



Kāti Huirapa Runaka ki Pūketeraki

Pūketeraki Limited

ANNUAL REPORT

2016-2017

CONTENTS

AGM Agenda	5
Pūketeraki Limited Annual Report to 30 June 2017	6
Minutes of Pūketeraki Limited Annual General Meeting 2015-2016	9
Pūketeraki Limited Performance Report for the year ended 30 June 2017	11

PUKETERAKI LIMITED

ANNUAL GENERAL MEETING

5th NOVEMBER 2017

AGENDA

- 1 Welcome
- 2 Karakia
- 3 Apologies
- 4 Minutes of the previous Annual General Meeting
- 5 Chairperson's Report
- 6 Financial Reports
- 7 Election of Auditor
- 8 Other Business

PŪKETERAKI LIMITED ANNUAL REPORT 30 June 2017

VISION: To protect and grow the economic wealth of the Rūnaka to meet our charitable objectives, now and in the future.

MISSION: Pūketeraki Limited invests and manages the investment assets allocated by the Rūnaka in accordance with the Company's Constitution.

LONG TERM AIMS:

- When requested provide regular levels of distribution to fund charitable services of the Rūnaka – half of the total income produced.
- Grow the capital faster than the rate of inflation over medium term (5- 10 years) – 5% above inflation.

COMPANY PROFILE

Directors: Jeffrey Broughton (Chairperson), Katharina Ruckstuhl, Roger Wyeth, Graham Strong (independent), and Sam Inglis.

Company Secretary: Gerard Devereux.

Investment Advisor: Polson Higgs Wealth Management (PHWM).

COMMENT FROM THE CHAIRPERSON

The Company recorded a profit of \$153,133 for the 12 months ending 30 June 2017. This includes net operating surplus of \$103,133. The net operating surplus represents a 12% return on equity. We also received a koha from the Rūnaka of \$50,000.

The strong results mean the Company is now worth \$1.034 million which is a significant achievement. I would like to thank all current and past Directors for their mahi.

We welcomed Richie Smith as a director in July. Richie comes with a wealth of experience and we are looking forward to his contribution.

FINANCIAL SUMMARY

1. The Polson Higgs Wealth Management Portfolio increased \$96,708.
2. Te Haumi Whakamana (Ngāi Tahu Properties Crown property portfolio) provided an 8% return on investment.
3. 525 Blenheim Road provided a 10% return on investment.
4. A koha of \$50,000 was received from the Rūnaka.

Table 1: Annual Performance Report 2017

We started the year worth	\$881,106
Net Operating Surplus/(Loss)	\$103,133
Koha from Rūnaka	\$50,000
Total Profit	\$153,133

The company is now worth	\$1,034,239
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The investment market is volatile and we do not try and predict what it is going to do. We set a balanced portfolio of cash, bonds, property and shares to spread the risk across the different asset classes. Our investment mix at 30 June 2017 is shown in table 2 below.

Table 2: Investment mix

Summary	Amount	Percentage
Cash	\$21,633	2%
New Zealand Fixed Interest	\$75,037	7%
International Fixed Interest	\$35,058	3%
Total Defensive	\$131,728	13%
NZ Property - Not listed	\$307,558	30%
NZ Property - Listed	\$24,707	2%
Australasian Shares	\$134,939	13%
International Shares	\$438,508	42%
Total Growth	\$905,712	87%
Total Portfolio	\$1,037,440	100%

During the year we reviewed our investment strategy and updated the investment policy from 60% growth 40% defensive to 80% growth 20% defensive. The change reflects our investment strategy as inter-generational investors with a long-term focus.

Table 2 shows our investment mix at 30 June 2017 to be outside the investment policy at 87/13. As a result, the Directors adjusted the portfolio in August back to an 80/20 mix.

GOVERNANCE

The Company held five meetings during the year.

