



MATAWHAANUI TRUST

**TE PUURONGO AA TAU
30 JUNE 2021-1 JULY 2022
ANNUAL GENERAL REPORT**



MATAWHĀNUI

- TRUST -

The message of Te Ahurei O Waikato lies in its elements. The sculpture portrays the people of Waikato thrusting their journey into the land confirming that it belongs to them and they to the land. The large totara palisades along both sides of the sculpture pose a profile symbolizing the mountains of Waikato supported by the abundant totara stencils representing the sub-tribes of Waikato. The flowing water acknowledges the spiritual life force of the Waikato River. All are contained in the form of a canoe linking the Waikato Ancestors from the Tainui Waka. Te Ahurei affirms the historical rights that Waikato people hold to their ancestral lands and commemorates the Waikato Raupatu Lands Settlement Act signed between Waikato and the Crown in 1995.

Here is my Essence (Taku Ihi)

Here is my Spirit (Taku Tapu)

Here is my Standing and Rights (Taku Mana)

This is our Land (Taku Whenua)



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AGM PANUI



KIA HIWA RAA, KIA HIWA RAA

He Paanui

AGM

The trustee's of Matawhaanui Trust invite you to
the Annual General Meeting

Date: Wednesday 26th July 2023

Time: 3:00pm

Venue: Huntly Power Station
(Seminar Room One)

Corner of Hetherington & Te Ohaki Road, Huntly

AGENDA

Karakia, Mihimihi

Opening Remarks from Chair

Annual Report

Question & Answers

Karakia Whakamutunga

RSVP to gina.paul@matawhaanuitrust.co.nz by 17th July 2023

Bringing back the beauty, street by street, whaanau by whaanau to
achieve the vision of reclaiming Raahui Pookeka

HE KOORERO NAA TE TIAMANA



Norman Hill

Teena koutou ngaa hapuu, ngā whaanau hoki

E whakapau kaha nei i roto i tenei rohe o Raahui Pookeeka. i te ao whaanui hoki. Me mihi ka tika ki a Kiingi Tuheitia, te whare o Te Wherowhero. Ka whakarongo maatou ki oou koorero, ki oou tohutohu, ki oou whakaaro, i runga i te whakapono, te tika, me te pono. Ka whakahonore atu i te hunga kua whetuorangitia. Ka whakamihi atu ki te hunga ora. Ka whakarangatira maatou i oo koutou puumanawa, i oo koutou aawhina ki te whakapau kaha i te ao Maaori, i te ao whaanui hoki.

It is with great pleasure and honor that I welcome you to our Annual Report for 2023. As the Chairman of Matawhanui Trust, I present a comprehensive overview of our achievements, challenges, and the exciting opportunities that lie ahead.

Matawhanui Trust has always been driven by a clear vision: to restore the beauty of Raahui Pookeeka whare by whare, whaanau by whaanau, street by street with an aim to deliver holistic services to our haapori while contributing sustainable value for our wider iwi. Throughout the past year, we have remained steadfast in our commitment to this vision, navigating a dynamic and challenging landscape and achieving remarkable milestones along the way.

Key achievements include:

As we look forward, we see immense opportunities on the horizon. Our strategic partnerships with Trust Waikato, Hauraki PHO, MHUD, Te Puni Kokiri have positioned us at the forefront of new health and wellbeing services within our haapori.

We are committed to capitalizing on partnership opportunities and generating sustainable value for our haapori in the years to come

I would like to express my deepest gratitude to our dedicated kaimahi, employees, whose unwavering commitment and hard work have been instrumental in our success. I also extend my sincere appreciation to our leadership and vision of Taitimu Maipi, Tuku Morgan for their trust and continued support. Together, we have built a strong foundation, and together, we will navigate the future with confidence and ambition.

Mauri ora
Norman Hill

TE PUURONGO O TE KAIWHAKAHAERE



Joyce Maipi

E te Whaanau o Raahui Pookeka, Teenaa Taatou

Matawhaanui during the period of 2021 - 2022 grew from a small, agile and conservative Trust, into a mature and intentional organization, to reclaim the beauty of Raahui Pookeka, street by street, whaanau by whaanau.

We met the COVID challenges head-on and supported the growth of the COVID team into a hauora entity, establishing Tuuhono clinic at 2 Bridge Street. Under the leadership of Justeena Leaf, Tuuhono opened its doors on 1st July 2022. It aligned to the announcement of Aotearoa's major Hauora Reforms. As a nurse-led, acute and afterhours hauora clinic, it has provided Raahui Pookeka, a new primary care service that is community inspired, Maaori owned and operated. We were also proud to re-open Te Whare Oranga with the support of Taitimu Maipi (jnr) as the qualified Personal Trainer.

Kaahui Tuuwaa, the Mara initiative of Matawhaanui during COVID, was into its second season. Growing vegetables to feed its own community was its sole purpose. The whenua as a collectively owned Marae resource (under the administration of Waahi Whaanui Trust) allowed Kaahui Tuuwaa to continue its toil for and on behalf of Ngaa Marae o Raahui Pookeka to feed the community. It is the first and only Maaori sovereign non-commercial Mara in Aotearoa.

Our company, POU Ltd, was in its second year of operation. As the facilities maintenance company on the Huntly Power Station, it proudly advocates its Maaori owned and operated status in the NZ Electricity industry sector. With over 40 employees, who are mainly local Maaori, it looks to the future in facilities maintenance with anticipation and excitement.

Matawhaanui's Community Housing Provider (CHP) 1st year of operations welcomed the skills of Malika Kanawa, Lyla Atutahi under the stewardship of Renee Wharekura. With the support of the Ministry of Housing and Urban Development our initial year was hugely successful having secured funding for 3 new houses on Parry Street. This unfortunately was brought to halt by the landlord and the realisation of new homes for whaanau was diminished. However work continued and the CHP acquired 14 properties to support whaanau housing aspirations.

