



Kāti Huirapa Rūnaka ki Puketeraki

Kāti Huirapa Rūnaka ki Puketeraki Inc. Society

Kāti Huirapa Rūnaka ki Puketeraki Trust

Pūketeraki Ltd

ANNUAL REPORT

2013-2014



Tukutuku panels unveiled, Puketeraki Marae, 9 March 2014

CONTENTS

Kāti Huirapa Rūnaka ki Puketeraki Incorporated

Chairperson's report	5
Minutes of Kāti Huirapa Rūnaka ki Puketeraki Annual General Meeting 2012/2013	8
Consolidated financial statements for the year ended June 2014	11

Pūketeraki Limited

Minutes of Pūketeraki Limited Annual General Meeting 2012/2013	30
Pūketeraki Limited Annual Report to 30 June 2014	32
Pūketeraki Limited financial statements for the year ended 30 June 2014	35

Kāti Huirapa Rūnaka ki Puketeraki Trust

Minutes of Kāti Huirapa Rūnaka ki Puketeraki Trust Annual General Meeting 2012/2013	48
Kāti Huirapa Rūnaka ki Puketeraki Trust financial statements for the year ended 30 June 2014	50

TO: MEMBERS OF KATI HUIRAPA RŪNAKA KI PUKETERAKI INC. SOC

FROM: MATAPURA ELLISON

DATE: OCTOBER 2014

RE: CHAIRPERSONS REPORT

**Ko Hikaroroa te mauka
Ko Waikouaiti te awa
Ko Kati Huirapa me Kai Te Ruahikihiki ka hapū matua
Ko Puketeraki te marae**

HE POROPOROAKI

He poroporoaki tēnei ki ka tini me ka mano kua wheturangitia, E te whaea o te whānau o Fraser, e Mahara, hoki wairua koe, haere atu rā. No reira, ki a rātou katoa kua hika nei mai i tērā atu Hui a Tau, moe mai koutou. Apiti hono tātai hono ka huka mate ki ka huka mate. Apiti hono tātai hono ka huka ora ki ka huka ora.

Ki a matou wharenuī Huirapa, a, ko te whare kai Maririhau, tū mai kōrua hei whare whakaruruhau mō ka hapū e noho ai nei.

HE MIHI

E ka huahua maha o Kati Huirapa Rūnaka ki Puketeraki, tēnā koutou, tēnā koutou, tēnā koutou katoa. He mihi mīharo ki tā tātou Upoko Rawiri rātou ko ka koroheke me ka kuia, Nāia nei te mihi mahana ki ka takatā o ia whānau whānui o Puketeraki. Heoi anō, e ka mema o te rūnaka, tēnā koutou, tēnā koutou, tēnā koutou katoa.

THIS YEAR

All in all it has been a “business as usual” year characterized by the significant amount of work that has been accomplished across a wide front of rūnaka activity. We have some big projects underway that require a multi-year approach. Te Rūnanga o Ngāi Tahu has recently formally reported a very successful year for our tribal business. To an extent this success enhances our own position and the relationships we have locally.

The commitment we made in providing resources to develop a more relevant and meaningful relationship with rakatahi is paying early dividends. The mahi being done by Waiariki and also Aroha has seen a noticeable turnaround in rakatahi engagement. Work in the environmental space – Te Ao Tūroa has seen some big engagement in RMA hearings and more planting of native trees and plants which will in time bring richness to our local area.

Some relationships have blossomed over the year while others unfortunately have run into difficulties. The relationship with neighbouring rūnaka are very important to the successes we have had locally and regionally. The challenge by Te Rūnanga o Ōtākou to the Kati Huirapa mandate in Dunedin City requires a response which is under development. Another point of tension can be seen in relation to the demise of what were long standing combined rūnaka selection processes - the result being that it is now harder to achieve a shared position at times.

The purchase of *1200 Coast Road* and, near completion of the Burns/Broughton purchase will create opportunities for our rūnaka. Komiti Rapu Ara Hou are developing some innovative thinking that will add value to what the rūnaka can offer whānau. There will be more information on this very soon, I hope.

It has been frustrating that we haven't completed our series of wānaka designed to guide and engage our thinking as we move towards the wharenuī interior artwork project, however, those wānaka that we have undertaken into the Waitaki valley and around our East Otago area were very worthwhile for our whānau participants. We are working as hard as we can to get the groundwork in place to complete the wānaka series.

We have seen some fresh younger minds from within our whānau coming on to Pūketeraki Ltd which is awesome. I hope this is a trend which gains momentum and gives promise to a sustainable future.

A new Mātaitai application has been lodged in the name of the rūnaka. Early chatter out in the public arena was reminiscent of the early days of the Taiāpure application, however a public meeting facilitated by Ministry for Primary Industries saw a lot of that concern dispelled. When you put yourself "out there" with such an initiative there will always be pluses and minuses. On reflection, over time I think the rūnaka's long standing strategic position of encouraging public involvement and enjoyment in the things culturally important to us has been wise and on this occasion will engender public support for the mātaitai application.

STRATEGIC OUTLOOK

The Runaka Executive is getting better at operating more strategically which is not an easy objective to achieve. Over this year we have had some further changes in the membership of the Rūnaka Executive with Elsie Ellison returning to Christchurch, Kiri Fraser resigning to focus on her whānau activities, and Peter Ellison recently joining us. Thank you Kiri and Elsie for your commitment to the work of the Rūnaka Executive during your tenures.

I made earlier reference to the more strategic outlook within the Rūnaka Executive. The ability to do this is underpinned firstly by our hard working sub-committees focusing on specific detailed areas of mahi. Sustaining cohesion between the Rūnaka Executive and the working sub-committees is crucial in getting the best from this way of working and ensuring we are reasonably adhering to the agreed direction articulated in our rūnaka strategic plan. I want to thank each and every person who gives their precious time supporting the mana of Kati Huirapa Rūnaka. There is still a vacancy remaining on the Runaka Executive should a member wish to self- identify their interest and ability to participate.

Finally, thanks to our staff who give invaluable service in support of the activities and values of our rūnaka. To Suzanne, Justine, Jo, Aroha, Waiariki, Brendan and George - your loyal and dedicated service is appreciated and welcomed.

No reira, ōku rakatira mā, tēnā koutou, tēnā koutou, tēnā koutou katoa.

Nā, Matapura.

