



TE POARI MATUA O RAUKAWA
RAUKAWA SETTLEMENT TRUST



2011/12

PŪRONGORONGO Ā-TAU

ANNUAL REPORT

WHAKAAROTANGA MŌ NGĀ TIAMANA O MUA KUA RIRO



George Rangitutia

GEORGE RANGITUTIA

Former Raukawa Trust Board and Raukawa Charitable Trust Board Chairman George Rangitutia will be remembered as a selfless leader who dedicated his life to his whanau, iwi and community.

George, 68, passed away after a short illness at his home in Tokoroa on August 8th, 2012.

Raukawa Settlement Trust Chairwoman Vanessa Eparaima said George's loss would be felt by the people of Raukawa, the South Waikato community and the country.

"George has been incredibly influential within our iwi, he was a true statesman, who was never short of a kind word and brought a calmness and dignity to his role leading our iwi and working for the tribe," she said.

"He committed his life to his whānau, his iwi and his community.

"George was still working behind the scenes to do what he could to help his iwi, even as his health continued to deteriorate."

Born in Te Awamutu, George was raised at Aotearoa Marae. He was the third of nine children born to Pukerau and Miria Rangitutia. After leaving Te Awamutu College, George worked as a shearer and truck driver, before moving to Tokoroa in 1967 with wife Hineiri.

George served his marae and his people in a range of positions, including 10 years as Chairman, as a Trustee for Aotearoa Farm Trust and Hurakia Farm Trust, and as an adviser for the Waiomu Lands Trust.

He also served for more than 25 years as a firefighter, both full-time and as a volunteer.

Mr Rangitutia has been past Chairman of the Raukawa Trust Board and the Raukawa Charitable Trust. He was heavily involved in the Treaty negotiations of Raukawa and played a significant part in achieving the historic Deed of Settlement signed at Aotearoa Marae on June 2nd, 2012.

Mr Rangitutia was hospitalised and unable

to attend the signing ceremony. As a show of respect for the immense work he had put into achieving the settlement, Treaty Negotiations Minister Chris Finlayson and Taupō MP Louise Upston, along with Mrs Eparaima, travelled from the ceremony to Waikato Hospital to have Mr Rangitutia sign the settlement.

Mr Rangitutia said of the visit: "My whānau were there to share in this moment, it was a wonderful thing for the Minister to do, and I was humbled to be able to sign on behalf of my father. My father said to me before he passed, 'Son, this is the task you must complete for me'. This signing marks the fulfilment of my father's dream."

Mr Rangitutia is survived by his wife Hineiri (Baron) Brony, Raewyn, Tyson and six mokopuna.

WALLY TIORIORI PAPA

From Pohara marae, the eldest son of Manukau and Te Reo Papa, the late Wally Tioriori Papa served on the Raukawa Trust Board for many years.

He was the Board's longest serving Chairman bringing innovation and cohesion to his role as Chairman for the Trust Board. In 1989, Wally together with his fellow Trustees lodged the original Raukawa Treaty claim on behalf of the iwi (WAI 443), setting the iwi on its course to achieve its comprehensive Treaty settlement on June 2nd, 2012.

During his tenure as Board chair Wally played a significant role in the development and growth of the Raukawa Health Unit, Education Unit, the Carpentry course and the Iwi Social Services. This was a memorable feat as it was achieved prior to any Treaty settlement. Wally was also instrumental in the formation of relationships between Raukawa and its key stakeholders including the District Council, Mighty River Power and various government agencies.

Sadly, Wally passed away in April 2012.

Nō reira e te rangatira, haere atu rā ki tua o te ārai ki tō Paerau. Moe mai, moe mai, moe mai rā i roto i Te Ariki.

RĀRANGI ŪPOKO

CONTENTS

RAUKAWA SETTLEMENT TRUST REPORT	
KAUMĀTUA REPORT	4
RST CHAIRPERSON'S REPORT	6
SIGNING OF DEED OF SETTLEMENT	8
CHIEF EXECUTIVE OFFICER'S REPORT	10
RCT CHAIRPERSON'S REPORT	12
RCT GOALS AND PROGRESS REPORT	
ENVIRONMENT	14
HEALTH AND SOCIAL DEVELOPMENT	16
TE REO	18
EDUCATION	19
CORPORATE SERVICES	20
YOUTH DEVELOPMENT	22
TREATY CLAIMS	24
25TH ANNIVERSARY CELEBRATION	26
RIDL CHAIRPERSON'S REPORT	28
RST FINANCIAL STATEMENTS	30
RCT FINANCIAL STATEMENTS	43
RIDL FINANCIAL STATEMENTS	51
RAUKAWA TRUST BOARD REPORT	
RTB CHAIRPERSON'S REPORT	64
RAUKAWA FISHERIES LIMITED	65
FINANCIAL STATEMENTS	66

KAUMĀTUA REPORT

PURONGORONGO TOIHĀU 2012

Kōroria ki te Atua i te runga rawa

He maungarongo ki runga i te mata o te whenua

He whakāro pai ki ngā tāngata katoa

Kia tau iho ai te manākitanga o te runga rawa ki runga i a Kīngi Tūheitia me te Whare o te Kāhu Ariki nui tonu.....Paimārire

Rātou te hunga tapu, te rangatira o te poari a Whakatoī Rangitūtia koutou ra ko huri ki tua o te arai.....ka oti atu!! Tātou te hunga ora.....te iwi o Raukawa..... tēnā koutou, tēnā koutou, tēnā tātou katoa.....!

Ko te Atua to tātou piringa.....ka puta ka ora!

We have experienced some significant happenings over the period of time since my last report, some of which have been extremely exciting for Raukawa Charitable Trust.

