



NGĀTI TAMA
KI TE WAIPOUNAMU
TRUST

Ngāti Tama ki Te Waipounamu Trust

Consolidated financial statements for the year ended
30 September 2016

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

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Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Directory

For the year ended 30 September 2016

Business Description	Receive, hold, manage and administer the Trust fund on behalf of and for the benefit of present and future members of Ngāti Tama ki Te Tau Ihu	
Accountants	Crowe Horwath Nelson PO Box 10 72 Trafalgar Street Nelson 7040	
Auditor	BDO Wellington Level 1, Chartered Accountants House 50 Customhouse Quay PO Box 10-340 Wellington 6143	
Bankers	ASB Nelson Westpac Nelson	
Solicitors	Hamish Fletcher Lawyers Level 2 Montgomery House 190 Trafalgar Street PO Box 1673 Nelson 7040	Kahui Legal PO Box 1654 Level 3 Dunbar Sloane Building 32 Waring Taylor Street Wellington 6140
	Andrew Beck Barrister PO Box 98 Greytown	Atkins Holm Majurey PO Box 1686 Shortland Street Auckland 1140
<u>Trustees</u>		
Ngāti Tama ki Te Waipounamu Trust	L Manson (Chair) D Strong (Deputy Chair) A Little N Jones F Te Miha M Little A Stephens	
Ngāti Tama ki Te Tau Ihu Cultural Trust	M Little (Chair) K Stafford B Purdie	
<u>Directors</u>		
Tama Asset Holding Company Limited	D Strong (Chair) A Sewell - Appointed 12 December 2015 A Grant - Appointed 24 June 2016 D Rollston - Resigned 4 November 2015	
Tama Te Tau Ihu Limited	N Jones (Chair) A Little D Brown	

Ngāti Tama ki Te Waipounamu Trust

Statement of Service Performance

For the year ended 30 September 2016

	Group 2016	Group 2015	Parent 2016	Parent 2015
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Description of the Entity's Outcome:

The vision of Ngāti Tama is "*Ka tū te Tāngata o Ngāti Tama ki Te Tau Ihu*", to uphold the wairua, tikanga and mana of the Iwi for the future generations. While the mission for Ngāti Tama is "*Ko te kaupapa ki te tiaki, ki te whakatupu, ki te hiki, ki te whakamau i o tātou taonga*", to protect, grow, develop, strengthen and hold fast to our Taonga.

Description and Quantification of the Entity's Outputs:

Education Grants

distribute educational grants to Tama descendants

- Value of Grants Made	7,000	5,250	-	-
- Number of Grants Made	13	16	-	-

Other Grants

distribute other grants to support the Ngāti Tama vision, including but not limited to grants to Tama marae in Te Tau Ihu, Resource Management Matters

- Value of Grants Made	27,378	64,946	26,878	40,674
- Number of Grants Made	10	36	9	20

Foundations for Future Generations

Establish Kaumātua Forum

provide forum for Kaumātua to connect and contribute to Tama strategic goals

- Number of Hui Held	1	-	-	-
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Establish Wānanga Taiaha

provide Wānanga for iwi to connect

- Number of Wānanga Held	1	2	-	-
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Social Mapping Results

analyse and present social mapping results to AGM

Presented	-	Presented	-
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Develop Environmental Management Plan

identify Tama natural resource management issues and actions

Presented	-	-	-
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Panui

- Number of Panui prepared

6	5	6	5
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Governance

Number of Wānanga to identify the operational needs of Ngati Tama, with a view to appointing a General Manager

3	-	3	-
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Additional Output Measures

A General Manager was appointed on 14 June 2016

Ngāti Tama ki Te Waipounamu Trust

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Statement of Financial Performance

For the Year Ended 30 September 2016

	Notes	Group		Parent	
		2016	2015	2016	2015
Revenue					
Investment Revenue	1	1,906,350	1,907,199	1,429,466	1,574,775
Other Revenue	2	217,137	80,917	217,137	80,917
Crown Settlement		-	73,805	-	73,805
New Space Aquaculture Settlement		1,491,870	-	1,491,870	-
Total Revenue		3,615,357	2,061,921	3,138,474	1,729,497
Expenses					
Directors Expenses	3 & 18	137,729	97,986	-	-
Operating Expenses	3	458,419	432,490	272,284	180,027
Trustee Meeting Expenses	17	127,983	171,164	115,783	147,512
Other Trustee Expenses		18,285	11,228	8,746	11,228
Administration Expenses	3	642,475	308,965	671,520	491,789
Loss on Revaluation	10A	10,645	568,710	-	-
Loss on Disposal	4	4,122	-	-	-
Amortisation	10B	165,245	-	-	-
Depreciation	4	18,026	23,769	2,833	2,098
Total Expenses		1,582,928	1,614,312	1,071,166	832,654
Surplus/(Deficit) before Grants and Donations		2,032,429	447,609	2,067,307	896,843
Grants and Donations Made					
Grants Made		34,378	70,196	26,878	40,674
Koha Given		2,724	1,100	2,724	-
Ngāti Tama ki Te Tau Ihu Cultural Trust - Donation		-	-	87,500	51,000
Total Grants and Donations		37,102	71,296	117,102	91,674
Net Surplus after Grants and Donations		1,995,327	376,312	1,950,205	805,169
Income Tax Expense	6	29,995	128,211	21,755	105,936
Net Surplus for the Year After Tax		1,965,332	248,102	1,928,450	699,233

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Statement of Financial Position