Kāti Huirapa Rūnaka ki Puketeraki
Incorporated Society

Minutes of Kati Huirapa Runaka ki Puketeraki

Annual General Meeting – Hui a Tau

**Held on Sunday 3 November 2013 at 11.00 am
At Puketeraki Marae**

Mihi whakatau: Matapura Ellison

Karakia timata: Tamatea Smith

Present: Matapura Ellison, Suzanne Ellison (minutes), Aroha Ellison, David Ellison, Lyn Carter, Katharina Ruckstuhl, Caroline Ruckstuhl, Gerard Devereux, Brenda van Strik, Margaret Henderson, Tama Smith, Phyllis Smith, Marewa Preddy, Hinerangi Ferrall Heath, Bruce Ritchie, Lex Kent, Gisele Laven

The chairman advised the meeting that due to an administrative error, a public notice of the AGMs was not placed in the ODT as required under the Rules of the Incorporated Society. After taking legal advice the suggestion is that if the membership at the meeting agree, then the AGM will be able to proceed.

Motion	That the membership of the KHRkP Incorporated Society resolve that the AGM of Incorporated Society proceed.		
	Katharina Ruckstuhl	Phyllis Smith	Carried

2. Apologies: Roger Wyeth, Philip Broughton, Suzi Flack, Victoria Bryant, Peta Akuhata, Paul & Jacq Stevenson, Betty Apes, Emma Wyeth, Joan Ellison, Mahana Walsh, Haines Ellison, Jenny Smith, Jo Smith, Brendan Flack

Motion	That apologies be accepted		
	Marewa Preddy	Phyllis Smith	Carried

Nga mate o te tau:

Yvonne Enoka, Hera Greene, Jim Gillies, Ani Denham, Aroha Jardine, Rosina Wi Parata.

3. Minutes of the Annual General Meeting 4 November 2012

Motion	That the minutes of the Annual General Meeting of 4 November 2012 be confirmed as a true record.		
	Lyn Carter	Hinerangi Ferrall Heath	Carried

4. Matters Arising

There were no matters arising from the minutes of the 2012 Annual General Meeting.

5. Chairperson's Report

Matapura asked that his report be taken as read.

Motion	That we adopted the Chair's report.		
	Matapura Ellison	Bruce Ritchie	Carried

6. Financial Report

Gerard Devereux was invited to speak to the annual financial statements.

Consolidated revenue is up on the past year however grant revenue was down compared to the previous financial year as we had received large grants for the retaining wall & car park in the 2012 financial year. Hui income & project income were both down this year however these fluctuate from year to year. The increase in revenue is mainly accounted for by the Te Putea Tautoko grant of \$250,000 and the increase in Te Putea Whakamahi.

Consolidated expenditure was down overall. A new item was the Earthquake Assessments and the Tamariki expenditure was higher but we had received a grant that was expended for its purpose.

We finished the year with a surplus of over \$120,000 when the special putea of \$250,000 is deducted.

Motion	That we adopt the Consolidated Financial Statements for the year ended 30 June 2012		
	Bruce Ritchie	Hinerangi Heath	Ferrall Carried

7. Appointment of Auditor, 2013-2014

Motion	That we appoint Crowe Horwath as auditors for 2013 - 2014 financial year.		
	David Ellison	Brenda van Strik	Carried

There being no other business the Annual General Meeting was declared closed at 11.25am.

Chairperson: _____

Date: _____

KATI HUIRAPA RUNAKA
ki PUKETERAKI INCORPORATED

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORP
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

INDEX

Financial Responsibility Statement

Consolidated Statement of Financial Performanc

Consolidated Statement of Movements in Equity

Consolidated Statement of Financial Position

Notes to the Consolidated Financial Statements

Auditor's Report

**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
FINANCIAL RESPONSIBILITY STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014**

The Executive Committee is responsible for preparing the financial statements and ensuring that they comply with generally accepted accounting practice in New Zealand and fairly reflect the financial position of Kati Huirapa Runaka ki Puketeraki Incorporated as at 30 June 2014 and the results of their operations for the year ended on that date.


The Executive Committee consider that the financial statements of the Runaka 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 Executive Committee believe that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of the Runaka and facilitate full compliance of the financial statements of the Runaka with the Generally Accepted Accounting Practice.

The Executive Committee consider that they have taken adequate steps to safeguard the assets of the Runaka, 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 of the financial statements of the Runanga.

The Executive Committee are pleased to present the financial statements of Kati Huirapa Runaka ki Puketeraki Incorporated for the year ended 30 June 2014.

For and on behalf of the Executive Committee:



Executive Chair:

Treasurer:



6th OCTOBER 2014

Date:

Date:

6 October 2014

**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2014**

	<i>Note</i>	Consolidated 2014 \$	Consolidated 2013 \$	Parent 2014 \$	Parent 2013 \$
REVENUE					
Te Putea Whakamahi		320,000	280,000	320,000	280,000
Te Putea Tautoko		-	250,000	-	250,000
Grants	10	16,348	16,825	16,348	16,825
Koha and Donations		10,167	8,127	10,167	8,127
Hui		82,780	81,825	82,780	81,825
Interest		42,493	38,265	35,739	30,821
Dividends		6,500	6,000	-	-
Movement in Value of Managed Investments		58,424	77,580	-	-
Movement in Value of 525 Blenheim Road Limited		-	10,869	-	-
Movement in Value of Kai Tahu ki Otago Limited		15,958	-	-	-
Sundry Income		10,998	1,906	10,998	1,906
Tamariki		35	762	35	762
Project Income	12	107,657	97,617	107,657	97,617
TOTAL OPERATING REVENUE		671,360	869,776	583,724	767,883



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2014**

	Note	Consolidated 2014 \$	Consolidated 2013 \$	Parent 2014 \$	Parent 2013 \$
EXPENDITURE					
ACC Levy		658	590	658	590
Advertising		185	579	185	579
Appointments Committee		-	3,313	-	3,313
Audit Fee		8,607	7,741	5,504	4,716
Bank Fees and Interest		286	270	286	270
Charitable Acts		600	-	600	-
Depreciation		27,125	28,300	27,125	28,300
Earthquake Assessments		-	7,950	-	7,950
Environment		2,000	1,242	2,000	1,242
Fees paid to Executive Members and Directors		16,135	9,452	15,015	8,052
Fees paid to Financial Adviser		7,858	7,117	-	-
Freight, Cartage, Postage & Courier		1,353	1,316	1,353	1,316
General		29,186	17,429	29,008	17,334
Grant		5,000	5,000	5,000	5,000
Heat, Light & Power		14,516	15,681	14,516	15,681
Hui and Entertainment		32,798	32,057	32,798	32,057
Insurance		13,150	12,608	13,150	12,608
KiwiSaver Contributions		1,854	794	1,854	794
Koha and Donations		1,923	1,266	1,923	1,266
Management Costs		63,056	55,440	63,056	55,440
Legal and Accounting		19,698	22,629	12,223	13,472
Printing, Stationery and Copying		4,883	2,619	4,883	2,619
Purchases Clothing for Resale		3,814	-	3,814	-
Rates		1,643	1,174	1,643	1,174
Repairs and Maintenance		7,252	3,833	7,252	3,833
Tamariki		3,645	7,714	3,645	7,714
Telephone, Tolls and Internet		4,571	4,226	4,571	4,226
Travel		1,954	1,448	1,870	1,355
Vehicle Costs		12,409	9,753	12,409	9,753
Wages and Salaries		156,803	134,991	156,803	134,991
Projects and Contracts- Expenditure	12	109,394	99,543	109,394	99,543
		552,356	496,075	532,538	475,188
NET SURPLUS FOR THE YEAR		119,004	373,701	51,186	292,695



