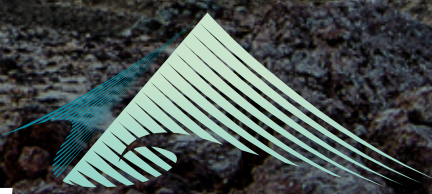
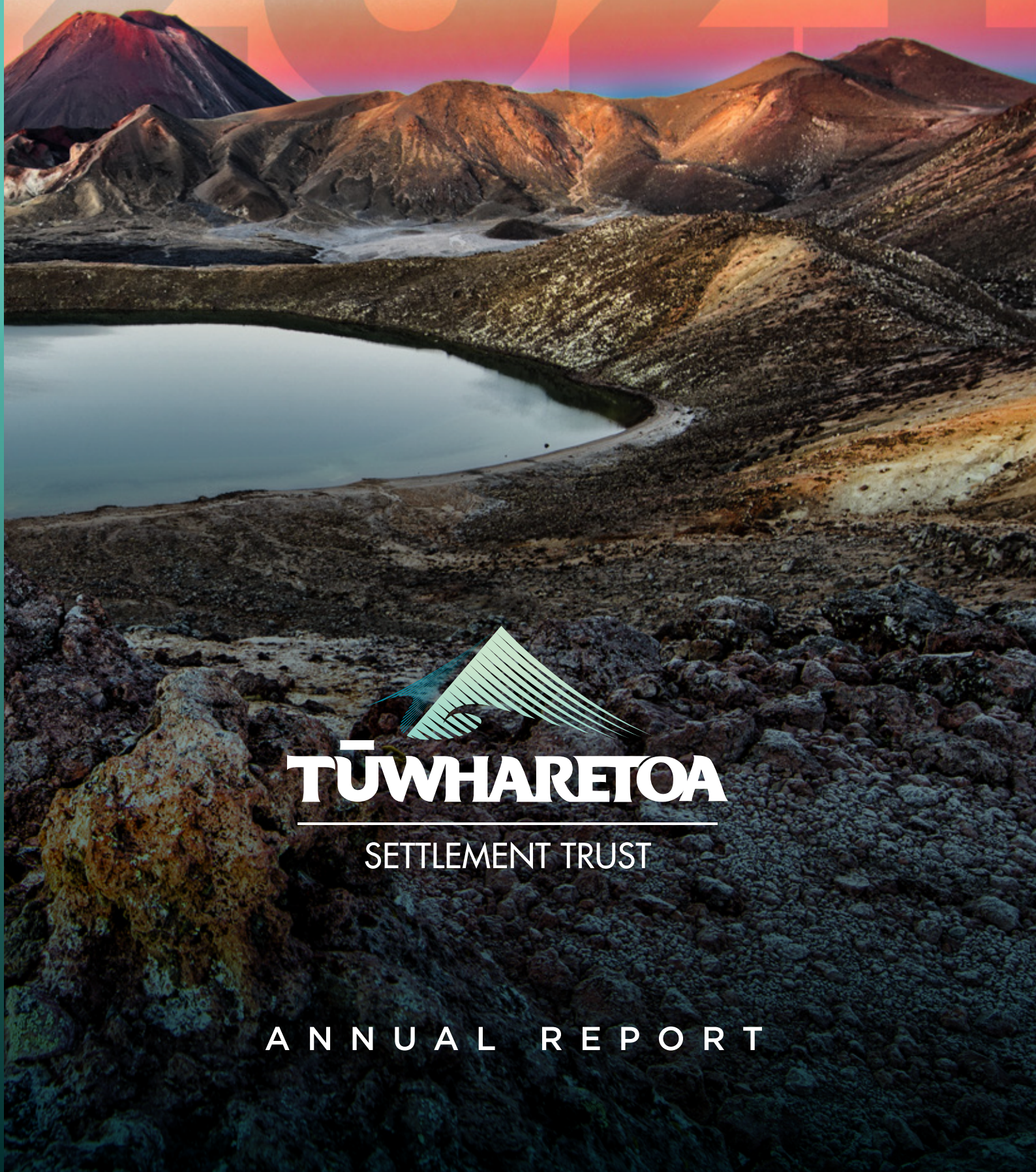


2021



TŪWHARETOA

SETTLEMENT TRUST

ANNUAL REPORT

**KO TONGARIRO TE MAUNGA
KO TAUPŌ TE MOANA
KO TŪWHARETOA TE IWI
KO TE HEUHEU TE TANGATA**





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TŪWHARETOA SETTLEMENT TRUST

We are the Post-Settlement Governance Entity (PSGE) that manages the financial resources returned to Ngāti Tūwharetoa in the Central North Island Forests Iwi Collective settlement. Approved by Ngāti Tūwharetoa, the Trust was established on 1 July 2009, and has been operating for the benefit of Ngāti Tūwharetoa ever since.

THE CNI SETTLEMENT AND NGĀTI TŪWHARETOA

Ngāti Tūwharetoa is one of eight iwi included in the CNI settlement.

Our Iwi received:

- A payment of \$66 million of accumulated rentals, with approximately \$29 million for the associated forest hapū;
- 25.9 per cent of annual Crown Licence fees until the year 2043;

An equal shareholding in CNIHL (the company holds 176,000 hectares of the CNI forest land, with the actual land holding by iwi to be determined by Mana Whenua);

- A share of three million NZUs (carbon credits); and
- Preferential rights to buy certain Crown assets (DSP).

OUR ROLE

Protect and enhance the arikitanga, mana and rangatiratanga of Ngāti Tūwharetoa promote and advance the social, economic and cultural wellbeing of our members and their hapū.

OUR TRUSTEES' RESPONSIBILITIES

- Strategic direction
- Setting values and principles
- Monitoring performance
- Reporting to members
- Risk management
- Legislative compliance
- Policy formulation
- General Manager selection

The Trustees have delegated implementation and operations to the General Manager, through policy and a Delegated Authorities Manual.



About Us

OUR TRUSTEES

Tūwharetoa Settlement Trust is governed by seven Trustees from within Ngāti Tūwharetoa.



Te Ariki Tā Tumu te Heuheu
TRUSTEE
Te Ariki o Ngāti Tūwharetoa



Rakeipoho Taiaroa
CHAIRMAN *Maataapuna*



Hon Georgina te Heuheu
DNZM, QSO
DEPUTY CHAIR *Iwi Whānui*



Paranapa Otimi
TRUSTEE *Iwi Whānui*



Joanne Te Huia
TRUSTEE *Tai Hauāuru*



Judy Harris
TRUSTEE *Tai Tonga*



Dylan Tahau
TRUSTEE *Hikuwai*

OUR OPERATIONAL TEAM



Sean te Heuheu
GENERAL MANAGER
Maataapuna



Greg Stebbing
COMMERCIAL ADVISOR
Ngāti Ruingarangi



Te Aroha Woods
TRUST ACCOUNTANT
Ngāti Kurauia



Piki Taiaroa
PM OFFICE MANAGER
*Ngāti Hine, Ngāti
Tūrangitukua*



Melanie Henry
SENIOR KĀINGA COACH
Ngāti Ruingarangi



Aaron Te Huia
TECHNICAL BUILDING
ASSESSOR
Ngāti Te Maunga



Lisle McErlane
LEGAL ADVISOR



Shared Services Team

From left: Adriana Fletcher (Project Coordinator), Piki Taiaroa (front), Kim Alexander (Corporate Services Manager), Mel Henry (front), Sean te Heuheu (back), Te Aroha Woods (front), Gaye Stebbing (Administrator – Taupō), Courtney Marshall (Administrator – Database & Systems)

“TĒNĀ KOUTOU KATOĀ

On behalf of the Board of Trustees (the Board), I am pleased to present the Annual Report for the Tūwharetoa Settlement Trust (TST) for the 2020/21 Financial Year.

ADMINISTRATION REALIGNMENT

The Trust recently realigned its management capability to represent the separation of the Commercial and Fiduciary Areas. I am pleased to welcome Sean te Heuheu as the New General Manager tasked with heading core trust administration and beneficiary interface and Greg Stebbing who will head our commercial area which is now at a significant stage.

COVID-19

Like many organisations, this financial year continues to be affected by COVID-19. Our focus has remained steadfast on assisting our whānau, where possible, through collaboration with our triumvirate partners, the Tūwharetoa Māori Trust Board, and the Ngāti Tūwharetoa Fisheries Charitable Trust under the guidance of Te Tari O Te Ariki.

SIGNIFICANT NATURAL AREAS/INDIGENOUS BIODIVERSITY

With Te Ariki Tā Tumu te Heuheu, the Tūwharetoa Māori Trust Board, the Forest Trusts, Farm Trusts and many other Land Trusts and Incorporations, TST has facilitated the initiative to advise the Prime Minister and her Government to stop all current and proposed legislation that interferes with our rights as Tūwharetoa landowners.

At a hui held in July with over 90 Trusts and Incorporations and whānau the mandate was given to fight the Crown on their plans to disenfranchise our rights over our land. The Crown hopes to introduce legislation that will limit our rights through the Significant Natural Areas process, the indigenous biodiversity National Policy Statement and further climate change legislation.

Te Ariki Tā Tumu te Heuheu has written to the Prime Minister to discuss this matter directly.

COLLABORATION

We continued to focus on collaboration with other Ngāti Tūwharetoa entities with an ambition to build the collective capacity of Ngāti Tūwharetoa.

This includes our continued collaborations with our triumvirate partners (Tūwharetoa Māori Trust Board and Ngāti Tūwharetoa Fisheries Charitable Trust) where we are able to provide an efficient and effective service for the iwi through shared administrative capability and offices both in Taupō and Tūrangi. I would also like to acknowledge our other partnerships with;

- Te Pae o Waimihia
- Lake Taupō Forest Trust
- Lake Rotoaira Forest Trust
- Waihi Pukawa Trust
- Puketapu 3C Inc and
- Oraukura 3 Inc

STRATEGIC DIRECTION

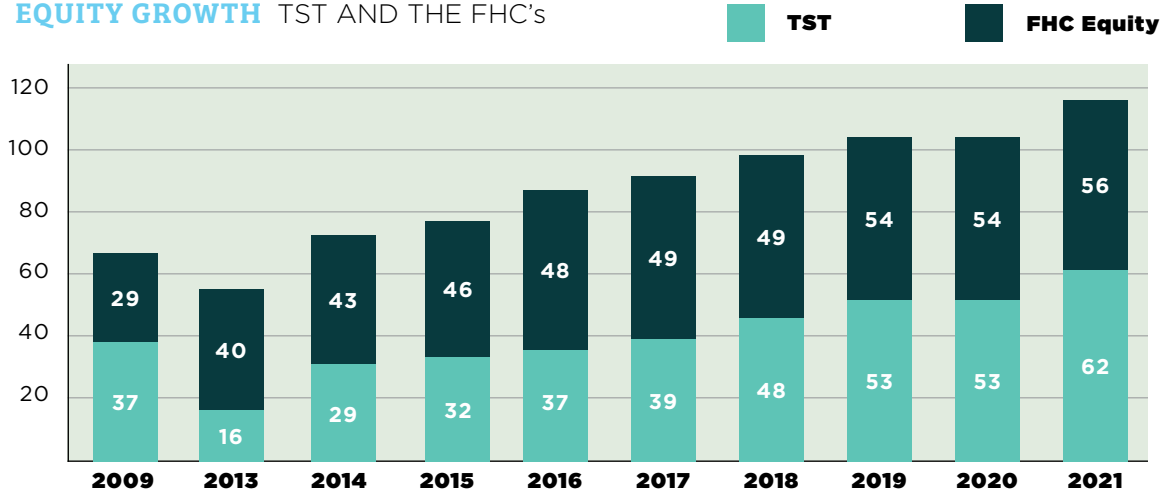
With the guidance of Te Ariki Tā Tumu te Heuheu, whose involvement with the Board has been invaluable, the Trustees continue to ensure that the TST remains true to its strategic direction through its renewed Strategic Plan. The Strategic Plan is focused on supporting the beneficiaries whilst maintaining real capital growth to reach our target of \$150 million by 2044. 2044 is the date when the TST income drops dramatically and we need to mitigate for the event now.



FINANCIAL PERFORMANCE

The TST has continued to achieve positive financial growth. I am pleased to report that the Trust's equity increased by \$4.9 million to \$61.8 million, compared to \$56.9 million in the previous year. Our investments have also grown over the year with notably strong performances from Kākanō, CNI Iwi Holding Limited and our Managed Funds.

EQUITY GROWTH TST AND THE FHC's



HE IWI KĀINGA

We have continued to build on the Housing Strategy work from last year with the establishment of He Iwi Kāinga and the recruitment of our He Iwi Kāinga team. He Iwi Kāinga was established as the project management office to drive our mission of; Assured, Affordable, Healthy and Accessible Housing for Ngāti Tūwharetoa. With the help of our team we have established three pilot programmes: Advice and Advocacy, Repairs and Maintenance and Residential Builds.

Through these programmes and the existing land holdings in Wairākei, Wharewaka and Tūrangi, we are working hard to provide solutions for our people in this very complex housing space. To facilitate the programmes, we have employed three He Iwi Kāinga staff members. Through this recruitment, the TST aims to further accelerate the delivery of services to our members.

MANA WHENUA

Recently the Central North Island Iwi were subject to court proceedings in the Wellington High Court, where Ngāti Manawa sought declaratory judgement to further their position in the CNI Iwi forest. Ngāti Tūwharetoa and other CNI Iwi made submissions to the court. The judgement is expected to be completed at the beginning of next year.

MARAE PAEPAE JACKETS

In recognition of the tremendous effort that our whānau put toward maintaining our Ngāti Tūwharetoa tikanga on our marae paepeae, and with the help of our marae kaimahi, we have been able to distribute over 200 Marae Paepae Jackets to our Ngāti Tūwharetoa marae. We hope that the jackets have helped to keep our kaumātua pakeke warm while supporting our paepeae over the winter months. The jackets have

become very popular and it is our hope that those recipients carry on the great work.

I wish to acknowledge the hard work and dedication of our Trustees and Staff, whose dedication to Ngāti Tūwharetoa is reflected in the positive results shown within this report. I would also like to thank our former General Manager, Greg Stebbing, for his years of service and commitment to the work of the trust.

Na reira, ngā manaakitanga o te runga rawa ki runga i a tātou katoa.

Tēnā tātou katoa.

Rakeipoho Taiaroa
CHAIRMAN



Strategic Plan 2021 - 2022



To protect and enhance the mana of and rangatiratanga of the iwi, its tāonga, its Ārikitanga and its members

- Demonstrate sound Governance to enhance Iwi reputation, trust and respect
- Support the enhancement of the Ārikitanga



To promote and advance the educational, health, spiritual, economic, social, cultural advancement and well-being of the Beneficiaries and their Hapū

- Develop and enhance Iwi and Hapū relationships
- Develop and implement strategies and programmes that provide pathways for Ngāti Tūwharetoa into safe and healthy homes
- Support initiatives that promote the uniqueness of Ngāti Tūwharetoa.