As At 30 September 2016

	Notes	Group		Parent	
		2016	2015	2016	2015
Current Assets					
Bank Accounts & Cash		1,136,061	583,118	801,832	218,114
Trade & Other Receivables		76,598	29,971	57,320	16,047
Accrued Income		-	10,000	-	-
Other Financial Assets	5	24,384,986	22,826,619	4,197,559	22,826,619
Income Tax Receivable	6	155,498	72,241	131,550	74,444
GST Receivable		7,060	4,564	1,681	2,226
Prepayments		5,835	-	5,835	-
Related Party Advance Accounts	7	46,940	31,940	-	1,787,345
Total Current Assets		25,812,979	23,558,454	5,195,777	24,924,795
Non Current Assets					
Property, Plant & Equipment	4	13,173,015	14,289,007	13,110,681	14,208,079
Agricultural Assets	9	154,000	-	154,000	-
Investments	8	385,091	401,412	25,882,202	4,000
Intangible Assets	10	7,574,804	5,586,896	3,083,004	1,118,822
Total Non-Current Assets		21,286,910	20,277,314	42,229,887	15,330,901
Total Assets		47,099,890	43,835,768	47,425,664	40,255,696
Current Liabilities					
Accrued Expenses		79,586	26,198	56,981	-
Income in Advance		69,006	70,272	67,006	70,272
Trade & Other Payables		109,149	77,732	77,592	98,266
Employee Costs		20,178	15,067	20,178	-
Related Party Advance Accounts	7	-	-	4,177,774	-
Total Current Liabilities		277,919	189,268	4,399,532	168,538
Net Assets		46,821,971	43,646,500	43,026,132	40,087,158
Accumulated Funds					
Trust Settlement Capital		32,776,590	31,284,720	32,536,590	31,044,720
Accumulated Trustee Income		1,096,583	623,121	1,344,065	907,485
Revaluation Reserve		10,581,911	9,371,772	6,449,624	5,439,102
Capital Reserve	11	2,366,887	2,366,887	2,695,852	2,695,852
Total Accumulated Funds		46,821,971	43,646,500	43,026,132	40,087,158



Trustee

17 DEC 2016
Date



Trustee

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Statements of Movements in Equity

For the Year Ended 30 September 2016

	Notes	Group 2016	2016	Parent 2016	2015
Accumulated Trustee Income					
Opening Balance		623,121	448,824	907,485	282,057
Plus Net surplus/(Deficit)		1,965,332	248,102	1,928,450	699,233
Less Settlements		(1,491,870)	(73,805)	(1,491,870)	(73,805)
Total Accumulated Trustee Income		1,096,583	623,121	1,344,065	907,485
Trust Settlement Capital					
Opening Balance		31,284,720	31,210,915	31,044,720	30,970,915
Crown Settlement Accumulated Rentals		-	73,805	-	73,805
New Space Aquaculture Settlement		1,491,870	-	1,491,870	-
Total Settlement Capital		32,776,590	31,284,720	32,536,590	31,044,720
Revaluation Reserve Account					
Opening Balance		9,371,772	8,418,357	5,439,102	4,781,411
Revaluation of Carbon Credits	10	1,973,932	427,376	1,964,181	427,376
Revaluation of Properties	4	(1,107,658)	230,315	(1,107,658)	230,315
Revaluation of Agricultural Assets	9	154,000	-	154,000	-
Revaluation of Marine Farm Licenses & Permits	10	3,245	-	-	-
Revaluation of Quota Shares	10	186,621	295,724	-	-
Total Revaluation Reserve Account		10,581,911	9,371,772	6,449,625	5,439,102
Capital Reserve Account					
Opening Balance		2,366,887	2,366,887	2,695,852	2,695,852
Business Combination - Manawhenua		-	-	-	-
Total Capital Reserve Account	11	2,366,887	2,366,887	2,695,852	2,695,852
Total Closing Equity		46,821,971	43,646,500	43,026,132	40,087,158

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Statement of Cash Flow

For the Year Ended 30 September 2016

	Notes	Group 2016	2015	Parent 2016	2015
Cash Flows from Operating Activities					
Cash was received from:					
Receipts from Other Revenue		3,838	-	3,838	-
Cash was applied to:					
Payments to suppliers & employees		(1,225,120)	(953,660)	(938,951)	(765,333)
Taxation		(113,252)	(171,070)	(78,861)	(151,577)
Donations and Grants		(37,102)	(71,296)	(117,102)	(91,674)
Net Cash Flows from Operating Activities		(1,371,636)	(1,196,026)	(1,131,076)	(1,008,584)
Cash Flows from Investing Activities					
Cash was received from:					
Investment Income		1,790,271	1,959,211	1,306,742	1,632,953
Crown Settlement Accumulated Rentals		-	-	-	-
New Space Aquaculture Settlement		1,491,870	-	1,491,870	-
Short Term Investments		1,321	-	18,842,359	-
Other Investments		-	1,659	1,767,560	59,013
Property, Plant & Equipment		14,122	-	14,122	-
Cash was applied to:					
Portfolio & Short Term Investments		(1,345,068)	(635,635)	-	(810,635)
Other Investments		-	(26,109)	(21,680,643)	-
Property, Plant & Equipment		(27,937)	(14,107)	(27,216)	(4,501)
Net Cash Flows from Investing Activities		1,924,579	1,285,019	1,714,794	876,830
Net Increase / (Decrease) in Cash Held		552,943	88,993	583,718	(131,753)
Cash at the beginning of the year		583,118	494,125	218,114	349,867
Cash at the end of the year		1,136,061	583,118	801,832	218,114
This is represented by:					
Bank Accounts & Cash		1,136,061	583,118	801,832	218,114

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Statement of Accounting Policies

For the Year Ended 30 September 2016

Statement of Accounting Policies

Reporting Entity

The Ngāti Tama Group consists of the Ngāti Tama ki Te Waipounamu Trust (parent), Tama Asset Holding Company Ltd (TAHC and subsidiary), Tama Te Tau Ihu Ltd (the Management Company, and subsidiary), and the Ngāti Tama ki Te Tau Cultural Trust (The Cultural Trust).

Ngāti Tama ki Te Waipounamu Trust (the Waipounamu Trust) was established as the Post-Settlement Governance Entity (PSGE) for the Iwi members of Ngāti Tama ki Te Tau Ihu on 21 April 2013, and received various settlement assets and cash during the 2014 reporting year.

The Waipounamu Trust is the Mandated Iwi Organisation (MIO) and Iwi Aquaculture Organisation (IAO) for Ngati Tama ki Te Tau Ihu pursuant to the Maori Fisheries Act 2004 and the Maori Commercial Aquaculture Claims Settlement Act 2004.