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014**

	Consolidated 2014 \$	Consolidated 2013 \$	Parent 2014 \$	Parent 2013 \$
OPENING EQUITY	2,656,521	2,282,821	2,124,192	1,831,498
Operating Surplus for the year	119,004	373,700	51,186	292,694
TOTAL RECOGNISED REVENUES AND EXPENSES	119,004	373,700	51,186	292,694
CLOSING EQUITY	2,775,525	2,656,521	2,175,378	2,124,192



KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	Note	Consolidated 2014 \$	Consolidated 2013 \$	Parent 2014 \$	Parent 2013 \$
EQUITY		2,775,525	2,656,521	2,175,378	2,124,192
REPRESENTED BY:					
CURRENT ASSETS					
Cash at Bank - Westpac Cheque Account		45,851	36,359	44,512	30,920
Cash at Bank - Westpac Savings Account	2	19,966	157,397	19,966	157,397
Cash on Hand, Petty Cash Float and Vouchers		782	206	782	206
GST Refund		-	-	-	-
Accounts Receivable		47,633	71,653	43,314	68,298
Livestock		-	-	-	-
Prepayments		-	-	-	-
Puketeraki Limited - Advance		-	-	246,425	246,425
Investments (managed by Polson Higgs Wealth Management Limited)	7	15,591	12,494	-	-
Investments (Fixed Interest Term Deposits with Westpac)	8	839,681	917,671	789,010	840,669
TOTAL CURRENT ASSETS		969,504	1,195,780	1,144,009	1,343,915
NON-CURRENT ASSETS					
525 Blenheim Road Limited		91,341	91,341	-	-
Kai Tahu ki Otago Limited	9	74,572	58,614	25	25
Shares in CRT		200	200	200	200
Investments (managed by Polson Higgs Wealth Management Limited)	7	510,641	463,172	-	-
Investments (Fixed Interest Term Deposits with Westpac)	8	101,218	70,479	-	-
Kati Huirapa Runaka ki Puketeraki Trust	3	64,989	64,989	64,989	64,989
Plant, Property and Equipment	4	1,169,055	924,592	1,169,055	924,592
TOTAL NON CURRENT ASSETS		2,012,016	1,673,387	1,234,269	989,806
TOTAL ASSETS		2,981,520	2,869,167	2,378,278	2,333,721
LESS CURRENT LIABILITIES					
Accounts Payable		40,691	46,502	37,596	43,385
GST Payable		4,462	3,565	4,462	3,565
Project Funding Received in Advance	12	160,842	162,579	160,842	162,579
TOTAL CURRENT LIABILITIES		205,995	212,646	202,900	209,529
NET ASSETS		2,775,525	2,656,521	2,175,378	2,124,192

**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

1. STATEMENT OF ACCOUNTING POLICIES

Basis of Reporting

Kati Huirapa Runaka ki Puketeraki is a society incorporated under the Incorporated Societies Act 1908, and is registered with the Charities Commission.

These financial statements are general purpose financial reports which have been prepared recognising the framework for differential reporting issued by the New Zealand Institute of Chartered Accountants. In the opinion of the Komiti, the Runaka qualifies for differential reporting as it has no public accountability and is not considered large within the terms of reference in paragraph 4.23 of the framework for differential reporting.

The Komiti has taken advantage of all available differential reporting exemptions except for FRS 19 as GST exclusive financial statements have been prepared.

The financial statements have been prepared on the basis of historical cost with the exception of certain investments as detailed below.

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand.

Basis of Preparing the Consolidated Financial Statements

Subsidiaries

Subsidiaries are those entities controlled, directly or indirectly, by the Incorporated Society. The financial statements of the subsidiaries are included in these financial statements using the purchase method of consolidation. This is applicable to the Incorporation's 100% equity investment in Puketeraki Limited.

Intra group transactions are eliminated in preparing the consolidated financial statements.

Goods and Services Tax

The Statement of Financial Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of receivables and payables, which include GST. However Puketeraki Limited is not registered for GST

Income Tax

Kati Huirapa Runaka ki Puketeraki Incorporated is registered with the Charities Commission and therefore is exempt from tax.



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

Plant, Property and Equipment

Plant, Property and Equipment are recorded at cost less accumulated depreciation.

Assets have been depreciated at the following rates:

Buildings	2% Diminishing Value
Motor Vehicles	30% Diminishing Value
Furniture & Fixtures	24% Diminishing Value
Storage Unit	12% Diminishing Value
Carpet	48% Diminishing Value
Digital Camera	48% Diminishing Value
Computer Equipment	60% Diminishing Value
Photocopier	40% Diminishing Value

Accounts Receivable

Accounts Receivable are valued at estimated realisable value after due allowance for amounts which are not considered recoverable.

525 Blenheim Road Limited

Subsidiary company Puketeraki Limited has a 5.5% interest in this company. The interest is recorded at the Directors' opinion of fair value. Movements in fair value are reflected in the Statement of Financial Performance.

Kai Tahu Ki Otago Limited

The Society has a 25% interest in this company. The investment is accounted for using the equity method.

Managed Investments

These investments are managed by Polson Higgs Wealth Management Ltd. Investments in this category 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 (less impairment adjustments if relevant).

Funding Received in Advance

Funding received for which funding conditions have yet to be met or the related expenditure yet to be incurred is recognised in the Statement of Financial Position as Funding Received in Advance until the funding conditions have been met or related expenditure incurred.

Impairment Adjustments

If in the Executive Committee's 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

Changes in Accounting Policies

There have been no changes in accounting policies and they have been applied on a basis consistent with the prior year.



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

2. SHORT TERM DEPOSIT

	2014	2013
	\$	\$
Westpac Ready Access (on call)	<u>19,966</u>	<u>157,397</u>

3. KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

The old school property and the Coast Road property belong to the Kati Huirapa Runaka ki Puketeraki Trust. The Trust owes the Runaka for these assets. The revenue and expenses for these assets are met by the Runaka and the surplus (if any) is used to offset Runaka administration costs.