Table 3: Meeting attendance

Director	Meetings
Katharina Ruckstuhl	5
Roger Wyeth	3
Graham Strong	4
Sam Inglis	5
Jeffrey Broughton	5

Resolutions

1. That Kati Hurirapa Runaka ki Puketeraki receive the Annual Audited Performance Report and Annual Company Report.
2. That Kati Hurirapa Runaka ki Puketeraki approve the appointment of Crowe Horwath as Auditors for 2017/18.

Pūketeraki Limited - Valuation of Overall Investments

As at 30 June 2017

Defensive	Fixed Interest/Cash	\$
Cash	Aegis - NZD Call Account	\$0
	FNZ - Cash	\$10,203
	Westpac Bank Account	\$5,756
	Accrued Interest	\$5,674
New Zealand Fixed Interest	Harbour NZ Corp Bond Fund	\$12,009
	Canterbury Mortgage Trust	\$1,000
	Westpac Bank Term Deposits	\$62,028
International Fixed Interest	DFA 5yr Diversified Fixed Int	\$17,623
	DFA Global Bond Trust	\$17,435
Total Defensive		\$131,728

Quarter	ROA	ROE
Q1 2016/2017	3.5%	3.5%
Q2 2016/2017	2.6%	2.7%
Q3 2016/2017	3.4%	3.6%
Q4 2016/2017	5.8%	5.8%
YTD	17.30%	17.38%

Growth	Property/Equities	\$
NZ Property - Not listed	525 Blenheim Road Limited	\$151,180
	Te Haumi Whakamana	\$156,378
NZ Property - Listed	Dimensional Global Trust	\$7,202
	Goodman Property Trust	\$5,624
	Kiwi Income Property Trust	\$6,248
	Precinct Properties NZ	\$5,633
NZ Shares		\$0
Australasian Shares	DFA Aust Large	\$16,042
	DFA Aust Small	\$10,470
	DFA Aust Value	\$28,852
	Harbour NZ Equity	\$79,575
	International Shares	
	Emerging Markets Trust	\$40,684
	DFA Global Core	\$230,875
	DFA Global Small	\$27,954
	DFA Global Value	\$111,919
	iShares MSCI EM	\$27,076
Total Growth		\$905,712

Summary	Amount	Percentage
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Total Portfolio	\$1,037,440	100%

PUKETERAKI LIMITED

Minutes of the Tenth Annual General Meeting held on 5th November 2016 at the Marae, Puketeraki, at 10.55am.

Present:

Directors and Officers of the Company: Katharina Ruckstuhl , Jeffrey Broughton, Sam Inglis and Gerard Devereux (Secretary)

Representatives of the Shareholder: Matapura Ellison, Suzanne Ellison, David Ellison, Tama Smith, Marewa Preddy, Caroline Ruckstuhl, Betty Apes, Brenda Van Strik, Hinerangi Ferrall-Heath, Victoria Bryant, Gisele Laven, Philip Broughton, George Meikle, Brendan Flack, Suzi Flack, Khyla Russell, Jim Williams, Denise Cameron, Jenny Smith, Ron McLachlan, Graeme Pepper, Phyllis Smith, Ann Bateman and Kate Bateman

Chair for the meeting

Katharina, as Chair of Directors, assumed the chair for the meeting.

Karakia

The karakia had been presented by Hinerangi Ferrall-Heath at the first meeting of the day.

Apologies:

Apologies from the following were noted:

Roger Wyeth (director), Graham Strong (independent director), Emma Wyeth, Leeanne Phillips, Rebecca Williams, Andrea Teremoana, Joyce Freeman, Carolyn Campbell, Margaret Henderson

Minutes of the Previous Meeting

The minutes of the Ninth Annual General Meeting held on 1st November 2015 were taken as read.

Phyllis Smith advised her name did not appear in those present. An apology was extended to Phyllis.