The passing of Whakatoī George Rangitūtia in August was shattering to say the least and although he will be sorely missed, his legacy as a leader of dignity, humility and integrity will always be remembered not only by the tribe but many people across the motu. The public accolades bestowed by the Treaty Negotiations Minister Chris Finlayson, during his attendance at George's tangihanga some two months after making special effort to be present at George's hospital bedside to witness his signature on the tribe's comprehensive Treaty settlement deed, spoke volumes of the respect and high esteem that George was held in. Moe mai e hoa i runga i te taumata o te Atua.

We can all breathe a sigh of relief at having finally signed our comprehensive Treaty settlement. The ceremony at Aotearoa Marae, where the prestigious tupuna of Tainui waka, Hoturoa, is embodied on the form of the ancestral house, was not only witnessed by Raukawa uri but other iwi throughout the motu, local and regional stakeholders as well as members of the Crown. It was a glorious setting for a long awaited event including an apology of substance from our Treaty partner.

One that was given in the spirit of co-operation, compromise and good faith to be characterised by mutual trust and co-operation based on respect for Te Tiriti o Waitangi me ōna mātāpono.

Let us realise that this Deed of Settlement was for historical injustices and while the settlement can never be vindication for the Crown we have at least begun the journey that our ancestors before us strived to do. We can all be grateful that we were able to bear witness to the signing but now we have to deliver to the tribe as they entrusted the Board to pursue their claims. We need to help improve their standards in education, health and wellness, work prospects and housing. The Raukawa reo strategy is fundamental to who and what we are as Māori and as Raukawa. It is the most critical factor that enables us to maintain the mana of our paepae not only at an iwi level but also our hapū. Our marae are under a severe 'death penalty' for without the reo we can never fully comprehend the dreams and aspirations of our ancestors or the legacies that they left behind for us.

The status of our marae needs to be strengthened both in its building and maintenance projects as well as its administrative responsibilities. By providing a well-planned, consultative strategy with effective and efficient resources the Board can be assured of its service to the wider collective as against relatively



limited individual dissemination. The marae is our turangawaewae and throughout our treay claims we always maintained that we will 'honour our tupuna and treasure our mokopuna' the time has come to put it to the test. We have a commitment to build the capacity of Raukawa whānau, hapū and marae. The board needs to lead the way in preserving our past and re-designing our future. It must deliver a leadership that will assist us all to create sustainable lifelong opportunities.

"Ki te rapu ngā hua hei pāinga mō ngā uri whakaturanga".

Nō reira, he tīmatanga noa iho tēnei, me mahi tahi tātou!

Nā,

A handwritten signature in blue ink that reads "H. Deane".

John Thomas (Hori) Deane

Te Tiamana

Kaumātua Kaunihera



PŪRONGO A TE TIAMANA O RAUKAWA SETTLEMENT TRUST

RAUKAWA SETTLEMENT TRUST CHAIRPERSON'S REPORT



It is very humbling to present this year's annual report. It has been a year of momentous milestones, of great sadness, and of incredible highs and achievement.

“
GEORGE, YOUR PASSION
AND COMMITMENT FOR
YOUR PEOPLE WILL
CONTINUE TO PROVIDE
INSPIRATION TO US ALL.
”

I would firstly like to pay tribute to George Rangitutia, who passed away on August 8th 2012. George committed his life to doing the best he could for his iwi. George was a former Chairman of the Raukawa Trust Board and the Raukawa Charitable Trust. He played a pivotal role in achieving the settlement of our comprehensive historic claims. Unfortunately George was too ill to attend our historic Deed of Settlement signing held at Aotearoa Marae on June 2nd, 2012.

George told me that while he could not be there in person, he was with the people in spirit. He told me he was so proud of what was achieved and the settlement fulfilled the request of his father, Pukerau. "My work is done now", George told me shortly before the signing ceremony.

I pay special tribute to George and his whanau in my report – George, your passion and commitment for your people will continue to provide inspiration to us all. I also pay tribute to Wally Papa who also passed this year. Wally was a prominent leader for Raukawa who chaired for many years. While Wally parted company with the Trust Board, he was a leading figure in helping build the structures and governance which now guides the future direction of our tribe.

I pay tribute to all others who past this year.

I would also like to acknowledge former Raukawa Settlement Trust Chairman, Chris Mckenzie who did not seek re-election as chair at elections in February this year. Chris also stood down as lead claims negotiator, to pursue a role as senior political advisor to Minister and Māori Party co-leader Tariana Turia. Chris was the architect of so many positive developments for our iwi, and achieved momentous outcomes as our chief negotiator. Chris left very big shoes to fill. I am grateful to Chris for all his mahi, but also for committing to remain on the RST and RIDL boards, and to be available to support where ever he can.

As already mentioned, this year was one of incredible achievement. The most significant being the signing of our comprehensive Treaty of Waitangi Settlement at Aotearoa Marae. It was a moving and inspiring event, one that marked the conclusion of a long, costly and often fraught process to bring some justice for our people.

It was a journey begun many years ago, and continued by so many of our iwi members - too many to mention here. Sadly many did not live to experience the momentous day.

The settlement marks one of the final stages of our quest for justice and the return of some of that which was taken and compensation for our collective loss,

so that we can build using the resources returned to nurture and improve the lives of our people, especially those most in need.

There are some final elements of settlement negotiations to conclude, but by and large our iwi rapidly nears the point that it can focus all its considerable energies on the future, rather than being forced to look to the past so that justice could prevail.

We have come so far as a people. Not too many years ago the affairs of Raukawa were determined by others on the then Tainui Māori Trust board. In March this year we held the Raukawa Trust Board 25th anniversary to mark the day Raukawa stood on its own. On that day, led by visionaries, Raukawa sought to give voice to the needs and expectations of our own, to ensure the decisions made by our representatives reflected the wishes of Raukawa.

