



Raukawa Iwi
Development Limited



Annual Report

2018





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Who we are

*Raukawa Iwi Development Limited
is the investment arm of South
Waikato based Raukawa.*

Raukawa Iwi Development Limited ('RIDL') is a subsidiary of Raukawa Settlement Trust ('RST'). RST established RIDL to undertake all commercial and investment activities, including management of the pūtea and certain commercially relevant rights arising from RST's settlement with the Crown.

The scope and nature of commercial activities includes, but is not limited to:

- Management of the settlement pūtea of Raukawa.
- Acquisition and management of settlement properties with a commercial application.
- Interest in pan-iwi entities with commercial activities, such as CNI Iwi Holdings Limited.
- Management of fisheries settlement through management of Raukawa Asset Holding Company Limited.



2018 Highlights

\$139m

*total equity, up \$15m
through the year*

\$13.9m

*record total
comprehensive income*



\$8.3m *operating
revenue*

\$5.4m *net profit
before tax*

\$2.8m *total donations
and dividends*



*"Our long-term goal
is a portfolio of
high quality direct
investments that
deliver adequate
income to the iwi and
growth in the pūtea
over time."*



Our Vision

To be an outstanding iwi investment company and a respected leader within the Central North Island economy.

RIDL aims to grow the wealth and influence of Raukawa through excellent management of its assets in a manner that provides sustainable distributions for its shareholder, now and in the future.

Our Objectives

Excellence

To be an excellent commercial manager of the assets of Raukawa.

Growth

To grow the assets and cash flows at a pace that allows a reliable distribution to meet the ongoing requirements of its shareholder.

Influence

To exert Raukawa rangatiratanga by being an investor, especially in industries and assets which contribute to the regional economy.

Integrity

To enhance the mana of Raukawa through commercial and financial success and by upholding the values of Raukawa.

Our Investment Values

Disciplined

RIDL will take a long-term commercially disciplined approach to its investment decisions and will only invest where it believes it can generate appropriate risk-adjusted returns on capital.

Long-term

RIDL will invest directly into areas in which it enjoys a competitive advantage through scale, investment time horizon, statutory rights, strong relationships or existing capability. In situations where direct investment opportunities do not exist or when RIDL does not possess the required capability, RIDL will use passive financial investment.

Balanced

RIDL will seek a balanced portfolio that generates the necessary cash flow to sustain distributions but also provides for long-term capital growth.



From the Chair

I am pleased to report on another successful year for Raukawa's commercial operations.



"We delivered total comprehensive income after tax and donations of \$13.9m. This is a record and is up on FY17's \$10.4m."



Highlights

- We continued to diversify our portfolio with movement from financial assets such as shares into assets that RIDL owns directly or whose value is not determined by the sharemarket.
- We carefully monitored our existing assets and benefitted from good performance across the board, reflecting ongoing strong market conditions.
- Overall we delivered a record profit this year, with total surplus before donations at over \$16m. This is over double the result of five years ago (FY14) and includes ongoing significant gains in the value of assets we own, classed as "other comprehensive income".
- We delivered total comprehensive income after tax and donations of \$13.9m. This is a record and is up FY17's \$10.4m.
- We have seen the RIDL total asset base grow to a book value of \$146m from \$93m five years ago.
- While we have achieved another year of excellent results, it is important to acknowledge that with the continued turbulence in local and international markets, we may experience some head winds in the year ahead.

Portfolio development

Our long-term goal is a portfolio of high-quality assets that we either own directly or in combination with other aligned investors.

Owning direct assets suits larger scale, long-term investors like

RIDL and gives greater control over things like debt and operating performance. Direct assets are also less volatile in value than investments like shares in listed companies, which are subject to daily movement.

While we work forwards our long term goal, RIDL remains a large investor in managed funds (that in turn invest in shares). These funds provide cost-efficient access to high quality investment management while we take our time finding the right direct investments. At year end our holdings of liquid managed funds were around \$38m. This figure has been reducing every year and came down by a further \$12m in 2018 as we continued our diversification.

In 2018 this diversification included:

- An \$11m investment in a long-established Australasian infrastructure fund managed by AMP and known as the Australasian Direct Infrastructure Trust ('ADIT'). This fund is unlisted and invests in unlisted assets. It is less liquid than a 'managed fund' that invests in shares. We had held this investment for about six months by year end and its performance has already been strong. The underlying assets include major stakes in Melbourne Airport, Powerco (of Taranaki) and the Sydney rail network.
- A \$3m commitment (that will be called over several years) to a new private equity fund raised by long-time manager, Pencarrow. Pencarrow looks to invest in a range of medium sized private New Zealand companies.
- Acquisition of the land underneath five schools in the Raukawa rohe, all on long-term leases to the Crown.



- A \$10m commitment to the new Te Pūia Tāpapa fund, representing a group of iwi that will co-invest with other large scale New Zealand investors. RIDL is a cornerstone investor in this fund and appoints a director. Our anticipation is that the full commitment will be called over 5 – 6 years and that it will become a vehicle to provide efficient access to large and well positioned operating businesses in New Zealand.

Our existing assets

Thanks to good market conditions and good asset level management, RIDL's existing portfolio performed well.

Kākano Whakatipu LP

Kākano is the vehicle through which RIDL along with five other CNI iwi owns a small stake in Kaingaroa Timberlands, the forest owner and operator at Kaingaroa.

Kaingaroa Timberlands and hence Kākano had yet another strong year benefitting from high demand for logs and consequent high prices. It increased production (logging) to take full advantage.

The Kākano investment has been an outstanding performer for RIDL since we invested a little over \$19m in FY14. It is now worth \$37m and has also delivered significant income.

CNI Iwi Holdings

CNI Iwi Holdings had another strong year. Distributions to us were over budget and over historical expectations, in part due to selling excess emissions trading units. CNI Iwi Holdings has put a lot of work into operational efficiency and driving revenue from the assets and owners have benefitted.

Ranginui

Ranginui Station is a c 3,300 cow dairy and pastoral operation near Mangakino. RIDL owns a little under 45% alongside Pouakani Trust and a vehicle associated with the Maori Trustee/Te Tumu Paeroa.