To maintain and establish places of cultural or spiritual significance to Ngāti Tūwharetoa

- Advocate for the protection of Ngāti Tūwharetoa whenua
- Support Ngāti Tūwharetoa marae



To continue to grow the Trust for Ngāti Tūwharetoa

- Continue to enhance financial strength and sustainability through to and beyond 2043
- Complete and maintain the Trust Fiduciary Responsibilities

KO TONGARIRO TE MAUNGA, KO TAUPŌ TE MOANA, KO TŪWHARETOA TE IWI, KO TE HEUHEU TE TANGATA

Complete final resolution of the CNI Mana Whenua process

Maintain a high level of benefits for Ngāti Tūwharetoa

Lead collaboration initiatives with other Tūwharetoa Iwi entities to coordinate a cohesive approach to improving the wellbeing of Ngāti Tūwharetoa

- Provide advice and support to the Āriki and the Ārikitanga as required
- Maintain the relationship to the Paramountcy through his TST representation

Implement improvement initiatives identified in the MoU with the TMTB and NTFCT Trust.

- Seek out further co-investment opportunities
- Enhance the relationships with the Forest Hapū Cluster Trusts
- Regular, open and transparent communication with Iwi and Hapū – newsletters, social media
- Continue increasing the number of registered members and accuracy of the Iwi Database

Lead the implementation of the Ngāti Tūwharetoa kāinga strategy

- Explore co-investment opportunities for housing developments
- Provide advocacy and advice to our beneficiaries on home-ownership and renting
- Work with key agencies and organisations in the sector to advance the interests of Ngāti Tūwharetoa in the housing sector

Collaborate and promote initiatives targeted at the retention of key attributes and elements that make Ngāti Tūwharetoa unique (reo, tikanga, marae)

- Promote existing initiatives targeted at encouraging Ngāti Tūwharetoa to return back to the iwi
- Implement programmes and policies targeted at generating pride in and loyalty to the iwi

- Advocate on behalf of Ngāti Tūwharetoa landowners on matters that impact on their kaitiakitanga
- Collaborate with Tūwharetoa stakeholders, central and local governments

- Collaborate with other Ngāti Tūwharetoa entities to support our marae

- Enhance financial reporting to Governance and Membership
- Continue to build on the strong financial and administration systems within TST
- Achieve the targeted equity of 150 million by 2043 through sound investments
- Resolve outstanding financial guarantees and liabilities matters

- Continue to develop and sustain Tūwharetoa Settlement Trust's fiduciary responsibilities to our Uri

- Work closely with other Ngāti Tūwharetoa entities on initiatives aimed at satisfying our fiduciary responsibilities

“TĒNĀ TĀTOU E TE IWI

Our investments have helped us to achieve a strong result which in turn has enabled us to continue to provide substantial benefits back to our membership, some of which are detailed below.

Through our Strategic Plan we also have a strong social focus, which I am passionate about growing in the coming years. Several of our socially focused goals are that;

- we provide support to the enhancement of the Ārikitanga,
- we develop pathways for our Iwi into safe and healthy homes,
- we develop and enhance Hapū/Iwi relationships,
- we support initiatives that promote the uniqueness of Ngāti Tūwharetoa and we support Ngāti Tūwharetoa Marae.

We are continuing to develop a plan on how best we collaborate with you in relation to these goals. In the interim if you have a whakaaro you would like to share, please make contact with us on info@tst.maori.nz.

Full details in relation to our Strategic Plan are included within this Annual Report.

GRANTS

I am pleased to advise that we were able to support our Ngāti Tūwharetoa whānau whānui

The FY 2020/21 has been a positive year for the Tūwharetoa Settlement Trust.

with grants to the value of close to \$1 million in the FY 2020/21. These Grants were in the form of pūtea returned directly to Ngāti Tūwharetoa to help support some of our tāonga, including our Ārikitanga, our Marae and our Whānau. Following is a summary of these Grants;

GRANT CATEGORY	FY 2020/21 VALUE OF GRANTS
The Paramountcy Office	\$100,000
Marae Operational Support	\$435,000
Education Grants	\$295,733
Marae Capital Works Projects	\$111,208

MARAE OPERATIONAL SUPPORT

29 Marae received Marae Operational Support grants valued at \$15,000 each. These grants were a contribution towards the day-to-day upkeep and operational costs associated with running our Ngāti Tūwharetoa Marae.

EDUCATION

In partnership with our triumvirate partners (the Tūwharetoa Māori Trust Board and Ngāti Tūwharetoa Fisheries Charitable Trust) 2,057 members of our Iwi received education grants totalling \$827,000. Through these education grants we aim to provide support to our whānau to help unlock their individual potential and grow our future leaders.

GRANT TYPE	FY 2020/21 #OF GRANTS	FY 2019/20 #OF GRANTS	VARIATION
Early Childhood Education	744	573	↑ 171
Secondary School NCEA	397	313	↑ 84
Tertiary Study	835	619	↑ 216
Special needs	74	62	↑ 12
Trade training	7	11	↓ 4
Number of Education Grants provided	2,057 grants	1,578 grants	
Value of Education Grants provided	\$827,000	\$637,000	

\$427k 
MARAE CAPITAL WORKS
5 NGĀTI TŪWHARETOA MARAE

\$30k 
STEM SCHOLARSHIP
3 TŪWHARETOA IWI MEMBERS

\$435k 
MARAE OPERATIONAL SUPPORT
29 NGĀTI TŪWHARETOA MARAE

MARAE	MARAE PROJECT	FY 2020/21 #OF GRANTS
Hirangi Marae	Manuhiri shelter and new fencing	\$ 107,000
Maniaiti Marae	Technical Feasibility Study for a new whareniui	\$ 96,600
Maroanui Marae	Wharekai upgrade	\$ 100,000
Opaea Marae	Wharepaku and kitchen extension	\$ 100,000
Waitetoko Marae	Kaumātua room roof replacement	\$ 24,359
Number of Marae Capital Works Grants provided		5 grants
Value of Marae Capital Works Grants provided		\$427,959

MARAE CAPITAL WORKS

In partnership with the Tūwharetoa Māori Trust Board, 5 Ngāti Tūwharetoa Marae received Capital Work Grants valuing \$427,959.52. Above are the details of the Marae Projects supported.

STEM SCHOLARSHIP

The Science Technology Engineering Mathematics (STEM) Scholarship recognises the academic excellence of students enrolled in Science, Technology, Engineering and Mathematics tertiary study. This Scholarship is offered annually with up to 3 scholarships available, valued at \$10,000 each.

In the FY 2020/21 we were very proud to award STEM scholarships to the following recipients in recognition of their amazing efforts in their chosen area of study;

Shaun Toroa te Rire McNeil, Ngāti Tūrangitukua – Master of Science, University of Waikato

Charquera Tobin-Cribb, Ngāti Te Kohera – Bachelor of Science, University of Auckland

Tia Haira, Ngāti Hine – Master of Biomedical Science, Victoria University

MEMBER REGISTER DATABASE

A big thank you to those of you who have registered with the Tūwharetoa Settlement Trust using our online database. This database was developed in collaboration with the Tūwharetoa Māori Trust Board and Ngāti Tūwharetoa

Fisheries Charitable Trust last year and has been successful in streamlining the registration process between all 3 entities.

Our membership continues to grow using this online database, which helps us to ensure that you;

- are informed about events
- have the ability to participate in the election of Trustees
- are notified of our Annual General Meetings
- have the ability to vote on important kaupapa
- have access to Grants and other initiatives and receive our Trust communications.

One important thing to note is that if your details change (i.e. phone number, email address, physical address) please remember to go online or call us to update the database. The database is only as good as the information held within and without current contact details you may find that you are left out of the loop.



Sean te Heuheu
GENERAL MANAGER

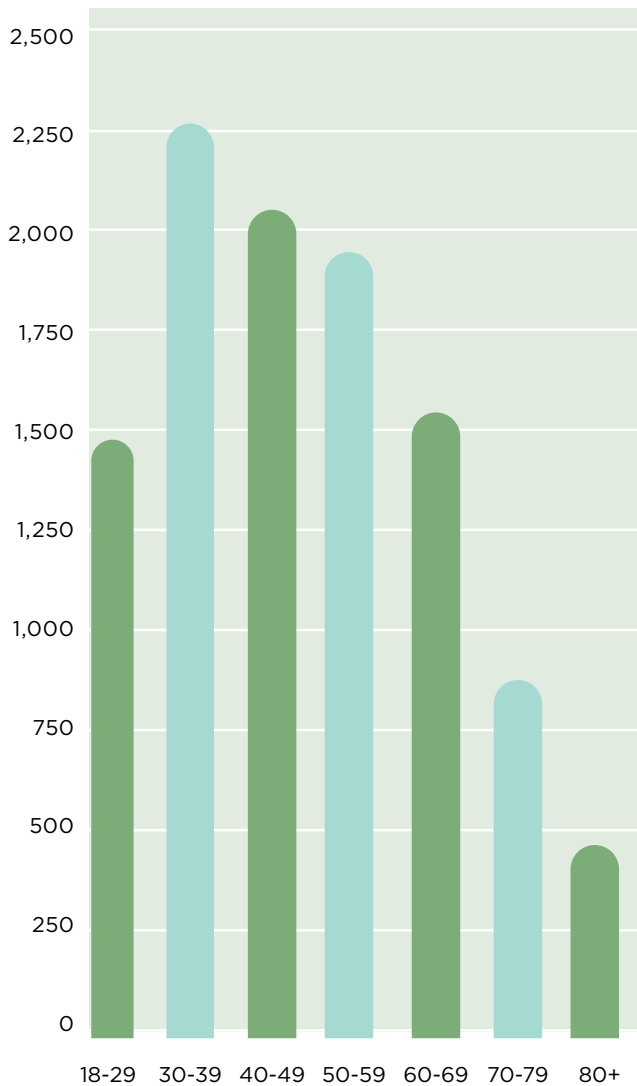


\$827k 

EDUCATION
2,057 TŪWHARETOA IWI MEMBERS

TST Member Statistics

REGISTERED MEMBERS BY AGE



MEMBERS BY AGE

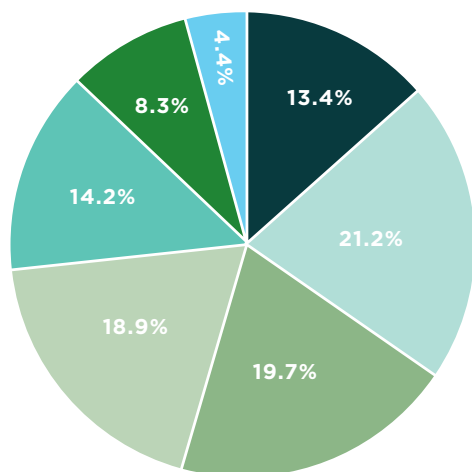
AGE GROUP	2020	2021
18-29	1,266	1,444
30-39	2,110	2,274
40-49	2,015	2,114
50-59	1,923	2,031
60-69	1,370	1,522
70-79	860	896
80+	431	470
TOTAL	9,975	10,751

MEMBERS BY COUNTRY

REGION	2020	2021
International	540	565
New Zealand	8,024	8,788
No Address	1,411	1,398
TOTAL	9,975	10,751

MEMBERS BY REGION

REGION	2020	2021
Auckland/Northland	917	1,039
International	540	563
Bay of Plenty	1,294	1,447
Gisborne/Hawkes Bay	616	700
No Address	1,411	1,398
South Island	401	462
Taupō/Tūrangi	2,212	2,331
Waikato	945	1,034
Wanganui/Manawatu	1,115	574
Wellington/Wairarapa	524	574
TOTAL	9,975	10,751



Investment Managed Funds

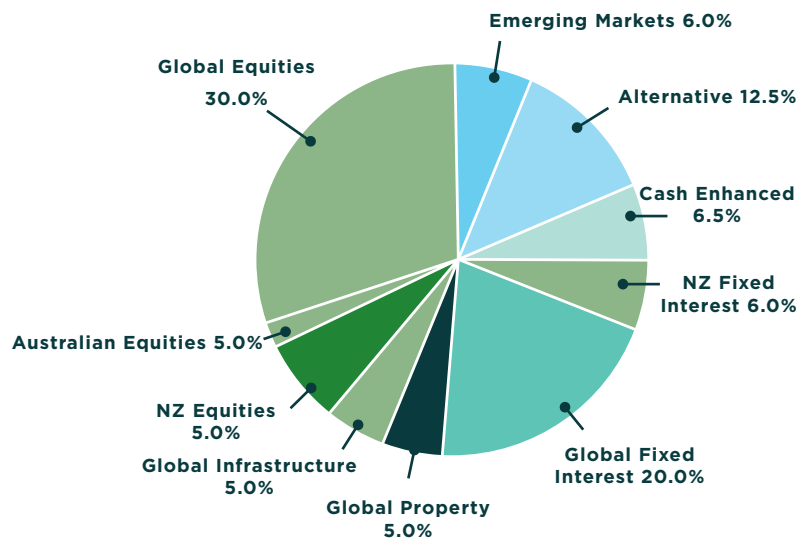
The Trusts cash resources are invested in an investment fund managed by IWInvestor, a wholly-owned subsidiary of the Lake Taupō Forest Trust. Investment advice is provided by MyFiduciary.

The TST portfolio enjoyed a strong return of around 10% (net of fees) for the year to June 2021. This largely reflected markets bouncing back strongly from the lows reached in early 2020 as the COVID-19 pandemic unfolded. In addition to this, performance was aided by the portfolio's Socially Responsible Investment focus. This implied less exposure to the hard-hit energy sector, and more exposure to 'quality' companies that were more resilient to the COVID crises, than the market overall.

Over the longer term, as shown in the chart below, performance has been well ahead of inflation and short term interest rates. Since December 2017 the cumulative gain has been around 25%, approximately 20% ahead of what investors would have earned from keeping their money 'in the bank'.