I thank all those who helped the 25th anniversary to be the success it was, and for all those from our iwi, from the local community and further afield who made it such an amazing day.

These are but some of the highlights this year.

As an iwi we continued to refine and review the social and cultural structures within our iwi. I thank our Chief Executive Grant Berghan for driving improvement within our structures, while ensuring we continued with our normal business as usual, as well as increased workloads in a range of areas.

I would also like to welcome former Tainui Group Holdings Ltd chairman John Spencer, who accepted an invitation to join our commercial company - Raukawa Iwi Development Ltd (RIDL). John attended his first meeting during August, 2012.

RIDL continued to consolidate and build a strong platform for consistent growth and stability. I thank the members of RIDL and its management team for the significant progress achieved this year. The Board has provided some certainty for the coming years, agreeing to pay an annual \$2,150,000 dividend to the parent to help fund social and cultural initiatives for our people, including kaumātua and education grants.

We are an iwi that has achieved some impressive milestones this year. Yet we have an immense task before us. We are an iwi which must reinvest in connecting with our people who are throughout this country and further afield. We must build and enhance the management units we have in our structure to ensure they are providing the very best value and most needed services and support for our people. We must refine our governance, and develop processes that encourage the very best governors and managers and workers among our own to come and help our iwi to be the best it can be.

We must continue to foster and grow relationships with like-minded organisations and iwi, where there is opportunity to add value to people of both groups.

While we now have a financial base to drive some of these things, it is in reality insignificant to the needs of our peoples. So we must be patient, and careful in how we invest and grow this asset base. It is the legacy which must be maintained and grown for this and future generations.

We have made some immense gains whānau, but in reality, it is but the beginning.

We have a vibrant path ahead, which we must ensure will provide a better future for those who follow after us. Enjoy the achievements of our iwi, and join together and assist where you can to ensure Raukawa continues to strive and grow to meet its incredible potential.

Thank you to all of you who made this year what we now acknowledge. There are too many to thank individually, from our kaumātua, to my fellow Board members, our staff, and those who worked tirelessly behind the scenes. Thank you all. Savour the gains we have made, and brace for the challenges and successes that await us in the coming year.



Vanessa Eparaima
Chairperson
Raukawa Settlement Trust

TE HAINATANGA O NGĀ TAUNGA KERĒME

SIGNING OF DEED OF SETTLEMENT

The signing of the Deed of Settlement for Raukawa comprehensive Treaty of Waitangi claims was without doubt the momentous occasion of the year for Raukawa.

The signing ceremony took place at Aotearoa Marae in Te Awamutu on June 2nd, 2012, and heralds a new era for Raukawa.

More than 400 people attended, including iwi members and leaders from throughout the motu, MPs, Crown officials, mayors and Raukawa whanaunga from throughout Aotearoa.

Kaumātua, pākeke, rangatahi and tamariki gathered to take part in the signing ceremony.

The signing of the Deed marked a milestone for the iwi that began when Raukawa kaumātua lodged the original claims with the Waitangi Tribunal in 1989.

The signing marked a major turning point for the people of Raukawa.

Raukawa Settlement Trust Chairperson Vanessa Eparaima said the day was one to acknowledge the effort and sacrifice of many who had committed their lives

to seeking justice for the losses endured by Raukawa – a process that left the iwi virtually landless.

"The Deed of Settlement marks the conclusion of our historic Treaty of Waitangi claims negotiations. It signifies the end of a long and often fraught process to bring justice for the wrongs inflicted against the Raukawa people."

"It is an important day for Raukawa, the region and the country, in bringing some closure to some of the wrongs committed against our people," she said.

The signing of the Deed will allow Raukawa to rebuild and increase assistance to iwi members. It will support the social, cultural and economic aspirations of Raukawa.

The Government was represented at the ceremony by Treaty Negotiations Minister Chris Finlayson and Whānau Ora Minister



Tariana Turia. Minister Finlayson delivered the Crown's apology to Raukawa for having caused Raukawa suffering as a result of the Crown's breaches of the Treaty.

"The Crown failed to protect Raukawa from becoming landless and the lack of land and resources undermined the ability of the iwi to participate in new economic opportunities in its rohe," Minister Finlayson said.

"This contributed to the economic, social and cultural impoverishment of Raukawa. Today's settlement rights the wrongs of the past and allows Raukawa to build a stronger future."

The signing ceremony was tinged with sadness as it was remembered that many of those who were instrumental in achieving the settlement did not live to enjoy the fulfilment of their efforts.

The final address was delivered by Vanessa Eparaima, who accepted the Crown's apology on behalf of Raukawa.

The iwi were then invited to sign the Deed of Settlement. As each marae was called forward, representatives were given a korowai and a Raukawa tree.

The korowai was draped over the shoulders of the kaumātua by Minister Finlayson to represent the whakaruruhau for each marae. The tree was presented to a mokopuna of the marae to represent the whakapapa and connection shared as Raukawa.

When all of the marae had signed the Deed, Minister Finlayson and Vanessa Eparaima were invited to sign.

Unfortunately, former Raukawa Trust Board Chairman and a key figure in achieving the settlement, George Rangitutia was hospitalised and unable to attend the signing ceremony. As a mark of respect for the considerable effort he had put into achieving the settlement, Minister Finlayson, Taupō MP Louise Upston and Vanessa Eparaima travelled from the ceremony to Waikato Hospital to have Mr Rangitutia sign the settlement on the day.



Karaitiana Tamatea receives a Raukawa seedling at the signing ceremony for Ngati Koroki Kahukura.