FY18 was our second full year of ownership at Ranginui. The first year and a half had seen an intensive re-investment programme and now we are pleased to say that Ranginui is generating operating profits from a better quality asset base.

Commercial properties

In addition to the schools purchases mentioned above, the main property activity was the move from Campbell Street to Raukawa House. After many delays, we were finally able to take possession in early January 2018.

As mentioned last year, we are disappointed by the delays and cost overruns of this redevelopment and through the rest of 2018 we have been dealing with a range of defect and warranty type issues with the developer. The RIDL board is conscious of the issues this has caused for the wider group and again extends its appreciation for your patience.

Managed funds

Despite my warnings last year, our managed funds portfolio again delivered strong income and gains.

It ended up being a good year for markets globally, despite significant volatility over January and February 2018.

Our managers all performed in line with, or beyond expectations but we remain cautious about listed markets. When one sees share values increase on no discernible news or improvement in performance then one must assume a fall can occur just as irrationally – and this indeed appears to have occurred at time of writing in October 2018. Thus, while we are grateful to all our managers, we are always careful about the total exposure we carry and will reassess our positions through the coming year.

We reduced our holdings with Schroders, but other than this, our manager selection remained stable and all have served Raukawa well, now over many years. We had investments with Milford Asset Management, Harbour Asset Management, AMP, Mint Asset Management, Castle Point Asset Management and Aspiring Asset Management.

These managers and their funds represent a range of risks and concentrations. The combination was developed with expert advice from Eriksen and Associates and we thank them for their ongoing support.

Raukawa Asset Holding Company Limited

Raukawa Asset Holding Company ('RAHC') is Raukawa's settlement fisheries company. It is a wholly owned subsidiary of RST via Raukawa

Settlement Trust Ltd (RSTL). RAHC's main assets are quota and shares in Moana (previously AFL), worth together about \$1.8m.

Performance was good again in 2018, with a surplus of \$202k compared to last year's \$160k.

Several lease agreements rolled over around October 2018 and our focus is on renewing these to RAHC's best advantage.

The year ahead

We will keep our focus on directly investing in good quality assets. As the AGM approaches we have been looking for more investment property and hope to conclude an investment soon.

We will also keep an eye on financial markets and adjust our funds holdings if we feel it prudent.

We hope to continue the steady, sustainable performance growth of the last several years and run a cost-efficient operation.

Conclusion

We have been pleased with this year's record performance.

I would like to extend my personal thanks to the rest of the board: Connie Hui, Elthea Pakaru, Jon Stokes, Gaylene Roberts and Vanessa Eparaima. We farewell Elthea from the board during the year. I would like to make special mention of her contribution to RIDL over three years and especially of the deep knowledge of Raukawa values and culture she always brought to the board table. I wish her all the best for the future and warmly welcome Gaylene, who replaces her.

I would also like to thank Kim Blomfield and Jenny Cook for their support of RIDL and its directors, GHA and especially Donelle Leef for the accountancy support and Andrew Harrison and his team, for his work as investment manager.

Best wishes to all Raukawa members for the year ahead.



John Spencer CNZM
Chairperson



The Year in Review

RIDL delivered strong financial results while continuing its execution of high quality direct opportunities.

Financial Highlights

- Total revenue of \$8.3m (FY17 \$9.1m).
- Net profit before tax \$5.4m (FY17 \$4.0m).
- Other comprehensive income of \$8.8m (FY17 \$6.4m).
- Total comprehensive income before donations of \$16.1m (FY17 \$12.6m).
- Record total comprehensive income after tax and donations of \$13.9m (FY17 \$10.4m).
- Total distribution to Raukawa (donations and dividends) of \$2.8m (FY17 \$2.7m).

Our Operations and Costs

RIDL runs an efficient investment operation, drawing on the services of GHA for accountancy and of Andrew Harrison and Koau Capital Partners for overall investment management.

Operating costs in FY18 were \$715k or around 0.5% of the book value of total assets. This compares well to other similar sized managers. There were no abnormal operating costs in FY18.

Portfolio Activity

As mentioned in the chair's report, RIDL's long-term goal is to own a stable of high quality direct investments that can deliver reliable income and grow the pūtea.

During the year we made further moves to reduce our reliance on financial assets, acquire direct investments and manage our exposures to market risks.

- We sold down completely our holdings in an Australian dollar denominated fund managed by Schroders. We moved part of the proceeds to a similar New Zealand dollar denominated fund managed by AMP.
- We invested around \$11m in another Australian dollar denominated fund, the Australasian Diversified Infrastructure Trust ('ADIT'). This owns a series of strongly positioned, unlisted infrastructure assets. The unlisted nature of its holdings means the fund's value is less susceptible to irrational market movements than funds that invest in listed assets. ADIT delivers reliable income and a platform for strong long-term value growth backed by assets with strong market positions such as airports.
- We placed \$2m with specialist manager Castle Rock.
- We made a commitment of \$3m to local New Zealand private equity manager Pencarrow. They have a long and successful track record and will provide us access into operating businesses that require specialist management skills.

- We bought a portfolio of school properties from the Crown. RIDL acquired the interest in the land while the Crown retained ownership of the buildings. We lease the land to the Crown on a long-term basis, delivering very stable income from a low-risk tenant.
- We completed Raukawa House and made it into Raukawa's new headquarters. This and the schools' acquisition has seen our portfolio of investment properties grow in value to just over \$11m.
- We made some other minor fund reductions in light of our changing views on the listed markets and valuations and ended the year with cash of just under \$31m. This is higher than we would usually hold but reflects the opportunity to take profits from listed investments and create liquidity to be well positioned to keep executing our direct investment strategy.

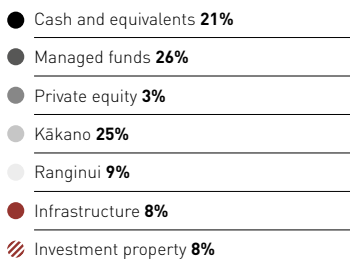
Our Portfolio

At year end RIDL total assets stood at \$146m and book value of equity at \$139m. The portfolio composition reflected the ongoing strategy of diversification. We maintain a good cash buffer and are ready to make the right investments when they are identified.