On the advice of our investment adviser, MyFiduciary, the Board approved a new strategic asset allocation in May, which

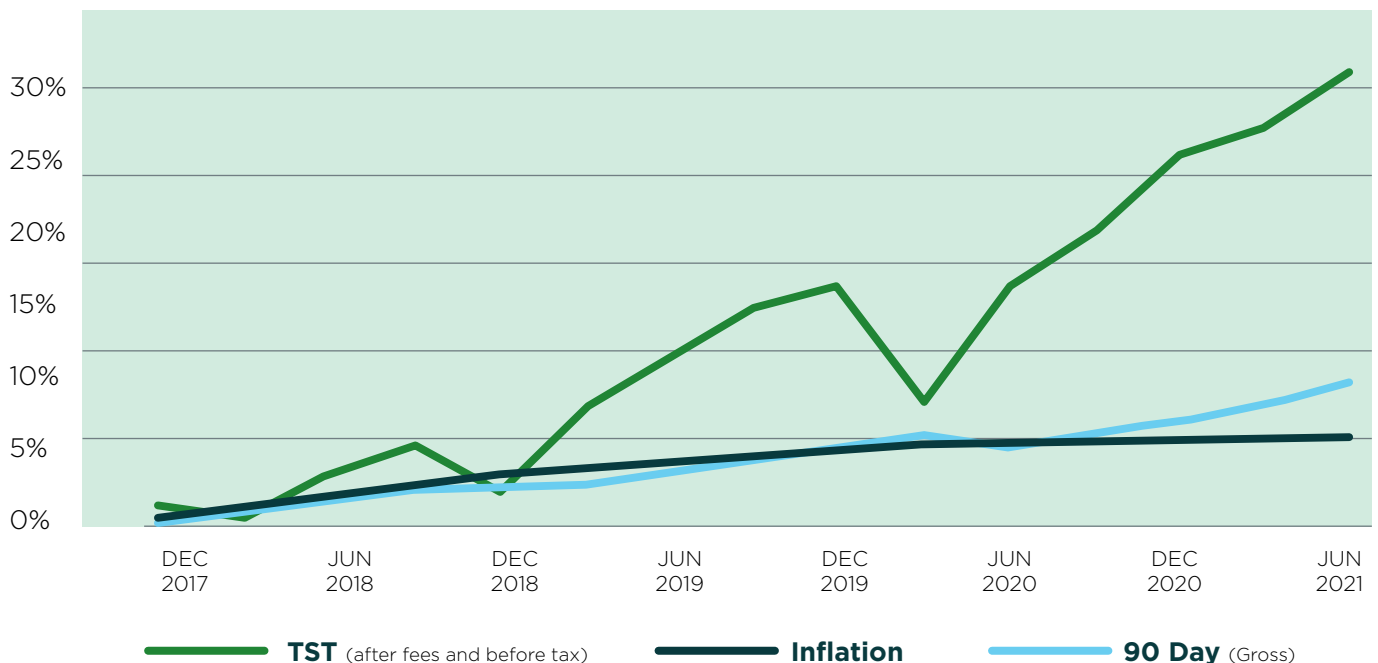
PORTFOLIO ASSET ALLOCATION



increased the broad allocation to growth assets from around 35% to 50%. The new allocation also factored in the risk that over the next few years interest rates and inflation may rise, negatively impacting the return on bonds. The new asset allocation, shown in the chart above, includes exposure to assets such as listed infrastructure, property, and alternative assets such as gold, that are expected to be more resilient to this risk.

TŪWHARETOA SETTLEMENT TRUST PORTFOLIO PERFORMANCE CUMULATIVE PERFORMANCE SINCE DEC 2017

Annualised compounding return (after fees and before tax) from 31 Dec 2017 - June 2021: 6.5%



Our Investment Partnerships

TŪWHARETOA HAU RAU LIMITED PARTNERSHIP

Ten Tūwharetoa commercial entities formed Tūwharetoa Hau Rau (one hundred winds), a Limited Partnership established for the specific purpose of joining a group of 25 other Iwi and Māori organisations to establish the Te Pūia Tāpapa fund (TPT) which has a total fund commitment of \$115 million. The purpose of the Fund is to pool financial resources to increase Māori investment into a broader scale of assets alongside large investors such as the NZ Super Fund and ACC.

The ten partners in Tūwharetoa Hau Rau have committed a combined total of \$20 million to Te Pūia Tāpapa Fund and are represented on the board of Te Pūia Tāpapa Fund by Debbie Birch (Ngāti Tūwharetoa, Ngāti Apa, Ngāti Hauti, Ngāti Rangī).

In the year ended June 2021 TPT made two new investments, \$10 million for a 2.8% share of Avanti Finance and a further \$10 million for a 3.7% share of Asia Pacific Healthcare Group. This takes the total funds invested to \$30.6 million, 26.5% of the total committed capital.

Including the initial investment in the TR Group, all three investments are performing well with Profit after Tax between 8% and 20% higher than in 2020.

TŪWHARETOA GONDOLA LIMITED PARTNERSHIP

In 2019, eight Tūwharetoa commercial entities formed Tūwharetoa Gondola Limited Partnership to invest \$9.5 million in bonds which were offered to provide RAL with funds to complete the construction of the Sky Waka Gondola.

Although COVID-19 has seriously impacted the activity on Mt Ruapehu, we are pleased to see that visitor numbers post-lockdown has been strong, enabling RAL to meet their financial obligations to all the bond holders.

HAUTŪ RANGIPŌ WHENUA LIMITED PARTNERSHIP

This partnership was formed in 2015 for the purpose of acquiring for Tūwharetoa, the Hautū Rangipō land occupied by the Dept of Corrections. The TST is a shareholder along with Lake Taupō Forest Trust, Lake Rotoaira Forest Trust and three large Tūwharetoa farming trusts. With good long-term leases in place, and with the

completion of the development of the farming footprint, the returns on this investment are now performing to a very acceptable level between 6% and 7% per annum.

TE KAKANO WHAKATIPU LIMITED PARTNERSHIP.

This is a partnership comprised of six CNI Iwi investing in Kaingaroa Timberlands, the company that owns and manages the Kaingaroa forest estate. As reported each year, this has been the standout investment for the Trust with the original \$13 million invested now valued at \$25 million, a gain of 95%. In addition to the gain in share valuation, annual cash dividends averaging over \$1 million per year have been received.

Financial performance for the year improved by 36% compared to last year, reflecting strong demand and log prices.

TST is a 1/8th equal shareholder in CNI Iwi Holdings (CNI) along with 7 seven other Iwi from the central North Island. TST receives 25.91% of distributions until 2044, at which time the Mana Whenua allocation model will be applied. While forestry operations stop under Level 4 COVID-19 restrictions, CNI has not been negatively impacted by the economic fallout. CNI continue to monitor direct and indirect consequences on the economic climate.

Mana whenua remains a priority for CNI. At the request of the eight PSGE's, CNI filed a formal statement of claim in November 2019, seeking a Declaratory Judgement Proceeding with the High Court. The purpose of the hearing is to resolve the differences and ambiguity that arose from the Mana Whenua adjudication reports. A five-day hearing commenced on 19 July 2021 and was heard before Justice Cheryl Gwyn. A judgement is expected in mid-2022.

This year's financial highlights include:

Total Operating Income: \$20,494,886,
9% increase from 2020

Total Operating Expenses: \$758,430,
12% decrease from 2020

Total Assets: \$391,643,541
a 12% increase from 2020

Total assets increased by 12% from FY20. This was mainly driven by the rise in NZ Carbon Credit prices which increased the fair value of CNI

Holdings NZU Carbon Credits by \$39m.

\$13m of distributions were paid to Iwi during the year which was a 27% decrease from the distributions made in the prior year. This was due to the additional one-off distribution made in the previous year from the NZU (Carbon credits) sale and buy back arrangement.

CNI Iwi Land Management Ltd (CNIILML) is the Land Management and effective operations subsidiary of CNI Iwi Holdings. Their vision is “Mana Whenua, Mana Tangata, Mana Ao Turoa” Protect and develop the land; empower the people; collectively build the future Mission. The primary focus of CNIILML is to manage the CNI Forests Land in a cost-efficient manner, while achieving the land owner’s objectives and regulatory requirements.

Key achievements in the 20-21 financial year include:

- Negotiating General Rent Review with Timberlands, resulting in a 50% increase in Forestry Rental.
- Worked alongside Rotorua Lakes Council on the Successful \$7,000,000 Provincial Growth Fund Application.
- Continuing the ongoing Infrastructure upgrade to the Tokorangi and Whakarewarewa Forests.
- Successful One Billion Trees Fund Application for 244 Hectares of Manuka planting valued at \$560,648.
- Processes implemented and successfully completed to ensure that CNI Iwi Holdings Ltd complies with the new Health and Safety at Works Act. In addition to the LMA obligations.
- On going representation and participation in the various Water and Nutrient Regional Plan changes, including the Environment Court Bay of Plenty Regional Council Proposed Plan Change 10 hearing.
- Management of Cultural Redress lands.





TŪWHARETOA

SETTLEMENT TRUST



Owns 176,000 hectares of CNI Lands and 3 million NZUs (carbon credits).

The commercial company established to hold TST's investment portfolios.

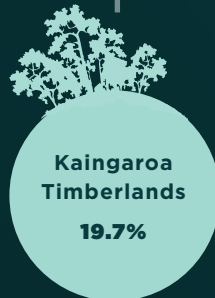


Holds shares in Hautū Rangipō Whenua Limited, which owns 9,000 hectares of Hautū-Rangipō/Mangamawhitiwhiti lands.

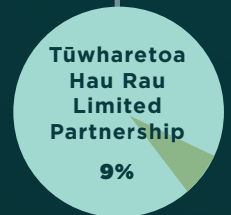


Owns 11 Crown leased properties in the Taupō township - 9 schools, Taupō Courthouse and Taupō Probation Office. These properties were purchased from the Ministry of Education, Ministry of Justice and Department of Corrections under the CNI Settlement's Deferred Selection Process rights.

Owns shares in Kaingāroa Timberlands, the owner of the forestry rights for Kaingāroa Forest.



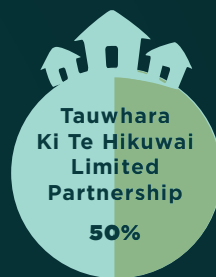
Comprises 10 Tūwharetoa commercial entities that hold shares in Te Pūia Tāpapa Limited Partnership, a direct investment fund established with 25 other Iwi entities.



Organisational Structure



Comprises eight Tūwharetoa commercial entities that hold \$9.5 million of bonds in the Mount Ruapehu RAL Sky Waka Gondola.



A 50/50 partnership with Te Pae O Waimihia that owns a commercial investment property in the Taupō township.



Owns six residential properties located in the Wairākei Village, two large residential sections on Wharewaka Road in Taupō, and 13 residential sections on Iwiheke Place in Tūrangi.

OUR HOUSING STRATEGY 2020 AND BEYOND

Assured, Affordable, Healthy and Accessible Housing for Ngāti Tūwharetoa.

He Iwi Kāinga supports the people of Ngāti Tūwharetoa with housing advice, advocacy, information and pathways to home ownership. The Strategy is a blueprint by Tūwharetoa Settlement Trust defining how we can make a difference on the housing continuum and provide other complimentary benefits.

OUR VISION

HOMES WORTHY OF
NGĀTI TŪWHARETOA.
HOMES FOR MANA AND
WHĀNAUNGATANGA.
COMMUNITIES
WHERE OUR FUTURE
GENERATIONS
WILL THRIVE

OUTCOMES

MOVE OUR WHĀNAU
ALONG THE HOUSING
CONTINUUM TO
HOME OWNERSHIP

DELIVERING THE OUTCOMES

PROGRAMME MANAGEMENT OFFICE

Our Programme Management Office has been established with an experienced team managed by Piki Taiaroa. Focused on contributing to the overall wellbeing of our people and our whenua with housing solutions, the office is delivering on our three Pilot Programmes.

PILOT PROGRAMMES

Pilot A: Advice & Advocacy

Our Senior Kāinga Coach, Melanie Henry brings her banking and lending expertise to the team. Along with Manager, Piki Taiaroa, they provide personal advice, advocacy and mentoring and actively supporting whānau wanting to purchase their first home, needing to complete home repairs and maintenance or members who are landlords needing advice.

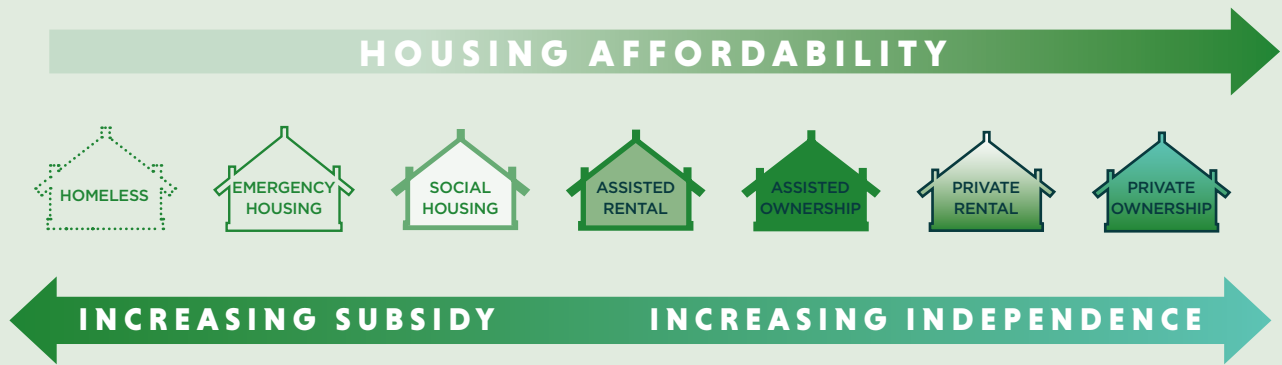
ACTIONS IN PLACE

Pilot B: Repairs & Maintenance

Aaron Te Huia, our Technical Building Assessor has been appointed as part of the Repairs & Maintenance Pilot Programme, Aaron brings expertise in working with the team and whānau to complete full assessments of the home for repairs within the catchment of Tūrangi and Taupō.

Pilot C: Home Ownership, Residential Builds & Papakāinga Development

- Affordable home ownership
- Residential developments and builds
- Papakāinga development support



Home Ownership is the dream but Healthy Homes, Healthy Whānau, Thriving Communities of Tūwharetoa is the area of focus for He Iwi Kāinga as we work to address some of the key housing needs of Tūwharetoa whānau. Presently the team are supporting and guiding whānau to realise their dream of Home Ownership knowing that the journey to home ownership includes learning new skills, short to long-term planning and commitment.

Design-Build-Live! & Pātata (Neighbourhoods)

These draft guidelines for He Iwi Kāinga’s approach to residential design, building and living for both affordable rentals and affordable home ownership are under review. The guidelines ensure that housing:

- Is designed in ways that reflect the way we care for our people and our whenua, as well, as providing affordability and essential functionality.
- Foster our values through everyday positive behaviours to create safe and enriched communities.

Papakāinga Development – He Iwi Kāinga’s Papakāinga Development Framework incorporates Te Puni Kōkiri’s methodologies that support whānau and hapū aspirations to build and live on their whenua.