Finally to all the team of Matawhaanui including Gina Paul and Leon Wharekura who were instrumental in the success of the year. To our volunteers, special mention to Caprice Turner, we thank you all for your aroha, tautoko and awahi over the year.

OUR VISION - OUR MISSION

Our Mission:
Reclaiming Raahui Pookeka through our voices and our community

We claim the Identity of Raahui Pookeka changing the perception to an award-winning community.

We will build a better future for our Mokopuna to inherit.

Our values are aligned to the Kiingitanga and our Marae.



Vision:
Bringing back the beauty of Raahui Pookeka street by street, whanau by whanau

We will work together with our community to bring about social, cultural and economic growth

We are resourceful, deliberate and motivated in our pursuit of Mana Motuhake

Whakapapa and whanaungatanga keeps us engaged, connected and accountable.



OUR MAHI

KAAHUI TUUWAA - MARA KAI

Our commitment to being the first Maaori Mara Kai Sovereignty project with non-commercial interest, continues to be our focus.

In our 2nd season of planting and harvesting, our Mara kai went to Poukai, the Koroneihana, tangi, food distribution hubs and whaanau households. Over 560 kai packs were distributed in the year.

From small packs to feed a whaanau of 4 for a week to 5 20kgs sacks of riwai including Maaori potatoes to Marae hui.

Harvesting of root vegetables including kumara, riwai and kamokamo were the main kai. We experimented growing strawberries, watermelon, and corn, which proved popular. The 3rd season will include these crops for community distribution in 2022/2023.

PAPAKAINGA - reclaiming Raahui Pookeka: 'street by street'; 'kainga by kainga'

Work with Ministry of Housing and Urban Development (MHUD) canvassed Maaori landowner support to build new houses in Huntly West, scoping land blocks on Parry, Miria te Kakara and Mary Streets.

Work got underway to build new houses on Maaori owned land. Consultation with landowners to occupy their whenua for 25 yrs was sought, as conditions for government funding.

Great progress was made and based on agreement between MHUD and Matawhaanui, with landowner consent from Waahi Whaanui Trust, we were granted funds to initially build 3 houses on Parry Street. It was anticipated that the first 3 houses would pilot further houses to be built into the Parry Street complex.

As work progressed on the Parry Street site, an unexpected hazard was identified by the landowner and Matawhaanui ceased all planning work and site preparation.

Work continues with Maaori landowners to pivot our new builds to another site. We are currently working with Waikato-Tainui.

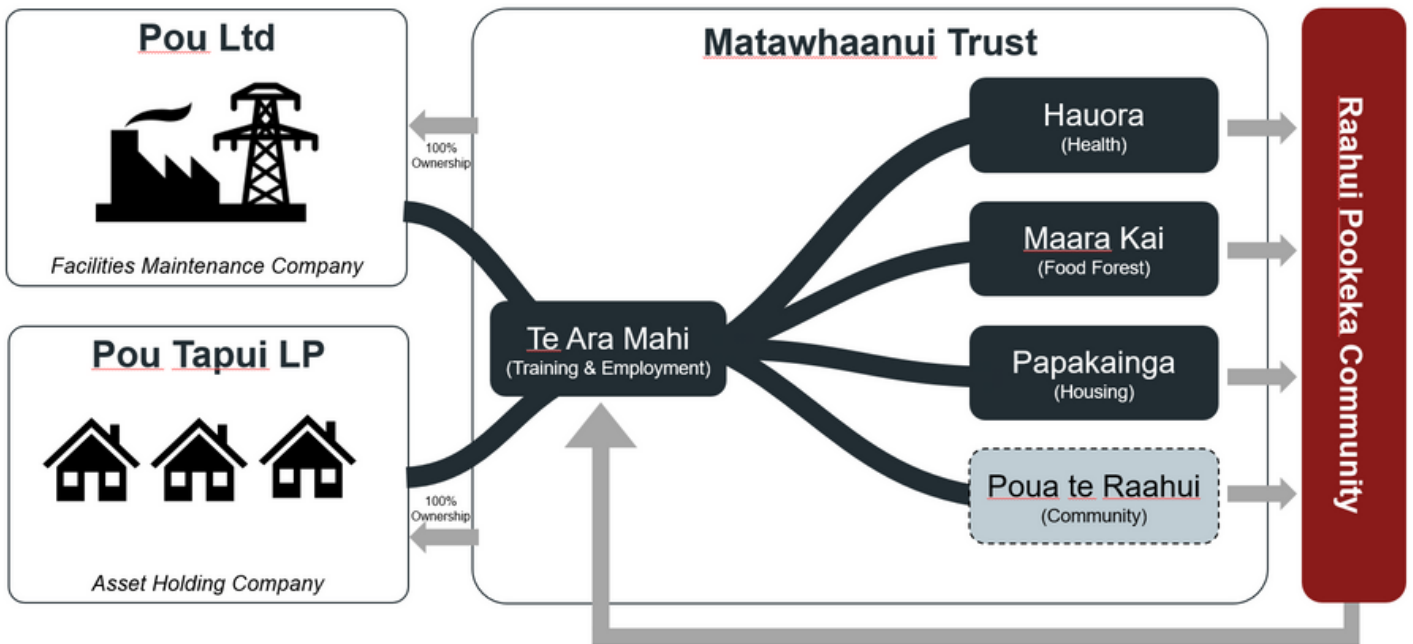
Land Information New Zealand (Toituu Te Whenua) have 14 residential properties Matawhaanui will assume management of including the tenants by mid 2023. Work continues with Kainga Ora on 34 properties in Huntly West.