4. PLANT, PROPERTY AND EQUIPMENT

	Cost	Dep'n This Year	Accum Dep'n	Book Value
	\$	\$	\$	\$
2014				
Land	252,389	-	-	252,389
Buildings	820,946	14,121	177,538	643,408
Marae Retaining Wall	257,562	3,863	7,620	249,942
Motor Vehicles	26,929	959	25,019	1,909
Furniture and Fittings	16,314	548	13,609	2,705
Other Assets	16,007	354	12,839	3,168
Plant	55,006	4,543	44,988	10,018
Office Equipment	42,219	2,736	36,703	5,516
	<u>1,487,371</u>	<u>27,125</u>	<u>318,316</u>	<u>1,169,055</u>
2013				
Land	-	-	-	-
Buildings	809,661	13,189	163,417	646,244
Marae Retaining Wall	257,562	3,757	3,757	253,805
Motor Vehicles	26,928	1,449	24,060	2,868
Furniture and Fittings	16,314	717	13,061	3,253
Other Assets	16,007	422	12,485	3,522
Plant	48,048	4,756	40,445	7,603
Office Equipment	41,264	4,012	33,967	7,297
	<u>1,215,784</u>	<u>28,300</u>	<u>291,192</u>	<u>924,592</u>

5. CAPITAL COMMITMENTS

The Runaka had the following capital commitments at balance date:

Land Purchase	40,000	
Roof Replacement	20,276	
	<u>\$ 60,276</u>	(2013 \$Nil)

6. OPERATING COMMITMENTS

There were no operating lease commitments at balance date (2013 \$Nil)



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

7. POLSON HIGGS WEALTH MANAGEMENT MANAGED INVESTMENTS

CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Cash Accounts	15,591	12,494
	<u>15,591</u>	<u>12,494</u>

The above table details investments the society has in finance companies.

NON-CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Equity Investments	429,222	390,195
Canterbury Mortgage Trust - Debenture	2,405	2,356
NZX50 Portfolio Index Fund - FONZ	79,014	70,621
	<u>510,641</u>	<u>463,172</u>

8. TERM DEPOSITS

CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Parent		
Westpac Term Deposits	789,010	840,669
Puketeraki Limited		
Westpac Term Deposits	50,671	77,002
	<u>839,681</u>	<u>917,671</u>

NON-CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Puketeraki Limited		
Westpac Term Deposits	101,218	70,479
	<u>101,218</u>	<u>70,479</u>



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

9. EQUITY SHARE OF INVESTMENT IN ASSOCIATED COMPANY

Kati Huirapa Runaka ki Puketeraki Incorporated hold 25% of the shares in Kai Tahu Ki Otago Limited.

	2014	2013
	\$	\$
Carrying amount at beginning of the year	58,614	58,614
Equity accounted earnings for the 2013 year	16,599	-
Equity accounted earnings for the 2014 year	(641)	-
Carrying value at end of the year	<u>74,572</u>	<u>58,614</u>

10. GRANTS RECEIVED

	2014	2013
	\$	\$
Ngāi Tahu Fund	-	9,739
Manawapopere Trust	-	297
Manawhenua Health Working Party	-	6,789
Jack Ilott Oral History Education Fund	348	-
Te Tumu Paeroa - Koputai Reserve Fund	15,000	-
COGS	1,000	-
	<u>16,348</u>	<u>16,825</u>
Grants reflected in Project Activities		
Cancer Society re Wearable Arts Workshop	435	
Dunedin City Council re Wearable Arts Workshop	2,609	
Dunedin City Council re Puaka Matariki	435	
Te Puni Kokiri re Matariki Dance	3,000	
	<u>6,479</u>	

11. RELATED PARTY

Matapura Ellison is Chairman of Kati Huirapa Runaka ki Puketeraki Incorporated. He is contracted with the Runaka under a Contract for Service to provide education services funded under the Te Mahare Matauraka Project. There were no payments due to Mr Ellison under the Contract for Services at balance date.



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

**12. PROJECT ACTIVITIES
30 JUNE 2014**

	Marae Adornment	Tatai Whakapapa	LEOTC	Te Kete Taurua	David Ellison	Kahui Kaumatua	Te Mahare Matauraka	Wearable Arts	Huriawa Restoration	Te Tiaka Mahinga Kai	Taiapure
Brought forward from previous year	10,432	33,126	13,507	19,922	1,030	712	18,000	5,512	8,886	3,134	98
Income		400	58,171				24,000	4,971			
Expenditure	10,432	33,526	71,678	19,922	1,030	712	42,000	10,483	8,886	3,134	98
Transferred to Income/Expenditure	7,229	5,316	48,256	623	-	278	25,750	5,663	3,646	134	98
Net Expenditure	7,229	5,316	48,256	623	-	712	25,750	5,663	3,646	3,134	98
Balances as at 30 June 2014	3,203	28,210	23,422	19,299	1,030	-	16,250	4,820	5,240	-	-



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

**12. PROJECT ACTIVITIES (continued)
30 JUNE 2014**

	COGS	Buff Weka	Building Leadership Capacity	Puaki Matariki 2014	Matariki Dance	Papakaika Reo Fund	TOTAL
Brought forward from previous year	580	712	-	5,512	-		162,579
Income	1,000		5,000	435	4,120	9,560	107,657
Expenditure	1,580	712	5,000	5,947	4,120	9,560	270,236
Transferred to Income/Expenditure	496	1,688	1,008	600	1,900	-	102,687
Net Expenditure	3,273						6,707
	3,769	1,688	1,008	600	1,900	-	109,394
Balances as at 30 June 2014	(2,189)	(976)	3,992	5,347	2,220	9,560	160,842



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

**12. PROJECT ACTIVITIES
30 JUNE 2013**

Brought forward from previous year

Income

Expenditure

Transferred to Income/Expenditure
Transferred to Fixed Assets

Net Expenditure

Balances as at 30 June 2013

Marae Adornment	Tatai Whakapapa	Retaining Wall	LEOTC	Te Kete Taurua	Veterans	Our Fathers and Heroes	Kahui Kaumatua	Combined Runaka	Te Mahare Matauraka
12,378	11,004	-	8,135	19,961	550	1,401	756	8,237	-
	24,935		56,776						18,000
12,378	35,939	-	64,911	19,961	550	1,401	756	8,237	18,000
1,946	2,813	1,500	51,404	39	100	821	44	8,237	
		(1,500)							
1,946	2,813	-	51,404	39	100	821	44	8,237	-
10,432	33,126	-	13,507	19,922	450	580	712	-	18,000