In October 2021 we completed our second affordable, assured, healthy & accessible housing survey that builds on the 2019 Housing Survey. The aim of this survey was to provide more information to the He Iwi Kāinga team to better support the housing solutions we aim to provide for our Tūwharetoa whānau.

833 Survey responses:

Of these responses 96% were from Iwi members that advised

56% were by people aged 50+ years and

53% had 0-17-year-old children

48% had kaumātua aged 60+ years

You also told us that:

374/833 – unsatisfactory housing

49 whānau were in unstable and emergency housing

155 whānau have issues with rentals more than 50% is due to damp, cold and unaffordable rental where whānau are unable to cover the basic standard of living costs.





Whats Next?

PILOT PROGRAMMES

Advice and Advocacy Programme

(Timeframe: 12 months)

Secure additional funding to continue to provide support to whānau.

Reaching whānau and whānau engagement remain the priority as we implement educational workshops including webinars in a variety of settings over the next 6-12 months.

Repair and Maintenance Programme

(Timeframe: 6 months)

We have a target of completing more than 100 Whare assessments by 30 April 2021 along with comprehensive reporting and planning with whānau to seek resourcing and services where needed.

RESIDENTIAL BUILD PROGRAMME

(Timeframe 6-12 months)

1. Work with identified funders to resource the programme
2. Partner with entities and collectives that embrace/mirror He Iwi Kāinga's approach to achieve Tūwharetoa's outcomes sought.
3. Review and seek consultation for the Design-Build-Live & Pātata Guidelines
4. Iwiheke Place, Tūrangi – work with whānau and hapū to complete the feasibility plan for affordable housing development
5. Wairākei Village – complete council permitted activity requirements for further housing developments

Financial Performance

PROFIT & LOSS

The total Comprehensive Income after Tax for the year was down compared to last year but still very strong at \$4.9 million.

The strong performance incorporated the following notable points.

- The Kakano Investment Limited Partnership investment operating result was \$1.2m, an improvement of \$0.3m compared to last year. This was partially offset by a decrease in the value of the KT shares of \$0.15m (0.6%). This is the first year the share value has dropped but the total gain since the shares were purchased in 2013 is still extremely strong at 101%.
- Income from CNI Iwi Holding Limited increased by \$1.1m (46%) reflecting a review of forestry land rentals.
- Investment return from managed funds was \$2.1m, an improvement of \$1.2m against last year. The overall return on funds invested was strong at around 10% and reflects the markets bouncing back from the lows reached in early 2020 as the COVID-19 pandemic unfolded. Performance was also aided by the portfolio's Socially Responsible Investment focus which has less exposure to the hard-hit energy sector.
- Operating expenditure increased by \$0.2m due to the He Iwi Kāinga project costs.

FINANCIAL PERFORMANCE	2018	2019	2020	2021
	\$m	\$m	\$m	\$m
Revenue	6.9	13.3	5.0	7.8
Expenditure	(1.1)	(1.0)	(1.0)	(1.2)
Interest & Depreciation	(0.0)	(0.0)	(0.0)	(0.0)
Operating Profit	5.8	12.2	4.0	6.6
Distribution & Grants	(1.0)	(1.0)	(1.0)	(0.9)
Kakano Revaluation	4.5	(2.2)	1.9	(0.2)
Income Tax	(0.8)	(1.6)	(0.7)	(0.6)
Comprehensive Income	8.5	7.4	4.2	4.9

EXPENDITURE	2018	2019	2020	2021
	\$m	\$m	\$m	\$m
Administration	0.6	0.5	0.3	0.4
Professional Services	0.3	0.3	0.3	0.2
Governance & Iwi Support	0.2	0.2	0.3	0.3
Projects - Mana Whenua, Housing	0.1	0.0	0.1	0.3
Total Expenditure	1.1	1.0	1.0	1.2

Operating Expenditure was up \$162k compared to last year driven mainly by increased staff costs related to the He Iwi Kāinga project.

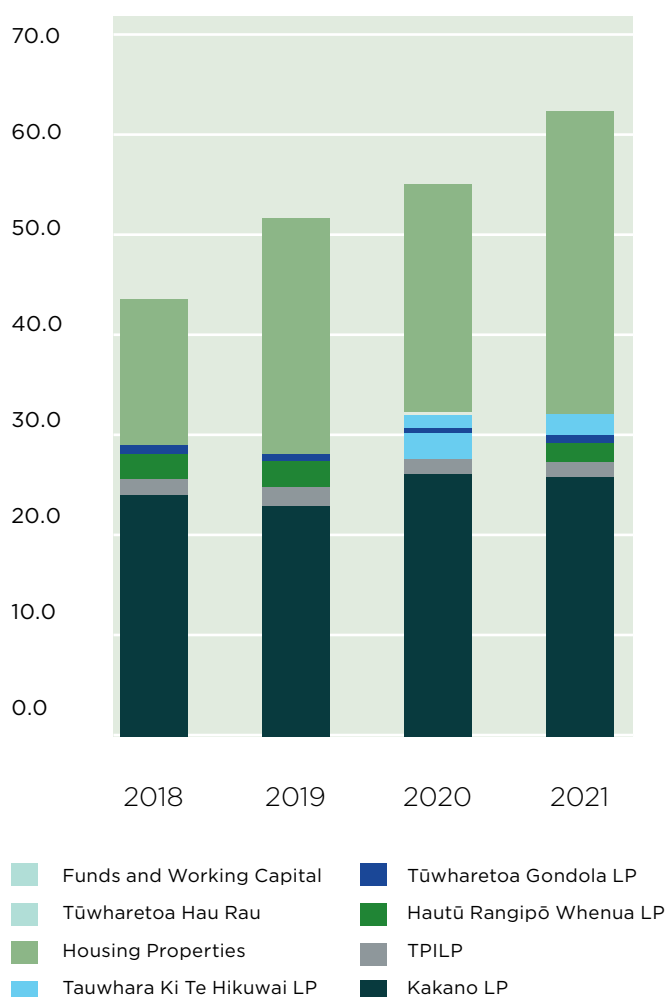
Financial Position

The financial position of the Trust increased by \$4.9 million with total Equity (excluding minority interests) now at \$61.8 million compared to \$16.2 million in 2013.

In September 2020 the Trust purchased 13 residential sections in Te Iwiheke Place Tūrangi. These properties form a large part of the TST's He Iwi Kāinga strategy with a total of \$2.9 million now invested in residential properties.

FINANCIAL POSITION	2018	2019	2020	2021
	\$m	\$m	\$m	\$m
Total Assets	76.3	66.6	70.5	77.7
Total Liabilities	(28.7)	(13.9)	(13.6)	(15.9)
Total Equity	47.5	52.7	56.9	61.8
Less Minorities	(2.2)	0	0	0
Net TST Equity	45.4	52.7	56.9	61.8

The graph below breaks down the equity of the Trust into specific asset classes.



These assets classes can be further grouped into Forestry, Property and Cash/Managed Funds

	2018	2019	2020	2021
Forestry	53%	45%	45%	41%
Property	14%	14%	16%	17%
Cash and Managed Funds	32%	41%	39%	43%
	100%	100%	100%	100%

Description of individual assets classes:

- Funds are cash and managed funds held with the BNZ and Iwi Investor.
- Housing properties include six houses in the Wairākei Village, two sections at Wharewaka Point and thirteen sections in Tūrangi.
- Tauwhara Ki Te Hikuwai LP is the 50/50 partnership established with Te Pae O Waimihia to purchase the commercial property in the Taupō CBD. Developments plans are still being investigated.
- Tūwharetoa Gondola LP is the partnership established with seven other Tūwharetoa entities to invest bonds issued by Ruapehu Alpine Lifts to construct the new Gondola at the Whakapapa ski field.
- Hautū-Rangipō Limited Partnership is the entity that purchased the Hautū-Rangipō Prison land (8,500 hectares) and the Mangamāwhitiwhiti block (600 hectares). The Partners are: Lake

Taupō Forest Management Limited,
Tūwharetoa Carbon Farms Ltd (TST),
Oraukura 3 Incorporation, Waihi
Pukawa Trust and Puketapu 3A
Incorporation.

- TPILP is the Tūwharetoa Property Investment Limited Partnership which is the entity that has purchased the Taupō DSP land properties – 9 Schools, Courthouse and Police Station, Probation Office. The Partners are: TST, Te Pae O Waimihia, Tūwharetoa Māori Trust Board and the Lake Rotoaira Forest Trust.
- Kakano LLP is the Kakano Investment Limited Partnership which comprises six CNI Iwi owning a 2.5% share in Kaingaroa Timberlands.





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Statement of Comprehensive Income

INCOME	Note	2021	2020
Income from Crown Forest Licence Fees		5,449,584	3,947,777
Less Share Due to Forestry Hapū Clusters	22	(1,920,713)	(1,571,268)
Rent Received		243,967	202,862
Share of Profit/(Loss) from Kakano Investment Limited Partnership	11	1,155,531	665,408
Share of Profit/(Loss) from Hautū-Rangipō Limited Partnership	11	267,163	149,165
Share of Profit/(Loss) from Tauwhara ki te Hikuwai Limited Partnership	11	(8,588)	(29,118)
Share of Profit/(Loss) from Tūwharetoa Hau Rau Limited Partnership		(23,028)	-
Investment Revenue		3,692,661	1,328,375
Less Investment Revenue Due to Forestry Hapū Clusters	22	(1,475,932)	(447,743)
Sundry Income		467,010	802,175
Grants received		38,164	-
TOTAL INCOME		7,885,819	5,047,633
LESS OPERATING EXPENSES			
Administration		425,655	356,483
Hui a Iwi		101,076	120,123
Professional Services		204,228	276,998
Project Management		267,935	86,309
Governance		174,036	170,493
		1,172,930	1,010,406
Earning Before Finance & Depreciation Expenses (EBITDA)		6,712,889	4,037,227
Less Finance Expense		776	12,838
Operating Surplus Before Depreciation		6,712,113	4,024,389
Less Depreciation		11,134	21,713
Less Depreciation - ROU Assets		8,316	33,265
Net Operating Surplus before Distributions		6,692,663	3,969,411
Less: Distributions		941,941	981,000
Net Operating Surplus before Taxation		5,750,722	2,988,411
Income Tax Expense (Credit)	7	708,281	593,226
Surplus after Taxation		5,042,441	2,395,185
Attributed to: Beneficiaries of Parent		5,042,441	2,395,185



These financial statements should be read in conjunction with the notes to the financial statements and Independent Auditor's Report

OTHER COMPREHENSIVE INCOME			
Share of Profit/(Loss) from Kakano Investment Limited Partnership	11,16	(153,083)	1,891,064
Income Tax Expense (Credit) on other Comprehensive Income	7	(194,400)	84,176
Total Other Comprehensive Income		41,317	1,806,888
Attributed to: Beneficiaries of Parent		41,317	1,806,888
TOTAL COMPREHENSIVE INCOME		5,083,758	4,202,073

Statement of Changes in Equity

	LESS OPERATING EXPENSES	RETAINED EARNINGS	NON-CONTROLLING INTERESTS	RE-EVALUATION RESERVE	TOTAL
Note				16	
Balance 1 July 2020		43,291,853	-	13,637,340	56,929,193
Total Comprehensive Income		5,042,441	-	41,317	5,083,758
Balance 30 June 2021		48,334,294	-	13,678,657	62,012,951
Balance 1 July 2019		40,896,668	-	11,830,452	52,727,120
Total Comprehensive Income		2,395,185	-	1,806,888	4,202,073
Balance 30 June 2020		43,291,853	-	13,637,340	56,929,193

Statement of Financial Position

ASSETS	Note	\$ 2021	\$ 2022
CURRENT ASSETS			
Cash & Cash Equivalents	8	1,097,545	766,852
Investments	10	39,533,768	33,952,104
Trade and Other Receivables	9	99,173	89,309
Total Current Assets		40,730,486	34,808,265

These financial statements should be read in conjunction with the notes to the financial statements and Independent Auditor's Report



ASSETS	Note	\$ 2021	\$ 2022
NON-CURRENT ASSETS			
Investments in Associates	11	29,534,623	29,620,978
Investment Property	12	2,922,568	2,140,528
Investments	10	4,492,820	3,954,441
Property, Plant & Equipment	13	28,830	23,280
Intangible Assets	13	5,971	9,477
Right of Use Assets	24	50,422	8,316
Total Non-Current Assets		37,035,234	35,757,020
TOTAL ASSETS		77,765,720	70,565,285
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	14	421,161	259,118
Income in Advance	14	271,837	-
Lease liabilities	24	50,422	5,527
Income Tax Payable/(Receivable)	7	188,806	(273,477)
Provisions	10,22	14,776,801	13,406,782
TOTAL CURRENT LIABILITIES		15,709,027	13,397,950
NON-CURRENT LIABILITIES			
Deferred Tax Liability (Asset)	7	43,742	238,142
Total Non-Current Liabilities		43,742	238,142
TOTAL LIABILITIES		15,752,769	13,636,092
NET ASSETS		62,012,951	56,929,193
EQUITY			
Attributable to Parent Trust Beneficiaries		62,012,951	56,929,193
TOTAL EQUITY		62,012,951	56,929,193

CHAIRMAN

Rakeipoho Taiaroa

26 October 2021

TRUSTEE

Georgina te Heuheu



Statement of Cash Flows

CASH FLOWS FROM OPERATING ACTIVITIES	Note	\$ 2021	\$ 2020
CASH WAS PROVIDED FROM/TO:			
Cash Distributions and Other Receipts		6,399,506	5,588,189
Interest and Dividends Received		621,656	654,082
Disbursed to Suppliers and Employees		(1,016,414)	(952,549)
Grants & Koha		38,164	-
Other Distributions		(941,941)	(981,000)
Interest Expense		(776)	(12,838)
Income Tax		(245,998)	(1,370,969)
Net Cashflow from Operating Activities		4,854,197	2,924,915
CASH FLOWS FROM INVESTING ACTIVITIES			
CASH WAS PROVIDED FROM/TO:			
Sale of Investments and Investment Distributions Received		1,347,378	5,155,082
Acquisition of Investments		(3,049,038)	(4,952,394)
Acquisition of Investment Property		(782,040)	(2,140,528)
Purchase of Property, Plant & Equipment		(13,178)	(42,343)
Net Cashflow from Investing Activities		(2,496,878)	(1,980,183)
CASH FLOWS FROM FINANCING ACTIVITIES			
CASH WAS PROVIDED FROM/TO:			
Hapū Cluster Payments		(2,026,626)	(1,606,399)
Net Cashflow from Financing Activities		(2,026,626)	(1,606,399)
Net Increase/(Decrease) in Cash		330,693	(661,667)
Opening Cash and Bank Balances		766,852	1,428,519
TOTAL CASH AND BANK BALANCES	8	1,097,545	766,852

1. CORPORATE INFORMATION

The financial statements of Tūwharetoa Settlement Trust (the 'Trust') and Controlled Entities (the Group') for the year ended 30 June 2021.