TUUHONO HAUORA

The team from Tuuhono operate from Monday to Saturday. They take walk-in patients, or you can book for appointments with the team of health care specialists. They are available for home visits and outreach to our communities of Raahuui Pookeka, Ohinewai, Te Kauwhata and Meremere. A virtual doctor service is available, at the request of anyone who needs medical urgent care and attention.

OUR OVERVIEW

Current Organisation Profile



OUR PEOPLE





**NGAA PUURONGO AA TAHUA
FINANCIAL STATEMENTS**

williambuck.com

Matawhaanui Trust & Group
Management Letter
30 June 2021 and 30 June 2022

21 July 2023

The Trustees
Matawhaanui Trust & Group
Via Email

Dear Trustees

MANAGEMENT LETTER – YEARS ENDED 30 JUNE 2021 AND 30 JUNE 2022

We have completed our audit of the consolidated financial statements of Matawhaanui Trust & controlled entities for the years ended 30 June 2021 and 30 June 2022, in which we examined the annual consolidated financial statements and certain aspects of the group's accounting procedures.

In carrying out audit procedures various matters came to our attention which we believe should be reported to you as well as reporting on mandatory matters. Please find enclosed our management report on these matters together with recommendations on audit issues that arose during our visit.

We would be pleased to discuss with you any items mentioned in this report. We take this opportunity to thank your management team and staff for their cooperation during the course of the audit.

Yours faithfully
William Buck Audit (NZ) Limited



Michael Wood
Director

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Engagement

We have undertaken an audit of the consolidated financial report of Matawhaanui Trust and Group for the years ended 30 June 2021 and 30 June 2022.

Our audit was conducted in accordance with International Standards on Auditing (New Zealand).

This report has been prepared for the Board of Trustees.

Audit Report

Based on our audit work we will issue a modified audit opinion. The basis for this modification is described below under “Summary of Key Issues and Resolutions”.

Summary of Key Issues and Resolutions

Issue	Resolution
<p>Advance to Waahi Whaanui Trust We noted that an advance of \$900,000 to Waahi Whaanui Trust was recorded as an asset in the consolidated financial statements of Matawhaanui Trust. However, Waahi Whaanui Trust has recorded this balance as income rather than a loan.</p>	<p>We discussed this with the Trustees and were advised that the matter has not been resolved, and is under discussion between the Trustees of the two respective Trusts.</p> <p>As the matter was not resolved, we could not determine whether the balance should have been recorded as a loan receivable or a grant. As such, our audit report contains a qualification on this matter.</p> <p>If this matter is resolved when the 30 June 2023 audit is performed, then the audit report modification may be removed.</p>

Summary of Adjusted Audit Differences

We identified two adjustments required to be made to the financial report. The total effect of the adjusted audit differences on Operating Profit [increase/(decrease)] was (\$51,462). The details of the adjusted audit differences are as follows:

Description	Amount
Accrual of sundry year end expenses	(\$33,462)
Accrual of audit fees	(\$18,000)
Total impact on operating profit	(\$51,462)

Summary of Unadjusted Audit Differences

There are no unadjusted audit differences.

Audit Risk Areas

During the audit we identified the following risk areas within the financial report. We have summarised the significant risk areas, our planned approach and the summary of results in each of these areas.

Audit Risk Area	Planned Approach	Summary of Results
Recognition of Revenue	Obtain confirmations of revenue from third parties or vouch revenue to contracts. Ensure revenue has been correctly recognised in the appropriate period and any amounts carried forward have been done so correctly.	No issues noted
Authorisation of operating expenditure	Sample items of operating expenditure and ensure they are appropriately supported by independent verification.	Refer to our comments later in this report.

WilliamBuck

Summary of Testing Results by Financial Statement Area

We have summarised our audit approach for each material financial statement area not specifically identified as a risk are below.

Financial Statement Area	Planned Approach	Summary of Results
Cash and Cash Equivalents	Obtain bank confirmations directly from the bank. Agree bank confirmation	No issues noted balances from the ledger to the
Trade and Other Payables	Ensure all expenses and appropriately recorded	Noted two additional accruals to liabilities are correctly and be made. No other issues noted
Contingencies and Commitments	Ensure contingencies and commitments are correctly disclosed in the financial statements	No issues noted
Expenses	Validate to supporting documentation	Refer to comments later in this report.
Payroll	Validate to supporting documentation	No issues noted.

Future Changes in the Financial Reporting Framework

There are no future changes in the Financial Reporting Framework to bring to your attention.

The selection of, or changes in significant accounting policies and practices that have or could have a material effect on the entity's Financial Report

The current accounting policies are in accordance with accounting standards.

Detailed observations, suggested areas for improvement and management action plans

We did not identify any significant matters which we believe we should bring to your attention.

Material uncertainties related to events and conditions that may cast significant doubt on the entity's ability to continue as a going concern

During the audit there have been no material uncertainties that may cast significant doubt on the entity's ability to continue as a going concern and require further consideration or disclosure within the financial report.

Disagreements with management about matters that, individually or in aggregate, could be significant to the entity's Financial Report or the Auditor's Report

There have been no disagreements with Management during the audit.

Fraud

During the audit we have not identified or been notified by your office of any circumstances of fraud.

Laws and Regulations

During the audit there has been no evidence that the Group has not complied with laws and regulations pertaining to the Trust.

Use of other Auditors

William Buck did not require the assistance of another Audit Firm in performing the audit of the Trust.

Use of Specialists

William Buck did not require the assistance of a specialist in performing the audit of the Trust.

Non-audit Fees

William Buck did not perform any non-audit services for the Trust.