Basis of Preparation

Ngāti Tama ki Te Waipounamu Trust has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Measurement Base

The measurement base adopted is historical cost, with the exception that certain assets have been revalued as identified in specific accounting policies below.

SPECIFIC ACCOUNTING POLICIES

The following accounting policies which materially affect the measurement of financial performance and the financial position have been applied.

Trade and Other Receivables

Receivables are recorded at expected realisable values as determined by the Trustees.

Goods and Services Tax (GST)

All revenue and expense transactions are recorded net of GST. Where applicable, all assets and liabilities have been stated net of GST with the exception of receivables and payables which are stated inclusive of GST. This policy applies to all Group entities except for the Cultural Trust, which is not GST registered.

Income Tax

The income tax expense recognised in the statement of financial performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years. It should be noted that the Cultural Trust is a registered Charity under the Charities Act 2005 and is exempt from paying income tax in accordance with the Income Tax Act 2007.

Interest & Dividend Revenue

Interest revenue is recorded as it is earned during the year. Dividend revenue is recognised when the dividend is declared.

Settlement Revenue

Settlement revenue is measured at the fair value of the consideration received or receivable for the settlement of assets, to the extent it is probable that the settlement will flow to Ngāti Tama ki Te Waipounamu Trust and revenue can be reliably measured.

Operating, Trustee, Director, Administration Expenses

These are expensed when the related service has been received.

Bank Accounts & Cash

Bank accounts and cash comprise cheque accounts.

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Statement of Accounting Policies

For the Year Ended 30 September 2016

Trade and Other Payables

Trade and Other Payables are measured at the amount owed.

Property, Plant and Equipment

Investment Property and Crown Forest Licence Land

Land and Buildings held for use in production, commercial or residential rentals, or administration are stated at revalued amounts. Revalued amounts are:

Fair values based on appraisals prepared by external professional valuers with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined fair value at the end of the reporting period. After initial recognition, assets subject to revaluation whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Gains or losses arising from changes in the fair values of Crown Forest Licence Land are recognised in the Revaluation Reserve in the year in which they arise, where insufficient reserves exist any loss is recognised directly in the profit & loss.

Plant & Equipment

Plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses (except for land and buildings). 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.

Heritage Assets

Heritage Assets are stated at historical cost less any accumulated depreciation and impairment losses (except for land and buildings). 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.

Heritage Assets which are not recognised in the Statement of Financial Position because current values are not readily obtainable are disclosed within the notes to the financial statements.

Aquaculture Infrastructure

Aquaculture Infrastructure Assets 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.

Depreciation

Depreciation is charged to the Statement of Financial Performance at the same rate as is allowed by the Income Tax Act 2007 over the estimated useful lives of each part of an item of property, plant and equipment. The method and rates applied are as follows:

		Rate
Crown Forest Licence Land	Diminishing value	0%
Land & Improvements	Diminishing value	0%
Heritage Assets	Diminishing value	0%
Office Equipment	Diminishing value	10 - 67%
Aquaculture Infrastructure	Diminishing value	12 -20%

Investments

Joint Ventures are accounted for using the equity method. All other investments are recorded at cost.

Other Financial Assets

Other financial assets are made up of term deposits which are stated at cost plus accrued interest. Investment Portfolios are measured at fair value with gains or losses recognised in the profit or loss for the year. The fair value of financial instruments in this category are determined by reference to active market transactions or using a valuation technique where no market exists.

Ngāti Tama ki Te Waipounamu Trust

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Statement of Accounting Policies

For the Year Ended 30 September 2016

Agricultural Assets

Tree Crops are all initially recognised at cost. Subsequent measurement is at fair value. Fair value is determined annually by external professional valuers with sufficient experience with respect to the nature of investment and supported by market evidence. Gains or losses arising from changes in the fair values of Tree Crops are recognised in the Revaluation Reserve in the year in which they arise, where insufficient reserves exist any loss is recognised directly in the profit & loss.

Intangibles

Intangibles are stated at cost less any impairment, with the exception of Quota Shares and Carbon Credits which are stated at revalued amounts valued at market value with no amortisation. Marine Farm Permits are stated at revalued amounts valued at market value less amortisation. Revalued amounts are:

Fair values based on appraisals prepared by external professional valuers with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined fair value at the end of the reporting period. After initial recognition, assets subject to revaluation whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated amortisation/depreciation and subsequent accumulated impairment losses.

The revalued methods applied are:

Intangible Class	Method
Trademark	Cost
Quota shares	Market value
Marine Farm Permit & Licences	Market value
Carbon Credits	Market value

Amortisation

Intangible assets are amortised on a straight-line basis in the profit or loss over their estimated useful lives, from the date they are available for use. Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

The estimated useful lives for the current and comparative periods are as follows:

Investment Class	Useful Lives
Marine Farm Coastal Permit	10 Years

Ngāti Tama ki Te Waipounamu Trust

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Statement of Accounting Policies

For the Year Ended 30 September 2016

Tier 2 PBE Accounting Standards Applied

Asset Class Standard Adopted

Crown Forest License Land PBE IPSAS 17 Property, Plant & Equipment

Tree Crops PBE IPSAS 27 Agriculture

Investment Property PBE IPSAS 17 Property, Plant & Equipment

Investment Portfolios PBE IPSAS 29 Financial Instruments: Recognition and Measurement

Joint Ventures PBE IPSAS 8 Interests in Joint Ventures

Carbon Credits & Quota Shares PBE IPSAS 31 Intangible Assets

Marine Farm Permit & Licences PBE IPSAS 31 Intangible Assets

Changes in Accounting Policies

Due to the changes in the Accounting Standards framework for For-Profit Entities, from 1 October 2015 Ngāti Tama ki Te Waipounamu Trust adopted the PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) Accounting Standards, in the previous year the Group reported in accordance with New Zealand Financial Reporting Standards. There has been no impact on previously reported figures from the transition to the new standards.