RST Chairperson Vanessa Eparaima introduces Minister Finlayson to Kuia Kahu Te Hiko.



Treaty Project Manager, Pat Cowley assists RST Chairperson, Vanessa Eparaima and Minister Chris Finlayson during the signing.

PŪRONGORONGO TOIHAU

CHIEF EXECUTIVE OFFICER'S REPORT

Tēnā tātou katoa.

This has been an eventful year, and a year of hope and expectation as the Board has sought to strengthen its position in anticipation of the signing of the Raukawa Comprehensive Deed of Settlement.

//
RCT CONTINUES TO
PROVIDE EXCELLENT
SERVICES TO THE IWI WITH
STANDOUT PERFORMANCES
//

The nature of change and the timeframes around that have been challenging but overall steady progress has been made and the Settlement Trust finds itself in a good position moving into the next financial year. Major changes have been effected within both the Raukawa Charitable Trust (RCT) and the Raukawa Iwi Development Limited (RIDL). Within the Charitable Trust, the Corporate Services division has been restructured to better align it to the organisations business goals.

At the same time, RIDL was fortunate to engage Andrew Harrison (ex-Chief Operating Officer Ngati Tahu Holdings) to establish RIDL capability prior to the receipt of the Comprehensive Deed of Settlement funds. Both these changes are proving to be beneficial to the overall operations of the Raukawa Group.

The year has been busy in other regards. The Raukawa Alternative Energy Solutions (AES) Home Insulation contract was sub-contracted to WhareFix under a new arrangement. ECCA is the government agency that works to improve energy efficiency all over the country and to encourage the uptake of renewable energy. Its priority for the next 12 months will be to insulate as many homes as possible. Warm Up New Zealand – Heat Smart provides funding for insulation and heating but ECCA has advised that the funding allocated to heating will be reduced in favour of insulation. The implication for our contract is that our funding will be reduced. This has the potential to compromise the viability

of our contract and I have requested the Corporate Services Manager to review the situation.

A strong relationship has been developed between Raukawa, the Waikato District Health Board and Midlands Health Network in relation to the delivery of health services within the Raukawa rohe. At the same time, we have strengthened our relationships with the Maniapoto Māori Trust Board, the Maniapoto Marae Pact Trust and the Taumarunui Kokiri Trust through our Whanau Ora Alliance. In February 2012, we were sorry to receive the resignation of the Raukawa Settlement Trust (RST) chair and lead negotiator Chris McKenzie. Chris had successfully led the Raukawa Treaty negotiations for the past five years but felt the time was right to pursue a new career. He has been succeeded in both roles by Vanessa Eparaima.

In March 2012, the Board celebrated its 25th anniversary in what turned out to be a stunningly successful event held at the Tokoroa sports grounds.

At the April AGM the Board approved the Raukawa 2030 Vision, 3-5 year strategic plan and 2012/2013 annual business plans. This was the first time that a coherent short, medium and long term plan for the strategic development of the organisation had been approved.

But the highlight of the year, and indeed, a watershed mark in the history of the tribe was the signing of the Comprehensive Deed of Settlement on the 2nd June 2012.



RST is now positioned to take its rightful place as a significant player within the Raukawa rohe and beyond. The Trust is reviewing its governance and structural arrangements with the intent to ensure it is best placed to provide leadership to the iwi now and into the future.

RCT continues to provide excellent services to the Iwi with standout performances by the Environment team, the Youth Trials team, and Charlie Tepana's Te Reo and Cultural units. Significant changes have been signalled to the delivery of health services in the Raukawa rohe, and RCT are a party to the decisions that are being made. It is almost certain that the changes contemplated will require changes to the way we as an organisation contract for and deliver the services to our iwi and others.

There is much work to be done to develop and progress the Raukawa education strategy and this will be a matter of priority for the new financial year.

The appointments of both Andrew Harrison and John Spencer have strengthened enormously the position of the RIDL entity.

Finally, I wish to acknowledge the work of our kaimahi, our Trustees, our kaumātua and kuia, and the Chairpersons of the respective Boards, without whom none of our work would be possible.

A handwritten signature in black ink that reads "Grant Berghan". The signature is written in a cursive, slightly slanted style.

Grant Berghan
Chief Executive Officer
Raukawa Settlement Trust



TE PŪRONGO A TE TIAMANA O RAUKAWA CHARITABLE TRUST

RAUKAWA CHARITABLE TRUST CHAIRPERSON'S REPORT

It is with great sadness that I write this report on behalf of former Raukawa Charitable Trust (RCT) Chairman George Rangitutia who passed away on 8th August, 2012.

//
RCT CELEBRATED A
MILESTONE WHEN IT
SIGNED ITS FIRST JOINT
MANAGEMENT AGREEMENT
WITH WRC.
//

George was unable to attend the Raukawa Deed of Settlement signing at Aotearoa Marae on 2nd June, 2012 because of illness. However, in a tribute to the significant part George played in achieving this historic settlement, Treaty Negotiations Minister Chris Finlayson, Taupō MP Louise Upston and Raukawa Settlement Trust Chairperson Vanessa Eparaima visited him in Waikato Hospital so he could sign the document.

RCT acknowledges the tremendous efforts of Raukawa Management Services in negotiating our Raukawa claims, and on behalf of the RCT would like to thank Chris McKenzie who was the lead negotiator until his resignation in February, 2012. We would also like to pay tribute to Chris for his chairmanship of the Raukawa Settlement Trust (RST) from 2009 until February 2012, when Chris' term as Chair ended.

RCT also wishes to express its gratitude to Vanessa Eparaima who was elected as Chairperson of RST on 20th February, 2012, took the helm as the lead negotiator and successfully guided Raukawa to the Deed of Settlement signing.