Matters to be Considered for Next Year's Audit

There are no matters in particular that require consideration for next year's audit.

Responsibility for the Financial Report

The responsibility for producing the financial report and ensuring adequate internal controls and sound business practices is the responsibility of the management and is a part of management's overall responsibility for the ongoing activities of the Trust. Policies and procedures developed by the Group to safeguard its assets and to provide reasonable assurance that errors and irregularities or illegal acts are promptly identified, must be properly monitored to ensure that all staff are complying with the guidelines provided.

WilliamBuck

Independence

The engagement team and others in the firm as appropriate, the firm and network firms are independent in accordance with relevant ethical requirements and any regulatory requirements that apply to the audit engagement.

Details of relationships that may reasonably have a bearing on auditor independence, as outlined in relevant ethical requirements relating to audit engagements have been requested and may have been identified; however, the related safeguards have been applied to eliminate threats to independence or reduce them to an acceptable level.

Appreciation for Assistance

We would like to express our appreciation for the cooperation and assistance which we received during the course of our audit from all the staff at Matawhaanui Trust and KPMG Hamilton.

We shall be pleased to discuss with you further any matters mentioned in this report at your convenience.

Disclaimer

This report is prepared on the basis of the limitations set out below:

This communication is prepared solely for the information of the Board of Trustees and is not intended for any other purposes. We accept no responsibility to a third party who uses this communication.

The matters raised in this report are only those that came to our attention during the course of our audit and are not necessarily a comprehensive statement of all the weaknesses that exist or improvements that might be made.

We cannot, in practice, examine every activity and procedure, nor can we be a substitute for management's responsibility to maintain adequate controls over all levels of operations and their responsibility to prevent and detect irregularities, including fraud.

Accordingly, management should not rely on our report to identify all weaknesses that may exist in the systems and procedures reviewed, or potential instances of fraud that may exist. Our comments should be read in the context of the scope of our work. Findings within this report may have been prepared on the basis of management representations.

Suggestions for improvement should be assessed by Matawhaanui Trust for their full commercial impact before they are implemented.

This report has been prepared solely for your use as management of Matawhaanui Trust and should not be quoted in whole or in part without our prior written consent. No responsibility to any third party is accepted as the report has not been prepared, and is not intended, for any other purpose.

Matawhaanui Trust & Group Independent auditor's report to the Trustees

Report on the Consolidated Financial Statements

Qualified Opinion

We have audited the consolidated financial statements of Matawhaanui Trust & Group (the Group), which comprise the consolidated statement of financial position as at 30 June 2022, and the consolidated statement of comprehensive revenue and expense, 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements give a true and fair view of the financial position of Matawhaanui Trust & Group as at 30 June 2022 and of its consolidated financial performance, and cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (PBE Standards RDR).

Basis for Qualified Opinion

The consolidated statement of financial position discloses an advance receivable from Waahi Whaanui Trust recorded at a book value of \$900,000. This advance is currently subject to discussion between Matawhaanui Trust and Waahi Whaanui Trust regarding the nature of the funds being either an advance or a grant. At the time of approval of these financial statements, these discussions have not been concluded. Accordingly we have been unable to obtain sufficient appropriate audit evidence if the advance is recoverable or if it may be a grant expense. As such we are unable to express an opinion on whether the recorded book value of the advance is fairly stated. The audit report for the year ended 30 June 2021 contained the equivalent qualification.

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 Performance Report section of our report. We are independent of the entity 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 the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), 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 qualified opinion.

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

Responsibilities of the Trustees

The Trustees are responsible on behalf of the Group for the preparation of the consolidated financial statements that give a true and fair view in accordance with Public Benefit Entity Standards Reduced Disclosure Regime, and for such internal control as the Trustees determine is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible on behalf of the Group for assessing the entity'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 entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements are as a whole 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 financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-7/>

This description forms part of our independent auditor's report.

Restriction on Distribution and Use

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



William Buck Audit (NZ) Limited
Auckland
18 July 2023

Matawhaanui Trust
Consolidated financial statements
for the year ended
30 June 2022

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Directory
As at 30 June 2022

Nature of Business:	Support hauora in the community
Business Location:	4 Penman Place Huntly
Board Members:	Joyce Maipi (<i>Executive</i>) Norman Hill Huirama Matatahi Leon Wharekura Taitimu Maipi
Bankers:	ANZ Hamilton
Accountants:	KPMG Hamilton
Auditors:	William Buck Audit (NZ) Limited Auckland



Consolidated Statement of Comprehensive Revenue & Expense
For the year ended 30 June 2022

	Note	Group 2022	Group 2021
Revenue			
<i>From exchange transactions</i>			
Pou Limited - service with Genesis	4	3,902,746	3,524,254
<i>From non-exchange transactions</i>			
Matawhaanui Trust - service agreement		555,555	555,555
Grants received	4	1,289,612	207,294
Wage subsidy	4	9,569	9,732
Interest received		10,472	4,172
Other revenue	4		1,304
Total revenue		5,891,454	4,302,312
Expenses			
Depreciation	9	(32,639)	(33,912)
Payroll expenses		(3,463,578)	(2,899,201)
Other expenses	5	(1,108,360)	(1,128,063)
Total expenses		(4,604,576)	(4,061,176)
Surplus / (deficit) for the period		1,286,878	241,136
Total comprehensive revenue & expense for the period		1,286,878	241,136