**KATI HUIRAPA RUNAKA ki PUKETERAKI INCORPORATED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

**12. PROJECT ACTIVITIES (continued)
30 JUNE 2013**

	Wearable Arts	Huriawa Restoration	Water Quality Monitoring	Te Tiaka Mahinga Kai	Waka	Taiapure	COGS	Buff Weka	Building Leadership Capacity	Zumba	Puaki Matariki 2014	TOTAL
Brought forward from previous year	2,850	6,300	886	3,412	2,027	2,869	19,630	-	1,600	-		110,882
Income	2,903			7,500			2,700	26,500	5,000		5,000	149,314
Expenditure	5,753	6,300	886	10,912	2,027	2,869	22,330	26,500	6,600	-	5,000	260,196
Transferred to Income/Expenditure	241		6,300	5,252	4,938	1,929	2,800	9,279	1,400	2,000		101,043
Transferred to Fixed Assets					(1,526)					(400)		(1,926)
Net Expenditure	241	-	6,300	5,252	3,412	1,929	2,800	9,279	1,400	1,600	-	97,617
Balances as at 30 June 2013	5,512	6,300	(5,414)	5,660	(1,385)	940	19,530	17,221	5,200	(1,600)	5,000	162,579



INDEPENDENT AUDITOR'S REPORT

To the Committee of Kati Huirapa Runaka ki Puketeraki Incorporated

Report on the Financial Statements

Crowe Horwath
New Zealand Audit Partnership
Member Crowe Horwath International
44 York Place
Dunedin 9016 New Zealand
PO Box 188
Dunedin 9054 New Zealand
Tel +64 3 477 5790
Fax +64 3 474 1564
www.crowehorwath.co.nz

We have audited the financial statements of Kati Huirapa Runaka ki Puketeraki Incorporated (the "society") and the group on pages 2 to 14, which comprise the statement of financial position as at 30 June 2014, the statement of financial performance and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, for both the society and the group.

Committee' Responsibility for the Financial Statements

The committee members 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 committee members 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 presentation of the financial statements.

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

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

Basis for Qualified Opinion on Financial Position and Financial Performance

As is common in organisations of a similar nature, control over cash revenue prior to being recorded is limited, and there are no practical audit procedures to determine the effect of this limited control.

Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements on pages 2 to 14 present fairly, in all material respects, the financial position of Kati Huirapa Runaka ki Puketeraki Incorporated and group as at 30 June 2014, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.



Crowe Horwath New Zealand Audit Partnership
CHARTERED ACCOUNTANTS
6 October 2014

Pūketeraki Limited

PUKETERAKI LIMITED

Minutes of the Seventh Annual General Meeting held on 3rd November 2013 at the Marae, Puketeraki, at 11.30am.

Present:

Directors and Officers of the Company: Katharina Ruckstuhl (Chair), Hinerangi Ferrall- Heath and Gerard Devereux (Secretary)

Representatives of the Shareholder: Matapura Ellison, David Ellison, Suzanne Ellison, Tama Smith, Gisele Lavin, Lyn Carter, Marewa Preddy, Caroline Ruckstuhl, Brenda van Strik, Margaret Henderson, Phyllis Smith, Bruce Ritchie and Lex Kent

Notice of Meeting

It was noted that due to an administrative error the Annual General Meetings had not been publicly advertised in the Otago Daily Times. However registered members had been advised and agendas and reports forwarded to them. Legal advice taken suggested that if the Runaka membership present at the meeting agree, then the AGM can proceed.

IT WAS RESOLVED BY THE MEMBERS PRESENT THAT the Annual General Meeting of the company proceed – moved by Bruce, seconded by Katharina - carried

Mihi/Welcome

Katharina welcomed those present to the meeting.

Karakia

The karakia had been presented by Tama Smith at the first meeting of the day.

Apologies:

Apologies from the following were noted:

Brendan Flack (director), Shelley Griffiths (independent director), Roger Wyeth (director), Suzi Flack, Philip Broughton, Victoria Bryant, Peta Akuhata, Paul and Jacq Stevenson, Betty Apes, Emma Wyeth, Joan Ellison, Mahana Walsh, Haines Ellison, Jenny Smith and Jo Smith

Minutes of the Previous Meeting

The minutes of the fifth Annual General Meeting held on 4th November 2012 were taken as read.

IT WAS RESOLVED THAT the minutes of the previous Annual General Meeting held on 4th November 2012 reflect a true and correct record, and that they be adopted – moved by Lyn and seconded by Bruce - carried

Matters Arising from the Minutes

There were no matters arising.

Chair's Report

The Chair's Annual Report was taken as read.

Financial Reports:

The Secretary spoke to the Financial Reports for the year ended 30th June 2013.

David commented that he was very happy with the result, and expressed his appreciation to the Chairperson and the Board for their contributions to the operation of the Company.

IT WAS RESOLVED THAT the Chair's Report and the Financial and Audit Reports for the year ended 30th June 2013 as presented be received – moved by Bruce and seconded by Lyn - carried

Election of Auditor:

IT WAS RESOLVED THAT Crowe Horwath be reappointed auditors for the ensuing year - moved by Bruce and seconded by David - carried

General Business

There was no General Business.

There being no further business the Chair declared the meeting closed at 11.35am.

Signed.....

Date.....

PŪKETERAKI LIMITED
ANNUAL REPORT TO 30 JUNE 2014

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.

AIMS

- 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 (5-10years) – 5% above inflation.

COMPANY PROFILE

Directors: Katharina Ruckstuhl (Chairperson), Roger Wyeth, Hinerangi Ferrall-Heath, Graham Strong (2 February 2014) and Jeffrey Broughton (14 March 2014).

Brendan Flack and Shelley Griffiths (Independent) both resigned on 3 November 2013.

Company Secretary: Gerard Devereux

Investment Advisor: Polson Higgs Wealth Management (PHWM)

COMMENT FROM THE CHAIRPERSON

ANNUAL INVESTMENT PERFORMANCE COMMENTARY

In the year to 30 June 2014 the portfolio managed by Polson Higgs Wealth Management was up by \$49,789 (or 10.5%) to \$526,232. This good performance was on the back of a strong year to 30 June 2013 of 16%. It was pleasing to see markets deliver another strong result given some of the unsettling events that have occurred over the past year (i.e. Russia/Ukraine conflict, Israel/Gaza conflict, Syria conflict, Ebola outbreak).

The Company has maintained its portfolio mix of 40% “defensive” securities (cash, term deposits, bonds, direct NZ property) and 60% “growth” securities (shares, listed property companies). The portfolio investments performed as follows:

Performance of various investment classes – 1 July 2013 to 30 June 2014

International property 1.4%

International fixed interest 6.6%

New Zealand Fixed Interest 3.3% - 6.0% (*PHWM NZ Fixed Interest returned 3.3% and Westpac Term Deposits ranged from 3.8% to 6.0%*)

New Zealand shares 17.2%

Listed NZ Property 10.1%

Australian shares 6.0%

International shares 19.9%

Emerging market shares 2.9%

As can be seen, the best performing asset was the international shares sector with the worst being the international property sector.

