

Financial Statements

Rotoiti 9 Trust

For the year ended 31 March 2023

Prepared by Kusabs Lasike Limited

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Compilation Report

Rotoiti 9 Trust

For the year ended 31 March 2023

Compilation Report to the Trustees of Rotoiti 9 Trust.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Rotoiti 9 Trust for the year ended 31 March 2023.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Trustees are solely responsible for the information contained in the financial statements and have determined that the Special Purpose Reporting Framework used is appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other 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 you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on these financial statements.

Kusabs Lasike Limited

Rotorua

Dated: 19 July 2023

Directory

Rotoiti 9 Trust

For the year ended 31 March 2023

Nature of Business

Maori Lands Trust - Forest, Rental

IRD Number

088-246-233

Trustees

Ngatahi Anderson

Anoushka Berkley

Pauline Klaus

Ngaire Takuira Mita

Huia Te Hau

Shane Tipiwai

Chartered Accountant

Kusabs Lasike Limited

PO Box 441

Rotorua 3040

Bankers

ANZ Bank

Solicitors

Tu Pono Legal

PO Box 1693

Rotorua 3040

Approval of Financial Report

Rotoiti 9 Trust For the year ended 31 March 2023

The Trustees are pleased to present the approved financial report including the historical financial statements of Rotoiti 9 Trust for year ended 31 March 2023.

APPROVED

For and on behalf of the Trustees.

Trustee

Date

Trustee

Date

Statement of Profit or Loss

Rotoiti 9 Trust

For the year ended 31 March 2023

	NOTES	2023	2022
Trading Income			
Rent Received		16,986	20,826
Total Trading Income		16,986	20,826
Gross Profit			
		16,986	20,826
Other Income			
Depreciation Recovered		1,422	-
Interest Income		-	41
Other Revenue		626	-
Total Other Income		2,048	41
Total Income			
		19,034	20,867
Expenses			
Accounting		4,000	4,000
AGM Expenses		1,523	-
Bank Fees		224	182
Cleaning		-	380
Depreciation		2,236	2,453
Forest Management		-	750
Insurance		5,495	4,597
Light, Power, Heating & Water		962	2,063
Management Fee		493	3,237
Printing & Stationery		1,256	45
Rates		4,079	3,446
Repairs and Maintenance		4,762	1,343
Subscriptions		132	132
Trustee Fees		-	3
Total Expenses		25,162	22,631
Net Profit/(Loss)			
		(6,128)	(1,764)

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Changes in Equity

Rotoiti 9 Trust

For the year ended 31 March 2023

	2023	2022
Trust Capital		
Opening Balance	1,196,271	1,083,160
Increases		
Asset Revaluation Reserve	-	120,763
Total Increases	-	120,763
Decreases		
Trustees Loss for the Period	6,128	1,764
Other Decreases		
Prior Year Adjustments	-	5,888
Total Other Decreases	-	5,888
Total Decreases	6,128	7,652
Total Trust Capital	1,190,143	1,196,271

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Balance Sheet

Rotoiti 9 Trust As at 31 March 2023

	NOTES	31 MAR 2023	31 MAR 2022
Assets			
Current Assets			
Cash and Bank			
ANZ Cheque Account		26,481	18,348
ANZ Call Account		-	19,786
Total Cash and Bank		26,481	38,134
Accounts Receivable		350	-
GST Receivable		1,144	360
Income Tax Receivable		-	9
Total Current Assets		27,975	38,504
Non-Current Assets			
Property, Plant and Equipment		893,381	887,802
Forestry	5	275,632	275,632
Total Non-Current Assets		1,169,013	1,163,434
Total Assets		1,196,988	1,201,937
Liabilities			
Current Liabilities			
Accounts Payable		6,845	5,666
Total Current Liabilities		6,845	5,666
Total Liabilities		6,845	5,666
Net Assets		1,190,143	1,196,271
Equity			
Trust Capital	4	1,190,143	1,196,271
Total Equity		1,190,143	1,196,271

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Depreciation Schedule

Rotoiti 9 Trust

For the year ended 31 March 2023

NAME	RATE	COST	OPENING VALUE	PURCHASES	SALE PRICE	DEP RECOVERED	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Buildings & Fit-Out									
Buildings Improvements	0.00%	24,256	24,256	-	-	-	-	-	24,256
Insulation	0.00%	5,191	-	5,191	-	-	-	-	5,191
Total Buildings & Fit-Out		29,447	24,256	5,191	-	-	-	-	29,447
Fittings									
Blinds & Cushions	25.00%	662	310	-	-	-	78	429	233
Elba - New Stove	25.00%	1,274	448	-	-	-	112	938	336
Heat Pump	20.00%	3,551	-	3,551	-	-	473	473	3,077
Light Fittings	20.00%	2,422	1,369	-	-	-	274	1,326	1,095
Samsung Fridge for Batch	16.00%	950	280	-	-	-	45	715	235
Vinyl	20.00%	4,562	2,628	-	-	-	526	2,460	2,102
Total Fittings		13,420	5,035	3,551	-	-	1,507	6,341	7,079
Furniture									
Captain Bunk (White)	20.00%	601	126	-	-	-	25	501	101
Masport Maestro Kool Blue BBQ	25.00%	609	241	-	-	-	60	428	181
Purchase of furniture to replace stolen items - (Goldburn 3+2 Seater Leather Paramount Wild Kiwi)	20.00%	2,711	925	-	2,348	1,422	-	-	-
Total Furniture		3,921	1,292	-	2,348	1,422	85	929	281
Land									
Land - 4.2 ha		60,000	60,000	-	-	-	-	-	60,000
Pongakawa Land		469,000	469,000	-	-	-	-	-	469,000
Revaluation as at 01/09/2020		325,000	325,000	-	-	-	-	-	325,000
Total Land		854,000	854,000	-	-	-	-	-	854,000