Consolidated Statement of Changes in Equity
For the year ended 30 June 2022

	Group Retained earnings		Group Total Equity
Balance as at 1 July 2021	1,691,188		1,691,188
Total comprehensive revenue & expense for the year Surplus / (deficit) for the year	1,286,878		1,286,878
Total comprehensive revenue & expense for the year	1,286,878	2	1,286,878
Balance at 30 June 2022	<u>,978,066</u>		<u>2,978,066</u>
Balance as at 1 July 2020	1,450,052		1,450,052
Total comprehensive revenue & expense for the year Surplus / (deficit) for the year	241,136		241,136
Total comprehensive revenue & expense for the year	241,136		241,136
Balance at 30 June 2021	<u>1,691,188</u>		<u>1,691,188</u>

Consolidated Statement of Financial Position
As at 30 June 2022

	Note	Group 2022	Group 2021
Assets			
Cash and cash equivalents	6	1,414,193	543,650
Receivables	7	360,875	500,159
Funding receivable	8	575,952	27,522
Total current assets		<u>2,351,020</u>	<u>1,071,331</u>
Property, plant and equipment	9	123,255	110,262
Waahi Whaanui Trust advance	1	900,000	900,000
Total non-current assets	0	<u>1,023,255</u>	<u>1,010,262</u>
Total assets		<u><u>3,374,275</u></u>	<u><u>2,081,593</u></u>
Liabilities			
Payables	1	186,977	204,750
GST		69,991	76,280
Employee entitlements	1	139,240	109,375
Total current liabilities		<u>396,209</u>	<u>390,405</u>
Total liabilities	1	<u>396,209</u>	<u>390,405</u>
Net assets	2	<u><u>2,978,066</u></u>	<u><u>1,691,188</u></u>
Equity			
Retained earnings		<u>2,978,066</u>	<u>1,691,188</u>
Total equity		<u><u>2,978,066</u></u>	<u><u>1,691,188</u></u>



Executive Chair

Date: 18/07/2023

Consolidated Statement of Cash Flows For the year ended 30 June 2022

	Note	Group 2022	Group 2021
Cash flows from operating activities			
Interest income received		259	54
Grants received		1,291,398	219,504
Revenue received from rendering of services		4,087,257	3,425,695
Other receipts		133,972	11,037
Payments to suppliers and employees		(4,489,883)	(3,763,436)
Funding payments		(60,338)	(23,150)
GST		(46,490)	5,576
Net cash flows from operating activities		<u>916,175</u>	<u>(124,718)</u>
Cash flows from investing activities			
Purchase of fixed assets		(45,631) -	(39,298)
Other			151,763
Net cash flows from investing activities		<u>(45,631)</u>	<u>112,465</u>
Net increase/ (decrease) in cash, cash equivalents, and bank overdrafts			
		870,544	(12,253)
Cash, cash equivalents, and bank overdrafts at the beginning of the year		<u>543,650</u>	<u>555,902</u>
Cash, cash equivalents, and bank overdrafts at the end of the year	6	<u>1,414,193</u>	<u>543,650</u>

The accompanying notes form part of these financial statements.

1 Reporting entity

The Matawhaanui Trust (the "Trust") has been established by the Trust Deed dated 26 September 2019.

The Trust has been established to promote the wellbeing of the community. Accordingly the Trust has designated itself as a public benefit entity ("PBE") for financial reporting purposes.

The Trust, together with its wholly owned subsidiary, POU Limited ("POU"), are known as "the Group".

The core activity of the Group is to achieve cultural and social wellbeing.

The financial statements are for the year ended 30 June 2022

The financial statements were approved by the Trustees on___

2 Basis of preparation

a) *Going concern*

The financial statements have been prepared on the going concern basis, and the accounting policies have been applied consistently throughout the period.

b) *Statement of compliance*

The financial statements of the Group have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP").

The Group has designated itself as a public benefit entity (PBE) for the purposes of complying with NZ GAAP.

The financial statements have been prepared in accordance with and comply with PBE standards RDR (Tier 2). The Group is eligible to report under PBE standards RDR (Tier 2) as it is not defined as a large entity and has no public accountability (as defined) but has expenses over \$2 million and less than \$30 million.

c) *Basis of measurement*

The financial statements have been prepared on the historical cost basis, except where modified by the revaluation of certain financial instruments.

d)

Presentation currency and rounding

e) These financial statements are presented in New Zealand dollars (\$) and all values are rounded to the nearest dollar.

Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

3 Significant accounting policies

a) Financial instruments

i) Non-derivative financial instruments

Non-derivative financial instruments comprise investments in term deposits, receivables, cash and cash equivalents and payables.

Non-derivative financial instruments are recognised initially at fair value, plus, for

instruments

not at fair value, they are recognised through the Statement of Comprehensive Revenue & Expense with any directly attributable transaction costs. Subsequent to initial recognition

non-

derivative financial instruments are measured as described below.

A financial instrument is recognized if the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognized if the Group's contractual rights to the cash flows from the financial assets expire or if the Group transfers the

financial

asset to another party without retaining control or substantially all risks and rewards of the asset. Purchases and sales of financial assets are accounted for at trade date, i.e., the date that the Group commits itself to purchase or sell the asset. Financial liabilities are derecognized if the Group's obligations specified in the contract expire or are discharged or canceled.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances, call deposits and other highly liquid investments with maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalents for the purpose of the Consolidated Statement of Cash Flows.

Fair value through other comprehensive revenue and expense/available for sale

Financial assets at fair value through other comprehensive revenue and expense are those that are designated into the category at initial recognition or are not classified in any of the other categories above. They are included in non-current assets unless management intends to dispose of, or realise, the investment within 12 months of balance date. the

Group includes in this category:

- investments that it intends to hold long-term but which may be realised before maturity;
- shareholdings that it holds for strategic purposes.