Changes in Comparatives

Certain comparatives have been reclassified to ensure consistency with the current year classification.

Group	2015 Audited	2015 Restated	Movement	Comment
Investments	4,268,596	401,412	(3,867,184)	Quota Shares have been separated from Investments. The movement represents the change in recognition from investment to intangible assets
Intangible Assets	1,719,712	5,586,896	3,867,184	Quota Shares have been separated from Investments. The movement represents the change in recognition from investment to intangible assets

Presentational Currency

The accounts are presented in New Zealand dollars (NZD) and have been rounded to the nearest dollar.

ENTITY INFORMATION

Main sources of the Trust's Cash & Resources

Investment revenue, gains on the Investment Portfolio, and Settlement Revenue are the primary sources of funding to the Ngāti Tama ki Te Waipounamu Trust.

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Notes	Group		Parent	
		2016	2015	2016	2015
		\$	\$	\$	\$
Note 1 - Investment Revenue					
ACE Sales		237,196	240,655	-	-
Dividends		112,064	7,835	106,368	-
Lease Income		585,272	501,992	543,722	471,017
Joint Venture Income		158,008	44,285	-	-
Interest Received		553,494	558,884	519,402	550,215
Portfolio Income		259,975	543,417	259,975	543,417
Other Income		340	10,131	-	10,126
Total Investment Revenue		1,906,350	1,907,199	1,429,466	1,574,775
Note 2 - Other Revenue					
Sundry Income		3,838	-	3,838	-
Realised Gains on Portfolio Investments		213,299	-	213,299	-
Unrealised Gains on Portfolio Investments		-	80,917	-	80,917
Total Other Income		217,137	80,917	217,137	80,917
Note 3 - Expenses					
Directors Expenses					
Director Fees	18	111,759	73,697	-	-
Other Directors Expenses		25,970	24,289	-	-
		137,729	97,986	-	-
Operating Expenses					
Portfolio Fees		65,153	41,975	65,153	41,975
Rent Expenses		120,411	158,286	120,411	138,052
Fisheries Levies		23,803	28,306	-	-
Waterspace Expenses		5,025	10,700	-	-
Staff Costs		147,292	172,501	86,719	-
Consultant Fees		16,769	2,689	-	-
Tui Joint Venture - Share of Costs		79,965	18,033	-	-
		458,419	432,490	272,284	180,027
Administration Expenses					
Accounting		303,555	87,374	61,929	-
Audit and Other Assurance Fees		57,862	71,660	46,292	59,354
Legal Expenses		98,260	22,726	73,184	21,246
Management Fees		2,739	2,739	398,503	330,594
Professional Fees		77,774	46,910	72,775	39,627
Other Expenses		102,285	77,556	18,836	40,968
		642,475	308,965	671,520	491,789

Ngāti Tama ki Te Waipounamu Trust

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Notes to the Financial Statements

For the Year Ended 30 September 2016

\$						
Note 4 - Property Plant & Equipment	Parent					
	Aquaculture Infrastructure	Investment Property	Crown Forest Licence Land	Office Equipment	Heritage Assets	Total
Gross Carrying Amount						
Original Cost/Valuation	-	4,153,000	9,300,000	20,227	749,097	14,222,324
Revaluation Increase	-	330,719	-	-	-	330,719
Revaluation Decrease	-	(52,500)	(1,385,878)	-	-	(1,438,378)
Additions	-	2,352	-	24,864	-	27,216
Disposal	-	-	(14,122)	-	-	(14,122)
Loss on Disposal	-	-	-	-	-	-
Balance at 30 September 2016	-	4,433,571	7,900,000	45,091	749,097	13,127,759
Accumulated Depreciation						
Balance at 1 October 2015	-	-	-	14,245	-	14,245
Current Year Depreciation	-	571	-	2,262	-	2,833
Balance at 30 September 2016	-	571	-	16,507	-	17,078
Total Book Value at 30 September 2016	-	4,433,000	7,900,000	28,584	749,097	13,110,681
Gross Carrying Amount						
Original Cost/Valuation	-	3,935,500	9,300,000	20,227	731,781	13,987,508
Revaluation Increase	-	212,999	-	-	17,316	230,315
Revaluation Decrease	-	-	-	-	-	-
Additions	-	4,501	-	-	-	4,501
Balance at 30 September 2015	-	4,153,000	9,300,000	20,227	749,097	14,222,324
Accumulated Depreciation						
Balance at 1 October 2014	-	-	-	12,147	-	12,147
Current Year Depreciation	-	-	-	2,098	-	2,098
Balance at 30 September 2015	-	-	-	14,245	-	14,245
Total Book Value at 30 September 2015	-	4,153,000	9,300,000	5,982	749,097	14,208,079
	Group					
	Aquaculture Infrastructure	Investment Property	Crown Forest Licence Land	Office Equipment	Heritage Assets	Total
Cost or Valuation						
Balance at 1 October	113,891	4,153,000	9,300,000	20,227	749,097	14,336,215
Revaluation Increase	-	330,719	-	-	-	330,719
Revaluation Decrease	-	(52,500)	(1,385,878)	-	-	(1,438,378)
Additions	4,363	2,352	-	28,144	-	34,859
Disposal	-	-	(14,122)	-	-	(14,122)
Loss on Disposal	(842)	-	-	(3,280)	-	(4,122)
Balance at 30 September 2016	117,412	4,433,571	7,900,000	45,091	749,097	13,245,171
Accumulated Depreciation						
Balance at 1 October 2015	39,886	-	-	14,245	-	54,131
Current Year Depreciation	15,192	571	-	2,262	-	18,025
Balance at 30 September 2016	55,078	571	-	16,507	-	72,156
Total Book Value at 30 September 2016	62,334	4,433,000	7,900,000	28,584	749,097	13,173,015
Cost or Valuation						
Balance at 1 October	108,811	3,935,500	9,300,000	28,325	731,781	14,104,417
Revaluation Increase	-	212,999	-	-	17,316	230,315
Revaluation Decrease	-	-	-	-	-	-
Additions	5,080	4,501	-	4,527	-	14,108
Balance at 30 September 2015	113,891	4,153,000	9,300,000	32,852	749,097	14,348,840
Accumulated Depreciation						
Balance at 1 October 2014	21,675	-	-	14,389	-	36,064
Current Year Depreciation	18,211	-	-	5,559	-	23,769
Balance at 30 September 2015	39,886	-	-	19,948	-	59,833
Total Book Value at 30 September 2015	74,005	4,153,000	9,300,000	12,904	749,097	14,289,007

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Group		Parent	
	2016	2015	2016	2015
	\$	\$	\$	\$

Note 4 - Property Plant & Equipment Continued

Investment Property & Crown Forest Licence Land Valuations

Investment Property is recorded at market value, based on a independent valuation report dated 30 September 2016 as prepared on 27 October 2016 by Telfer Young (Nelson) Limited.