RCT celebrated a milestone when it signed its first Joint Management Agreement (JMA) with Waikato Regional Council on 10th May, 2012, at Pikitū Marae. The Environment team will be working with at least five district councils and one regional council within the Raukawa rohe

on the JMA. The JMA is a binding pact and will assist Raukawa in ensuring sound conservation and environmental policies are applied in our rohe.

Led by Chief Executive Grant Berghan the Trust continued to improve and enhance the services provided for our iwi. I would like to thank Grant and his team for their continued efforts.

Included in this work has been the development of a partnership with Maniapoto, which is tasked with designing and implementing a co-ordinated comprehensive Whānau Ora service. We have called ourselves the Raukawa Maniapoto Alliance.

Another highlight for the year has been the continued success of the Social Sector Youth Trials in Tokoroa for young people aged between 12 to 18 years old. After winning the contract, Raukawa became the only iwi based Social Sector Youth trialist. This is a collaboration of government agencies, community groups, school communities and Raukawa staff. The trials begun on 1st March 2011 and is due to finish in February 2013. The purpose is to find out what works in terms of support for these young people who are experiencing truancy, unemployment, drug and alcohol problems or other difficulties. The Government has indicated it is considering extending the timeline to 2014.



Raukawa began the journey of te reo revitalisation many years ago and RCT is delighted to report that the strategy continues gaining momentum today. Since those early days, Raukawa has won a major Te Taura Whiri Māori Language award, holds its own annual kura reo, and gives prizes to organisations and individuals within the Raukawa rohe for their efforts to promote te reo Māori .

Finally, on behalf of George Rangitūtia, RCT would like to thank its Trustees, our Chief Executive, governance office team, the executive management team and all the RCT staff for the wonderful work you do working for our people.

A handwritten signature in blue ink, appearing to read 'Kataraina Hodge'.

Kataraina Hodge
Chairperson
Raukawa Charitable Trust



NGĀ WHĀINGA METE PŪRONGO WHAKAWHANAKETĀNGA O RCT GOALS AND PROGRESS REPORT

TE AO TŪROA – ENVIRONMENT

VISION

Our vision is for a healthy and abundant environment, where our communities are active kaitiaki of our resources and where Te Ao Raukawa is acknowledged and respected, for the benefit of current and future generations.

GOALS

To actively support a strong Raukawa nation in the resource management and environmental arena, by:

- Promoting leadership
- Actively supporting capacity building
- Being an effective advocate of Te Ao Raukawa
- Developing and fostering enduring relationships to achieve enhanced environmental outcomes.

ACHIEVEMENTS IN RELATION TO GOALS

1. PROMOTING LEADERSHIP

- The signing of the Raukawa Joint Management Agreement (JMA) with Waikato Regional Council (WRC) at Pikitū Marae in May 2012 was a highlight for the team. This is a key milestone for the Co-management implementation and involved lots of hard work by Grant Kettle and the team. Raukawa are the first iwi to sign a JMA with the WRC, and JMAs with other local councils within the Raukawa rohe continue to be developed.
- Steph O’Sullivan was appointed Chairperson of WRC’s Upper Waikato Catchment Liaison sub-committee. This is a statutory committee of Council and is the communities ‘voice’ on Council’s catchment, water and land issues related work programmes. Steph has attended the committee for 6 years, and it was the farmer representatives who nominated Steph to the Chair. This is the first time an iwi representative has become a chair of one of the 8 regional committees and the first time a woman has chaired a committee. This role now means that Steph becomes a formal member of Council’s full Catchment Services Committee.
- In December 2011 the Environment team lodged seven funding applications to the Waikato River Clean-up Trust. Five of the applications were successful and Raukawa were commended on the outstanding nature and quality of the applications. The projects successfully funded are:
 - Fisheries Plan Stage One
 - Fisheries Plan Stage Two
 - Wetland Restoration and Enhancement projects
 - Sustainable Farm Management – Te Raparahi Farms Trust
 - Raukawa Environmental Management Plan.

2. ACTIVELY SUPPORTING CAPACITY BUILDING

- As part of the Co-management Framework it is incumbent on the Board to develop a register of Raukawa uri who hold a current ‘Making Good Decisions’ certificate required to practice as an RMA Hearings Commissioner. We congratulate the first two Raukawa candidates Jacinta Ruru (Otago University) and Edward Hardie (Line Tech Engineering Consultants) for successfully passing this course in February 2012. Funding for the enrolments was kindly provided by Te Puni Kokiri and WRC. We continue to advertise this opportunity when possible and are looking to develop a training framework for interested people who need prior RMA training and support.

- As part of our on-going commitment to the NIWA-Mighty River Power Eel Enhancement Project, the Environment team employed a Raukawa summer student to work with NIWA scientists on tuna research in the hydro lakes from December 2011 – February 2012. Jessica Samuels (Raukawa - Ngāti Hinerangi) was the successful applicant and has continued to work as an intern for the Environment team in her holidays from Lincoln University in Christchurch where she is studying towards a Bachelor of Environmental Management and Planning.

3. BEING AN EFFECTIVE ADVOCATE OF TE AO RAUKAWA

- Initiating the development of the Raukawa Environmental Management Plan and the Raukawa Fisheries Management Plan. These ‘blueprint’ documents will enable the Environment Group to effectively advocate for Te Ao Raukawa by providing clear guidance on environmental management issues that are important and are priorities for Raukawa. They will also contribute to capacity building of all who are involved in the process including ngā uri o Raukawa and external stakeholders.
- The official opening of the Waikato River Trails at Whakamaru in November 2011 was a fantastic event for Raukawa and the wider community. The Waikato River Trail offers people an opportunity to re-engage with the Waikato River and is an asset to our rohe.
- In June 2011 we hosted an international delegation from Thailand with our partners Mighty River Power at the Atiamuri Power Station. Members of the Environment Group presented on the various environmental issues and pressures within the Waikato River catchment.