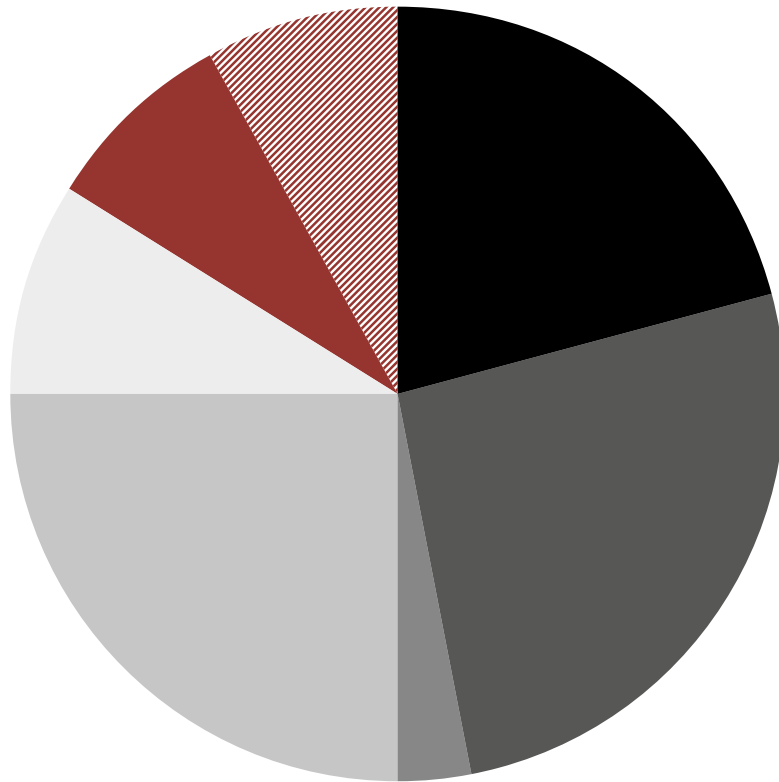
Please note the value of RIDL's interest in CNI Iwi Holdings is not on the balance sheet as it is classed as a contingent asset only. Its value of \$28m is recorded in the notes to the accounts.

RIDL Total Assets*

June 2018



*Book value



Distributions

RIDL provided total distributions to the Raukawa Group of \$2.8m in FY18, comprised of donations and dividends.

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\$2.8m

*distribution
paid in FY18*

Financial Performance

(\$'000)	2018	2017
Total revenue	8,337	9,051
Total operating expenses	716	2,806
Operating profit before tax	7,621	6,245
Donations	2,238	2,207
Tax	375	42
Net profit for the year	5,009	3,996
Other comprehensive income	8,845	6,403
Total comprehensive income	13,853	10,399

The Year Ahead

RIDL sets its goals for each year via the annual planning process. The Annual Plan is prepared by RIDL management, approved and adopted by the RIDL board and then presented to RST for ratification.

Each annual plan cover RIDL's:

- Budget and financial performance.
- Portfolio and investment activities.
- Operational and non-financial objectives.
- Total distributions (dividend and donations) to be made to RST and RCT.

In FY19 our goals are to:

1. Continue to prudently manage the portfolio of financial assets.
2. Keep developing our direct investment portfolio with focus on investment property and active work getting the Te Pūia Tāpapa fund operational and active in the New Zealand investment landscape.
3. Optimise our current property holdings including rationalising those properties that do not have strategic value.
4. Encourage ongoing strong performance at existing direct assets notably Kākano, Ranginui and CNI.

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\$3.15m

*total distribution
committed in FY19*

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"RIDL's board of directors is responsible and accountable for the company's performance including the employment and performance of management."

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Structure



Ownership

RIDL is a 100% owned subsidiary of Raukawa Settlement Trust ('RST'), the post settlement governance entity for Raukawa. The shares in RIDL are held via Raukawa Settlement Trust Limited ('RSTL').

Commercial fisheries activity is run by Raukawa Asset Holding Company Limited ('RAHC').

RAHC is also directly owned 100% by RST, via RSTL.

Governance

RIDL operates under the Companies Act 1993 and other relevant legislation and is governed by a board of directors. This board is appointed by RST, in conjunction with advice from the sitting board members, and in accordance with the RIDL's constitution, which specifies:

- The Board of Directors of the Company shall consist of a minimum of five (5) Directors and a maximum of six (6) Directors.
- A minimum of fifty percent (50%) of the Directors appointed by the Shareholder must be Trustees.
- A maximum of three (3) Directors appointed by the Shareholder may be Trustees.
- One of the non-Trustee directors must be a member of the Raukawa iwi.

RIDL's board of directors is responsible and accountable for the company's performance including the employment and performance of management.

RAHC has its own board comprised of Vanessa Eparaima, Jon Stokes and me. Management is contracted from RIDL. RAHC's operations are relatively simple as it leases out its quota under a range of medium term contracts. RAHC invests excess cash with RIDL via loan.

Accountability

RST's responsibility, as single shareholder, for exercising strategic governance over RIDL is recognised through the strong accountability mechanisms encapsulated in the three key foundation documents:

- RIDL constitution.
- Statement of Investment Policy and Objectives (SIPO).
- Shareholder's Agreement.

RIDL also provides quarterly reports to RST during the financial year updating its performance and activities and will continue so to do, as well as timely reporting on major projects or investments.

The three foundation documents provide RIDL with the agreed parameters with which to operate and ensure that the best interest of its shareholder, being the RST, is upheld.

Five-year Summary

Operating profit before tax and donations (\$'000)

2018	2017	2016	2015	2014
7,621	6,245	7,192	5,682	4,742

Total comprehensive income (\$'000)

2018	2017	2016	2015	2014
13,853	10,399	6,452	11,414	5,051

Total distribution to Raukawa (\$'000)

2018	2017	2016	2015	2014
2,784	2,696	2,584	2,405	2,255

Year end shareholder equity (\$'000)

2018	2017	2016	2015	2014
138,739	124,432	112,522	106,545	90,731




Raukawa Iwi
Development Limited

Financial Statements

*For the Year Ended
30 June 2018*

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Auditor's Report

To the shareholders of Raukawa Iwi Development Limited Report on the financial statements

Opinion

In our opinion, the accompanying financial statements of Raukawa Iwi Development Limited (the company) on pages 21 to 30:

- i. present fairly in all material respects the company's financial position as at 30 June 2018 and its financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards Reduced Disclosure Regime.