Crown Forest Licence Land is recorded at market value, based on an independent valuation provided by Mike Marren, a Registered Forestry Consultant of Forest Land Consultants Limited, dated August 2016.

Heritage Assets

Heritage assets for which values are obtainable, and where the value previously adopted was rateable value at the date of settlement, this value has been adopted as cost on transition to the new financial reporting standards.

Heritage assets for which current values are not readily obtainable include:

Ownership Share

Wainui Road	100.0%	100.0%
Puponga Farm, Triangle Flat	33.3%	33.3%
Puponga Farm, Cape House	33.3%	33.3%
Takaka River mouth (scenic reserve)	100.0%	100.0%
Puponga Point Pa site (historic site)	33.3%	33.3%
Matangi Āwhio (administered by NCC)	12.5%	12.5%

Note 5 - Other Financial Assets

Term deposits < 12 months	Cost Plus Accrued Interest	3,494,071	11,904,108	3,474,071	11,904,108
Portfolios	Market Value	20,890,915	10,922,511	723,488	10,922,511
Total		24,384,986	22,826,619	4,197,559	22,826,619

Note 6 - Income Tax

Operating Surplus before Tax Adjustments	1,995,327	376,312	1,950,205	805,169
Add Back Permanent Differences	(1,599,805)	461,890	(1,602,922)	(134,948)
Add back Timing Differences	54,013	50,034	46,210	70,272
Adjusted Taxable Income/(Deficit) for the year	449,534	888,236	393,493	740,493
Loss Brought Forward	(8,957)	(47,839)	-	-
Loss to Carry Forward	-	8,957	-	(18,425)
Imputation credits converted to loss to carry forward	-	-	-	-
Taxable Income / (Deficit)	440,577	849,354	393,493	722,068
Income Tax Expense Payable at 17.5%	77,101	148,637	68,861	126,362
Tax payable at 17.5%				
Less PIE Taxation Received	(15,711)	-	(15,711)	-
Less Overseas Tax Credits	(2,303)	(1,710)	(2,303)	(1,710)
Less Imputation Credits Available	(29,092)	(18,716)	(29,092)	(18,716)
Tax Expense	29,995	128,211	21,755	105,936
Prior Year Tax Liability / (Refund Due)	(72,187)	(29,368)	(74,444)	(28,803)
Less Terminal Tax Paid	(2,937)	-	-	-
Less Refund Received	-	28,803	19,785	28,803
Less Provisional Taxation Paid	-	(39,664)	-	(22,816)
Plus Māori Authority Tax Credits Refunded	-	565	-	-
Less Māori Authority Tax Credits Received	(997)	(1,371)	-	-
Less Resident Withholding Tax	(109,372)	(94,261)	(98,646)	(92,407)
Less PIE Taxation Received	-	(65,156)	-	(65,156)
Income Tax Payable/(Receivable)	(155,498)	(72,241)	(131,550)	(74,444)

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

Note 7 - Related Parties

Related Party Transactions

Parent

2016	Income	Expenses	Donation or		
			Grant	Receivables	Payables
Onetahua Ko Kiri Marae	-	-	450	-	-
Ngāti Tama ki Te Tau Ihu Cultural Trust	5,894	-	87,500	4,185	-
Manawhenua ki Mohua	-	-	11,378	-	-
Tama Te Tau Ihu Limited - Management Fee	1,928	398,503	-	-	-
Tama Te Tau Ihu Limited - Recovery Expenses	-	230,322	-	-	-
Tama Asset Holding Company Limited	4,104	388	-	6,781	-
Tiakina Te Taio Limited	-	-	15,000	-	-
Diane Strong	-	-	-	-	17,118
Antonina Grant	-	8,690	-	-	4,046
	11,926	637,903	114,328	10,966	21,164

2015	Income	Expenses	Donation or		
			Grant	Receivables	Payables
Onetahua Ko Kiri Marae	-	471	-	-	-
Ngāti Tama ki Te Tau Ihu Cultural Trust	1,186	-	51,000	-	-
Manawhenua ki Mohua	-	-	1,624	-	-
Tama Te Tau Ihu Limited - Management Fee	-	330,594	-	-	37,425
Tama Asset Holding Company Limited	1,004	-	-	-	-
Tiakina Te Taio Limited	-	-	12,000	-	-
Antonina Grant	-	-	-	-	-
	2,190	331,065	64,624	-	37,425

Group

Related Party Transactions

2016	Income	Expenses	Donation or		
			Grant	Receivables	Payables
Onetahua Ko Kiri Marae	-	-	450	-	-
Manawhenua ki Mohua	-	-	11,378	-	-
Tiakina Te Taio Limited	-	-	15,000	-	-
Kotato Limited	81,222	985	-	-	-
SOL Media Limited	-	3,265	-	-	-
Tony Sewell Limited	-	25,000	-	-	14,375
Diane Strong	-	57,739	-	-	17,118
Antonina Grant	-	20,937	-	-	16,293
	81,222	107,926	26,828	-	47,786