IT WAS RESOLVED THAT subject to the inclusion of Phyllis Smith's name to those present the minutes of the previous Annual General Meeting held on 1st November 2015 reflect a true and correct record, and that they be adopted – moved by Khyla Russell and seconded by Phyllis Smith - carried

Matters Arising from the Minutes

There were no matters arising.

Chair’s Report

Katharina advised that the company had been operating for 10 years, and expressed her gratitude to those members and independents who had served as directors or are currently serving. She presented Certificates of Recognition to those present.

Katharina presented and spoke to her Annual Report.

She advised on the diversity of the company’s investments, and the director’s responsibility to maintain the investment mix with the adopted guidelines.

Some investments are managed by both Polson Higgs Wealth Management and others by the directors.

IT WAS RESOLVED THAT the Chair’s Report for the year ended 30th June 2016 be accepted – moved by Tama Smith and seconded by Brendan Flack - carried

Financial Reports:

The Chair spoke to the Performance Reports for the year ended 30th June 2016.

Following an explanation by Katharina:

IT WAS RESOLVED THAT the Performance and Audit Reports as presented be received – moved by Brenda Van Strick and seconded by Phyllis Smith - carried

Election of Auditor:

IT WAS RESOLVED THAT Crowe Horwath be reappointed auditors for the ensuing year - moved by Philip Broughton and seconded by Marewa Preddy - carried

General Business

There was no general business.

There being no further business the Chair declared the meeting closed at 11.15am.

Signed.....

Date.....

PUKETERAKI LIMITED

PERFORMANCE REPORT

FOR THE YEAR ENDED 30 JUNE 2017

**PUKETERAKI LIMITED
PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

CONTENTS

	Page
Independent Auditor's Report	3 & 4
Entity Information	5
Approval of Financial Report	6
Statement of Service Performance	7
Statement of Financial Performance	8
Statement of Financial Position	9
Statement of Cash Flows	10
Statement of Accounting Policies	11 & 12
Notes to the Financial Performance	13 & 14

INDEPENDENT AUDITOR'S REPORT

To the Shareholder of Puketeraki Limited

Opinion

We have audited the performance report of Puketeraki Limited (the "Company") on pages 5 and 7 to 14, 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 June 2017, the statement of financial position as at 30 June 2017, and the statement of accounting policies and other explanatory information.

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; and
- b) the performance report on pages 5 and 7 to 14 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 Puketeraki Limited as at 30 June 2017, and its financial performance, and cash flows for the year then ended

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

Basis for Opinion

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) (ISAs (NZ)), and of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000.

Our responsibilities under these standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report.

We are independent of the Company in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Company.

Responsibilities of the Directors for the Performance Report

The Directors are responsible on behalf of the Company 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 Directors determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- * Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion, 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 risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- * Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- * Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- * Conclude on the appropriateness of the use of the going concern basis of accounting by the Directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future

events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Crowe Horwath New Zealand Audit Partnership

CHARTERED ACCOUNTANTS

Dated at Dunedin this 4th day of September 2017

**PUKETERAKI LIMITED
ENTITY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2017**

Legal Name:	Puketeraki Limited
Type of Entity:	Puketeraki Limited is a company registered under the Companies Act 1993 and the Charities Act 2005. It is a subsidiary of Kati Huirapa Rūnaka ki Puketeraki Incorporated.
Registration Numbers:	Company: 1581079 Charities Commission: CC38391
The Entity's Mission:	<p>Puketeraki Limited invests and manages the investment assets allocated by the Rūnaka in accordance with the Company's constitution.</p> <p>Its vision is to protect and grow the economic wealth of the Rūnaka to meet our charitable objectives, now and in the future.</p> <p>Its aim is to provide regular levels of distribution to fund the charitable services of the Rūnaka and to protect the capital by achieving an acceptable rate of return.</p> <p>The beneficiaries of the company's success are the registered members of Kati Huirapa Runaka ki Puketeraki. The rūnaka's marae, workshops and administration are located in Karitane. The rūnaka provides cultural teaching, education and training opportunities to its members and the greater public, as well as involvement in environmental and conservation matters.</p>
Company Structure:	<p>The Constitution does not limit the number of directors. There are currently five directors, four drawn from the membership of the Rūnaka and one independent. The accounting and secretarial requirements are performed by a paid contractor.</p>
Main Source of the Company's Cash and Resources:	Puketeraki Limited's income is generated from investment returns.
Main Methods used by the Company to Raise Funds:	The company does not seek funds from the public.
The Company's Reliance on Volunteers and Donated Goods or Services:	The company does not rely on volunteers and/or donated goods or services.
Contact Details:	Physical Address: Grimness Street, Karitane Postal Address: c/- Karitane Store, Karitane 9440 Phone: (03) 465 7300 Email: office@puketeraki.co.nz