These investments are measured at their fair value, with gains and losses recognised in other comprehensive revenue & expense, except for impairment losses, which are recognized in surplus or deficit. The gain or loss does not include interest or dividend income. On derecognition, the cumulative gain or loss previously recognized in other comprehensive revenue and expense is reclassified from equity to surplus or deficit.

Receivables

Receivables are recorded at the amount due less any provision for uncollectability.

Payables

Payables are recorded at the amount payable.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after balance date, which are included in non-current assets.

b) Impairment

The carrying amounts of the Group's assets are reviewed at each balance sheet date to determine whether there is any objective evidence of impairment. An impairment loss is recognised

whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the surplus or deficit.

i) Impairment of loans and receivables

Impairment losses on an individual basis are determined by an evaluation of the exposures on an instrument by instrument basis. All individual instruments that are considered significant are subject to this approach.

For receivables which are not significant on an individual basis, collective impairment is assessed on a portfolio basis based on numbers of days overdue, and taking into account the historical loss experience in portfolios with a similar amount of days overdue.

The recoverable amount of the Group's loans and receivables carried at amortised cost is calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e., the effective interest rate computed at initial recognition of these financial assets). Receivables with short duration are not discounted.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. The reversal does not result in a carrying amount of the financial asset that exceeds what the amortised cost would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal is recognised in the Consolidated Statement of Comprehensive Revenue & Expense.

3 Significant accounting policies (continued)

c) Revenue

Revenue is measured at fair value. Revenue may be derived from either exchange or non-exchange transactions.

Exchange transactions

Exchange transactions are transactions where the Group receives assets or services, or has liabilities extinguished, and directly gives approximately equal value to another entity in exchange.

The Group receives the following exchange revenue streams:

i) Interest

Interest revenue is recognised using the effective interest method.

ii) Services

Revenue from services rendered is recognised in surplus or deficit in proportion to the stage of completion of the transaction at the balance date.

Non-exchange transactions

These are all other transactions that are not exchange transactions

The Group receives the following non-exchange revenue streams:

i) Relationship agreement funding

Funding received from Genesis Energy is the primary source of funding to the Trust and are restricted for the purposes of the Trust meeting its objectives as specified in the Relationship Agreement between the Trust and Genesis Energy. Revenue and expenses are recognised in the surplus or deficit upon recognition of funds received or expenses recognised by Genesis Energy.

ii) Grants

Grants received are recognised in the surplus or deficit upon establishment of the right to receive payment.

d) Finance revenue and expenses

Finance revenue comprises interest revenue on funds invested. Interest revenue is recognised as it accrues, using the effective interest method.

Finance expenses comprise interest expense on borrowings, unwinding of discount on provisions, changes in the fair value of financial assets at fair value through surplus or deficit and impairment losses recognised on financial assets (except for receivables).

3 Significant accounting policies (continued)

e) *Property, plant, and equipment*

Property, plant, and equipment consists of the following asset classes: office equipment and plant & equipment.

The asset classes are measured at cost, less accumulated depreciation and impairment losses.

Additions

The cost of an item of property, plant, and equipment is recognised as an asset only when it is probable that future economic benefits or service potential associated with the item will flow to the Group and the cost of the item can be measured reliably.

In most instances, an item of property, plant, and equipment is initially recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at its fair value as at the date of acquisition.

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are reported net in the surplus or deficit.

Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefits or service potential associated with the item will flow to the Group and the cost of the item can be measured reliably.

The costs of day-to-day servicing of property, plant, and equipment are recognised in surplus or deficit as they are incurred.

Depreciation

Depreciation is provided on a diminishing value basis on all property, plant, and equipment at rates that will write-off the cost of the assets to their estimated residual values over their useful lives. The useful lives and associated depreciation rates of major classes of property, plant, and equipment have been estimated as follows:

Computer equipment 40.0%-50.0%

Plant & equipment 13.0%-67.0%

Motor vehicles 20.0%

The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year end.

3 Significant accounting policies (continued)

f) *Impairment of property, plant, and equipment*

The Group does not hold any cash generating assets. Assets are considered cash generating when their primary objective is to generate a commercial return.

Non-cash generating assets

Property, plant and equipment held at cost that have a finite useful life are reviewed for impairment 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 asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable amount, the asset is regarded as impaired and the carrying amount is written-down to the recoverable amount. The total impairment loss is recognised in surplus or deficit. The reversal of an impairment loss is recognised in surplus or deficit.

Income tax

- g) The Group has been granted charitable status by the Charities Commission and is registered as a charity. Income Tax Act 2007 section CW 41 specifies non business revenue will be exempt from tax.

Goods and Services Tax

- h) All items are stated exclusive of GST except for receivables and payables, which are presented on a GST inclusive basis.
The GST paid to, or received from the IRD, including the GST relating to investing and financing activities, is classified as an operating cash flow in the Statement of Cash Flows.
Commitments and contingencies are disclosed exclusive of GST.

3 Significant accounting policies (continued)

i) *Equity*

Equity is measured as the difference between total assets and total liabilities. Equity is disaggregated into the following components:

- Retained earnings
- Financial assets at fair value through other comprehensive revenue and expense reserve.

Financial assets at fair value through other comprehensive revenue and expense reserve

This reserve comprises the cumulative net change of financial assets classified at fair value through other comprehensive revenue and expense (otherwise known as "available for sale" financial assets).

