>(1,028,454.34)</u>	<u>(1,094,697.40)</u>
Tax Losses available to be Carried Forward	<u>(1,028,454.34)</u>	<u>(1,094,697.40)</u>
Tax Paid/(Tax Refund Due)	<u>(802.06)</u>	<u>(598.99)</u>

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

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

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

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

Maori Authority Credit Account (MACA)	2022	2021
	\$	\$
Opening Balance @ 01/07/2021	12,694.72	12,157.06
RWT Paid on Interest	529.34	412.11
Imputation Tax Credits attached to Dividends	249.27	176.72
Tax Refunds	(568.99)	(386.54)
Closing Balance @ 31/03/2022	<u>12,904.34</u>	<u>12,359.35</u>
RWT Paid on Interest	272.72	186.88
Imputation Tax Credits attached to Dividends	128.43	148.49
Closing Balance @ 30/06/2022	<u>13,305.49</u>	<u>12,694.72</u>

## TUTUKAU EAST Z TRUST

### NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

#### 7. Beneficiaries Equity

	2022	2021
Original Capital	442,487.00	442,487.00
<i>Retained Earnings (Pre 2004) (1)</i>	1,950,695.00	1,950,695.00
<i>Retained Earnings (Post 2004) (2)</i>	850,901.44	563,066.90
<i>Unrealised Reserves (3)</i>		
BOP Co-op Fertiliser Share - Revaluation	4,647.80	4,647.80
Manawa Energy Ltd Share - Revaluation	11,806.08	16,181.76
Land & Building Revaluation	19,000,134.00	19,000,134.00
Forestry Revaluation	212,496.00	175,596.00
Tilt Renewable Share - Revaluation	-	14,526.13
Fonterra Share Revaluation	(226,863.50)	(97,635.60)
Ballance Agri Ltd Share - Revaluation	19,545.20	19,545.20
NZ Wool Services International Ltd	702.00	702.00
Wool Equities Share - Revaluation	(5,620.82)	(5,620.82)
LIC Share - Revaluation	183.59	-
	19,017,030.35	19,128,076.47
<i>Realised Capital Reserves (4)</i>		
Affco	(37.50)	(37.50)
Department of Maori Affairs	10,000.49	10,000.49
50% Non Taxable Proceeds Trees 1993	26,483.75	26,483.75
50% Non Taxable Proceeds Trees 1994	8,835.83	8,835.83
Shares Rotorua Electricity	1,200.00	1,200.00
Capital Gain on Conversion of RAEA Shares	206.28	206.28
Capital Gain on Conversion of RAEA Shares	3,923.50	3,923.50
Capital Gain on Disposal of Fixed Assets	4,641.39	4,641.39
Capital Gain on Sale of Silver Fern Shares	585.30	585.30
50% Non Taxable Proceeds Trees 1998	7,146.77	7,146.77
50% Non Taxable Proceeds Trees 2000	600.00	600.00
Capital Gain on Shares	15,011.17	485.04
Capital Gain on Sale - House 2054 Tutukau Rd	18,549.35	18,549.35
	97,146.33	82,620.20
	22,358,260.12	22,166,945.57

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

The Trust 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.

Opening Balance	1,950,695.00	1,950,695.00
Closing Balance	1,950,695.00	1,950,695.00

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

Opening Balance	563,066.90	(654,118.55)
Net Surplus/(Deficit) for Year	287,834.54	1,217,185.45
Closing Balance	850,901.44	563,066.90

## TUTUKAU EAST Z TRUST

### NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

#### (3) Unrealised Reserves

Opening Balance	19,128,076.47	19,337,516.08
Manawa Energy Ltd Share - Revaluation	(4,375.68)	2,352.96
Forestry Revaluation	36,900.00	(222,100.00)
LIC Share - Revaluation	183.59	-
Tilt Renewable Share - Revaluation	(14,526.13)	7,302.13
Fonterra Share Revaluation	(129,227.90)	3,005.30
Closing Balance	<u>19,017,030.35</u>	<u>19,128,076.47</u>

#### (4) Realised Capital Reserves

Opening Balance	82,620.20	82,620.20
Capital Gain on Shares	14,526.13	-
Closing Balance	<u>97,146.33</u>	<u>82,620.20</u>

### 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 July,2019, as valued by Opteon.

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

	2019	Net Book Val
Land		17,672
Land Improvements		422,878
Buildings	1,110,532	
Less Depreciation	<u>(501,471)</u>	609,061
Land - Orakei Korako		774,497
Property Improvements	921,592	
Less Depreciation	<u>(455,834)</u>	465,758
Asset Revaluation Reserve		<u>19,000,134</u>
		<u>21,290,000</u>

This is Represented By:

Ratings Valuation at 1 July, 2019

Land - Main Block 1798.9ha	14,000,000
Improvements	1,520,000
Land - Orakei Korako 151.9ha	2,940,000
Improvements	920,000
Land - Orakei Korako 2.6ha	680,000
Improvements	<u>1,230,000</u>
	<u>21,290,000</u>

# TUTUKAU EAST Z TRUST

## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE, 2022 (Continued)

### 9. Forestry Revaluation

The Net Book Value of Forestry has been valued by PF Olsen Ltd, dated 30 June, 2022, to \$228,000. (Last Year \$191,100).

### 10. Pre 1990 Forests

There is pre-1990 forest land on the property and a liability will arise under the Climate Change Response Act 2002 if the pre-1990 forest area or part of it is cleared and not replanted or has not regenerated with at least 500 stems per hectare within 4 years of clearing. The area must also have 30% minimum crown cover 10 or 20 years after planting or regeneration depending on whether the forest is exotic or native respectively. This potential liability is not recognised in the financial statements. The trust holds 2880 NZU's at balance date with a value of \$75.90/NZU. Total \$218,592. (Last Year \$43.60/NZU, total \$125,568). There is an intention to replant.

### 11. Post 1989 Forest Land Registered in ETS

There is post 1989 forest land on the property. No application for post 1989 carbon credits has been made. The Trust has not registered under the climate change regime.

### 12. Related Party Transactions

The Trust is the beneficial owner of Orakei Korako Lands Ltd. The Trust has made advances to the company, which are unsecured and interest free. The Trust receives rent from Orakei Korako Lands Ltd of \$9,000.pa. (Last Year \$9,000.pa).

No other related party loans have been written off or forgiven during the year.

### 13. Contingent Liabilities & Guarantees

The Trust has entered into an unlimited guarantee in favour of Orakei Korako Lands Ltd, in respect of monies advanced to it by the Bank of New Zealand.

Other than the above there are no known material contingent liabilities as at balance date.

2021  
(Nil)

### 14. Capital & Lease Expenditure Commitments

The Trust holds 273 LIC Nil paid ordinary shares.

These shares are issued with a \$1 share liability outstanding any Future dividends on these shares will not be paid out but used to convert the shares to fully-paid shares. Once converted shares can be traded on the NZAX.

There were no other commitments for expenditure at year end.

2021  
(Nil)

### 15. 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.

2021  
(Nil)