**PUKETERAKI LIMITED
APPROVAL OF PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

The Board of Directors is responsible for preparing the Annual Report which contains the financial statements of Puketeraki Limited as at 30 June 2017, and ensuring that they comply with Public Benefit Entity Simple Format Reporting - Accrual (Not-for-Profit) accounting standards and fairly reflect the financial position of Puketeraki Limited as at 30 June 2017, and the results of their operations for the year ended on that date.

The Board of Directors considers that the financial statements of Puketeraki Limited have been prepared using appropriate accounting policies, consistently applied and supported by reasonable judgements and estimates and that all relevant financial reporting and accounting standards have been followed.

The Board of Directors believe that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of Puketeraki Limited and facilitate full compliance of the financial statements with the Financial Reporting Act 2013.

The Board of Directors considers that they have taken adequate steps to safeguard the assets of Puketeraki Limited, and to prevent and detect fraud and other irregularities. Internal control procedures are also considered to be sufficient to provide a reasonable assurance as to the integrity and reliability of the financial statements.

The Board of Directors is pleased to present the Performance Report which contains the financial statements of Puketeraki Limited for the year ended 30 June 2017.

For and on behalf of the Board of Directors

Director:



Director:



Date:

4/9/2017

Date:

4/9/2017

**PUKETERAKI LIMITED
STATEMENT OF SERVICE PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2017**

'What did we do?' 'When did we do it?'

The company's objective is to increase the value of its investment portfolio, and to create an income stream to support the charitable services of its shareholder, Kati Huirapa Runaka ki Puketeraki Incorporated.

A portion of the company's wealth is in managed funds, some are in property investments managed by Ngai Tahu Property, and some are in Bank Term Deposits.

The shareholder can request the company to retain all earnings for future growth.

Description of the Company's Outcomes:

The company's success is measured by both cash returns and capital movements. The latter is determined by the ebb and flow of global markets, and the prevailing rates of exchange at any point in time.

- To protect and grow the economic wealth of the Rūnaka
 - the company's objective is to achieve a return of 5% above inflation
 - Investments are diversified over the various investment types available
- - The company's objective is to distribute 50% of its cash surplus to the Runaka, when required and practical

Measure	Aim	This Year	Last Year
To grow the assets of the company above the rate of inflation and to provide a capital return on investment of 5% per annum above inflation	7% increase in portfolio	12% excl. koha	2%
Preserve the charitable status of the company			
Invest in a balance of income and capital growth	80% growth, 20% defensive	87/13	58/42

The investment mix objective had been 60% growth, 40% defensive but was amended in February 2017 to 80/20 following the reclassification of investments in 525 Blenheim Road Limited and Te Haumi Whakamana from Defensive to Growth.

Protect the capital by taking a fully diversified approach to investment

Allocate around half of the net cash income after taking into account any capital losses suffered for funding charitable purposes and reinvest the balance of the cash income to compound and grow the putea



PUKETERAKI LIMITED
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2017

'How was it funded?' and 'What did it cost?'