4 Components of revenue	Note	Group 2022	Group 2021
From exchange transactions			
<i>Pou Limited - service with Genesis</i>			
Apprentice reimbursements		25,538	1 1,846
Cleaning services - Hamilton		67,561	-
Cleaning services - Huntly		227,187	2 24,374
Contract review and back pay		-	7 5,000 2
Grounds maintenance		266,379	62,759
General and specialist labour		2,961,814	2 ,648,468
Subcontractor oncharges		354,267	3 01,807
		<u>3,902,746</u>	<u>3 ,524,254</u>
From non-exchange transactions			
<i>Grants received</i>			
Counties Manukau Health - 4 ,300			
DHB income 411,438 -			
Hardship - 2 ,826			
Ministry of Health 200,000 -			
Ministry of Housing Urban Development 25,000 1 63,125			
Ministry of Primary Industries 1,348 1 3,043			
Ministry of Social Development (CCS) 101,340 -			
Ministry of Social Development (CPF) 113,150 -			
Pinnacle Primary Health Care Ltd 155,736 -			
Trust Waikato 201,600 2 4,000			
Waikato Tainui 80,000 -			
		<u>1,289,612</u>	<u>2 07,294</u>
<i>Other revenue</i>			
Mileage revenue 2,680 -			
Vehicle lease revenue 7,791 -			
Other revenue - 1 ,304			
		<u>10,472</u>	<u>1 ,304</u>
Wage subsidy 123,500 9 ,732			

Following the Covid-19 outbreak in the 2020 financial year, the Government, as part of the Business relief package, provided a wage subsidy.

The full subsidy received has been included in the Statement of Comprehensive Revenue and Expense for the 30 June 2021 and 2022 financial years.

The wage subsidies are exempt from GST and the wage subsidy and the corresponding wages paid to employees are tax exempt, and offset each other in the financial statements.

When the corresponding subsidies are used to pay wages to employees, the corresponding subsidised portion of the wage payment is non-deductible to the business, but treated as normal wages in the hands of the employee and subject to usual withholding deductions such as PAYE and Kiwisaver.

Subsidies received may be subject to review or audit. Retention of the full subsidy received, and not requiring repayment to the Government is dependent on the business meeting the following conditions:

- i) a minimum decline of 30% in actual or predicted revenue caused by COVID-19 over the period of a month when compared to the same period in the 2019 income tax year;
- ii) active steps have been taken to mitigate the financial impact of COVID-19 on the business;
- iii) no insurance proceeds have been received in relation to costs covered by the subsidy; and
- iv) for the 12 week duration of the subsidy, best efforts have been made to retain the employees the subsidy was paid for

5	Other expenses	Note	Group 2022	Group 2021
	<i>Other expenses include:</i>			
	Accounting fees		37,355	5 6,428
	Audit fees - prior year		23,504	1 8,000
	Trustee fees	1	110,591	1 06,791
	Consultants and contractors	4	423,238	4 06,967
	Director fees		25,575	4 9,725
	Director expenses	1		7,501
	Funding expenses	4	60,338	2 3,150
	Lease expenses	1	21,009	-
	Legal expenses	4	14,796	-
	Marae allocation		-	6 8,715 -
	Motor vehicle expenses		2,232	4 0,305
	Other governance fees		18,659	-
	Repairs and Maintenance		51,771	3 50,482
	Other operating expenses		319,293	
	Total other expenses		<u>1,108,360</u>	<u>1,128,063</u>

6	Cash and cash equivalents	Group 2022	Group 2021
	Bank balances	1,414,193	5 43,650
	Total cash and cash equivalents in the Statement of Cash Flows	<u>1,414,193</u>	<u>5 43,650</u>

Fair Value

The carrying value of cash at bank and short-term deposits with maturities less than three months approximates their fair value.

7	Receivables	Group 2022	Group 2021
	<i>Receivables from exchange transactions:</i>		
	Receivables and other accrued income	360,875	5 00,159
	Total receivables	<u>360,875</u>	<u>5 00,159</u>

Short term receivables are recorded at the amount due, less any provision for uncollectability. A receivable is considered uncollectable when there is evidence that the amount due will not be fully collected. The amount that is uncollectable is the difference between the amount due and the present value of the amount expected to be collected.

8	Funding receivable	Group 2022	Group 2021
	<i>Funding receivables from non-exchange transactions:</i>		
	Current	575,952	2 7,522
	Total funding receivable	<u>575,952</u>	<u>2 7,522</u>

Funding receivable is represented by the advance from the Group to Genesis Energy, under the relationship agreement date 19 December 2018. Matawhaanui Trust is to receive \$12.4 million from Genesis Energy over 20 years, beginning 1 July 2010. As at 30 June 2022, 8 years remain. Genesis Energy holds this fund and distributes funding on behalf of the Group. Interest is earned on any portion of the relevant funds available for distribution not yet distributed. Compounding interest is earned on a daily basis, calculated monthly using the closing daily balance and the Reserve Bank of New Zealand's six month term deposit rate for each month. The rate at 30 June 2022 is 1.65%.

9 Property, plant and equipment

Cost	Office Plant & Motor Vehicles equipment Total			
Balance at 1 July 2021	32,577	8,237	128,993	1 69,807
Additions	5,217	18,721	21,692	4 5,631
Disposals	-	-	-	-
Balance at 30 June 2022	<u>37,794</u>	<u>26,958</u>	<u>150,685</u>	<u>2 15,438</u>
Accumulated depreciation and impairment losses				
Balance at 1 July 2021	5,429	5,634	48,481	5 9,544
Depreciation expense	5,604	2,780	24,254	3 2,639
Balance at 30 June 2022	<u>11,033</u>	<u>8,415</u>	<u>72,735</u>	<u>9 2,183</u>
Carrying amounts				
At 1 July 2021	27,147	2,603	80,513	1 10,262
At 30 June 2022	26,761	18,544	77,951	1 23,255

Cost	Office Plant & Motor Vehicles equipment Total			
Balance at 1 July 2020	-	8,237	122,272	1 30,509
Additions	32,577	-	6,721	3 9,298
Disposals	-	-	-	-
Balance at 30 June 2021	<u>32,577</u>	<u>8,237</u>	<u>128,993</u>	<u>1 69,807</u>
Accumulated depreciation and impairment losses				
Balance at 1 July 2020	-	3,258	2,376	22,374
Depreciation expense	5,429	-	-	3 3,912
Balance at 30 June 2021	<u>5,429</u>	<u>5,634</u>	<u>48,481</u>	<u>5 9,544</u>
Carrying amounts				
At 1 July 2020	-	4,979	99,898	1 04,877
At 30 June 2021	27,147	2,603	80,513	1 10,262

Impairment

There have been no impairment losses recognised or reversed for property, plant and equipment.