The Trust was established in New Zealand and was established as a post settlement governance entity ("PSGE") for the Ngāti Tūwharetoa Iwi. The financial statements of the Trust and Group have been prepared in accordance with the Financial Reporting Act 2013.

The nature of the operations and principal activities of the Trust is included in a mandate to:

- i. Finalise Central North Island Iwi ("CNI") negotiations
- ii. Develop structures and policies for distribution of benefits to Ngāti Tūwharetoa
- iii. Manage the Ngāti Tūwharetoa portion of the CNI settlement
- iv. Facilitate mana whenua rights of Ngāti Tūwharetoa within the CNI settlement
- v. Facilitate the establishment of suitable forestry Hapū cluster entities

2. STATEMENT OF ACCOUNTING POLICIES

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- p) Other Taxes
- q) Property, Plant & Equipment
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The consolidated financial statements were authorised for issue by the Trustees on 26 October 2021

a) Statement of Compliance

These financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand (NZ GAAP), and the Financial Reporting Act 2013. For this purpose the Trust has designated itself as profit-oriented.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar.

b) NZ IFRS - Reduced Disclosure Regime

The Trust has adopted External Reporting Board Standard A1 Accounting Standards Framework (for-profit-Entities Update) ("XRB A1"). For the purposes of complying with NZ GAAP, the Trust is eligible to apply Tier 2 For - Profit Accounting Standards (New Zealand equivalents to International Financial Reporting Standards - Reduced Disclosure Regime ("NZ IFRS RDR"))

on the basis that it does not have public accountability and is not a large for-profit public sector entity. The Trust has elected to report in accordance with NZ IFRS RDR and has applied disclosure concessions.

c) Basis of Measurement

The financial statements have been prepared on a historical cost basis, except for assets and liabilities as disclosed below that have been measured at fair value.

The accrual basis of accounting has been used unless otherwise stated and the financial statements have been prepared on a going concern basis.

d) Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Tūwharetoa Settlement Trust and Controlled Entities as at 30 June 2021.

The Controlled Entities of the Trust at 30 June 2021 are:

Controlled entities are all those entities over which the Group has the power to govern the financial and operating policies so as to obtain the benefit from their activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity.

The financial statements of the Controlled entities are prepared for the same reporting period as the Trust, using consistent accounting policies. In preparing the consolidated financial statements, all intergroup balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full.

Controlled entities are fully consolidated from the date on which control is obtained by the Group and cease to be consolidated from the date on which control is transferred from the Group.

The acquisition of Controlled entities is accounted for using the purchase method of accounting. The purchase method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities assumed at the date of acquisition.



	COUNTRY OF INCORPORATION	% CONTROL	
		2021	2020
Tūwharetoa Carbon Farms Limited	New Zealand	100%	100%
Tūwharetoa Limited	New Zealand	100%	100%
TST No 1 Limited	New Zealand	100%	100%
TST No 2 Limited	New Zealand	100%	100%
Tūwharetoa Forestry Rentals Limited	New Zealand	100%	100%
Tūwharetoa Property Limited	New Zealand	100%	100%
He Iwi Kāinga Tūwharetoa Limited Partnership	New Zealand	100%	100%

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e) Comparatives

Comparatives in the financial statements have been reclassified to conform with current year presentation.

f) Cash and Cash Equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purpose of the Cash Flow Statement, cash and cash equivalents consists of cash and cash equivalents as defined above.

g) Trade and other Receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. They are generally due for settlement within 30 days and therefore are all classified as current. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Group holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method. The Group applies the NZ IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables.

h) Investments and other Financial Assets

Financial assets in the scope of NZ IFRS 9 Financial Instruments are classified as either financial assets at fair value through profit or loss, fair value through other comprehensive income or subsequently measured at amortised cost.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs. The Group determines the classification of its financial assets after initial recognition and, when allowed and appropriate, re-evaluates this designation at each financial year-end.

Financial assets are recognised on the trade date i.e. the date that the Group commits to purchase the asset.

i. Financial assets at fair value through profit or loss

The Group has designated its investments as financial assets at fair value through profit or loss as it manages the investments on a fair value basis in accordance with its investment strategy. Realised gains or

losses on investments are recognised in the Statement of Comprehensive Income on the disposal of the investment. Movements in fair value give rise to unrealised gains or losses which are recognised in the Statement of Comprehensive Income.

ii. Financial assets at fair value through other comprehensive income

No financial assets are currently classified as fair value through other comprehensive income by the Group.

iii. Financial assets subsequently measured at amortised cost

These financial assets include cash and cash equivalents, trade and other receivables and loans receivable. They are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the loans and receivables are de-recognised or impaired.

i) Investment Property

Investment property is property principally held to earn rentals or for capital appreciation. Investment property is valued at cost less accumulated depreciation and impairment losses.

Investment property is depreciated at the following rates:

Land:

0% Diminishing Value

Buildings and Improvements:

3% Diminishing Value

j) Investment in Associates

The Group's investment in its associates is accounted for using the equity method of accounting in the consolidated financial statements.

The associates are entities over which the Group has significant influence but not control and are not either subsidiaries nor joint ventures.

Under the equity method, investments in associates are carried in the consolidated Statement of Financial Position at cost plus post-acquisition changes in the Group's share of net assets of the associates. Goodwill relating to an associate is included in the carrying amount of the investment and is not amortised. After application of the equity method, the Group determines whether it is necessary to recognise any impairment loss with respect to the Group's net investment in associates.

The Group's share of its associates' post-acquisition profits or losses is recognised in the

Profit and Loss, and its share of post-acquisition movements in reserves is recognised in Other Comprehensive Income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividends receivable from associates reduce the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including and unsecured long-term receivables and loans, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

k) Impairment of Non-Financial Assets other than Goodwill

Non-financial assets are tested for impairment annually at balance date or whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets carrying amount exceeds its recoverable amount. Recoverable amount is the higher of an assets fair value less costs to sell and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

l) Intangibles

Intangible assets acquired separately or in a business combination are initially measured at cost. The cost of an intangible asset acquired in a business combination is its fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Internally generated intangible assets are not capitalised and expenditure is recognised in the Statement of Comprehensive Income in the year in which the expenditure is incurred.

The useful lives of intangible assets are assessed to be either finite or infinite. Intangible assets with finite lives are amortised over the useful life and tested for impairment whenever there is an indication that the intangible assets may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is reviewed at each financial year-end. Changes in the expected useful life of the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the amortisation period or method, as appropriate, which is a change in accounting estimate. The amortisation expense on intangible assets with finite lives is recognised in the Statement of



Comprehensive Income in the expense category consistent with the function of the intangible asset.

Intangible assets with a finite life are amortised using the following rates on a straight line basis over the life of the asset.

Website - 4 years

m) Leases

NZ IFRS 16 changes how the Group accounts for leases previously classified as operating leases under NZAS 17, which were off balance sheet.

The Group:

- Recognises right-of-use assets and lease liabilities in the balance sheet initially measured at the present value of future
- lease payments;
- Recognises depreciation of right-of-use assets and interest on lease liabilities in the statement of Comprehensive income;
- Separates the total amount of cash paid into a principal portion, presented within financing activities, and interest, presented within operating activities, in the Consolidated Statement of Cash Flows.

Under NZ IFRS 16, right-of-use assets are tested for impairment in accordance with NZ IAS 36 Impairment of Assets. For short-term leases with a lease term of 12 months or less and leases of low-value assets, such as personal computers and office furniture the Group has opted to apply the recognition exemption as allowed under NZ IFRS 16 and recognise the lease expense on a straight line basis. The expense is presented within other expenses in the Consolidated Statement of Comprehensive Income.

The main difference between NZ IFRS 16 and NZ IAS 17 with respect to assets formally held under a finance lease is the measurement of residual value guarantees provided by a lessee to a lessor. NZ IFRS 16 requires that the Group recognizes as part of its lease liability only the amount expected to be payable under a residual value guarantee as required by NZ IAS 17. This change does not have a material effect on the Group's consolidated financial statements.

n) Trade and Other Payables

Trade payables and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise

when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

o) Revenue Recognition

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

i) Crown Forest Licence Fees

Crown Forest Licence Fees are paid to the Group by CNI Iwi Holdings Limited as a distribution of net Crown Forest Licence Fees on an agreed percentage. The fees are recognised when the right to the distribution is established. The share of these fees that are provided for the Forest Hapū Cluster Trusts is deducted from income of the Group.

ii) Rental income

Rental income from operating leases is recognised on a straight line basis over the term of the lease. Any initial direct costs incurred in negotiating and arranging an operating lease are expensed at the time they are incurred.

iii) Interest income

Revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset. The share of these revenues that are provided for the Forest Hapū Cluster Trusts is deducted from income of the Group.

p) Income Taxes

i) Income tax expense

Income tax expense comprises current and deferred tax. Current and deferred tax is recognised in profit or loss, or items recognised directly in equity or in other comprehensive income.

ii) Current income taxes

Current tax is the expected tax payable or

receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

iii) Deferred tax

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

The Trust is taxed at the Māori Authority rate, currently 17.5% (2020: 17.5%).

q) Goods and Services Tax (GST)

Revenues, expenses, assets and liabilities are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of Trade and Other Receivables or Trade and Other Payables in the Statement of Financial Position.

r) Property, Plant & Equipment

All property, plant and equipment is initially recorded at cost less accumulated depreciation and less any impairment loss.

When an item of property, plant and equipment is disposed of, any gain or loss is recognised in

the Statement of Comprehensive Income and is calculated as the difference between the sale price and the carrying value of the item.

Depreciation is provided for on all tangible property, plant and equipment other than freehold land and capital work in progress, at depreciation rates calculated to allocate the asset's cost or valuation less estimated residual value, over their estimated useful lives.

The following depreciation rates have been applied:

Intangible Assets - 25% Diminishing Value

Plant and Equipment - 33% Diminishing Value

s) Changes in Accounting Policies

The accounting policies have been applied consistently for the purpose of these financial statements.

3. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures including an assessment of their independent credit rating, financial position, past experience and industry reputation. Risk limits are set for each individual customer in accordance with parameters set by the board. These risk limits are regularly monitored. The statement of investment parameters and objectives (SIPO) provides the appropriate weightings of investments to minimise the overall risk to the Trust. The Trust regularly monitors the SIPO to ensure that there is compliance with these.

In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant.

There is no significant concentrations of credit risk within the Group.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS

In applying the Group's accounting policies management continually evaluates judgements, estimates and assumptions based on experience and other factors, including expectations of future events that may have an impact on the Group. All judgements, estimates and assumptions made are believed to be reasonable based on the most current set of circumstances available to management. Actual results



may differ from judgements, estimates and assumptions. Significant judgements, estimates and assumptions made by management in the preparation of these financial statements are outlined below:

i) Significant Accounting Judgements Classification and valuation of investments

The Group has decided to classify certain investments as 'fair value through profit or loss' and movements in fair value are recognised in the Statement of Comprehensive Income. The fair value of listed investments has been determined by reference to published prices quoted in an active market.

Impairment of non-financial assets

The Group assesses impairment of all assets at each reporting date by evaluating conditions specific to the Group and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves value-in-use calculations, which incorporate a number of key estimates and assumptions.

ii) Significant Accounting Estimates and Assumptions

Estimation of useful lives of assets

The estimation of useful lives of assets has been based on historical experience. In addition, the condition of the assets is assessed at least once per year and considered against the remaining useful life. Adjustments to useful life are made when considered necessary.

Estimation of amounts required to settle present obligations

The Group has made an assessment of their best estimate to settle present obligations to the Forest Hapū Cluster Trusts being a 100% outcome for those Forest Hapū Cluster Trusts where no Mana Whenua outcome has been achieved at reporting date. This is detailed in notes 6 and 23.

5. DEED OF SETTLEMENT

On 25 June, 2008 a Deed of Settlement was entered into between the beneficiaries and Her Majesty the Queen in the right of New Zealand (the Crown), for the settlement of historical claims in relation to the Central North Island Forest Lands (CNIFL). The settlement included ownership of the land, but did not include rights to the current forest plantation crop growing on the land.

As part of the CNI Forest Collective Settlement, Ngāti Tūwharetoa received:

- A Cash payment of \$66M
- 25.9% of the annual Crown Forest License fees.
- A share of three million NZUs (Carbon Credits)
- Preferential rights to buy certain Crown Assets
- A share of the 176,000ha of Central North Island forests (to be determined by a Mana Whenua process).

6 MANA WHENUA

The Mana Whenua process determines the allocation of CNI Forests Lands amongst the CNI Collective Iwi. All the lands are held in Trust by CNI Iwi Holdings Limited, until transferred to respective iwi, or otherwise determined by the CNI Iwi. Mana Whenua is a legislative process which includes three stages. The mana whenua allocations were completed for nine Kāingaroa Crown Forest CFLs in June 2014. The Final Allocation Report was issued 1 July 2014.

The Kāingaroa CFLs of Pukuriri and Waimaroke and Waimihia are the major CFLs to Tūwharetoa. These are yet to be determined. Through "kanohi ki te kanohi" agreement has been reached for Tūwharetoa to have exclusive rights to Taurewa and Waituhi Forests and shared rights with Ngāti Raukawa to the Pureora and Marotiri Forests.

Within Tūwharetoa the group of Hapū associated with each of these forests are referred to as Forest Hapū Clusters. Tūwharetoa Settlement Trust has completed an internal Hapū process to identify the Hapū with mana whenua in these land blocks. Trusts for each forest have been established except for Taurewa who are working through mandate.

Taxation

(A) COMPONENTS OF INCOME TAX EXPENSE	\$ 2021	\$ 2020
Current Tax Expense	1,085,022	923,458
Prior Year Under/(Over) Provision	(376,741)	(330,232)
Deferred Tax Expense/(Income)	(194,400)	84,176
Income Tax Expense	513,881	677,402
Charged Profit or Loss	708,281	593,226
Charged to Other Comprehensive Income	(194,400)	84,176
	513,881	677,402
It is related to accounting profit as follows:		
Total Comprehensive Income/(Loss) Before Tax	5,597,639	4,879,475
Tax at Applicable Rate of 17.5%	979,587	853,908
Tax Effect of Subsidiary Income Taxed at 28%	27,957	5,311
Tax Effect of Non-Taxable Income	(830,731)	(464,950)
Tax Effect of Non Deductible Expenditure	908,209	384,527
Other Adjustments	(376,741)	(101,394)
Income Tax Expense	708,281	677,402
(B) CURRENT INCOME TAX PAYABLE/(RECEIVABLE)		
Opening balance	(273,477)	504,266
Current year tax expense	1,085,022	593,226
Prior Year Under/(Over) Provision	(376,741)	(330,232)
Net taxes (Paid)/refunded	482,930	(519,736)
Net MATC's and RWT received	(729,066)	(616,430)
Other adjustments	138	95,429
CLOSING BALANCE	188,806	(273,477)

(C) DEFERRED TAX LIABILITIES/(ASSETS)

The Company has a net deferred tax liability of \$43,742 (2020: Liability of \$238,142) as at the end

of the reporting period. The following table shows the build up of the net deferred tax liability.