The investment in 525 Blenheim Road Limited yielded a consistent dividend receipt during the year of \$1,200 per share which amounted to \$6,000. Our share of the Net Assets increased by \$17,780 for the year.

The Company holds shares in Kiwi Haka Limited which were assigned to the Company by the Incorporated Society. In September 2013 Kiwi Haka Limited declared and paid a maiden dividend, of \$100 per share which amounted to \$500.

Governance

The Company held four meetings over the last financial year. Meeting attendance was as follows:

Ruckstuhl – 4/4	Ferrall-Heath -2/4	Wyeth – 3/4
Flack – 2/2	Griffiths – 1/2	Strong – 2/2
Broughton 1/1		

The Company reviewed its strategic documents during the course of the year and has taken the view that they are fit for purpose although require some streamlining. This is a piece of work that will be progressed during the 2014-15 financial year. The Board continues to assess investment opportunities as they come to hand, although these must confirm to the Board's investment guidelines as outlined in the Company's investment policy.

The Board farewelled two Directors (Shelley Griffiths and Brendan Flack) and welcomed two new Directors, Jeffrey Broughton and Dr Graham Strong. In line with the Company's rotation policy, Dr Ruckstuhl will be offering herself for re-election as a Director at the November 2014 Rūnaka General Meeting, within the guidelines of the Incorporated Society.

RESOLUTIONS

1. **That Kati Huirapa Runaka ki Puketeraki receive the Annual Audited Accounts and Annual Company Report.**
2. **That Kati Huirapa Runaka ki Puketeraki appoint Crowe Horwath as Auditors for 2015.**

ACCOMPANYING DOCUMENTS

1. **Audited Accounts**
2. **Polson Higgs Wealth Management Report**

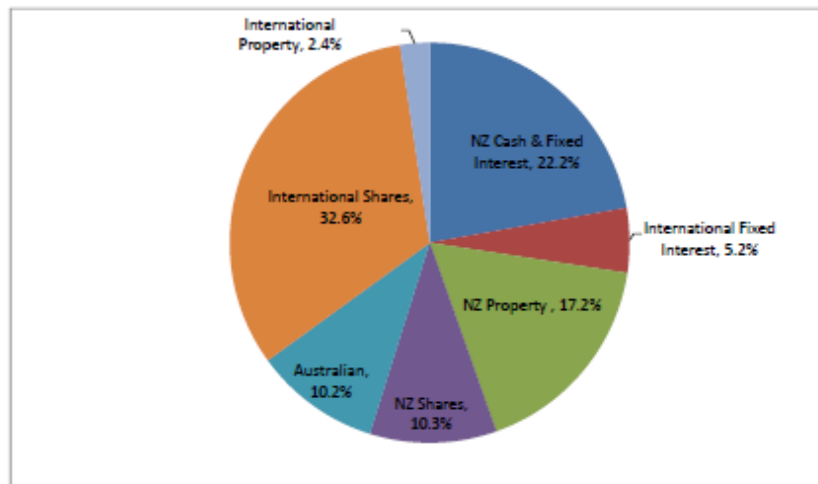
Valuation of Overall Investments, Pūketeraki Limited

As at 30 June 2014

			\$	%
NZ Cash & Fixed Interest				
Pūketeraki Ltd - Current Account			\$1,339	0%
Pūketeraki Ltd - Term Deposits (includes allocation to direct business)			\$151,889	20%
PHWM	CMT	\$2,405		
	Dominion	\$0		
	Aegis Cash	\$15,591	\$17,996	2%
International Fixed Interest	DFA 5yr DFIT	\$19,375		
	DFA Global Bond Trust	\$20,644	\$40,019	5%
Total Defensive			\$211,244	27%
NZ Property	525 Blenheim Road		\$91,341	12%
NZ Property	Goodman Property Trust	\$15,587		
	Kiwi Income Property Trust	\$13,718		
	Precinct Properties NZ	\$11,783	\$41,088	5%
NZ Shares	SmartFONZ		79,014	10%
Australian Shares	DFA Aust Large	\$23,951		
	DFA Aust Small	\$15,336		
	DFA Aust Value	\$39,236	\$78,523	10%
International Shares	DFA Emerging Market	\$18,754		
	DFA Global Core	\$126,991		
	DFA Global Small	\$18,833		
	DFA Global Value	\$69,521		
	iShares MSCI EM	\$17,282	\$251,381	33%
International Property	DFA Global Real Estate		\$18,212	2%
Total Growth			\$468,218	61%
Overall Total Investments at 30 June 2014			\$770,803	100%
plus Current account withdrawals for the period			\$3,097	
plus Distributions paid during the period			\$0	
Total investments including current account withdrawals			\$773,899	
Overall Total Investments at 31 March 2014			\$757,914	
Gain/Loss for the 3 month period			\$15,985	
Net Return for the 3 month period				2.1%

Overall Mix for Pūketeraki Limited's Investments

As at 30 June 2014



The current mix for the overall company portfolio is 61% growth/39% defensive (assuming NZ Property is defensive)

PUKETERAKI LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2014

**PUKETERAKI LIMITED
COMPANY DIRECTORY
FOR THE YEAR ENDED 30 JUNE 2014**

NATURE OF BUSINESS:	Puketeraki Limited is a charitable company which aims to benefit members of Kati Huirapa Runaka ki Puketeraki and the associated community in the Otago rōhe.
REGISTERED OFFICE:	121 Grimness Street Karitane Otago
INCORPORATION NO.:	1581079
DATE OF FORMATION:	2nd December 2004
IRD NO.:	89-509-572
CHARITIES COMMISSION REGISTRATION NO.:	CC38391
DATE OF REGISTRATION:	30 June 2008
DIRECTORS:	Katharina Ruckstuhl Hinerangi Ferrall-Heath Roger Sinclair Erihana Wyeth Graham Lance Strong (appointed 2 February 2014) Jeffrey Mark Broughton (appointed 9 March 2014) Shelley Griffiths (resigned 3 November 2013) Brendan Richard Flack (resigned 3 November 2013)
CAPITAL:	One Ordinary Share
SHAREHOLDER:	Kati Huirapa Runaka ki Puketeraki Incorporated
AUDITOR:	Crowe Horwath P.O.Box 188 DUNEDIN 9054
BANKER:	Westpac Banking Corporation Moray Place Branch P.O.Box 5432 DUNEDIN 9058
SOLICITOR:	Anderson Lloyd Lawyers Private Bag 1959 DUNEDIN 9054

**PUKETERAKI LIMITED
FINANCIAL RESPONSIBILITY STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014**

The Board of Directors is responsible for preparing the Annual Report which contains the financial statements of Puketeraki Limited as at 30 June 2014, and ensuring that they comply with generally accepted accounting practice in New Zealand and give a true and fair view of the financial position of Puketeraki Limited as at 30 June 2014 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 1993.