We have audited the accompanying financial statements which comprise:

- the statement of financial position as at 30 June 2018;
- the statements of comprehensive income, changes in equity and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the company in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

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

Other information

The Directors, on behalf of the company, are responsible for the other information included in the entity's Annual Report. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

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

Use of this independent auditor's report

This independent auditor's report is made solely to the shareholders as a body. Our audit work has been undertaken so that we might state to the shareholders those matters we are required to state to them in the independent 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 shareholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.

Responsibilities of the Directors for the financial statements

The Directors, on behalf of the company, are responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards Reduced Disclosure Regime);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from

material misstatement, whether due to fraud or error; and

- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent 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. They 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:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>

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

29 October 2018
Hamilton

Statement of Comprehensive Income

For the Year Ended 30 June 2018

	Notes	2018 (\$)	2017 (\$)
Revenue			
Finance and investment revenue	1	4,899,947	5,699,844
Other revenue	2	2,182,726	2,583,285
Share of net profit/(loss) of equity accounted associates	10	1,253,972	767,860
Total revenue		8,336,644	9,050,989
Expenses			
Administration and operating expenses	3	715,655	2,805,527
Donation expense	13	2,237,587	2,207,307
Total expenses		2,953,242	5,012,834
Net profit before tax		5,383,402	4,038,154
Tax expense	4	(374,811)	(41,873)
Net profit for the year		5,008,591	3,996,281
Other comprehensive income	5	8,844,710	6,402,695
Total comprehensive income		13,853,301	10,398,976

Statement of Changes in Equity

For the Year Ended 30 June 2018

	Notes	Share Capital (\$)	Retained Earnings (\$)	Revaluation Reserves (\$)	Total (\$)
Opening balance 1 July 2017		87,756,441	15,686,894	20,989,004	124,432,341
Equity contribution from shareholder		1,000,000	-	-	1,000,000
Net profit for the year		-	5,008,591	-	5,008,591
Other comprehensive income		-	-	8,844,710	8,844,710
Dividends paid to shareholder	13	-	(546,491)	-	(546,491)
Closing balance 30 June 2018		88,756,441	20,148,994	29,833,714	138,739,150
Opening balance 1 July 2016		85,756,441	12,179,585	14,586,309	112,522,337
Equity contribution from shareholder		2,000,000	-	-	2,000,000
Net profit for the year		-	3,996,282	-	3,996,282
Other comprehensive income		-	-	6,402,695	6,402,695
Dividends paid to shareholder	13	-	(488,972)	-	(488,972)
Closing balance 30 June 2017		87,756,441	15,686,895	20,989,004	124,432,342

Statement of Financial Position

For the Year Ended 30 June 2018

	Notes	2018 (\$)	2017 (\$)
Assets			
Current assets			
Cash and cash equivalents	6	30,728,546	25,746,915
Trade and other receivables	7	230,115	222,462
Income tax refund		192,164	730,255
Assets held for sale	18	350,000	-
Total current assets		31,500,825	26,699,632
Non-current assets			
Property, plant and equipment	8	40,564	4,334,860
Investment property	9	11,196,255	4,043,286
Investments in associates	10	50,514,440	44,331,940
Other investments	11	52,741,975	52,246,110
Loan receivable - Whakaaratamaiti Marae	15	459,418	-
Intangibles	14	66,929	-
Total non-current assets		115,019,580	104,956,196
Total assets		146,520,404	131,655,828
Liabilities			
Current liabilities			
Trade and other payables	12	194,856	780,848
Advances from related parties	13	3,372,367	3,516,004
Total current liabilities		3,567,222	4,296,852
Non-current liabilities			
Deferred tax liability	4	4,214,032	2,926,637
Total non-current liabilities		4,214,032	2,926,637
Total liabilities		7,781,254	7,223,489
Net assets		138,739,150	124,432,341
Equity			
Share capital		88,756,441	87,756,441
Retained earnings		20,148,994	15,686,894
Revaluation reserves	5	29,833,714	20,989,004
Net assets/equity		138,739,150	124,432,341

These financial statements are issued for and on behalf of the Board of Directors:

Director  Director  29 October 2018

Statement of Cash Flows

For the Year Ended 30 June 2018

	Notes	2018 (\$)	2017 (\$)
<i>Cash flows from operating activities</i>			
Receipts from operations		346,118	415,210
Receipts from interest		498,089	311,385
Receipts from dividends		2,854,603	6,272,619
Payments to suppliers and employees		(2,928,326)	(4,024,488)
Payments of income taxes		193,852	(31,763)
Total cash flows from operating activities		964,336	2,942,963
<i>Cash flows from investing activities</i>			
Receipts from sale of investments in managed funds and other entities		29,363,434	21,536,598
Receipts from sale of property, plant and equipment		79,564	-
Purchase of property, plant and equipment		(2,258,217)	(1,584,628)
Purchase of term deposits		(7,465,675)	(14,748,419)
Purchase of investment properties		(1,344,558)	(902,440)
Purchase of investments in managed funds and other entities		(22,993,700)	(6,680,000)
Total cash flows from investing activities		(4,619,152)	(2,378,889)
<i>Cash flows from financing activities</i>			
Loans received from related parties		200,000	300,000
Repayment from third party		46,905	-
Issue of shares		1,000,000	1,000,000
Payment of dividends		(546,491)	(488,974)
Total cash flows from financing activities		700,414	811,026
Net increase/ (decrease) in cash and cash equivalents		(2,954,402)	1,375,100
<i>Cash balances</i>			
Cash on hand and at bank at beginning of the year	6	4,905,180	3,530,080
Cash on hand and at bank at end of the year	6	1,950,778	4,905,180
Net change in cash for the year		(2,954,402)	1,375,100

Statement of Accounting Policies

For the Year Ended 30 June 2018

1. Reporting entity

The financial statements of Raukawa Iwi Development Limited ("RIDL", "the Company") presented are for the year ended 30 June 2018. RIDL is registered under the Companies Act 1993 and has prepared these financial statements in accordance with the Financial Reporting Act 2013. RIDL is involved primarily in property and equity investment on behalf of its parent Raukawa Settlement Trust.