4. DEVELOPING AND FOSTERING ENDURING RELATIONSHIPS TO ACHIEVE ENHANCED ENVIRONMENTAL OUTCOMES

- In June 2011 we hosted an international delegation from Thailand, as part of an initiative involving WRC and Ministry for the Environment. The delegation was visiting the Waikato to learn more about community and iwi work to improve water quality in the Waikato River catchment. Mighty River Power kindly provided a venue (Atiamuri Dam) and did a joint presentation with us, which was a great occasion.
- The Raukawa Accord with the Ministry of Māori Affairs was signed by Minister Pita Sharples and RST Chairperson Vanessa Eparaima in Wellington on 26 October 2011. We now have 6 signed Accords with various Ministries, with a further 5 Accords to be signed by the end of 2012.
- On 21 March 2012 the CEO of the Ministry for the Environment attended the annual CEO meeting at the RCT head office in Tokoroa. This is the first time that the MfE CEO has visited and met directly with our CEO. It was a 3 hour discussion on the co-management implementation progress and other key contextual issues. Based on these discussion staff will now develop an implementation plan for the 2012/13 year as per the Accord requirements.



Jenni Fitzgerald from the Environment Team enjoys walking the Waikato River Trails at the grand opening in November.



RST trustees & WRC Councillors sign the Raukawa - WRC Joint Management Agreement at Pikitu Marae in May 2012. Front row: Grant Berghan (RST), Peter Buckley (WRC), Wilfred O'Brien (RST), George Rangitutia (RST), Jennifer Hughes (RST), Clare Crickett (WRC). Back row: Caroline Dally-Rangitoheri (RST), John Barnett (RST), Norm Barker (WRC), Gaylene Roberts (RST), Stuart Kneebone (WRC), Kataraina Hodge (RST) and Laurie Burdett (WRC).

HAUORA ME TE PĀPORI - HEALTH & SOCIAL DEVELOPMENT

VISION

Our Vision is for a happy, healthy and wealthy Raukawa iwi.

GOALS

- Build strategic alliances
- Maintain and enhance stakeholder relationships
- Provide quality services
- Effectively manage the delivery of health and social service outcomes.

ACHIEVEMENTS IN RELATION TO GOALS

1. BUILD STRATEGIC ALLIANCES

- We are taking a lead role in the development of a one-stop health and social services centre for the South Waikato region. Building strong alliances has been a very important part of this process.
- We are in the process of developing an integrated outcomes contracting model. To assist us with this we are seeking the advice of providers who have already implemented the model. We wish to learn what has worked and what has not with other providers.

2. MAINTAIN AND ENHANCE STAKEHOLDER RELATIONSHIPS

- We have a very good relationship with the Waikato District Health Board. Our contract negotiations have been evidence based using information from whanau/clients evaluation and feedback surveys. These evaluations and surveys have helped us to improve service delivery and to address whanau aspirations. Our Waka Taua Service will have a two year contract rather than a 1 year contract which has been the norm in the past.
- Ministry of Social Development continues to provide monthly external audits and training for the Family Start Team. This has been very helpful for the team to ensure we meet the key performance indicators. There have been many changes within the team structure and new staff coming on board.
- Our relationship with representatives from Ministry of Health has been very positive. The Health promotion service has renewed a 2 year contract.
- This year we are liaising with Raukura Hauora o Tainui who are a part of the Iwi Advisory team.

3. PROVIDE QUALITY SERVICES

- It is important that the services that we provide are of the highest quality, taking into account the resources that are available to us. To this end, the organisation employs two people responsible for managing our internal and external quality audit processes. An annual internal audit programme is undertaken in conjunction with regular external agency audits. Generally, we have been encouraged by the audits which identify areas where we are performing well but just as importantly, those areas where we need to improve.
- Annual client satisfaction surveys are undertaken to solicit feedback from customers on how they perceive our services. Although the response rate was poor (35%), overall the feedback received has been positive.
- Annual performance appraisals have been completed for all staff.
- The organisation is a learning organisation and supports continuous personal and professional development. During the period under review, a total of 21 separate training and/or professional development courses/programmes or training sessions were undertaken by staff members.

- Our Drug and Alcohol Counsellors now have associate practitioner status and are studying to gain full practitioner status. Our Well Child Nurse has completed Post Graduate Studies in Primary Healthcare Specialty Nursing (Level 8).

4. EFFECTIVELY MANAGE THE DELIVERY OF HEALTH AND SOCIAL SERVICE OUTCOMES

- We maintain good relationships with our funders to ensure that we are aware of any changes to requirements for staff competencies and service contracts.
- Fortnightly Health and Social Service meetings are provided in a safe environment that enables staff to raise matters of interest and/or concern to them and for solutions to be developed.

HIGHLIGHTS

KI O RAHI

Our Public Health team has embraced this physical activity and have been part of expanding it both regionally and nationally.

The Public Health team works with other providers and has played a key role in the following:

- coordinating and providing regional tournament opportunities with the Primary, Intermediate and High Schools
- coordinating the Samoan women's team to play the NZ women's team at the Raukawa Celebrations held in March which is the first international Ki o Rahi test ever.

STAFF RETREAT

Staff have provided positive feedback regarding the staff retreat held in November 2011. We enjoyed a great venue, fun activities and excellent teambuilding exercises with all units within the Raukawa Charitable Trust. Staff are looking forward to the next retreat.