RECOGNISED IN OTHER COMPREHENSIVE INCOME	\$ 2021	\$ 2020
Investment - Associates	(194,400)	84,176
	(194,400)	84,176



DEFERRED TAX LIABILITY/(ASSET) AT 30 JUNE

Accrual Adjustments & Employee Provisions	(685)	(685)
Investment - Associates	44,427	238,827
	43,742	238,142
MĀORI AUTHORITY TAX CREDITS (MATC)		
Māori Authority Tax Credit Account Balance	8,452,552	8,206,416
Closing Balance as at 30 June	8,452,552	8,206,416

Current Assets

Cash and Cash Equivalents

RECONCILIATION TO CASH FLOW STATEMENT	\$ 2021	\$ 2020
For the purpose of the Cash Flow Statement, Cash and cash equivalents comprise the following:		
Cash at bank and in hand	1,097,545	766,852

Trade and other Receivables

	\$ 2021	\$ 2020
Trade Receivables	86,017	79,788
Other Receivables	13,156	9,521
Tūwharetoa Hapū Forum Loan (2012)	833,586	1,264,538
Te Whenua Venture Holdings/Mangamawhitiwhiti Guarantees	3,320,042	3,320,042
Tokaanu Township 2nd Residue Trust Loan	536,687	536,687
	4,789,488	5,210,576
Less impairment and provision for doubtful debts	(4,690,315)	(5,121,267)
Carrying Amount of Trade and other Receivables	99,173	89,309

The Group assesses the past payment history of customers and considers forward-looking information to determine the expected credit losses for trade receivables under the simplified approach under NZ IFRS 9. No expected credit losses have been recognised as at 30 June 2021.

Other than those disclosed at note 16, no debts are considered impaired and consequently no provision for impairment losses has been made.

(a) Related party receivables

For terms and conditions of related party receivables refer to note 16.

(b) Fair value and credit risk

Due to the short term nature of these receivables, their carrying value is assumed to approximate their fair value.

The maximum exposure to credit risk is the fair value of receivables. Collateral is not held as security, nor is it the Group's policy to transfer (on-sell) receivables to special purpose entities.

Tūwharetoa Hapū Forum Loan (2012) (THF)

The THF received a loan from the Trust in 2012 to support the Tūwharetoa Comprehensive Settlement claims. The recipient of the settlement is Te Kotahitanga O Ngāti Tūwharetoa (TKNOT), not the THF. As such repayment of the loan is dependant upon TKNOT accepting responsibility for the payment.

The Trustees provided for non repayment of the full loan in prior financial periods. In the current financial year TKONT have agreed to repay the loan over a 36 month period commencing in October 2019. These repayments totaled \$430,952 in the current financial year and have been included in Sundry Income as the loan has been previously fully written off.

Investments

INVESTMENTS	\$ 2021	\$ 2020
Cash	9,743,038	2,179,304
NZ Fixed Interest	2,520,347	7,647,542
NZ Equities	3,181,895	1,925,036
Overseas Fixed Interest	6,825,645	12,648,792
Overseas Equities	13,823,320	8,056,403
Property	3,439,523	1,495,027
Gondola Limited Partnership	1,000,000	1,000,000
Tūwharetoa Property Investment Partnership	3,006,063	2,770,369
Tūwharetoa Hau Rau Limited Partnership	486,757	184,072
	44,026,588	37,906,545
REPRESENTED BY:		
Current Investments	39,533,768	33,952,104
Non Current Investments	4,492,820	3,954,441
	44,026,588	37,906,545

The above investments include funds held on behalf of the Forestry Hapū Clusters, as provisioned on the Trust achieving 100% Mana Whenua allocation.

The liability is shown on note 22. The funds held on behalf of the Forestry Hapū Clusters are as follows:

INVESTMENTS	\$ 2021	\$ 2020
Investments in Subsidiaries and Other Accounts	14,596,410	13,406,782
	14,596,410	13,406,782



Investments in Associates

	\$ 2021	\$ 2020
Kakano Investment Limited Partnership	25,204,005	25,355,353
Hautū-Rangipō Limited Partnership	3,161,987	3,238,406
Tauwhara ki te Hikuwai Limited Partnership	1,168,631	1,027,219
TOTAL	29,534,623	29,620,978

INVESTMENT IN KAKANO INVESTMENT LIMITED PARTNERSHIP

The Group has a 20.63% (2020: 20.63%) interest in Kakano Investment Limited Partnership which is an investment entity that holds a 3.13% (2020: 3.13%)

investment in Kaingaroa Timberlands Limited. The Associate is a privately held Limited Partnership that is not listed on any public exchange. The Group's interest in the Associate is accounted for using the equity method in the consolidated financial statements.

	\$ 2021	\$ 2020
Opening Balance	25,355,353	23,649,731
Share of associate profit/(loss) for the year	1,155,531	665,408
Share of associate other comprehensive income	(153,083)	1,891,064
Distributions to Partners	(1,153,796)	(850,850)
Closing Carrying Value of Associate	25,204,005	25,355,353

HAUTŪ-RANGIPŌ LIMITED PARTNERSHIP

The Group has a 19.74% (2020: 19.74%) interest in Hautū-Rangipō Limited Partnership which owns farm and forestry land near Tūrangi. The Associate is a privately held Limited Partnership that is not listed on any public exchange. The Group's interest in the associate is accounted for using the equity method in the consolidated accounts. As at 30 June 2020, Hautū-Rangipō revalued its land and buildings to current rating

valuation which resulted in a total increase of \$13,257,000. The Group's share of this increase is \$2,616,500. This increase has not been recognised in the Group's investment in Hautū-Rangipō as the Group does not revalue land and buildings, and NZ IFRS 13 does not allow the use of rating valuation to revalue land and buildings.

	\$ 2021	\$ 2020
Opening Balance	3,238,406	3,207,149
Share of associate profit/(loss) for the year	267,163	149,165
Distributions to Partners	(343,582)	(117,908)
Closing Carrying Value of Associate	3,161,987	3,238,406

TAUWHARA KI TE HIKUWAI LIMITED PARTNERSHIP

The Group has a 50% (2020: 50%) interest in Tauwhara ki te Hikuwai Limited Partnership which owns a commercial property in Taupō.

The Associate is a privately held Limited Partnership that is not listed on any public exchange. The Group's interest in the associate is accounted for using the equity method in the consolidated accounts.

	\$ 2021	\$ 2020
Opening Balance	1,027,219	1,115,777
Addition	150,000	-
Share of associate profit/(loss) for the year	(8,588)	(29,118)
Distributions to Partners	-	(59,440)
Closing Carrying Value of Associate	1,168,631	1,027,219

Investment Properties

	\$ 2021	\$ 2020
Opening Balance	2,140,528	-
Additions during the year	782,040	2,140,528
	2,922,568	2,140,528

DESCRIPTION OF THE GROUP'S INVESTMENT PROPERTIES

There is a 100% share in residential properties in Wairākei, held in the He Iwi Kāinga Tūwharetoa Limited Partnership. These properties were acquired in August 2019 and consist of: No's 11,13,17 & 20 Kauri Drive, Wairākei and 19 & 45 Maire Street, Wairākei.

There is a 100% share in residential sections in Tūrangi, held in the He Iwi Kāinga Tūwharetoa Limited Partnership. These sections were acquired

in September 2020 and consist of Lot 37-49 Deposited Plan 34051, an area of 9,385m² more or less, being all the land contained in Record of Title WN46B/355 (Wellington Registry) and known as 2 - 26 Te Iwiheke Place.

There is a 100% share in residential properties, Section 8 & 10, corner Heeni Street and SH One, Wharewaka Taupō owned by Tūwharetoa Limited. These properties were acquired in June 2020. The Group does not revalue land and buildings, values are stated at cost less depreciation

Property, Plant and Equipment

PLANT & EQUIPMENT	\$ 2021	\$ 2020
Opening Cost	150,049	149,379
Additions	13,178	1,061



Disposals	-	(391)
Closing Cost	163,227	150,049
Opening accumulated depreciation	126,769	118,841
Current year depreciation	7,628	8,020
Disposals	-	(92)
Closing accumulated depreciation	134,397	126,769
Plant & Equipment Total	28,830	23,280
CLOSING BOOK VALUE	28,830	23,280
INTANGIBLE ASSETS		
Opening Cost	98,993	98,993
Closing Cost	98,993	98,993
Opening accumulated depreciation	89,516	75,823
Current year depreciation	3,506	13,693
Closing accumulated depreciation	93,022	89,516
Intangible Assets Total	5,971	9,477
CLOSING BOOK VALUE	5,971	9,477

DESCRIPTION OF THE GROUP'S INTANGIBLE ASSETS

The Group's intangible assets comprise software development costs.

Trade and other Payables

	\$ 2021	\$ 2020
Trade and other payables	395,994	226,151
Other payables	49,625	45,652
GST	(24,458)	(7,158)
Carrying amount of trade and other payables	421,161	264,645
INCOME IN ADVANCE		
Grants Received in Advance	271,837	-

(a) Fair value

Due to the short term nature of these payables, their carrying value is assumed to approximate their fair value.

(b) Related party payables

For terms and conditions relating to related party

payables refer to note 16.

Related Party transactions of a material nature, which occurred during the financial year for which transaction detailed above. No other transactions occurred with Opepe Farm Trust for the year ended 30 June 2021 (2020: nil).

Lake Rotoaira Forest Trust (LRFT) is a partner

in the Tūwharetoa Property Investment Limited Partnership. Judy Harris is a Trustee of LRFT.

Greg Stebbing (General Manager, resigned July 2021) is a trustee of Te Pae o Waimihia. The Group

recognises a provision to Te Pae o Waimihia as a result of the Group's trust deed. The amount recognised as a provision at 30 June 2021 was \$12,958,530 (2020: \$12,073,594).

Related Party Disclosure

Related Party transactions of a material nature, which occurred during the financial year for which these financial statements are prepared for are:

(a) Mangamawhitiwhiti Debt Guarantees

Provision for Doubtful Debts

At the time that the Trustees (as the shareholders of Tūwharetoa Carbon Trust Limited) entered into agreements to purchase debt instruments from Westpac New Zealand Limited and Dorchester Finance Limited, the Deeds of Assignment of Debt included a number of securities with Ngāti Tūwharetoa Iwi organisations.

As there have been public expressions that the guarantees provided (notably by Opepe Farm Trust, Ngāti Tūrangitukua and Owawenga Trust (being entities that remain in existence and solvent) would not be called upon, the Trustees consider that it is prudent to reflect that the sums

being under-written by those guarantees may not be collectable, thereby reducing the asset base of the Trust.

On that basis, in 2013 the Trustees determined that it was appropriate to make a provision for doubtful debts (per Note 9).

(b) Key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group. The Group has assessed that the Trustees and General Manager are key management personnel.

	\$ 2021	\$ 2020
Remuneration, including meeting fees and travel costs	350,662	356,187

(c) Other related parties

(i) Te Pae o Waimihia

Greg Stebbing (General Manager, resigned July 2021) is a trustee of Te Pae o Waimihia. The Group recognises a provision to Te Pae o Waimihia as a result of the Group's trust deed. The amount recognised as a provision at 30 June 2021 was \$12,958,530 (2020: \$12,073,594).

The group continues to work collaboratively with Te Pae o Waimihia for the benefit of the Tūwharetoa Settlement Trust, this being evidenced by Te Pae o Waimihia being the majority shareholder in Tūwharetoa Property Investment Partnership and a 50:50 partner in

Tauwhara ki te Hikuwai Limited Partnership which owns a commercial property at 11 Tūwharetoa Street, Taupō.

(ii) Opepe Farm Trust

Temuera Hall who represents the Group on CNI IHL and Kakano is the Chairman of Opepe Farm Trust. The Group has an impaired receivable from Opepe Farm Trust in relation to the guarantees provided from the Mangamawhitiwhiti transaction detailed above. No other transactions occurred with Opepe Farm Trust for the year ended 30 June 2021 (2020: nil).



(iii) Tūwharetoa Maori Trust Board

The Tūwharetoa Maori Trust Board (TMTB) is a partner in the Tūwharetoa Property Investment Limited Partnership. Rakeipoho Tairaroa is the

Manager-Commercial & Strategy for TMTB and Georgina te Heuheu and Judy Harris are Board members of TMTB.

Revaluation Reserve

	\$ 2021	\$ 2020
Investment Revaluation	219,705	219,705
KAKANO INVESTMENT LP - REVALUATION AND FOREIGN CURRENCY TRANSLATION		
Opening	13,417,635	11,610,747
Revaluation	(153,083)	1,891,064
Deferred Tax	194,400	(84,176)
	13,458,952	13,417,635
Total Revaluation Reserves	13,678,657	13,637,340

Commitments

The Trustees have approved an investment of \$50,000, representing a 25% share in the North

Island Mānuka Limited Partnership.

Auditor's Remuneration

The auditor of Tūwharetoa Settlement Trust and the Group is Crowe New Zealand Audit Partnership. Auditors' remuneration is included in Professional Services and other expenses in the Statement of Comprehensive Income.

	\$ 2021	\$ 2020
Amounts received or due and receivable by the current Auditors (Crowe New Zealand Audit Partnership) for:		
Audit of the financial statements	19,045	31,897
Other assurance-related services	1,504	-
	20,549	31,897

Contingent Assets

The CNI lands are held in trust by CNI Iwi Holdings Limited until 2043 unless otherwise determined by the CNI Iwi.

Contingent Liabilities

There are no contingent liabilities for the group (2020: Nil)

Events After Balance Date

Tūwharetoa Limited has acquired a 25% share in the North Island Mānuka Limited Partnership, the business of the Limited Partnership is to establish

and operate a mānuka plantation within the Kaingaroa forest estate, between Rotorua and Taupō.

Forest Hapū Cluster

The Group has an obligation to the Deed of Trust to manage the process whereby Forest Hapū Cluster Trusts (FHCT) are established and funds attributable to them from the CNI Settlement are distributed.

The FHCTs were established 19 December 2012 and an initial transfer was made on 21 December 2012, as per clause 3.3 of the Trust Deed.

(h) The Trustees are required to transfer 60 percent of the Accumulated Rentals to the relevant Forest Hapū Cluster Trusts before the end of 2012, even if the Hapū Allocation Process is not completed by that time. Any such allocation shall be revocable on the basis of the extent to which the relevant forests are received by the Trust and the final outcome of the Hapū

Allocation Process.