2. Basis of preparation

(a) Statement of compliance

The financial statements are prepared in accordance with generally accepted accounting practice in New Zealand ("NZ GAAP"). In the case of RIDL, NZ GAAP means New Zealand equivalents to International Financial Reporting Standards as appropriate for Tier 2 entities who elect to apply the Reduced Disclosure Regime ("NZ IFRS RDR"). NZ IFRS RDR standards allow for a reduced disclosure regime to be applied and the RIDL has taken all disclosure concessions available. RIDL is eligible to apply Tier 2 reporting as it is not publicly accountable.

(b) Functional and presentation currency

The presentation currency and functional currency of the Company is the New Zealand Dollar (\$). All amounts have been presented in New Zealand Dollars (rounded to the nearest dollar). Transactions and balances reported in foreign currencies are translated to New Zealand Dollars at the rate prevailing on the date of the transaction.

(c) GST

Except for trade receivables and trade payables which are stated inclusive of GST, all amounts have been reported exclusive of GST.

(d) Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year.

3. Use of judgements and estimates

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are disclosed where applicable in the relevant notes to the financial statements.

Judgements made by management in the application of the NZ IFRS RDR that have significant effects on the financial statements are disclosed, where applicable, in the notes to the financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2018

1. Finance and investment revenue

	2018 (\$)	2017 (\$)
Interest	588,133	256,269
Dividends	1,457,211	2,667,543
CNI Iwi Collective dividend	2,854,603	2,776,031
	4,899,947	5,699,844

- Interest income is recognised on the effective interest rate method on a proportion of time method. Dividend income is recognised when the Company's right to receive the dividend is established.

2. Other revenue

	Notes	2018 (\$)	2017 (\$)
Lease and rental income		399,270	414,914
Sundry income		26	296
Realised gains on sale of investments		746,696	2,168,075
Fair value adjustments recognised in net profit/(loss)	9	1,015,591	-
Gain on sale of Property, plant and equipment		21,142	-
		2,182,726	2,583,285

- Lease and rental income from operating leases accrues on a straight line basis over the term of the lease. Fair value adjustments recognised in net profit/(loss) relate to increases in the fair value movement of investment properties and recoveries of previous impairment losses and revaluation decreases expensed to profit and loss.

3. Administration and operating expenses

	Notes	2018 (\$)	2017 (\$)
Accountancy fees		32,000	31,999
Administration		51,414	32,111
Audit fees		21,000	21,000
Communication		12,022	10,736
Depreciation	8	33,502	56,527
Facilities		88,337	749,474
Governance		211,308	209,651
Impairment of investment funds		-	1,470,831
Specialist advice		252,084	215,389
Travel		13,989	7,809
		715,655	2,805,527

4. Income tax expense

	2018 (\$)	2017 (\$)
Net profit before income tax	5,383,402	4,038,154
Tax expense at 17.5%	942,095	706,677
Non-assessable income	(634,663)	(839,806)
Non-deductible expenses	62,874	273,916
Effect of timing differences	4,504	92,581
Under/(over) provided in prior periods	-	(191,495)
Tax expense	374,811	41,873

4. Income tax expense - continued

	1-Jul-17 (\$)	Recognised in Profit (\$)	Recognised in Equity (\$)	30-Jun-18 (\$)
Property, plant and equipment	4,504	(4,504)	-	-
Investments in associates	(2,931,141)	-	(1,282,891)	(4,214,032)
	(2,926,637)	(4,504)	(1,282,891)	(4,214,032)

	1-Jul-16 (\$)	Recognised in Profit (\$)	Recognised in Equity (\$)	30-Jun-17 (\$)
Property, plant and equipment	4,504	-	-	4,504
Investments	(34,368)	-	34,368	-
Investments in associates	(1,705,302)	(92,581)	(1,133,258)	(2,931,141)
	(1,735,166)	(92,581)	(1,098,890)	(2,926,637)

- Income tax is recognised in net profit/(loss) except to the extent it relates to items recognised in equity. Current tax is the estimated income tax payable based on current period taxable income adjusted for amounts over or under provided in prior periods.
- Deferred tax relates to the estimated future tax consequences and benefits expected resulting from timing differences between amounts recognised in net profit/(loss) under the financial reporting policies adopted by RIDL and income tax legislation.
- Deferred tax assets are recognised only when there is probability they will be utilised against future taxable income.

5. Other comprehensive income

	Notes	2018 (\$)	2017 (\$)
Share of movement in reserves of equity accounted associates	10	7,414,829	6,450,785
Change in fair value of investments	11	3,459,468	3,218,875
Transfer gain on sale of investment to net profit		(746,696)	(2,168,075)
Deferred tax recognised in equity for the year	4	(1,282,891)	(1,098,890)
		8,844,710	6,402,695

Revaluation reserve balances

Investments in associates		24,139,273	16,724,444
Investments		9,908,473	7,195,701
Deferred tax	4	(4,214,032)	(2,931,141)
		29,833,714	20,989,004

6. Cash and cash equivalents

	2018 (\$)	2017 (\$)
Cash and bank balances	1,950,778	4,905,180
Short term deposits	28,777,768	20,841,735
	30,728,546	25,746,915

- Cash and bank balances comprise cash and call accounts and other deposits held with financial institutions with maturity dates less than 3 months. Short Term Deposits include all cash investments with maturities between 3 and 12 months. The average interest rate prevailing on cash and cash equivalents at 30 June 2018 was 3.27% (2017: 1.96%).

7. Trade and other receivables

	2018 (\$)	2017 (\$)
Accounts receivable	79,381	8,187
Accrued interest	109,183	19,139
GST refund	-	163,194
Prepayments	41,551	31,942
	230,115	222,462

- Trade and other receivables more than 90 days overdue total \$8,187 (2017: \$0). There is no doubtful debt provision (2017: none) and RIDL is not exposed to any other significant credit risk (2017: none).