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 Annual Report which contains the financial statements of Puketeraki Limited for the year ended 30 June 2014.

For and on behalf of the Board of Directors

Director: 

Director: 

Date: 3/10/2014

Date: 3/10/2014

PUKETERAKI LIMITED
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2014

	<i>Note</i>	2014	2013
		\$	\$
REVENUE			
Dividends Received		6,500	6,000
Interest Received		6,754	7,444
Movement in Managed Funds		58,424	77,580
Equity Accounted Earnings of 525 Blenheim Road Limited		17,780	10,869
TOTAL REVENUE		<u>89,458</u>	<u>101,893</u>
EXPENDITURE			
Audit Fee		3,103	3,025
Directors Fees		1,120	1,400
Fees paid to Financial Advisers		7,858	7,117
General Expenses		178	96
Secretarial Fee		7,475	9,157
Travelling Expenses		84	93
TOTAL EXPENDITURE		<u>19,818</u>	<u>20,888</u>
NET SURPLUS		<u><u>69,640</u></u>	<u><u>81,005</u></u>



**PUKETERAKI LIMITED
STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014**

	2014 \$	2013 \$
OPENING EQUITY	473,739	392,734
Net Surplus (Loss) for the year	69,640	81,005
TOTAL RECOGNISED REVENUES AND EXPENSES	<u>69,640</u>	<u>81,005</u>
<u>CLOSING EQUITY</u>	<u>543,379</u>	<u>473,739</u>



**PUKETERAKI LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

	Note	2014 \$	2013 \$
EQUITY		<u>543,379</u>	<u>473,739</u>
REPRESENTED BY:			
CURRENT ASSETS			
Cash at Bank - Westpac		1,339	5,439
Interest Accrued		4,319	3,355
Investments (managed by Polson Higgs Wealth Management Limited)	6	15,591	12,494
Investments (Fixed Interest Term Deposits with Westpac)	7	50,671	77,002
TOTAL CURRENT ASSETS		<u>71,920</u>	<u>98,291</u>
NON CURRENT ASSETS			
Equity Accounted Investment - 525 Blenheim Road Limited		109,121	91,341
Investments (managed by Polson Higgs Wealth Management Limited)	6	510,641	463,172
Investments (Fixed Interest Term Deposits with Westpac)	7	101,218	70,479
TOTAL NON CURRENT ASSETS		<u>720,980</u>	<u>624,992</u>
TOTAL ASSETS		<u>792,900</u>	<u>723,283</u>
CURRENT LIABILITIES			
Accounts Payable		3,096	3,119
Advance from Kati Huirapa Runaka ki Puketeraki Inc	5	246,425	246,425
TOTAL CURRENT LIABILITIES		<u>249,521</u>	<u>249,544</u>
NET ASSETS		<u>543,379</u>	<u>473,739</u>



**PUKETERAKI LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

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 1993 and its financial statements comply with that Act.

The financial statements comprise statements of the following: accounting policies; financial performance; movements in equity; financial position; as well as the notes to these statements contained on pages 6 to 8 of this Annual Report.

Measurement Base

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand and in accordance with the requirements of the Financial Reporting Act 1993 and the Companies Act 1993.

These financial statements have been prepared on the basis of historical cost except for the revaluation of investments as detailed below.

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.

Taxation

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

Differential Reporting

The company is an entity qualifying for differential reporting exemptions as it has no public accountability and no separation of ownership and the governing body. All available differential reporting exemptions allowed under the framework for differential reporting have been adopted.

**PUKETERAKI LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2014**

Changes in Accounting Policies

There have been no changes in accounting policies and they have been applied on a basis consistent with the prior year.

NOTE 2 RELATED PARTIES

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

NOTE 3 CAPITAL

	2014	2013
	\$	\$
One ordinary share (issued for nil consideration)	-	-

NOTE 4 CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The entity has no capital commitments or contingent liabilities at balance date. (2013 \$Nil)

NOTE 5 ADVANCE FROM KATI HUIRAPA RUNAKA ki PUKETERAKI INC

This advance is interest free and repayable on demand.

	2014	2013
	\$	\$
Balance at the beginning of the year	246,425	246,425
Repaid during the year	-	-
Balance as at balance date	<u>246,425</u>	<u>246,425</u>



PUKETERAKI LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

NOTE 6 POLSON HIGGS WEALTH MANAGEMENT MANAGED INVESTMENTS

CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Cash Accounts	15,591	12,494
	<u>15,591</u>	<u>12,494</u>
NON-CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Equity Investments	429,222	390,195
Canterbury Mortgage Trust - Debenture	2,405	2,356
NZX50 Portfolio Index Fund - FONZ	79,014	70,621
	<u>510,641</u>	<u>463,172</u>
TOTAL INVESTMENTS	526,232	475,666

NOTE 7 DEPOSITS

CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Westpac Banking Corporation	50,671	77,002
	<u>50,671</u>	<u>77,002</u>
NON-CURRENT	30 Jun 2014	30 Jun 2013
	\$	\$
Westpac Banking Corporation	101,218	70,479
	<u>101,218</u>	<u>70,479</u>
TOTAL DEPOSITS	151,889	147,481

**PUKETERAKI LIMITED
STATUTORY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2014**

FEES PAID TO AUDITORS

Total audit fees paid by Puketeraki Limited	\$3,103
Total fees paid to auditors for other services provided to Puketeraki Limited	\$Nil

DIRECTORS' REMUNERATION

The directors received remuneration from the company of \$1,120 during the year ended 30 June 2014 (2013 \$1,400).

EMPLOYEE REMUNERATION

The company does not have any employees earning remuneration in excess of \$100,000 (2013 \$Nil).

DONATIONS

The company paid no donations during the year ended 30 June 2014 (2013 \$Nil).



INDEPENDENT AUDITOR'S REPORT

To the Shareholder of Puketeraki Limited

Report on the Financial Statements

We have audited the financial statements of Puketeraki Limited on pages 3 to 9, which comprise the statement of financial position as at 30 June 2014, the statement of financial performance, and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand and that give a true and fair view of the matters to which they relate and for such internal control as the directors 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 of the financial statements that give a true and fair view of the matters to which they relate 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 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 in our capacity as auditor we have no relationship with, or interests in, the Puketeraki Limited.