Note	Actual 2017	Actual 2016
	\$	\$
REVENUE		
Dividends Received	7,111	6,700
Interest Received	3,440	6,103
Income from Te Haumi Whakamana	10,472	3,447
Movement in Managed Funds	96,709	(6,093)
Increase in Value of 525 Blenheim Road Limited	7,634	27,375
Increase in Value of Te Haumi Whakamana	1,839	4,539
TOTAL REVENUE	127,205	42,071
EXPENDITURE		
Audit Fee	3,126	2,983
Directors Honorarium	3,000	3,000
Fees paid to Financial Advisers	9,490	8,802
General Expenses	285	226
Secretarial Fee	8,148	7,849
Travelling Expenses	23	46
TOTAL EXPENDITURE	24,072	22,906
<u>NET OPERATING SURPLUS</u>	103,133	19,165
KOHA - gift from parent	50,000	-
<u>TOTAL NET SURPLUS</u>	153,133	19,165
OPENING ACCUMULATED FUNDS	881,106	861,941
Net Surplus for the year	153,133	19,165
TOTAL RECOGNISED REVENUES AND EXPENSES	153,133	19,165
<u>CLOSING ACCUMULATED FUNDS</u>	1,034,239	881,106

PUKETERAKI LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

'What the entity owns' and 'What the entity owes'

	Note	Actual 2017	Actual 2016
CURRENT ASSETS			
Cash at Bank - Westpac		5,598	2,883
Income Accrued		5,756	2,682
Investments (managed by Polson Higgs Wealth Management Limited)	4	10,280	11,779
Investments (Fixed Interest Term Deposits with Westpac)	5	62,028	53,057
TOTAL CURRENT ASSETS		83,662	70,401
NON CURRENT ASSETS			
Equity Investment - 525 Blenheim Road Limited		151,180	143,546
Investment - Te Haumi Whakamana	6	156,378	54,539
Investments (managed by Polson Higgs Wealth Management Limited)	4	646,220	557,503
Investments (Fixed Interest Term Deposits with Westpac)	5	-	59,137
TOTAL NON CURRENT ASSETS		953,778	814,725
TOTAL ASSETS		1,037,440	885,126
CURRENT LIABILITIES			
Accounts Payable		3,201	4,020
TOTAL CURRENT LIABILITIES		3,201	4,020
ACCUMULATED FUNDS			
- Accumulated surpluses or deficit		1,034,239	881,106
TOTAL ACCUMULATED FUNDS		1,034,239	881,106



**PUKETERAKI LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2017**

'How the entity has received and used cash'

	Actual 2017	Actual 2016
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest, dividends, and other investment receipts	14,114	10,042
Payments to suppliers and directors	(15,401)	(13,346)
Koha from parent	50,000	-
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	48,713	(3,304)
CASH FLOWS FROM INVESTMENT AND FINANCING ACTIVITIES		
Receipts from the sale of investments	54,002	53,256
Payments to purchase investments	(100,000)	(50,000)
Cash Flows from other Investment and Financing Activities	-	-
CASH FLOWS FROM INVESTMENT AND FINANCING ACTIVITIES	(45,998)	3,256
NET INCREASE (DECREASE) IN CASH	2,715	(48)
CASH BALANCES		
Cash and cash equivalents at the beginning of the period	2,883	2,931
Cash and cash equivalents at the end of the period	5,598	2,883
Net change in cash for the period	2,715	(48)
Cash at Bank - Westpac Current Account	<u>5,598</u>	<u>2,883</u>



**PUKETERAKI LIMITED
STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 30 JUNE 2017**

'How did we do our accounting?'

Reporting Entity

Puketeraki Limited is a company registered under the Companies Act 1993 and the Charities Act 2005. The company is a reporting entity for the purposes of the Financial Reporting Act 2013 and its financial statements comply with that Act.