The provision for the final distribution is based on 100% Mana Whenua for Waimihia North and South Forests, 100% Taurewa Forest, 100% Waituhi Forest and 50% for Marotiri and Pureora South Forests.

At the December 2017 AGM the members resolved to alter clause 3.3(h) to read:

(h) That the Trustees shall be entitled from time to time, subject to the sensible and proper exercise of their discretion, which may involve the imposition of various conditions, to transfer all and or part thereof of the Accumulated Rentals, as are held from time to time in respect of the Forest Hapū Cluster Trust to each of the



relevant Forest Hapū Cluster Trusts.

The CNI Mana Whenua process has been completed for the 4 Southern Forest but is yet to be resolved for Waimihia North and South

Forests; Taurewa Forest - 100% Tūwharetoa, Waituhi Forest - 100% Tūwharetoa, Marotiri Forest - 50% Tūwharetoa, Pureora Forest - 50% Tūwharetoa and 50% Raukawa.

	\$ 2021	\$ 2020
Opening Balance	13,406,782	12,994,170
Additions to Provision	3,167,290	2,019,011
Amounts Used through Distribution to FHCT's	(1,806,072)	(1,606,399)
	14,768,000	13,406,782

2021	TE PAE O WAIMIHIA	WAITUHI	MAROTIRI -PUREORA	TAUREWA	TOTAL
Opening balance	12,073,594	-	-	1,333,188	13,406,782
Share of CNI income	1,473,997	18,502	49,483	42,607	1,584,589
Investment Income	1,565,526	-	-	17,175	1,582,701
Adjustment to Provision	(274,975)	-	(49,483)	249,480	(74,978)
Distributions	(1,712,592)	(18,502)	-	-	(1,731,094)
CLOSING BALANCE	13,125,550	-	-	1,642,450	14,768,000

2020	TE PAE O WAIMIHIA	WAITUHI	MAROTIRI -PUREORA	TAUREWA	TOTAL
Opening Balance	11,477,830	4	(3,606)	1,519,942	12,994,170
Share of CNI income	1,459,892	32,763	32,657	45,956	1,571,268
Investment Income	411,399	-	-	36,344	447,743
Distributions	(1,275,527)	(32,767)	(29,051)	(269,054)	(1,606,399)
CLOSING BALANCE	12,073,594	-	-	1,333,188	13,406,782

Financial Instruments

(a) Classification of Financial Instruments

The carrying amounts presented in the statement of financial position relate to the following

categories of financial assets and liabilities.

2021 FINANCIAL ASSETS	FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS	FINANCIAL ASSETS AT AMORTISED COST	FINANCIAL LIABILITIES AT AMORTISED COST	TOTAL
Cash and cash equivalents	-	1,097,545	-	1,097,545
Investments (current)	29,790,730	9,743,038	-	39,533,768

Investments (non current)	4,492,820	-	-	4,492,820
Trade and other receivables	-	99,173	-	99,173
TOTAL	34,283,550	10,939,756	-	45,233,306
2021 FINANCIAL LIABILITIES				
Trade and other payables	-	-	421,161	421,161
Lease liabilities	-	-	50,422	50,422
TOTAL	-	-	471,583	471,583
2020 FINANCIAL ASSETS				
Cash and cash equivalents	-	766,852	-	766,852
Investments (current)	35,727,241	2,179,304	-	37,906,545
Investments (non current)	33,952,104	-	-	33,952,104
Trade and other receivables	-	89,309	-	89,309
TOTAL	69,679,345	3,035,465	-	72,714,810
2020 FINANCIAL LIABILITIES				
Trade and other payables	-	-	259,118	259,118
Lease liabilities	-	-	5,527	5,527
TOTAL	-	-	264,645	264,645

Leases

The Group recognises a right-of-use asset and corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases, defined as leases with a lease term of 12 months or less, and leases of low value assets. For these leases the Group recognises the lease payments as an operating lease on a straight-line basis over the term of the lease. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If the rate cannot be readily determined the Group uses its incremental borrowing rate (IBR). The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the liability, using the effective interest method, and reducing the carrying amount to reflect the lease payments made. The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the shorter period of lease term or useful life of the underlying asset. The estimation of the IBR relies on the Directors considering the credit risk of the Group. If the credit risk of the Group differs from what is estimated, the IBR may differ, and consequently the future net present value of the lease cash flows may be over or understated. The determination of the lease term relies on the Directors view of the likelihood of any lease renewal options being renewed. If the lease renewal options included and then not taken up, or are not included and are taken up, the net present value of the lease cash flows may be over or understated.

The Group leases several assets including buildings and office equipment. The weighted average lease term is 1 year.

The Group does not face a significant liquidity risk with regard to its lease liabilities.



COST	\$ BUILDINGS	\$ OFFICE EQUIPMENT	\$ 2021	\$ 2020
RIGHT OF USE ASSETS				
Balance 1 July	31,381	10,200	41,581	-
Recognised on Change of Accounting Policy	-	-	-	41,581
Additions	50,422	-	50,422	-
As at 30 June 2021	81,803	10,200	92,003	41,581
DEPRECIATION				
Balance 1 July	25,105	8,160	33,265	-
Depreciation expense	6,276	2,040	8,316	33,265
As at 30 June 2021	31,381	10,200	41,581	33,265
	50,422		50,422	8,316
AMOUNT RECOGNISED IN PROFIT AND LOSS				
Total Cash Outflow for Leases			5,671	39,839
Interest expense on lease liabilities			144	3,785
LEASE LIABILITIES				
Current liability	50,422	-	50,422	5,527
Non Current liability	-	-	-	-
	50,422	-	50,422	5,527
MATURITY ANALYSIS				
Not later than 1 year			50,422	5,671
			50,422	5,671

Impact of COVID-19

In March 2020 the World Health Organisation designated COVID-19 to be a global pandemic, threatening the health and well-being of a large number of people across multiple countries. The global outbreak has caused escalating levels of societal uncertainty.

To date this has not created any specific issues for the Tūwharetoa Settlement Trust Group.

INDEPENDENT AUDITOR'S REPORT

To the Beneficial Owners of Tuwharetoa Settlement Trust

Opinion

We have audited the consolidated financial statements of Tuwharetoa Settlement Trust and its controlled entities (the Group) on pages 2 to 20, which comprise the consolidated statement of financial position as at 30 June 2021, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 30 June 2021, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with New Zealand equivalents to International Financial Reporting Standards Reduced Disclosure Regime (NZ IFRS RDR).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* 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.

Our firm provided general taxation advisory services during the period. Other than in our capacity as auditor we have no relationship with, or interests in, Tuwharetoa Settlement Trust or any of its controlled entities.

Information Other Than the Financial Statements and Auditor's Report

The Trustees are responsible for the other information. The other information comprises the information included in the Schedule of Expenses, Distributions and Fair Value Adjustments report on pages 24 to 25 but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Trustees' Responsibilities for the Consolidated Financial Statements

The Trustees are responsible on behalf of the Group for the preparation and fair presentation of the consolidated financial statements in accordance with NZ IFRS, and for such internal control as the Trustees determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Trustees are responsible for assessing the Group'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 Trustees either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are 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) 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 economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, 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. 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 Group'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 Trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group'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 consolidated financial statements 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for the audit opinion.

We communicate with the Trustees 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 the audit.

Restriction on Use

This report is made solely to the Group's Beneficial Owners, as a body. Our audit has been undertaken so that we might state to the Group's Beneficial Owners 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 Group and its Beneficial Owners as a body, for our audit work, for this report, or for the opinions we have formed.

The engagement partner on the audit resulting in this independent auditor's report is Les Foy.



Crowe New Zealand Audit Partnership

CHARTERED ACCOUNTANTS

26 October 2021

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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SCHEDULE OF EXPENSES, DISTRIBUTIONS & FAIR VALUE ADJUSTMENTS

EXPENSES	Note	\$ 2021	\$ 2020
ADMINISTRATION			
ACC Levies		(27)	171
Advertising		15,747	16,664
Bank Fees		352	379
General Expenses		7,013	21,058
Information & Archives		8,760	56,522
Insurance		34,952	40,704
Manaakitanga		26,798	3,343
Office Rent & Storage		10,353	-
Office Supplies & Expenses		41,984	5,652
Photocopying		11,699	(447)
Postage & Courier		440	-
Telephone		25	3,267
Travel		5,356	3,676
Wages, Salaries and Contract Labour		262,203	205,494
		425,655	356,483
HUI A IWI			
Annual Hui		28,937	41,599
Koha & Venue Hire		72,139	78,524
		101,076	120,123
PROFESSIONAL SERVICES			
Accountancy		32,823	98,211
Advisory Services		45,177	17,687
Audit		19,450	31,897
Consultancy		24,143	12,107
Investment Fees		23,100	32,809

These financial statements should be read in conjunction with the notes to the financial statements and Independent Auditor's Report



Legal Fees	59,535	84,287
	204,228	276,998
PROJECT MANAGEMENT		
Mana Whenua Costs	64,091	23,477
Social Housing Project	203,844	62,832
	267,935	86,309
GOVERNANCE		
Meeting Costs	2,505	1,986
Trustee Fees	168,556	164,200
Trustee Travel	2,975	4,307
	15	170,493
	174,036	170,493
FINANCE COSTS		
Interest Paid	776	12,838
	776	12,838
DEPRECIATION CHARGES		
Depreciation	11,134	21,713
	11,134	21,713
DEPRECIATION CHARGES - ROU ASSETS		
Depreciation - ROU Assets	8,316	33,265
	8,316	33,265



2020 AGM Minutes



MINUTES OF THE 2020 ANNUAL GENERAL MEETING LIVE STREAM TŪWHARETOA SETTLEMENT TRUST

Held via electronic means, on Saturday, 21 November 2020, Commenced at 1.30pm

PRESENT	Te Ariki Tā Tumu te Heuheu, Rakeipoho Tairaoa (Chairman), Hon Dame Georgina te Heuheu (Deputy Chair), Elizabeth (Judy) Harris, Paranapa Otimi, Dylan Tahau, Joanne Te Huia and Greg Stebbing (General Manager)
APOLOGIES	Marlene Clemas, Maria Te Huia, Rebecca Miles, Cynthia Russell, Elva Corbin-Peters, Wikitoria Kake-Flavell, Helen Williams, James Robin, Len Pearson, Rusty Rangitoheriri and Tem Kahura.
IN ATTENDANCE	68 members registered into the livestream

1. TE TIMATANGA / KARAKIA

The hui commenced with karakia from Paranapa Otimi

Rakeipoho Tairaoa welcomed all those joining the hui today, especially to whānau joining in from Australia, Stewart Island, Tūrangi, Taupō, Auckland and Ratana. Due to the current COVID-19 environment the AGM is being held online.

The Chair introduced the Tūwharetoa Settlement Trust (TST) Trustees and management and ran through the agenda for the day.

The General Manager went through the housekeeping items confirming that the livestream will be recorded and uploaded to the TST website. He explained the software “Slido” is being used to facilitate receiving questions and enables members to vote on motions. Members were invited to submit questions prior to and during the hui; all questions will be moderated and those not addressed during General Business will be replied to via email.

2. APOLOGIES

Trustee Judy Harris confirmed that (12) twelve apologies were received and recorded.

RESOLUTION

That all apologies be received.

MOVED: Heemi James Biddle

SECONDED: Claire Northcroft
CARRIED

3. 2019 AGM MINUTES AND MATTERS ARISING

Trustee Judy Harris advised that the minutes of the 2019 AGM held 07 December 2019 were available on the TST website and were included in the annual report. The minutes were taken as read and no corrections were received.

RESOLUTION

That the minutes of the 2019 AGM held 7 December 2019 be approved.

MOVED: Kim Alexander
SECONDED: Renee des Barnes
CARRIED

4. WHO WE ARE

Trustee Joanne Te Huia provided a historical overview of the Tūwharetoa Settlement Trust (TST).

5. CHAIRMAN'S REPORT

R Taiaroa presented his chairman's report as outlined in the annual report, for the year ended 30 June 2020.

The Chairman referred to the Trust's 2018-2020 Strategic Plan and outlined the Trusts strategic objectives:

- Build governance to enhance Iwi reputation, trust, and respect.
- Collaborate with other Tūwharetoa Iwi entities to build unity and strength.
- Develop and enhance Iwi and Hapū relationships through good communication.
- Continue to enhance financial strength and sustainability through to and beyond 2043.
- When the milestone of 2043 arrives, the income received from forestry rentals (25.9%) reduces to 19%.
- Complete and maintain the Trust's fiduciary responsibilities.

Equity and Growth (TST and the FHCs)

In 2009 we were managing assets of \$66 million; the equity growth graphic showed the split of funds TST equity for the tribal fiduciary function and equity held on behalf of the Forest Hapū Clusters (FHCs).

The last seven years has seen growth go from \$56m to \$111m. We have been able to achieve this partly through investments in a tripartite way with TMTB and NTFCT and this year the \$4m increase was primarily due to the forest rental increase.

Collaboration with the TMTB and NTFCT

TST has a Memorandum of Understanding (MOU) with the Tūwharetoa Māori Trust Board (TMTB) and the Ngāti Tūwharetoa Fisheries Charitable Trust (NTFCT). It has been an arduous year due to the COVID environment, however, from a financial perspective the Trust has performed well. With this MoU we have been able to collaborate in investments, with a single database / registration, grants, and shared services (staff), COVID-19 support (food parcels \$75k, Kaumātua grocery cards \$52k, Community Foodbank \$196k) and Tūwharetoa housing. TST has commenced the Housing Strategy journey with TMTB and NTFCT joining in at some point. The Chair thanked all whānau around the motu for their assistance in helping to assemble and distribute the kai.

Investments – Tūwharetoa Housing Strategy

TST had the right to purchase Crown properties

through the first right of refusal (RFR) provisions in our Deed of Settlement, we have purchased 6 (six) properties in Wairākei, 2 (two) sections in Wharewaka Road, Taupō. We also purchased 13 (thirteen) sections in Iwiheke Place, Tūrangi.

Looking Ahead

With the COVID-19 environment, we thought business might have been a bit more difficult, however, because our income is from forestry, we have continued to receive good income levels. Looking ahead at the 2043 milestone (where we see a significant decrease in our forestry rental income due to mana whenua outcome) we have set a target to reach equity of \$150m. This target will be met so long as the world stays in the same place, especially when it comes to forestry and our investments.

Looking long-term a lot of our assets are cash. Our modus operandi is to have a very robust risk management plan going forward, with regards to what the world is doing. The goal is being achieved right now, however, there are still another 22 years to go and hopefully those sitting on the Board at that time will be able to complete the result of being worth \$150 million.