The Samoa women's Ki o Rahi team at the Raukawa 25th anniversary celebration in March 2012.

TE REO – MĀORI LANGUAGE

VISION

2030 Me Māori te reo mō te tini!

Te reo, common use by the multitudes in the Raukawa tribal boundary!

GOALS

- Promote and drive language revitalisation at the community level
- Implement new initiatives focussed on increasing the use of te reo
- Support and develop learning with a particular Raukawa focus.

ACHIEVEMENTS IN RELATION TO GOALS

1. PROMOTE AND DRIVE LANGUAGE REVITALISATION AT THE COMMUNITY LEVEL

- The National Māori Language Awards (18 November 2011)

Four Raukawa finalists – Tokoroa New World – business section (Winner) and Māori Language Week section. Tokoroa High School – English Medium School section (Winner). South Waikato District Libraries Tokoroa – Local Government Section. The Raukawa Charitable Trust – Community Section.

- The Annual Raukawa Māori Language Awards (12 November 2011)

23 group and individual entrants into 13 mixed categories, 205 total attendees.

Special guests: Erima Henare – Toihau o Te Taura Whiri i te Reo, Glenis Philip-Barbara – CEO of Te Taura Whiri i te Reo, Nils and Kasia Helander, Language Revitalisation Specialists from Norway

Great feedback received from all attendees. Another very successful event!

- Ngā Whakaihūwaka – Māori of the Year Awards 2011

Charlie Tepana nominated and presented as a finalist in the Māori of the Year Awards 2011 in the Reo/Tikanga Section for work and commitment to language revitalisation.

- Key active Raukawa marae contacts are maintained to support language activities.
- Community led initiatives are continually growing in strength and visibility.
- Raukawa language projects are regularly featuring in positive media articles both in the local newspapers and national television.

2. IMPLEMENT NEW INITIATIVES FOCUSED ON INCREASING THE USE OF TE REO

- The Raukawa Māori Language Week Activities (04-10 July 2011)

Completed consultation round and will implement the Education Strategy 'Turuki Turuki' in the new financial year.

- Te Whakataetae Ngā Manu Kōrero ā Motu

Tokoroa High School's Tūroa Tepana achieving 3rd place equal at the national competition representing Tainui Waka in the Junior Māori Section.

- A number of community led initiatives are being continually supported.



Ngā Tohu Reo Māori o Raukawa 2011. June Maanga Ormsby – Te Whitiki o te Kī (Long Term Commitment to Te Reo Award)

3. SUPPORT AND DEVELOP LEARNING WITH A PARTICULAR RAUKAWA FOCUS

- The Annual Raukawa Kura Reo (15-20 April 2012)
132 adult attendees, 33 tamariki, 10 facilitators – Total 175 attendees.
24 Raukawa-Mighty River Power partnership scholarships were accepted.
- Te Uru Raukawa – High Level Cultural Language Programme
Programme implemented in 2011 in collaboration with Te Puni Kōkiri.
- Raukawa attendance at the Iwi Māori Digital Taonga Database Forum in Wellington to further our Archives and Historical Kōrero capacity (28 November 2011).

MĀTAURANGA – EDUCATION

GOALS

- Engage in education forums to advance Raukawa education
- Re-develop the Raukawa education strategy.

ACHIEVEMENT IN RELATION TO GOALS

1. ENGAGE IN EDUCATION FORUMS TO ADVANCE RAUKAWA EDUCATION

- Raukawa involved in Ngā Kaikōkiri Mātauranga, an Iwi education representatives group tasked with presenting high level education aspirations for Māori to the Minister of Education, Anne Tolley.
- Maintaining discussions with Ministry of Education representatives to forward Raukawa’s education interests.
- Meeting regularly with education groups to discuss possible initiatives and direction into the future.

2. RE-DEVELOP THE RAUKAWA EDUCATION STRATEGY

- Completed consultation round, review and redevelopment of the Education Strategy ‘Turuki, Turuki’ to be implemented in the new financial year.



RATONGA RANGAPŪ - CORPORATE SERVICES

VISION

Provide robust financial and administrative support services to the Board.

GOALS

- Monitor and evaluate financial performance for cost effective and cost efficient results
- The Corporate Services human resources goal is to be the employer of choice within the Raukawa Rohe
- Maintain and ensure effective quality management system with robust policy and procedure management
- The Corporate Services information technology goal is to be a leader in delivering cost effective services while maximising business unit operations.

ACHIEVEMENT IN RELATION TO GOALS

1. MONITOR AND EVALUATE FINANCIAL PERFORMANCE FOR COST EFFECTIVE AND COST EFFICIENT RESULTS

- Budgets and business plans were completed as required for whole of RCT's operations.
- Budgets were completed for all three governing boards.
- A more effective process was implemented to track budget changes throughout the year.
- The formatting of the monthly financial reports was revised to produce a more reader friendly and effective report.
- Managers of the various business units and all Boards of Trustees received monthly financial reports which detailed their actual versus budget figures, month to date and year to date.
- Any areas of concern in regards to financial performance or FTE allocations were highlighted on monthly reports allowing for early intervention and correction.
- The 2011 - 2012 annual financial reports process highlighted the marked improvement in the accuracy of the recording of transactions, which allowed for a more efficient preparation of annual accounts.
- The engagement of accountants Glen Hawkins & Associates Ltd, and auditors KPMG provided efficient production of accounts and completion of the audit. These organisations provided robust advice and guidance in financial matters for the whole organisation.