The financial statements comprise statements of the following: Accounting Policies, Statement of Service Performance, Financial Performance, Financial Position, and Cash Flows as well as the Notes to these statements contained on pages 13 and 14 of this Performance Report.

Basis for Preparation

The company is deemed a public benefit entity for financial reporting purposes, as its primary objective is to provide financial support to its related entity, Kati Huirapa Runaka ki Puketeraki Incorporated, to ensure that this entity is able to carry out its objectives.

The company 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 of equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

These financial statements have been prepared on the basis of historical cost except for investments which are carried at fair value. For these investments Public Benefit Entity Standards NZ IPSAS with Reduced Disclosure regime Accounting Standards have been applied (PBE Tier 2)

Specific Accounting Policies

Goods and Services Tax

Puketeraki Limited is not registered for GST. Consequently all amounts are shown inclusive of GST.

Polson Higgs Wealth Management Managed Investments

Polson Higgs Wealth Management Managed Investments that comprise equity investments are recorded at market value with unrealised gains and losses reflected in the Statement of Financial Performance. Other investments in this category are recorded at cost.

Impairment of Investments

If in the Directors' opinion the estimated recoverable amount of an investment is less than its carrying amount, the investment is written down to its recoverable amount, and an impairment adjustment is recognised in the statement of Financial Performance

Investment in 525 Blenheim Road Limited

Puketeraki Limited has a 5.5% interest in this company.

The investment in 525 Blenheim Road Limited is recorded at the Directors' opinion of fair value. Movements in fair value are reflected in the Statement of Financial Performance.



**PUKETERAKI LIMITED
STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 30 JUNE 2017**

'How did we do our accounting?'

Investment in Te Haumi Whakamana

This investment is carried at assessed fair value by the Directors with movement in fair value reflected in the Statement of Financial Performance.

Taxation

Puketeraki Limited is registered with the Charities Commission and is therefore exempt from income tax.

Changes in Accounting Policies

There have been no changes to accounting policies during the year.



PUKETERAKI LIMITED
NOTES TO THE PERFORMANCE REPORTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1 RELATED PARTIES

Puketeraki Limited is a wholly owned subsidiary of Kati Huirapa Runaka ki Puketeraki Incorporated.

During the year Kati Huirapa Runaka ki Puketeraki Incorporated donated \$50,000 for investment in Te Haumi Whakamana (2016 \$Nil).

NOTE 2 CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The entity has no capital commitments or contingent liabilities at balance date (2016 \$Nil).

NOTE 3 POLSON HIGGS WEALTH MANAGEMENT MANAGED INVESTMENTS

CURRENT	30 Jun 2017	30 Jun 2016
	\$	\$
Cash Accounts	10,280	11,779
	<u>10,280</u>	<u>11,779</u>
NON-CURRENT	30 Jun 2017	30 Jun 2016
	\$	\$
Equity Investments	645,220	556,503
Canterbury Mortgage Trust - Debenture	1,000	1,000
	<u>646,220</u>	<u>557,503</u>
TOTAL INVESTMENTS	656,500	569,282

NOTE 4 DEPOSITS

CURRENT	30 Jun 2017	30 Jun 2016
	\$	\$
Westpac Banking Corporation	62,028	53,057
	<u>62,028</u>	<u>53,057</u>
NON-CURRENT	30 Jun 2017	30 Jun 2016
	\$	\$
Westpac Banking Corporation	-	59,137
	<u>-</u>	<u>59,137</u>
TOTAL DEPOSITS	62,028	112,194

**PUKETERAKI LIMITED
NOTES TO THE PERFORMANCE REPORTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 6 TE HAUMI WHAKAMANA

This investment is managed by Ngai Tahu Property Limited, and involves several buildings with Crown leases. Runanga have the opportunity to invest or divest on an annual basis. The maximum investment per Runanga is \$500,000.

NOTE 7 EVENTS AFTER BALANCE DATE

No significant financial events occurred after balance date (2016 \$Nil).