The Chairman stated that he was very pleased with where TST and the Trustees are at, at this point and is excited the Ariki has been able to be in attendance today.

RESOLUTION

That the Chairman's report be noted and received.

MOVED: Cynthia Ellis
SECONDED: Aroha French
CARRIED

6. OPERATIONAL REPORT

The General Manager, G Stebbing presented the Operations Report.

Highlights for the year

- Earnings down compared to last year, but still strong at \$4.2 million (last year we had a one-off sale of carbon units).
- Growth in equity + \$4.2 million
- Three STEM scholarships worth \$10,000 each were awarded this year, there is a very high standard of applications.
- Registered members increased 5% to 9,975.
- Making good progress on establishing the last of the forest hapū clusters being Taurewa FHC.

Members Register

Statistics by region and by age were displayed on the powerpoint presentation noting 23% of members live in the Taupō/Tūrangi rohe, 5% live internationally.

Distributions

Distributions increased from \$976,000 to \$981,000, these included grants for education, marae operations and capital works and support for the Paramountcy.

CNI Iwi Holdings (CNIHL) Update

From an operational perspective it was pleasing to see that COVID-19 had a relatively minimal impact on their earnings. Even though the forest closed for six weeks, the trees keep growing, so the value of the forest is maintained. CNIHL operating costs continue to decrease as services are streamlined and it is well recognised to be one of the best run forests in the world.

CNI Land Management were part of a \$7 million PGF grant for Tokorangi and Whakarewarewa Forests infrastructure and \$0.7 million of non-forestry income was received.

Mana Whenua

A declaratory judgement filed with the High Court is scheduled for early 2021, to seek clarity on the adjudicators 2016 statements. This is stopping any interim korero on the allocation of Crown Forest Licenses (CFLs) between the parties, so whilst we still have several big blocks that are important to Tūwharetoa, we still cannot resume that korero until the ruling of the Court Case is known.

7. FINANCIAL REPORT

G Stebbing presented the financial Report, he noted that the independent auditor's report is on pages 45 - 47 of the annual report. It showed a clear report.

Financial Performance (Profit & Loss)

Revenue was down due to last years one-off sale of NZU's (Carbon Credits) but is still strong at \$5m. Expenditure remained at \$1m, with an operating profit of \$4m. \$1m of Distributions and Grants were paid out. Last year the Kakano revaluation decreased by \$2.2m, this year it picked up by \$1.9m. Comprehensive income totalled \$4.2m

Financial Position (Balance Sheet)

Equity improved from \$52.7m to \$56.9m.

Net Assets

\$25.4m is the Kakano investment, a standout investment for us.

\$21.2m is managed funds invested in a balanced portfolio, 50% of fund in liquid assets, and 50% in growth assets. Our fund is managed by Iwi Investor, a wholly owned subsidiary of Lake Taupō Forest Trust, whilst they manage the funds, we receive investment advice from MyFiduciary who kept us well informed during COVID where there was quite a reaction to COVID in the initial days.

For the 12 months ending 30 June 2020 our fund earned 4.3% which was lower than originally forecast but still pleasing given term deposits are around 1%. We moved to this investment regime in 2018 and have returned 5.1% per annum (after fees).

Investment Managed Funds

The GM referred to a graphic with cumulative performance of the managed funds since inception. There was a big dip where COVID started and then it crashed in March, our portfolio dropped by \$2m, but then it effectively recovered quite quickly and by June, we had recovered those losses. There is still some concern about whether the markets will hold up, since June 2020, we have seen it improve even better

RESOLUTION

That the Operations and Financial Reports be received

MOVED: Danny Loughlin

SECONDED: Ngatoru Wall

CARRIED

8. APPOINTMENT OF AUDITORS

RESOLUTION

That Crowe be appointed as Auditors

MOVED: Raina Ferris-Bretherton

SECONDED: Hemi Biddle

CARRIED

9. HOUSING STRATEGY UPDATE

Trustee D Tahau presented an update on the housing strategy.



In 2019 TST conducted a survey, where we sought to understand the priorities from our whānau when it came to housing for our people here at home. What we found in the survey is that there are various aspirations for people to own their own home, some to live at home and for some it is just about a roof, in an emergency situation. One thing that we heard strongly was a warm, safe, and strong whare that provides for the whānau. The short, medium and long term goals are key to our strategy.

Some of our kupu is language that we use in everyday korero, about supporting our families and their aspirations. For some people it's not necessarily an opportunity to own their own home, but it is an opportunity to hoki mai ki te kāinga.

The housing strategy, healthy homes, healthy whānau, thriving communities of Tūwharetoa.

- We have completed the development of our Tūwharetoa Kāinga strategy document
- We have liaised with key organisations, everyone has a role and a function in housing, and this is something that Tūwharetoa has inserted ourselves in, through TST wanting to take on that leadership role in building an opportunity for our whānau to live safely in warm dry homes.
- We have contracted Project Manager Wikitoria (Blandina) Diamond, who is helping to shape the opportunity for this Board to contribute to what home looks like.

Vision

Our vision is to have homes worthy of Ngāti Tūwharetoa, homes for mana and whānaungatanga in communities where our future generations will thrive in the Tūwharetoa way, e hara no te whānau anake, ko te whānau o Tūwharetoa.

We want to roll out pilot programmes next year that will coincide with the different ways that people want to get there, through advice and advocacy, repairs and maintenance and a residential build programme for 18 – 20 homes. We have got six houses in Wairākei, opportunity to develop those properties to be able to live our way, having support in a communal way, with maara kai, how you deal with wastewater, storm water are all things to be developed and considered as part of this mahi. We also have two sections at Wharewaka in Taupō, potential again for housing development as it is zoned residential. In Tūrangi we have 13 sections at Te Iwiheke Place, again an opportunity for a housing development to build whānau in that communal

korero in a new way of living adding to the housing stock that our whānau will occupy.

10. GENERAL BUSINESS

Question & Answer

10.1 Courtney Marshall on behalf of Otukou Marae

Thanked TST for their hard work and support during COVID-19 and the marae grant towards the wharekai extension

10.2 Whare Ngamotu

When do you anticipate houses being available for Tūwharetoa under the Kāinga Strategy, 2021 or beyond?

Greg Stebbing

We are in heavy discussions with Crown Agencies who are going to be key to the Strategy, by mid-2021 the plan will be locked down and funding secured, at best end of 2021, but likely to be early 2022.

10.3 Cynthia Ellis

Thanks, and acknowledgment to TST for the Marae Grant, if it weren't for the support of Trusts we would struggle to run and maintain our Marae.

10.4 Te Ao Marama Jocelyn Smith.

Kia ora Trustees, what application do I need to apply for a Papakāinga grant as our Papakāinga is part of the hapū Ngāti Hinerau.

Greg Stebbing

TST is developing the strategy and we have a lot of whānau/iwi registering their interest with us, happy to take your details to make contact directly.

10.5 Christine Kidwell

Were the six homes in Wairākei sold onto whānau and if so, how was that processed, was it a good investment.

Rakeipoho Taiaroa

The homes have not been sold, they are rented, firstly to the people who resided in them when we purchased them from LINZ. They are assets for the housing strategy and we will look at which model/s will be adopted. That may take a little bit of time, but we anticipate mid 2021 early 2022.

Greg Stebbing

TST wouldn't be looking to sell those houses until we know what we are doing e.g. is there room to build more houses as they are big sections with the existing houses sitting at the front of the properties. Of the six houses, four are rented to Tūwharetoa whānau. Our goal is to place Tūwharetoa in all of them.

Georgina te Heuheu

Those houses are being part of the properties which were available to the Trust to purchase from the beginning. It has been one of our ongoing kaupapa. Where we have the opportunity to bring land back, that once was ours, that is our overall kaupapa - taking the opportunity to purchase when they became available to us, as a right, from the settlement.

10.6 Trish Otimi

Has there been thought to support whānau who were displaced from RFR lands into housing on their whenua again.

Greg Stebbing

Our goal is to house Tūwharetoa whānau, whilst we don't have a firm plan yet, that is our only target group.

Dylan Tahau

We don't know what we are going to do with those lands yet. The opportunity to purchase those properties that Georgina has referred to, was part of a process that was available to us. That was how we become involved, but it is not the only way we can become involved. Being the largest private property owner in Taupō means we have opportunity to work through what potential developments can present alongside other tribal entities as well for the benefit of our whānau and their housing.

10.7 Shirley Barnett

Kia ora tertiary education strategy for our tamariki, there is some funding along with the three STEM grants given to students, what about others?

Georgina te Heuheu

Over the last two years we decided to put a focus on scholarships in Science, Research and Technology and we give a contribution through to the TMTB for scholarships across the board. For TST, given we have a forestry background, we wanted to put an emphasis on science, not just because of forestry, science takes us to other places, as a country. With COVID, the world is now waiting on the scientists to produce a vaccine. That is where we decided to put the emphasis on these three special scholarships. We may do something different next year, at the moment, this is where we see the priority.

Greg Stebbing

STEM is a grant that TST does separately, we also contribute to the pool of funds with the Trust Board and Fisheries, there are several other grants in there including trade training. Our websites provide more detailed information

10.8 Aaron Te Huia

I am a builder, when and how can I help?

Rakeipoho Taiaroa

Ka pai Aaron, we have your details, you are registered, and when we start building, we will give you a call.

10.9 Aroha French

Would the Tūwharetoa Housing Strategy support uri in already established Papakāinga who are living in sub-standard housing?

Napa Otimi

That is our outreach, to go out and identify where the issues are both rural, urban, and starting at home. As an example, I have been asked to come down to Oruatua to bless the land / whare that has been erected. Some of the things raised include sub-standard housing on Papakāinga sites, kei te tika. Motutere Point we are having a

wide angled view of the needs in respect of whare oranga mo tātou te iwi.

Dylan Tahau

That is one of our key short-term goals in to ensure repairs, we have had a strong history of insulating our homes as far back as 2009 to 2012. Those repairs, accessibility are all things that we see as a priority in the short term, so absolutely tautoko to korero a Napa.

10.10 Raina Ferris-Bretherton on behalf of Waihi Marae

Waihi Marae wish to convey our genuine appreciation to the TST Trustees for the annual marae grant, Marae capital works grant and Tautoko received during lockdown.

Dylan Tahau

Mihi atu ki a koutou o Tapeka whare, thank you for letting us know that the support is welcome.

10.11 Te Ao Marama Jocelyn Smith

Would like to know what application form is used to apply for funding to make a community garden as this section is connected to Waipahihi Marae.

Dylan Tahau

We don't have specific funding opportunities for community gardens, but we do have our Marae Grants, hopefully that support is getting into the Marae. I know the Trustees are active around beautification and maara kai, but again, we could assist with facilitating conversations with other parties that also support maara kai.

Rakeipoho Taiaroa

Certainly at Waipahihi Marae, for those of us who drive past the Marae can see the whānau working on the bank it looks wonderful, looks beautiful. Wonderful work Te Ao Marama.

10.12 Renee des Barres

Kia ora koutou, is there any work being done to amalgamate our two settlement entities to share and save resources?

Rakeipoho Taiaroa

As you have seen in my chairman's report, we have certainly started with the three entities, TST, Tūwharetoa Māori Trust Board and Ngāti Tūwharetoa Fisheries Charitable Trust. Certainly, the door has been open, there has been dialogue going on between the parties so yes, the door has always been open, we look forward to cementing the current triumvirate and going forward also seeing with our whānau at Te Kotahitanga, the door is always open.

10.13 Hemi Biddle

Kia ora rawa atu ki a koutou e te poari mo te putea i koha mai ki a matou I tera ta. Na Tokaanu Marae.

10.14 Trish Otimi

With the establishment of the FHC for Taurewa, is there an opportunity to support the hapū in Te Hapainga (with interest in Hautū Rangipō Lands)?

Rakeipoho Taiaroa

Those two issues really are not connected primarily. The FHC is our requirement and compliance for Taurewa to be established. With regards to Te Hapainga for the Hautū Rangipō lands, certainly that is with our people, the Forest Trust, Lake Rotoaira Forest Trust, TST and the farms, of which many of our whānau are beneficiaries at present, but certainly the issues come up at our AGM. The AGM for Hautū Rangipō and the Directors of Hautū Rangipō would love to receive such a request.

10.15 Pare Henderson

Thank you for the support during COVID, for our kai and mask, it was really needed at a difficult time for us kaumātua. Will there be any more distributions?

Rakeipoho Taiaroa

Hold the line Pare until the end of the meeting and we will hopefully make you smile. Certainly, the process of COVID even though it was not a nice one, being part of that COVID support programme, bought a lot of us together which was wonderful in terms of being able to get the masks out to you. It was an absolute joy to ring some of our kaumātua and quite aroha because we were all given a list of people to ring, as staff at work, so you go through the list, I'd ring a

kuia in Invercargill and she would say thank you very much, but we don't need it, you can give it to someone else. That is a message we got throughout, from a lot of our kaumātua, but at the end of the day, that is old school, so when you see and hear that, you really are happy to provide some sustenance or benefit to our old people.

10.16 Whare Ngamotu

How long do trustees serve on the board and how often are they appointed?

Rakeipoho Taiaroa

Trustees are elected every 5 years; we are in year 3 at the moment. Napa Otimi was an establishment trustee; Tā Tumu is a trustee in his own right and will be forever. The next tranche or echelon of trustees was myself, Dylan and Dame Georgina, we have been trustees for 8 years. Two more years, we will come up for election; our voting here is a bit different; we have takiwa.

- Dylan represents Hikuwai
- Jo Te Huia represents Tai Hauāuru
- Rakeipoho Taiaroa represents Maataapuna
- Dame Georgina and Paranapa Otimi are the Iwi Whānui reps
- Judy Harris represents Tai Tonga
- Tā Tumu the position is always with the house.

10.17 Warren Huirama Osborne

Compliments to the Governance, Trustees for the recovery and growth of the fund since 2013.

10.17 Christine Kidwell

I am absolutely grateful that we are now seeking to help whānau rebuild and repair houses.

As there were no more questions, the Chair encouraged members to continue to submit their questions which can be answered directly back to the member. The Chair noted that these questions are helpful to identify the issues that our members are dealing with, and the Board can take that on board when planning.

MEETING CLOSURE

Tā Tumu addressed the Iwi, offering his best wishes to everyone as we move into the festive season.

R Taiaroa thanked the support staff and acknowledged all those in attendance. We have gone through COVID, and it is still here, the TST, TMTB and Fisheries have looked at another voucher to our kaumātua over Christmas, as a small token of our appreciation. Wishing all a safe and happy Christmas/New Year.

Karakia Whakamutunga: 2.43 pm Paranapa Otimi

Verified as a true and correct record of this meeting.



CHAIRMAN

Rakeipoho Taiaroa

26 October 2021



 KO AU Ā
TŪWHARETOA

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