8. Property, Plant and Equipment

	Land (\$)	Buildings (\$)	Motor Vehicles (\$)	Office Equipment (\$)	Total (\$)
Cost/valuation					
Balance at 1 July 2017	629,210	3,684,519	444,348	3,368	4,761,445
Additions	-	1,679,259	-	-	1,679,259
Disposals	-	(298,815)	(435,052)	-	(733,867)
Transfer on change in use	(612,067)	(5,041,273)	-	-	(5,653,339)
Balance at 30 Jun 2018	17,144	23,690	9,296	3,368	53,498
Balance at 1 July 2016	626,616	1,772,932	444,348	3,368	2,847,264
Additions	2,594	1,928,978	-	-	1,931,572
Disposals	-	(17,391)	-	-	(17,391)
Balance at 30 Jun 2017	629,210	3,684,519	444,348	3,368	4,761,445
Accumulated depreciation					
Balance at 1 July 2017	-	33,218	390,026	3,341	426,585
Depreciation expense	-	33,218	271	13	33,502
Disposals	-	-	(381,633)	-	(381,633)
Transfer on change in use	-	(65,520)	-	-	(65,520)
Balance at 30 Jun 2018	-	916	8,664	3,354	12,935
Balance at 30 Jun 2016	-	-	366,743	3,315	370,058
Depreciation expense	-	33,218	23,283	26	56,527
Disposals	-	-	-	-	-
Revaluation	-	-	-	-	-
Balance at 30 Jun 2017	-	33,218	390,026	3,341	426,585
Carrying value					
At 30 June 2018	17,144	22,774	632	14	40,564
At 30 June 2017	629,210	3,651,301	54,322	27	4,334,860

- Items of property, plant and equipment are recognised initially at cost and depreciated over their estimated useful lives (except for land) using the following rates:
 - Buildings: 2% of cost
 - Motor vehicles: 13-30% of carrying value
 - Other plant and equipment: 10-25% of carrying value
- Land and buildings are revalued to fair value when there are indicators of a material change in value. Fair value is determined with reference to comparable property prices by independent professional property valuers Telfer Young Rotorua. At balance date, two properties were reclassified as investment properties due to a change in use. The cost of land is \$17,174 (2017: \$818,174) and buildings \$22,857 (2017: \$5,251,727). Changes in fair value are recognised in other comprehensive income, except where there is a decline below cost when a change in fair value is recognised in net profit/(loss).

9. Investment property

	2018 (\$)	2017 (\$)
Opening book value	4,043,286	3,140,847
Additions - purchases	1,344,558	902,439
Additions - change in use of Property, plant and equipment	5,587,820	-
Disposals	(445,000)	-
Transfer to assets held for sale	(350,000)	-
Changes in fair value	1,015,591	-
Closing book value	11,196,255	4,043,286

- Investment properties are held by the Company to earn rental income and capital appreciation rather than for the Company's own use.
- Investment properties are valued at fair value with changes in fair value recognised in profit/(loss). Fair value is determined annually with reference to comparable property prices by independent professional property valuers Telfer Young Rotorua.

10. Investments in associates

	2018 (\$)	2017 (\$)
Kākano Investment Limited Partnership		
Opening carrying value	31,445,430	28,093,366
Share of net profit/(loss) for the period	832,851	829,045
Share of other comprehensive income	7,177,464	4,314,991
Distributions received	(2,486,301)	(1,791,972)
Closing carrying value	36,969,444	31,445,430
Ranginui Station Limited Partnership		
Opening carrying value	12,886,510	10,811,901
Share of net profit/(loss) for the period	421,121	(61,185)
Share of other comprehensive income	237,365	2,135,794
Closing carrying value	13,544,996	12,886,510
Total Investments in associates	50,514,440	44,331,940

- RIDL holds a 31.5% share in Kakano Investment Limited Partnership (2017: 31.5%). Kākano is a forestry investment fund that has a 2.5% shareholding in Kaingaroa Timberlands. The cost of the investment is \$17,314,510 (2017: \$17,314,510).
- RIDL acquired a 44.7% share in Ranginui Station Limited Partnership during the year ended 30 June 2016. Ranginui Station Limited Partnership owns and operates dairy farms in the South Waikato.
- Investments in associates are those where RIDL has significant influence but not control over an investee. Significant influence arises when RIDL holds 20%-50% of the equity and voting interests in an investee and has representation on its governing body. RIDL recognises its proportionate share of the net profit/(loss) of the investee and its proportionate share of other comprehensive income.

11. Other investments

	2018 (\$)	2017 (\$)
AMP Capital (DIT) Fund	11,252,321	-
AMP Capital (GMAF) Fund	7,527,359	-
Aspiring Asset Management Ltd	3,382,794	2,500,000
Castle Point 5 Oceans Fund	2,086,132	-
Harbour Asset Management	2,365,838	6,176,012
Milford Asset Management - Active Growth Fund	10,546,332	9,991,962
Milford Asset Management - Income Fund	8,552,227	9,927,969
Mint Asset Management	3,668,218	2,500,000
Pencarrow V Investment Fund	313,560	-
Schroders Investment Management	-	18,673,952
Te Puia Tapapa LP	85,000	-
Waitaha Property Rebuild Fund LP	2,962,194	2,476,215
	52,741,975	52,246,110

- Investments include managed investment funds and shareholdings held by RIDL where less than 20% of the equity and voting interests in an investee are held. These investments are classified as available for sale investments and are carried at fair value with changes recognised in other comprehensive income, except in the case of an impairment loss which is expensed to net profit/(loss). Fair value is determined with reference to quoted market prices where available, or a fair valuation technique taking into account the timing and amount of cash flows, share of net assets of the investee, and other returns expected from the investment. Upon sale of an investment, its revaluation reserve is transferred to net profit/(loss).

12. Trade and other payables

	2018 (\$)	2017 (\$)
Accounts payable	85,065	749,218
Accrued expenses	21,000	21,000
GST payable	69,531	-
Income received in advance	19,260	10,630
	194,856	780,848

- Trade and other payables are reported at their amortised cost. RIDL has no other unrecognised contingent liabilities.