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Depreciation Schedule

NAME	RATE	COST	OPENING VALUE	PURCHASES	SALE PRICE	DEP RECOVERED	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Plant and Equipment									
New Bore for Water	20.00%	6,393	3,218	-	-	-	644	3,818	2,575
Total Plant and Equipment		6,393	3,218	-	-	-	644	3,818	2,575
Total		907,180	887,802	8,741	2,348	1,422	2,236	11,088	893,381

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Notes to the Financial Statements

Rotoiti 9 Trust

For the year ended 31 March 2023

1. Reporting Entity

Rotoiti 9 Trust is a trust originally vested under s438 of the Maori Affairs Act 1953, and continues under Section 215 of Te Ture Whenua Maori Act 1993 as an Ahu Whenua Trust.

2. Statement of Accounting Policies

Basis of Preparation

These 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 financial statements have been prepared for taxation purposes and the entities owners.

Historical Cost

These financial statements have been prepared on a historical cost basis, with the exception of certain items for which specific accounting policies have been identified. Accrual accounting is used to recognise expenses and revenues when they occur. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Maori Land Freehold Status

The Trust's land is classified as Maori Freehold land as per Te Ture Whenua Maori Act 1993 and as such there is a restriction on the sale or disposal of this corpus land.

Revenue Recognition

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

Sales of services are recognised in the period by reference to the stage of completion of the transaction at the end of the reporting period.

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

Interest received is recognised as interest accrues, gross of refundable tax credits received.

Property, Plant and Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

Vested land and buildings are revalued on a cyclical basis every three years to current ratings valuation, as determined by Opteon Technologies Ltd. Revaluation gains are transferred to the asset revaluation reserve for that class of assets. If any revaluation reserve has a deficit, that deficit is recognised in profit or loss in the period it arises. Any revaluation surplus that

reverses previous revaluation deficits in subsequent periods is recognised as revenue in profit or loss. Land has been valued at the most recently available rating valuation dated 1 September 2020 and the next valuation is due on 1 September 2023. Other land purchased by the Trust is recorded at purchase price.

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Upon derecognition, the asset revaluation reserve relating to the asset disposed shall be transferred to retained earnings.

Depreciation

Depreciation is calculated on a straight line/diminishing value basis over the estimated useful life of the asset either using depreciation rates published by Inland Revenue or based on estimates by management. Assets estimated useful life is reassessed annually. The following estimated depreciation rates/useful lives have been used:

- Buildings & Improvements - 0% Diminishing Value
- Furniture - 20%-25% Diminishing Value
- Fittings - 16-25% Diminishing Value
- Land - No Depreciation

Goods and Services Tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue in respect of each reporting period after adjusting for any variances between estimated and actual income tax payable in the prior reporting period.

	2023	2022
3. Income Tax Expense		
Net Profit (Loss) Before Tax	(6,128)	(1,764)
Deductions from Taxable Profit		
Losses Brought Forward	76,307	74,543
Total Deductions from Taxable Profit	76,307	74,543
Taxable Profit (Loss)	(82,434)	(76,307)
Tax Payable at 17.5%	-	-
Deductions from Tax Payable		
Opening Balance	9	5,955
Prior period tax paid (refunded)	(9)	(5,953)
Resident withholding tax paid	-	7
Total Deductions from Tax Payable	-	9
Income Tax Payable (Refund Due)	-	(9)

The Trust has losses available to be carried forward to future years subject to confirmation by the Inland Revenue Department. The taxation benefits of losses will be available provided:

- The Trust complies with conditions for offset imposed by the Income Tax Act 2007, and the 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.

	2023	2022
4. Equity		
Equity		
Original Capital	469,000	469,000
Retained Earnings Taxable	146,731	152,859
Asset Revaluation Reserve	574,412	574,412
Total Equity	1,190,143	1,196,271
Trust Capital		
Opening Balance	469,000	469,000
Total Trust Capital	469,000	469,000
Retained Earnings		
Opening Balance	152,859	160,511
Current Year Earnings	(6,128)	(1,764)
Prior Year Adjustments	-	(5,888)
Total Retained Earnings	146,731	152,859
Asset Revaluation Reserve		
Opening Balance	574,412	453,649
Asset Revaluation Reserve	-	120,763
Total Asset Revaluation Reserve	574,412	574,412
	2023	2022
5. Forestry		
Forestry	275,632	275,632
Total Forestry	275,632	275,632

Forestry includes all costs incurred for re-planting after harvest and release spray for new plants to date. The Forest was revalued to the latest Forest valuation March 2022 by Waipa Forest Management Ltd.

6. Maori Authority Credit Account (MACA)

As at 31 March 2023 Maori Authority Credits available to shareholders were \$16,957.05 (2022: \$16,964.26).

7. Contingent Liabilities

There are no known material capital commitments to disclose at 31 March 2023 (2022: Nil).

8. Capital Commitments

There are no known material capital commitments to disclose at 31 March 2023 (2022: Nil).

9. Events Subsequent to Balance Date

Due to weather conditions/lake water levels at present, the house is unable to be rented out. Therefore the Trust has not been receiving income since May 2023 and it is not known when or if the house will be rented in the future.