2015	Income	Expenses	Donation or		
			Grant	Receivables	Payables
Onetahua Ko Kiri Marae	-	-	15,000	-	-
Manawhenua ki Mohua	-	14,617	-	-	-
Tiakina Te Taio Limited	-	-	12,000	-	-
John Rollston	-	15,964	-	-	-
Kotato Limited	45,083	2,000	-	-	-
Te Ohu Kaimoana Trustee Limited	-	226	-	-	-
SOL Media Limited	-	2,975	-	-	-
Tony Sewell Limited	-	-	-	-	-
Antonina Grant	-	-	-	-	-
	45,083	35,782	27,000	-	-

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Group		Parent	
	2016	2015	2016	2015
				\$
Related Party Advance Accounts				
Tama Asset Holding Limited - DOAD	-	-	-	1,503,917
Tama Asset Holding Limited - Advance	-	-	-	248,428
Tui Joint Venture - Advance	15,000	-	-	-
Tama Te Tau Ihu Limited - Advance	-	-	-	35,000
Golden Bay Marine Farm Consortium Limited - Advance	27,751	27,751	-	-
Challenger Scallop Enhancement Company Limited - Advance	4,189	4,189	-	-
	<u>46,940</u>	<u>31,940</u>	-	<u>1,787,345</u>
Tama Asset Holding Limited - Advance	-	-	(4,177,774)	-
Total Related Party Advance Accounts	<u>46,940</u>	<u>31,940</u>	-	<u>(4,177,774)</u>
				<u>1,787,345</u>

The Golden Bay Marine Farm Consortium Limited related party advance account is unsecured, interest free and repayable on demand, the Challenger Scallop Enhancement Company Limited advance is unsecured, with interest payable at 9% and repayable on demand.

Nature of relationships

The Onetahua Ko Kiri Marae is the home for three local iwi: Ngāti Tama, Ngāti Rārua, Te Ātiawa, and operates as a multi-iwi Marae involving the whole community.

Margie Little and John Ward-Holmes are Trustees of the Ngāti Tama ki Te Waipounamu Trust and also Trustees of Manawhenua ki Mohua.

Mr John Rollston received director's fees from the Tama Asset Holding Company Limited. Mr Rollston is a Principal of Crowe Horwath Nelson, the accounting firm that provides accounting and taxation services to the company. Mr Rollston resigned as a director on 4 November 2015.

Ms Diane Strong received director's fees and reimbursement for travel expenses. Ms Strong was appointed director of Tama Asset Holding Company Limited on 12 April 2014. At balance date she is trustee and Deputy Chair of Ngāti Tama ki Te Waipounamu Trust. Ms Strong was appointed director of Kotato Limited on 29 October 2014, and ACE sale transactions have occurred between Tama Asset Holding Company Limited and Kotato Limited. Ms Strong provides consultancy services to Tama Te Tau Ihu Limited.

Mrs Dianne Brown was appointed director of Tama Te Tau Ihu Limited on 10 July 2015. Mrs Brown has also been a director of Deepwater Group Limited since 21 August 2012, and is the Fisheries Leadership Manager of Te Ohu Kaimoana Trustee Limited. From time to time Tama Asset Holding Company Limited has commercial transactions with the Deepwater Group Limited and Te Ohu Kaimoana Trustee Limited. The Management Company has used the services of SOL Media Limited historically. Mrs Brown's husband Daniel Brown is the sole director of SOL

Mr Andrew Stephens received director's fees and reimbursement for travel expenses to 13 April 2015 (resignation date), as a director of Tama Asset Holding Company Limited. From 14 April 2015 he received professional consultancy fees. At balance date he is a trustee of Ngāti Tama ki Te Waipounamu Trust. Mr Stephens is a director of Tiakina te Taiao Limited, the company jointly manages environment activities on behalf of Ngāti Tama ki Te Waipounamu Trust and other local iwi.

Ms Antonina Grant received director's fees and reimbursement for travel expenses from Tama Asset Holding Company Limited. Ms Grant was appointed a director of Kotato Limited on 3 August 2016, and ACE sale transactions have occurred between Tama Asset Holding Company Limited and Kotato Limited. Ms Grant also provided management services to Kotato Limited. Ms Grant has provided consultancy services to Ngāti Tama ki Te Waipounamu Trust and Tama Asset Holding Company Limited.

Mr Antony Sewell received director's fees and reimbursement for travel expenses. Mr Sewell is a Director of Tony Sewell Limited, and was appointed a director of Tama Asset Holding Company on 12 December 2015.

Mr Frans van Boekhout was appointed General Manager of Ngāti Tama ki Te Waipounamu Trust in June 2016. Mr van Boekhout provides management services and is an alternate director for Tui Joint Venture.

The Tama group consists of Ngāti Tama ki Te Waipounamu Trust (parent), Tama Asset Holding Company Limited, Tama Te Tau Ihu Limited, and Ngāti Tama ki Te Tau Ihu Cultural Trust. Tama Te Tau Ihu Limited provides management services to all Tama group entities on a cost recovery basis. Other transactions (both sales and purchases) between the group entities are generally for recoveries of expenses paid in the other entity.

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Valuation Method	Group		Parent	
		2016	2015	2016	2015
Note 8 - Investments					
Shares					
Tama Asset Holding Company Limited*	Cost	-	-	25,879,202	-
Tama Te Tau Ihu Limited	Cost	-	-	-	1,000
Aotearoa Fisheries Limited	Cost	232,217	232,217	-	-
Challenger Scallop Enhancement Company Limited	Cost	1	1	-	-
Golden Bay Marine Farm Consortium Limited	Cost	2	2	-	-
Golden Bay Ring Road Farming Limited	Cost	30,154	30,154	-	-
Golden Bay Ring Road Spat Catching Limited	Cost	30,154	30,154	-	-
Kotato Limited	Cost	300	300	-	-
Tasman Bay Ring Road Farming Limited	Cost	35,434	35,434	-	-
Tasman Bay Ring Road Spat Catching Limited	Cost	35,434	35,434	-	-
Tiakina Te Taiao Limited	Cost	3,000	3,000	3,000	3,000
New Zealand Mussel Industry Council Limited (NZMIC)	Cost	-	-	-	-
		366,696	366,696	25,882,202	4,000
Other Investments					
Tui Joint Venture	Equity	18,395	34,716	-	-
Total Investments		385,091	401,412	25,882,202	4,000

*Nature of Investment

On 30 September 2016, Ngāti Tama ki Te Waipounamu Trust sold its' financial investment portfolio to Tama Asset Holding Company Limited. As part of the settlement of the consolidated debt Tama Asset Holding Company Limited issued 7,271 shares with a total value of \$25,879,202.