13. Related parties

	2018 (\$)		2017 (\$)	
	Revenue (expense)	Receivables (payables)	Revenue (expense)	Receivables (payables)
(a) Parent				
Raukawa Settlement Trust				
Dividend	(546,491)	-	(488,972)	-
Related party advance	-	(1,641,679)	-	(1,641,679)
(b) Other entities in the same group				
Raukawa Charitable Trust				
Lease and rental income	104,459	-	207,357	-
Sale of plant and equipment	298,815	-	-	-
Corporate services charges	(58,427)	(5,157)	(33,736)	(3,204)
Donation	(2,237,587)	-	(2,207,307)	-
Related party advance	-	(1,230,687)	-	(1,574,325)
Raukawa Asset Holding Company Limited				
Related party advance	-	(500,000)	-	(300,000)
(c) Other related parties				
Governance				
Director fees	(203,500)	-	(205,250)	-
Key management personnel				
Koau Capital Partners - investment management	(172,000)	(15,525)	(162,000)	(15,525)

- Advances made to, and received from, related parties are made interest free and are repayable on demand. No amounts due from related parties are considered past due, or impaired (2017: none).
- Related parties are entities subject to common control, or those entities and individuals (including their close family members) who are able to exert significant control or influence over the entity through decision making over financial and operating policies.
- Koau Capital Partners Limited are considered a related party as they provide key management functions to RIDL. Koau Capital Partners Limited are also the fund manager of investee Waitaha Property Rebuild Fund LP.

14. Intangibles

	2018 (\$)	2017 (\$)
Pre-1990 units		
Carbon credits - (NZ units)	66,929	-

- During the 2015 year the company received 3,172 NZUs under the New Zealand Emission Trading Scheme from the Ministry of Agriculture and Forestry. NZU's were provided to compensate the company for restrictions on future land use that may affect the forestry land value.

15. Loan receivable - Whakaaratamaiti Marae

	2018 (\$)	2017 (\$)
Loan	459,418	-

- The loan relates to vendor finance provided for the purchase of a property from RIDL. The finance is secured against the property.

16. Commitments

- RIDL has a further \$10,000,000 commitment to invest in the Te Pūia Tāpapa Limited Partnership, and \$3,000,000 in the Pencarrow V Investment Fund. The fund managers are expected to call on these funds over the next 4-5 years.

17. Contingent assets

- Raukawa is a beneficiary of the CNI Iwi Collective Settlement Act 2008. Under this Act, the group has the right to receive dividends from the CNI Iwi Holdings Trust as and when declared while it negotiates with other iwi through the Mana Whenua process over ownership of specific land titles. RIDL estimates its entitlement to dividends until 2044 to be \$27.8 million (2017: \$27.9 million). In 2044, title to any specific land titles the group receives from negotiations will pass to Raukawa and it will be entitled to all future income from these lands. No assets have been recognised from this process given the uncertainty over the timing and amount of any land or future dividends that may be received.
- As part of the acquisition of the investment in Ranginui Station Limited Partnership, RIDL is eligible to receive up to \$2,250,000 from the vendor if the limited partnership does not achieve certain earnings levels over the 2017-2019 financial years. At 30 June 2018 no amount has been recognised as receivable by RIDL.

18. Subsequent events

- After 30 June 2018, RIDL received offers for the two Commerce Street properties they own which were sold in September 2018 for \$460,000.
- During September 2018, one million shares at \$1 per share were issued to Raukawa Settlement Trust Limited as a nominee of Raukawa Settlement Trust.
- In September 2018, RIDL committed to purchase a commercial property in Hastings for \$10.4m.
- There were no other subsequent events that required recognition or disclosure in these financial statements.



Raukawa Asset
Holding Company

Special Purpose Financial Statements

*For the Year Ended
30 June 2018*

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Compilation Report

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the special purpose financial statements of Raukawa Asset Holding Company Limited for the year ended 30 June 2018.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

You are solely responsible for the information contained in the special purpose financial statements and have determined that the financial reporting framework used is appropriate to meet your needs and for the purpose that the special purpose financial statements were prepared.

The financial statements were prepared exclusively for your benefit. Neither we nor any of our employees accept responsibility on any grounds whatsoever, including liability in negligence, for the contents of the special purpose financial statements to any other person.

No audit or review engagement undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. A compilation is limited primarily to the collection, classification and summarisation of financial information. Our procedures do not include verification or validation procedures of the information. No audit or review engagement has been performed and accordingly no assurance is expressed.

Disclaimer

As mentioned earlier in our report, we have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on these financial statements.



29 October 2018

GHA Ltd Chartered Accountants

Statement of Financial Performance

For the Year Ended 30 June 2018

	Notes	2018 (\$)	2017 (\$)
<i>Trading income</i>			
ACE income		165,960	127,663
Total trading income		165,960	127,663
<i>Other income</i>			
Dividends received		124,850	109,255
Interest received		239	4,608
Total other income		125,089	113,863
Total income		291,049	241,526
<i>Expenses</i>			
General expenses		543	473
Accountancy fees		5,802	5,836
Fisheries levies		25,887	28,828
Management fees		12,000	12,000
Valuation fees		1,500	0
Total expenses		45,732	47,137
Net profit before tax		245,317	194,389
<i>Taxation</i>			
Provision for tax	3	42,931	34,018
Total expenses		42,931	34,018
Net profit for the year		202,387	160,371

Balance Sheet

For the Year Ended 30 June 2018

	Notes	2018 (\$)	2017 (\$)
<i>Assets</i>			
Current assets			
Cash and bank			
Westpac call account		328,326	318,172
Westpac cheque account		5,709	4,285
Total cash and bank		334,035	322,457
Trade and other receivables		0	6,508
GST receivable		851	892
Related party advances	5	500,000	300,000
Total current assets		834,886	629,856
Non-current assets			
Fishing quota		950,000	950,000
Moana Fisheries Ltd shares		850,000	850,000
Total non-current assets		1,800,000	1,800,000
Total assets		2,634,886	2,429,856
<i>Liabilities</i>			
Current liabilities			
Trade and other payables		7,334	6,204
Income tax payable	3	20,085	57
Income in advance		0	18,516
Related party advances	5	1,875,000	1,875,000
Total current liabilities		1,902,419	1,899,777
Total liabilities		1,902,419	1,899,777
Net assets		732,466	530,080
<i>Equity</i>			
Retained earnings		732,466	530,080
Total equity		732,466	530,080

Statement of Changes in Equity

For the Year Ended 30 June 2018

	2018 (\$)	2017 (\$)
<i>Equity</i>		
Opening balance	530,080	369,709
Increases		
Profit for the period	202,387	160,371
Total increase	202,387	160,371
Total equity	732,466	530,080

Statement of Accounting Policies

For the Year Ended 30 June 2018

1. Reporting entity

Raukawa Asset Holding Company Limited is a company incorporated under the Companies Act 1993 holds fisheries assets for Ngati Raukawa Iwi.

