

NGAI TE AHI
SETTLEMENT TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013



NGAI TE AHI SETTLEMENT TRUST

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NGAI TE AHI SETTLEMENT TRUST

Trust Directory

DATE OF FORMATION

21 June 2012

TRUSTEES

Matemoana McDonald (Chair)

Avy Gardiner

Aroha Luttenberger

Erle Reweti

Anthony Ririnui

SETTLOR

Nga Hapu o Ngati Ranginui Settlement Trust

BENEFICIARIES

Ngai Te Ahi Hapu people

BANKERS

ASB Bank

SOLICITORS

Holland Beckett

The Hub on Cameron

525 Cameron Road

Tauranga

NATURE OF BUSINESS

Investment

ACCOUNTANTS

BDO Auckland

29 Northcroft Street

Takapuna

Auckland

AUDITORS

RHB Chartered Accountants Limited

Level 1, The Hub on Cameron

525 Cameron Road

Tauranga

NGAI TE AHI SETTLEMENT TRUST

Annual Report For the Year Ended 30 June 2013

Nature of Business

The principal activity of the Trust consists of Investment. The nature of the business has remained unchanged during the year.

Annual Report

The Trustees of Ngai Te Ahi Settlement Trust present this Annual Report, being the financial statements of the Trust for the year ended 30 June 2013, and the auditor's report thereon.

Signed by:

	Matemoana McDonald (Chair)
	Avy Gardiner
	Aroha Luttenberger
	Erle Reweti
	Anthony Ririnui

Dated this 21 day of August 2013.



NGAI TE AHI SETTLEMENT TRUST

Statement of Financial Performance For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
REVENUE			
Grants Received		22,375	-
Interest Received		28,459	-
Sundry Income		1,525	-
Operating Revenue		<u>52,359</u>	-
LESS EXPENDITURE			
Accounting		3,585	-
Advertising		1,169	-
Audit Fees		3,000	-
Bank Fees		208	-
Consultancy		8,674	-
Contractors		18,213	-
Hui Costs		544	-
Interest		1	-
Office Expenses		127	-
Printing, Postage & Stationery		3,166	-
Rent		3,365	-
Subscriptions		318	-
Telephone		882	-
Trustee Expenses		262	-
Total Expenditure		<u>43,511</u>	-
SURPLUS BEFORE DEPRECIATION		8,848	-
Depreciation		3,188	-
OPERATING SURPLUS		<u>5,660</u>	-
Add Non-Assessable Items			
Settlement Income		1,010,171	-
Non-Assessable Income		15,868	-
Total Non-Assessable Items		<u>1,026,040</u>	-
OPERATING SURPLUS BEFORE TAXATION		1,031,699	-
Income Tax Expense	6	1,778	-
NET SURPLUS AFTER TAXATION		<u><u>\$1,029,922</u></u>	-

The accompanying notes form part of these financial statements
These Statements should be read in conjunction with the attached audit report



NGAI TE AHI SETTLEMENT TRUST

Statement of Movements in Equity For the Year Ended 30 June 2013

	2013 \$	2012 \$
Net Surplus for the Year	1,029,922	-
Total Recognised Revenue and Expenses for the Year	<u>1,029,922</u>	<u>-</u>
Contributions from Trustees during the Year	-	-
Distribution to Trustees during the Year	-	-
Movements in Equity for the Year	<u>1,029,922</u>	<u>-</u>
EQUITY AT THE BEGINNING OF THE YEAR	-	-
EQUITY AT THE END OF THE YEAR	<u><u>\$1,029,922</u></u>	<u><u>-</u></u>

The accompanying notes form part of these financial statements
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NGAI TE AHI SETTLEMENT TRUST

Statement of Financial Position As at 30 June 2013

	Note	2013 \$	2012 \$
CURRENT ASSETS			
ASB Bank - Cheque Account		1,894	-
ASB Bank - Savings Account		16,655	-
ASB Bank - 90 Day Term Deposit	7	1,000,000	-
Sundry Accounts Receivable		4,288	-
Accounts Receivable		6,400	-
Taxation	6	2,946	-
Total Current Assets		<u>1,021,682</u>	-
CURRENT LIABILITIES			
Accounts Payable		5,170	-
Accruals		4,500	-
GST Payable		832	-
Total Current Liabilities		<u>10,502</u>	-
WORKING CAPITAL		<u>1,021,682</u>	-
NON-CURRENT ASSETS			
Property, Plant & Equipment	4	8,239	-
NET ASSETS		<u>\$1,029,922</u>	-

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These Statements should be read in conjunction with the attached audit report

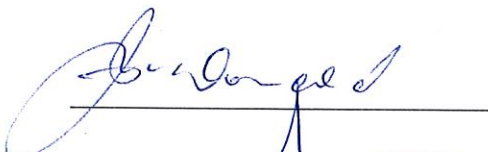


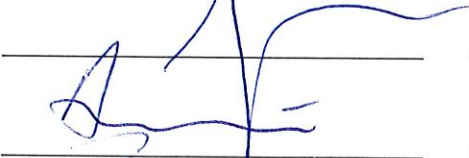
NGAI TE AHI SETTLEMENT TRUST

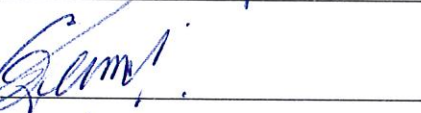
Statement of Financial Position As at 30 June 2013