Opinion

In our opinion, the financial statements on pages 3 to 9:

- comply with generally accepted accounting practice in New Zealand;
- give a true and fair view of the financial position of Puketeraki Limited as at 30 June 2014 and the results of its financial performance for the year ended on that date.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of sections 16(1)d and 16(1)e of the Financial Reporting Act 1993, we report that:

- we have obtained all the information and explanations that we have required; and
- in our opinion, proper accounting records have been kept by Puketeraki Limited as far as appears from our examination of those records.

Crowe Horwath™

Crowe Horwath New Zealand Audit Partnership
CHARTERED ACCOUNTANTS
3 October 2014

Kāti Huirapa Rūnaka ki Puketeraki Trust

**Kāti Huirapa Rūnaka ki Puketeraki Trust
Annual General Meeting – Hui a Tau
Held on Sunday 3 November 2013 at 11.25am
At Puketeraki Marae**

Mihi whakatau: Matapura Ellison

Karakia timata: Tamatea Smith

Present: Matapura Ellison, Suzanne Ellison (minutes), Aroha Ellison, David Ellison, Lyn Carter, Katharina Ruckstuhl, Caroline Ruckstuhl, Gerard Devereux, Brenda van Strik, Margaret Henderson, Tama Smith, Phyllis Smith, Marewa Preddy, Hinerangi Ferrall Heath, Bruce Ritchie, Lex Kent, Gisele Laven

2. Apologies: Roger Wyeth, Philip Broughton, Suzi Flack, Victoria Bryant, Peta Akuhata, Paul & Jacq Stevenson, Betty Apes, Emma Wyeth, Joan Ellison, Mahana Walsh, Haines Ellison, Jenny Smith, Jo Smith, Brendan Flack.

Motion	That apologies be accepted		
	Bruce Ritchie	Lyn Carter	Carried

3. Minutes of AGM 4 Nov 2012

Motion	That the minutes of the Annual General Meeting of 4 November 2012 be accepted as a true record.		
	David Ellison	Tama Smith	Carried

4. Matters Arising

There were no matters arising.

5. Trustees Report

David Ellison, Matapura Ellison and Mahana Walsh are the trustees and there has been no change to the position of the Trust.

6. Financial Report

There is nil income & expenditure, the audit is a record of the land and buildings owned by the trust to which there has been no change during the financial year.

Motion	That we adopt the Financial Statements for the year ended 30 June 2012.		
	Katharina Ruckstuhl	Lyn Carter	Carried

7. Appointment of the Auditor 2013 -14

Motion	That we appoint Cook North & Wong as auditors for 2013 - 2014 financial year.		
	Matapura Ellison	Phyllis Smith	Carried

8. Other Business:

The meeting agreed the Trust was due to seek current correct valuations for their properties.

Motion	That the Trust seek new valuations on the properties from Quotable Value.		
	Bruce Ritchie	Lyn Carter	Carried

There being no other business the AGM closed 11.30am.

Chairperson _____

Date _____

KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014**

CONTENTS

	Page
Statement of Financial Performance	2
Statement of Movements in Equity	2
Statement of Financial Position	3
Notes to the Financial Statements	4
Independent Auditors' Report	5

KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
Revenue	Nil	Nil
Operating Surplus/(Deficit) for the Year	Nil	Nil

KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014


	2014 \$	2013 \$
Opening Equity	Nil	Nil
Total Recognised Revenue and Expenses	Nil	Nil
Closing Equity	Nil	Nil

KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

	2014 \$	2013 \$
Equity Account	Nil	Nil
Represented by:		
Land – Coastal Road, Karitane	17,103	17,103
Land – Old School Property	8,979	8,979
Building – Old School Property	38,907	38,907
	<u>64,989</u>	<u>64,989</u>
Less Term Liability		
Advance – Kati Huirapa Runaka (Inc)(interest free)	64,989	64,989
	<u>Nil</u>	<u>Nil</u>
Assets Less Liability		


.....
Trustee


.....
Trustee

Date: 5/09/14

KATI HUIRAPA RUNAKA KI PUKETERAKI TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

1. STATEMENT OF ACCOUNTING POLICIES

Basis of Reporting

Kati Kuirapa Runaka ki Puketeraki Trust is registered under the Charitable Trusts Act 1957.

These financial statements are general purpose financial reports which have been prepared recognising the framework for differential reporting. In the opinion of the Committee, the Trust qualifies for differential reporting as it has no public accountability and is not considered large within the terms of reference in paragraph 4.23 of the framework for differential reporting.

The Trust has taken advantage of all available differential reporting exemptions.

The financial statements have been prepared on the basis of historical cost.

Goods and Services Tax

The Trust is not registered for Goods and Services Tax.

Fixed Assets

Fixed assets are recorded at cost and are not depreciated.

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.

2. KATI HUIRAPA RUNAKA KI PUKETERAKI

The old school property and the Coast Road property have been purchased from the Kati Huirapa Runaka ki Puketeraki. The Trust owes the Runaka for these assets. The revenue and expenses for these assets are met by the Runaka and the surplus (if any) is used to offset Runaka administration costs.

3. CONTINGENT LIABILITIES & CAPITAL COMMITMENTS

The Trust has no contingent liabilities or capital commitments at balance date (2013 \$Nil).

4. RELATED PARTY TRANSACTION

Except as noted in Note 2 above there have been no other related party transactions.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of the Kati Huirapa Runaka ki Puketeraki Trust (the "Trust")

Report on the Financial Statements

We have audited the financial statements of the Kati Huirapa Runaka ki Puketeraki Trust on pages 2 to 4 which comprise the Statement of Financial Position as at 30 June 2014, and the Statement of Financial Performance for the year then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation of these financial statements in accordance with generally accepted accounting practice in New Zealand and that give a true and fair view of the matters to which they relate, and for such internal control as the Trustee determines 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 misstatements.

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 misstatements 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 of financial statements that give a true and fair view of the matters to which they relate in order to design audit procedure 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 qualified opinion on the financial position and financial performance.


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

Qualified Opinion

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

As stated in note 1 on page 4, the Trust has not provided for depreciation on buildings. This is a departure from New Zealand International Accounting Standards 16 (NZIAS - 16), which requires that depreciation be charged as an expense in the statement of financial performance so as to allocate the cost of the buildings over their useful lives.

In our opinion, except for the departure from NZIAS 16 as outlined above, the financial statements on pages 2 to 4 give a true and fair view of the financial position of the Trust as at 30 June 2014 and its financial performance for the year ended on that date.



Cook North & Wong
Dunedin
5 September 2014

Restriction of Distribution or Use

This report is made solely to the Trust, as a body. Our audit work has been undertaken so that we might state to the Trust those matters which we are required to state to them in an auditors' 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, as a body, for our audit work, for this report or for the opinions we have formed.