This special purpose financial report was authorised for issue in accordance with a resolution of directors dated 29 October 2018.

2. Statement of accounting policies

(a) Basis of preparation

These financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by Chartered Accountants Australia and New Zealand.

The financial statements have been prepared for taxation and internal management purposes.

(b) Historical cost

These financial statements have been prepared on a historical cost basis. The financial statements are presented in New Zealand Dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

(c) Changes in accounting policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

(d) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, excluding goods and services tax rebates and discounts, to the extent it is probable that the economic benefits will flow to the entity and revenue can be reliably measured.

Interest received is recognised as interest accrues, gross of refundable tax credits received.

Dividends received are recognised on receipt, net of non-refundable tax credits.

(e) Accounts receivable

Accounts receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectible are written off in the period that they are identified.

(f) Intangible assets

Intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is recognised in profit or loss in the year in which the expenditure is incurred.

(g) Impairment of non-financial assets

At each balance date, non-financial assets are classified into four categories: assets measured at fair value; assets currently available that the company intends to use to the end of its useful life; assets intended to be sold prior to the end of their useful life; and assets damaged or idle at balance date.

Assets measured at fair value or assets the company intends to use to the end of its useful life, are not reviewed for impairment at balance date.

Assets intended to be sold prior to the end of their useful life or assets damaged or idle at balance date are reviewed to determine if any indicators of impairment exist. If indicators exist the asset is tested for impairment to ensure that the carrying amount of the asset is recoverable.

If the recoverable amount of an asset is determined to exceed its carrying amount then the resulting difference is recognised as an impairment loss in profit or loss for that period.

(h) Financial instruments - financial assets

At initial recognition the company determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised cost

Includes assets where the company intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired.

Fair value

Financial assets not held at amortised cost or cost, are held at fair value and include financial derivatives such as forward contracts and interest rate swaps. Assets are subsequently

measured at fair value only when the fair value of the instrument can be reliably measured based on a quoted price for an identical asset in an active market. Where no active market price is available the instrument shall be measured at fair value for a prior year less any accumulated impairment loss.

Gains and losses are recognised in profit or loss for movements in the fair value of the assets and when the assets are derecognised.

(l) Financial instruments - financial liabilities

Financial liabilities, including borrowings and bank overdrafts, are initially measured at fair value, net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in profit or loss on an effective yield basis.

(m) Income tax

Income tax is accounted for using the taxes payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue in respect of each reporting period after adjusting for any variances between estimated and actual income tax payable in the prior reporting period.

(n) Goods and services tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Notes to the Financial Statements

For the Year Ended 30 June 2018

3. Income tax expense

	2018 (\$)	2017 (\$)
Net profit (loss) before income tax	245,317	194,389
Taxable profit (loss)	245,317	194,389
Tax payable at 28%	42,931	34,018
Deductions from tax payable		
Opening balance	(57)	14,740
Prior period tax paid (refunded)	0	(17,958)
Resident withholding tax paid	67	2,002
Imputation credits on dividends received	21,849	18,633
Income tax paid	987	16,545
Total deductions from tax payable	22,846	33,961
Income tax payable (refund due)	20,085	57

4. Maori authority credit account

	2018 (\$)	2017 (\$)
Opening balance	79,722	46,144
Increases		
Income tax paid	987	31,757
Resident withholding tax paid	67	2,105
Maori authority tax credits	21,849	17,958
Total increases	22,903	51,820
Decreases		
Income tax refund	0	18,242
Total decreases	0	18,242
Total maori authority credit account	102,625	79,722

5. Related parties

	2018 (\$)	2017 (\$)
Receivables		
Advance - Raukawa Iwi Development Limited	500,000	300,000
Total receivables	500,000	300,000
Payables		
Advance - Raukawa Charitable Trust	1,800,000	1,800,000
Advance - Raukawa settlement Trust	75,000	75,000
Total payables	1,875,000	1,875,000

- Purchases from, related parties are recorded on normal commercial terms.
- Loans from related parties are interest free and repayable on demand.

6. Parent-subsidiary relationships

- The Company is a wholly-owned subsidiary of Raukawa Settlement Trust.

7. Subsequent events

- No significant events have occurred after reporting date (2017: Nil).

Directory

Raukawa Iwi Development Limited

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Tokoroa 3420

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Directors

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Vanessa Eparaima
Gaylene Roberts
Johnathan Stokes
Constance Hui

Accountants

GHA Ltd
Chartered Accountants
PO Box 1712
Rotorua 3040

Investment Managers

Koau Capital Partners Ltd

Auditors

KPMG
PO Box 929
Hamilton 3240

Bankers

Westpac Hamilton
BNZ Rotorua

Date of Formation

17 June 2010

Shareholders

Raukawa Settlement Trust Limited
87,889,441 Ordinary Shares

Associated Entities

Raukawa Settlement Trust
Raukawa Charitable Trust
Raukawa Settlement Trust Limited
Raukawa Asset Holding Company Limited

Raukawa Asset Holding Company Limited

101 Leith Place
Tokoroa 3420

P: 07 885 0260
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Directors

Vanessa Eparaima
John Spencer
Johnathan Stokes

Accountants

GHA Ltd
Chartered Accountants
PO Box 1712
Rotorua 3040

Shareholders

Raukawa Settlement Trust Limited
100 Ordinary Shares