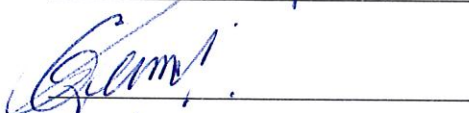
	Note	2013 \$	2012 \$
REPRESENTED BY:			
EQUITY			
Trust Capital		-	-
Trustees' surplus for the year		1,029,922	-
Total Equity		<u>\$1,029,922</u>	<u>-</u>


Signed by the Trustees:


 _____ Matemoana McDonald (Chair)


 _____ Avy Gardiner


 _____ Aroha Luttenberger


 _____ Erle Reweti


 _____ Anthony Ririnui

Date: 21-8-2013.

The accompanying notes form part of these financial statements
These Statements should be read in conjunction with the attached audit report



NGAI TE AHI SETTLEMENT TRUST

Notes to the Financial Statements For the Year Ended 30 June 2013

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

The financial statements presented here are for the entity Ngai Te Ahi Settlement Trust.

Differential Reporting

Ngai Te Ahi Settlement Trust is a qualifying entity within the New Zealand Institute of Chartered Accountants' Differential Reporting Framework. The Trust is not publically accountable and is not considered large under the framework. The Trust has taken advantage of all differential reporting concessions.

Measurement Base

The measurement base adopted is historical cost.

Accounts Receivable

Accounts receivable are stated at expected realisable value.

Fixed Assets and Depreciation

Fixed assets are included at cost less aggregate depreciation. Depreciation is provided at the maximum rates allowed by the Inland Revenue Department. The depreciation rates used are as follows:

Office Equipment	13.0% - 50.0% DV
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Taxation

The Trust is registered with the Inland Revenue Department as a Maori Authority for tax purposes. As a result, a provision is made for taxation using the Maori Authority tax rate after taking full advantage of all deductions and concessions permitted using the taxes payable method.

Goods and Services Tax

The financial statements have been prepared using GST exclusive figures except for accounts receivable and accounts payable which are shown GST inclusive.

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.

Comparative Figures

The comparative figures shown are for a one month period.

2. AUDIT

The financial statements have been subject to an audit, please refer to the attached Audit Report.

3. NATURE OF BUSINESS

The business of the Trust is Investment. The nature of the Trust's business has not changed during the year under review.

NGAI TE AHI SETTLEMENT TRUST

Notes to the Financial Statements For the Year Ended 30 June 2013

4. PROPERTY, PLANT & EQUIPMENT

	2013 \$	2012 \$
Office Equipment		
At cost	11,427	-
Less Accumulated Depreciation	<u>3,188</u>	<u>-</u>
	<u>8,239</u>	<u>-</u>
Total Property, Plant & Equipment	<u>\$8,239</u>	<u>-</u>
DEPRECIATION		
Office Equipment	3,188	-
Total Depreciation	<u>\$3,188</u>	<u>-</u>

5. MAORI AUTHORITY TAX CREDIT ACCOUNT

	2013 \$	2012 \$
Maori Authority Tax Credits - Opening Balance	-	-
RWT Credits Attached to Interest	4,724	-
Taxation Paid	-	-
Taxation Refund	-	-
Total Maori Authority Tax Credits Available	<u>\$4,724</u>	<u>-</u>



NGAI TE AHI SETTLEMENT TRUST

Notes to the Financial Statements For the Year Ended 30 June 2013

6. TAXATION

	2013 \$	2012 \$
Operating Surplus/(Deficit) for Taxation Purposes	1,031,699	-
Non-Assessable Settlement Income	(1,010,171)	-
Other Non-Assessable Income	(15,868)	-
Timing Differences - Accruals	4,500	-
Taxable Income	<u>10,160</u>	<u>-</u>
Prima facie income tax thereon @ 17.5%	1,778	-
Income Tax Expense on Taxable Income	<u>1,778</u>	<u>-</u>
Balance Brought Forward	-	-
RWT Credits Attached to Interest	(4,724)	-
Taxation Payable/(Refundable) as at 30 June	<u>(\$2,946)</u>	<u>-</u>

The following items have been included in the calculation of Operating Surplus before Taxation whereby the effect is included above.

Timing Differences

Accrual - Audit Fees	3,000	-
Accrual - Accounting Fees	1,500	-
	<u>\$4,500</u>	<u>-</u>

7. INVESTMENTS

	2013 \$	2012 \$
ASB Bank - 90 Day Term Deposit	1,000,000	-
Total Investments	<u>\$1,000,000</u>	<u>-</u>

The term deposit is held with ASB Bank - 90 Day Term Deposit. The interest rate as at 30 June 2013 is 4.23% p.a.