Work in progress

The total amount of property, plant and equipment in the course of construction is Nil.

Restrictions

There are no restrictions over the title of property, plant and equipment. No property, plant and equipment are pledged as security for liabilities.

Capital commitments

The Group has no capital commitments.

10 Waahi Whaanui Trust Advance

On 24 September 2020, Matawhaanui Trust Board passed a resolution to advance \$900,000 to Waahi Whaanui Trust to purchase the Te Wananga O Aotearoa, 77 & 113 Rotowaro Road, Huntly properties. This advance is to be recognised as a loan from Matawhaanui Trust to Waahi Whaanui Trust, until such time as the conditions of the advanced funds are met, where it will then be recognised as a grant. We note that the conditions of this grant are currently in dispute with Waahi Whaanui Trust and the Board maintains the position that it will be recognised on the balance sheet until a resolution is met.

11 Payables	Group 2022	Group 2021
<i>Payables from exchange transactions:</i>		
Payables and accrued expenses	<u>186,977</u>	<u>2 04,750</u>
Total payables	<u><u>186,977</u></u>	<u><u>2 04,750</u></u>

Short-term payables are recorded at the amount payable.

12 Employee entitlements	Group 2022	Group 2021
<i>Short term</i>		
Accrued wages, salaries and holiday pay	<u>139,240</u>	<u>1 09,374</u>
Total employee entitlements	<u><u>139,240</u></u>	<u><u>1 09,374</u></u>

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave, and sick leave when it is probable that settlement will be required and they are capable of being measured reliably.

Provisions made in respect of employee benefits which are not expected to be settled within 12 months are measured as the present value of the estimated future cash outflows to be made by the Group in respect of services provided by employees up to reporting date. This includes long service leave.

13 Financial instruments

Classification and fair values

	Loans and Other amortised receivables Available-for-sale*costamount	Total carrying 2022 2022 2022	Fair value 2022
Financial assets			
Cash and cash equivalents	6 1,414,193 - - 1,414,193 1,414,193 7 360,875 - - 360,875 8 575,952 - - 575,952 575,952		
Receivables			
Funding receivable			
Total current financial assets		2,351,020 - - 2,351,020 2,351,020 2,351,020	
Total financial assets		2,351,020 - - 2,351,020 2,351,020	
Financial liabilities			
Payables			
Total current liabilities			
Total financial liabilities			11 - - 186,977 186,977 186,977 - - 186,977 186,977 186,977

	Loans and Other amortised Total carrying receivables Available-for-sale*costamount	2021 2021 2021 2021	Fair value 2021
Financial assets			
Cash and cash equivalents			
Receivables			
Funding receivable			
Total current financial assets			
Total financial assets		1,071,332 - - 1,071,332 1,071,332	
Financial liabilities			
Payables			
Total current liabilities			
Total financial liabilities			11 - - 204,750 204,750 204,750 - - 204,750 204,750 204,750

*Also known as Fair Value Through Other Comprehensive Revenue and Expense

14 Related parties

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the Group would have adopted in dealing with the party at arm's length in the same circumstances.

Related party disclosures have also not been made for transactions with entities related to the Group (such as funding and financing flows), where the transactions are consistent with the normal operating relationships between the entities and are on normal terms and conditions for such transactions.

There are no related party transactions outstanding at balance date.

Transactions with key management personnel including Trustees

Key management personnel compensation comprised:

		Note	Group 2022	Group 2021
Trustee fees				
- J Maipi	<i>Executive board member</i>		95,441	84,928
- H Matatahi	<i>Board member</i>		2,800	9,550
- L Wharekura	<i>Board member</i>		6,750	7,063
- N Hill	<i>Board member</i>		3,850	3,500
- T Maipi	<i>Board member</i>		1,750	1,750
		5	<u>110,591</u>	<u>106,791</u>
Total paid to trustees			<u>110,591</u>	<u>106,791</u>
Director fees				
- R Wilson	<i>Director</i>		11,400	22,725
- A Brantley	<i>Director (Ceased April 2022)</i>		10,800	9,000
- T Morgan	<i>Director</i>		10,500	9,000
- T Maipi	<i>Director</i>		9,000	9,000
- L Tuake	<i>Director (Appointed May 2022)</i>		750	-
		5	<u>42,450</u>	<u>49,725</u>
Director expenses				
- A Brantley	<i>Director (Ceased April 2022)</i>		-	7,501
		5	<u>-</u>	<u>7,501</u>
Total paid to directors			<u>42,450</u>	<u>57,226</u>
Total key management personnel compensation			<u>153,041</u>	<u>164,017</u>

Key management personnel have not entered into any transactions with the Group other than the above. The full-time equivalent figure for the Trustees and Directors is 7 FTE.

15 Commitments

The Group has no commitments to disclose.

16 Contingencies

Please refer to note 10 regarding the Waahi Whaanui Trust asset advance of \$900k.

17 Subsequent events

The Group has no subsequent events to disclose.



MATAWHĀNUI

- TRUST -

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