Note 9 - Agricultural Assets

Tree Crop

Opening Balance	-	-	-	-
Plus: Current year increase in value	154,000	-	154,000	-
Closing Balance	154,000	-	154,000	-

Tree Crop has been recorded at market value, based on an independent valuation provided by Mike Marren, a Registered Forestry Consultant of Forest Land Consultants Limited, dated August 2016.

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Group		Parent	
	2016	2015	2016	2015

Note 10 - Intangible Assets

Carbon Credits

Opening Balance	1,117,689	690,313	1,117,689	690,313
Plus: Current year increase in value	1,973,931	427,376	1,964,181	427,376
Closing Balance	<u>3,091,620</u>	<u>1,117,689</u>	<u>3,081,870</u>	<u>1,117,689</u>

The Carbon Credits, are recorded at market value, based on the published NZU independent market value published in Carbon Match Weekly Market Update dated 8 October 2015. Carbon Credits are attached to forestry land, and there is no intention to change the use of the land.

Trademark

The Waipounamu Trust renewed the Te Tau Ihu logo as a trade mark with the Intellectual Property office on 14 August 2013. The Trust was granted trade mark registration of the name Tama Fishing Company on 29 November 2013.	1,133	1,133	1,133	1,133
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Other Intangible Assets

Marine Farm Permit & Licences

Cost or Valuation

Balance at 1 October	600,890	600,890	-	-
Plus: Additions	-	-	-	-
Plus: Revaluation	3,245	-	-	-
Less: Disposals	-	-	-	-
Less: Impairment	10A (175,890)	-	-	-
Less: Loss on Disposals	-	-	-	-
Balance at 30 September	<u>428,245</u>	<u>600,890</u>	<u>-</u>	<u>-</u>

Accumulated Amortisation

Balance at 1 October	-	-	-	-
Plus: Current Year Amortisation	10B 165,245	-	-	-
Less: Write Back on Revaluation	10A (165,245)	-	-	-
Balance at 30 September	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Total Closing Balance at 30 September

	<u>428,245</u>	<u>600,890</u>	<u>-</u>	<u>-</u>
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Marine Farm Permit and Licences are recorded at market value, based on an independent valuation provided by Alexander Hayward Limited dated 17 October 2016.

Quota Shares

Opening Balance	3,867,184	4,140,170	-	-
Plus: Current year increase in value	186,621	295,724	-	-
Less: Current year decrease in value	-	(568,710)	-	-
Closing Balance	<u>4,053,805</u>	<u>3,867,184</u>	<u>-</u>	<u>-</u>
Total Intangible Assets	<u>7,574,803</u>	<u>5,586,897</u>	<u>3,083,004</u>	<u>1,118,822</u>

The Settlement Quota Shares, and Purchased Quota Shares (excluding Scallop), are recorded at market value, based on an informal independent valuation provided by Te Ohu Kaimoana dated 1 October 2016 (2015: 1 October 2015).

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

Parent & Group

\$

Note 11 - Capital Reserve

Pursuant to section 214(1) of The Ngāti Kōata, Ngāti Rārua, Ngāti Tama ki Te Tau Ihu, and Te Ātiawa o Te Waka-a-Māui Claims Settlement Act 2014, the Ngāti Tama ki Te Waipounamu Trust was vested with the remaining assets and liabilities of Ngāti Tama Manawhenua ki Te Tau Ihu Trust.

Note 12 - Lease Commitments

The company has the following lease commitments at balance date. Figures quoted are exclusive of GST.

	Current	Non-Current	Total
2016			
Operating Lease	56,128	87,771	143,899
	56,128	87,771	143,899
2015			
Operating Lease	9,416	6,195	15,611
	9,416	6,195	15,611

Note 13 - Contingent Assets and Liabilities

Further new space Aquaculture Settlement assets are yet to be received by Ngāti Tama ki Te Waipounamu Trust however the quantum of these have not yet been agreed upon, and therefore no provision has been made in the financial statements.

Ongoing costs are expected in connection with an ongoing case regarding a Judicial Review Claim lodged against a decision of the Tasman District Council. The High Court hearing is due to occur in March 2017 and will result in more legal fees.

For 2015 there were no contingent assets and liabilities at balance date.

Note 14 - Capital Commitments

There are no capital commitments at balance date (2015: Nil).

Note 15 - Subsequent Events

At balance date the Directors have agreed to restructure the Tui Joint Venture, under the new structure the assets associated with the Joint Venture including assets owned by Tama Asset Holding Company Limited will transfer to the proposed Limited Partnership, at the date of approval of the financial statements the financial effect of the transaction is not quantifiable.

At balance date the Directors have agreed to restructure the investment property portfolio, and have made the decision to divest some of the property held. The estimated financial effect of the transaction is \$2,010,000.

(2015: Ngāti Tama ki Te Waipounamu Trust received cash proceeds of \$1,491,870.38 on 14 October 2015 under the agreed percentages for the allocation and transfer of new space settlement assets under the Māori Commercial Aquaculture Claims Settlement Act 2004 for the Tasman region. The funds have been advanced to Tama Asset Holding Company Limited. These events have not been included in the statement of financial statements for the 2015 financial year.)

Note 16 - Audit

The financial statements of Ngāti Tama ki Te Waipounamu Trust have been audited.