NGAI TE AHI SETTLEMENT TRUST

Notes to the Financial Statements For the Year Ended 30 June 2013

8. CAPITAL AND LEASE COMMITMENTS

There are no capital or lease commitments as at 30 June 2013 (2012: \$Nil).

9. CONTINGENT LIABILITIES

There are no contingent liabilities as at 30 June 2013 (2012: \$Nil).

10. POST BALANCE DATE EVENTS

No significant events have occurred subsequent to balance date (2012: \$Nil).



NGAI TE AHI SETTLEMENT TRUST

Schedule of Property, Plant & Equipment and Depreciation For the Year Ended 30 June 2013

Asset	Cost Price	Book Value 1 Jul 2012	Additions Disposals	Gain/Loss on Disposal	Capital Profit	--- Depreciation --- Mth Rate \$		Accum Deprec 30 Jun 2013	Book Value 30 Jun 2013
Office Equipment									
Toshiba E-Studio 2550c Photocopier			7,495			8	40.0% DV	1,999	5,496
Panasonic PT-LB2VEA Data Projector			1,125			8	40.0% DV	300	825
Projector Screen			217			11	13.0% DV	26	191
Asus Laptop			780			12	50.0% DV	390	390
Office Equipment			200			10	40.0% DV	67	133
Microsoft Office Pro 2010			825			8	50.0% DV	275	550
Binding Machine			390			8	25.0% DV	65	325
Shredder			395			8	25.0% DV	66	329
Total Office Equipment			11,427					3,188	8,239
TOTAL			11,427					3,188	8,239

The accompanying notes form part of these financial statements



AUDIT REPORT

To the Beneficiaries of Ngai Te Ahi Settlement Trust

Report on the Financial Statements

We have audited the Financial Statements of Ngai Te Ahi Settlement Trust on pages 4 to 12, which comprise the Statements of Financial Performance, Statement of Movements in Equity for the year then ended, Statement of Financial position as at 30 June 2013, Schedule of Property Plant and Equipment and Notes to the Financial Statements.

Trustees' Responsibility for the Financial Statements

The trustees are responsible for the preparation and fair presentation of these Financial Statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the officers determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than as compiler of the Financial Statements, we have no relationship with, or interests in, Ngai Te Ahi Settlement Trust.

Unqualified Opinion

We have obtained all the information and explanations that we have required.

Opinion

In our opinion, the financial statements on pages 4 to 12 give a true and fair view of the financial position of Ngai Te Ahi Settlement Trust as at 30 June 2013, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.


Kenneth Peter Brown
Auditor

21st August 2013
RHB Chartered Accountants Ltd
525 Cameron Road,
TAURANGA

21 August 2013

The Trustees
Ngai Te Ahi Settlement Trust
PO Box 1076
ROTORUA

Dear Trustees,

Re: Audit of Financial Statements

We have recently completed the audit of your financial statements for the year-ended 30 June 2013.

The primary aim of our audit is to form an opinion as to whether your financial statements fairly reflect the results of your organisation's activities for the reporting period and its financial position at balance date. The audit report expresses this opinion.

The Deed of Trust states:

"The Board of trustees shall ensure that the Trust has an external audit and that the internal controls of all transactions are of an acceptable standard to the Auditor".

The following matters arising from the audit are brought to the attention of your board:

Approval of Payments

Requirement

Policy 4.1 defines that total expenses less than \$1,000 per month must be approved by the Chairperson.

Finding

Chairperson authorisation was not recorded in the Trust's meeting minutes.

Recommendation

We recommend that the policy is followed, or if it is not practical then the policy needs to be changed as appropriate.

Approval of Payments

Requirement

Policy 4.1 requires Trustee approval of all operational payments in excess of \$1,000.

Finding

A number of payments were noted in excess of the \$1,000 limit, and no approval for these payments were noted in the Trust's meeting minutes.

RHB Chartered Accountants Limited

Tauranga
Level 1 The Hub
525 Cameron Road
Tauranga

Te Puke
Cnr Jocelyn & Queen Streets
Te Puke

Auckland
Level 3, DLA Phillips Fox Tower
209 Queen St
Auckland

Phone number for all offices: (07) 5716280
Postal address for all offices: PO Box 15440, Tauranga, 3144

Recommendation

We recommend Policy 4.1 is followed for approval of payments.

Bank Reconciliation

Requirement

Policy 4.12 requires the Trust to carry out bank reconciliations on a regular basis.

Finding

There was no evidence of bank reconciliations being done during the year.

Recommendation

We recommend that Policy 4.12 is followed and the Trust reconciles their bank statements on at least a monthly basis.

In all other respects the record keeping was of a high standard.

This report has been prepared solely for the use of the trustees and senior management of the Trust. It may not be provided to third parties without our prior written consent.

May we take this opportunity to express our thanks to you and your staff for the assistance which we received during this year's audit.

Yours faithfully
RHB Chartered Accountants Ltd



Kenneth Brown
Director