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Group		Parent	
	2016	2015	2016	2015
Note 17 - Trustee Meeting Fees Paid				
Ngāti Tama ki Te Waipounamu Trust	67,613	33,120	67,613	95,363
Ngāti Tama ki Tau Ihu Cultural Trust	12,201	40,577	-	-
	79,814	73,697	67,613	95,363
Other Trustee Meeting Expenses	48,169	97,467	48,170	52,149
Trustee Meeting Expenses	127,983	171,164	115,783	147,512
Paid as follows:				
F Te Miha - Trustee	8,300	32,838	8,300	32,838
L Manson - Trustee & Chair - Ngāti Tama ki Te Waipounamu Trust	7,500	6,900	7,500	6,900
L Manson - Associate Cultural Trustee	3,013	600	3,013	-
A Little - Trustee	6,150	6,250	6,150	6,250
A Stephens - Trustee	9,625	12,481	9,625	12,481
D Strong - Trustee	9,100	8,500	9,100	8,500
G Joyce - Associate Cultural Trustee	-	600	-	-
J Billens - Cultural Trustee (Retired)	-	1,200	-	-
J Ward-Holmes - Kaumātua	7,150	7,600	7,150	7,600
K Stafford - Cultural Advisor (Retired) & Trustee to Cultural Trust	4,467	1,639	400	-
K Tapuke - Associate Trustee	-	3,000	-	3,000
M Little - Trustee & Chair - Ngāti Tama ki Tau Ihu Cultural Trust	8,617	8,600	5,550	5,800
M Tuuta - Cultural Trustee (Retired)	3,600	6,844	2,000	4,094
N Jones - Trustee	5,000	2,700	5,000	2,700
R McKewen - Kaumātua	600	5,200	600	5,200
D Brown - Attendance Fee	2,200	-	2,200	-
T Mason - Attendance Fee	400	-	400	-
J Du Feu - Attendance Fee	625	-	625	-
B Purdie - Cultural Advisor (Retired) & Trustee to Cultural Trust	3,467	2,400	-	-
	79,814	107,352	67,613	95,363

Ngāti Tama ki Te Waipounamu Trust

Consolidated Financial Statements

Notes to the Financial Statements

For the Year Ended 30 September 2016

	Group		Parent	
	2016	2015	2016	2015
Note 18 - Director Fees Paid				
Fees paid for the year to 30 September 2016				
Tama Te Tau Ihu Ltd	46,600	33,120	-	-
Tama Asset Holding Company Ltd	65,159	40,577	-	-
	111,759	73,697	-	-
Gross payments to				
D Brown - Tama Te Tau Ihu Limited	16,600	2,154	-	-
A Little - Chair - Tama Te Tau Ihu Limited	15,000	15,000	-	-
A Little - Advisor - Tama Asset Holding Company Limited	400	-	-	-
N Jones - Tama Te Tau Ihu Limited	15,000	5,411	-	-
D Strong - Chair - Tama Asset Holding Company Limited	15,000	15,000	-	-
A W Sewell - Tama Asset Holding Company Limited	25,000	-	-	-
A M Grant - Tama Asset Holding Company Limited	8,158	-	-	-
D J Rollston (Resigned)* - Tama Asset Holding Company Limited	2,676	15,964	-	-
F Te Miha - Kaumātua	-	6,472	-	-
J Ward-Homes - Kaumātua	-	4,083	-	-
T Mason - Tama Asset Holding Company Limited (Resigned)	11,350	2,788	-	-
A Stephens - Tama Asset Holding Company Limited (Resigned) & Advisor	2,575	6,825	-	-
	111,759	73,697	-	-

*Including adjustments for appointment of GST

INDEPENDENT AUDITOR'S REPORT
To The Trustees of Ngāti Tama Ki Te Waipounamu Trust

Report on the performance report

We have audited the accompanying performance report of Ngāti Tama ki Te Waipounamu Trust ("the Trust") and Group on pages 4 to 22, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 September 2016, the statement of financial position as at 30 September 2016, and the statement of accounting policies and other explanatory information.

This report is made solely to the Trust's Trustees, as a body, in accordance with the Trust Deed. Our audit has been undertaken so that we might state to the Trust's Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's Trustees as a body, for our audit work, for this report, or for the opinion we have formed.

The responsibility of the Board of Trustees for the performance report

The Board of Trustees are responsible on behalf of the entity for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the performance report which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and

- (c) for such internal control as the Board of Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error

Auditor's responsibility

Our responsibility is to express an opinion on the performance report based on our audit. We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the performance report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the performance report, including performing procedures to obtain evidence about and evaluating whether the reported outcomes and outputs and quantification of the outputs to the extent practicable are relevant, reliable, comparable and understandable. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the performance report, 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 performance report 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 made by management, as well as evaluating the overall presentation of the performance report.

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

Other than in our capacity as auditor we have no relationship with, or interests in, the Trust or any of its subsidiaries.

Basis for Qualified Opinion

In the prior year suitable valuations were not obtained for the Marine Farm Coast Permit (intangible asset), the residential and commercial properties (investment property) and the Crown Forest License Land (property, plant and equipment). We were therefore unable to determine the adjustments required to the carrying value of the intangible asset, the investment property and the property, plant and equipment at 30 September 2015. Our audit opinion on the financial statements for the year ended 30 September 2015 was qualified as a result of this matter.

Although a valuation was obtained as at 30 September 2016, we were unable to determine the correct apportionment of the valuation adjustment between financial performance for the current year and financial performance for the comparative period. Our opinion on the current period's financial statements is therefore qualified because of the possible effect of this matter on the current period's financial performance and the corresponding figures.

Qualified Opinion on Financial Performance

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial performance of the Trust and Group for the year ended 30 September 2016 is presented fairly, in all material respects, in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit).

Opinion on Service Performance, Financial Position and Cash Flows

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the performance report on pages 4 to 22 presents fairly, in all material respects:
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the financial position of Ngāti Tama ki Te Waipounamu Trust and Group as at 30 September 2016, and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit).

Emphasis of Matter - Basis of Accounting

We draw attention to the statement of accounting policies in the financial statements, which states that the accounts have been prepared under Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) and that, for certain classes of assets, the Trust and Group have elected to apply the relevant Tier 2 PBE Standards as disclosed.



BDO Wellington
17 December 2016
Wellington
New Zealand