2. THE CORPORATE SERVICES HUMAN RESOURCES GOAL IS TO BE THE EMPLOYER OF CHOICE

- Recommendations from the Transition Committee's review last year were implemented.
- Staff Health Insurance with Southern Cross continues to be provided to all full time permanent staff.
- A Human Resource / Organisational Development Advisor role has been established to assist the organisation to achieve its' HR goals faster and more effectively.
- Staff hui are held fortnightly to improve communication from/to governance, managers and staff.
- End of Year Staff Day Out was held in December 2011. All staff participated in a walk at the Te Waihou Walkway, and then lunch and fun activities at Okoroire.
- The Executive Management Team cooked a lunch for all staff in March 2012 to show their appreciation for the hard work of the staff.

- Staff were supported and encouraged to participate in weekly waiata practice classes on Friday afternoons from 3:30 – 4pm.

3. MAINTAIN AND ENSURE AN EFFECTIVE QUALITY MANAGEMENT SYSTEM (QMS) WITH ROBUST POLICIES AND PROCEDURE MANAGEMENT

- Annual review of all QMS policies and procedures continued throughout the year.
- All organisational forms, documents and publications continued to be managed effectively.
- Internal audits completed annually and policies and/or procedures amended as required.

4 THE CORPORATE SERVICES INFORMATION TECHNOLOGY GOAL IS TO BE A LEADER IN DELIVERING COST EFFECTIVE SERVICES WHILE MAXIMISING BUSINESS UNIT OPERATIONS.

- The Tribal Register data base and registration process continues to be improved allowing for more efficient registration of members, amendment to details as required and more accurate reports.
- A more cohesive approach towards all Tribal Register matters between the Corporate Services and Trustees.
- The development of the database, policies, forms and process needed for the uri grants. This has allowed for quick logging, approving and payment of grants. Trustees have been provided with accurate uri grant reports.
- The upgrade of one of our terminal servers was completed.
- The Quickbooks accounting package was updated to the latest 2011-2012 version ensuring our accounting package is kept up to date with legislative requirements and improving reporting capabilities.
- A Helpdesk IT package was installed and our two IT support staff members were given training in the use of this package. This package allowed for more efficient logging of IT issues, and attendance to such. This also allowed for accurate review of the types of issues arising, identifying repetitive issues etc which can be investigated further.
- Our IT staff were given further training on updating the website and IT issues which can be fixed on site by staff.
- The Board intranet system has continued to be improved, meaning more streamlined, effective purchase order system, leave applications being dealt with by managers quickly, and recording of timesheets for home based support workers.

KAITAUNAKI TAIOHI – YOUTH DEVELOPMENT

VISION

Kotahi te kaupapa; hikina te rangi wairua - There is one purpose to our work; to raise the level of inspiration and potential in the lives of our youth

GOALS

- Reduce truancy
- Reduce youth offending
- Reduce drug and alcohol abuse
- Increase young people's participation in education, training and employment.

ACHIEVEMENT IN RELATION TO GOALS

1. REDUCE TRUANCY

- The Youth Worker-in-School Pilot Programme has proven to be highly successful. We are running the only Youth-Worker-in-School programme in the South Waikato, one of only two in the whole Waikato region and the only Youth-Worker-in-School programme in the country that is community driven, school-based and Iwi operated. On the 12th May 2012 this role was initiated and in the coming months the programme will extend to three other schools.
- A review of the local Tokoroa Truancy prosecution practise saw a revamp initiative developed called "TAG" (Truancy Action Group) and this group has been instrumental in the following:
 - The 'It's Not Okay to Miss a Day' community-wide truancy campaign in July 2012. Families within Tokoroa who have had a history of truant children were invited to the Community Education Expo where they were linked into support services and inspirational guest speakers who hit home the message to parents that it's not okay for parents to let their kids miss school.
 - 200 visibility stickers were hand-delivered to local shops and businesses within the CBD encouraging businesses to adopt the "My Village concept" by promoting a truant free zone and a "we as a community value education" philosophy. This delivery of visibility stickers was carried out during "Operation Tahae" by Police and Cook Island Wardens. This addition of having police officers working alongside the truancy campaign in the business setting was incredibly well-received and greatly appreciated.
 - 2,000 anti-truancy awareness packages were professionally designed and delivered for letterbox drops to targeted homes and key neighbourhoods in Tokoroa.
 - 13 local educators were honoured at the first ever Valuing Education and Educators evening. 68 local teachers and community leaders supported the event.

2. REDUCE YOUTH OFFENDING

- A review of an existing restorative justice programme/processes and research leading towards alternative action community service provision has commenced. This is a collaborative programme working in conjunction with Police, CYF, Iwi and local community organisations.
- An implementation of a non-denominational faith-based community mentoring initiative was established last month. 100 young people were involved in the Waikato Pasifika by Nature programme with mentors.
- Building capacity into Māori and Cook Island Wardens has been an on-going project.
- More than 1,300 youth accessed youth programmes in 8 months.

3. REDUCE DRUG AND ALCOHOL ABUSE

- The new Tokoroa Youth Media and Music Hub was launched during Youth Week on the 23rd May 2012.
- The South Waikato Alcohol Awareness Week was successfully launched on the second week of July. Over 150 youth were successfully engaged around this topic.
- The CLUBs after-school mentoring programme has been run now for almost 6 months for young people who need mentoring for anti-social behavioural issues. Currently 57 youth are involved in the project with 22 local heroes (mentors).
- Promotion of already existing cultural exposure noho-marae, after-school and weekend programmes eg: Ngā Taonga Takaro and Waka Taua has been important. This is being done in conjunction with the Health Manager and Health and Social Development team.

4. INCREASE YOUNG PEOPLE'S PARTICIPATION IN EDUCATION TRAINING AND EMPLOYMENT

- Our advocacy and support has contributed to the expansion of the Service Academy philosophy in Tokoroa High School. \$8,000 was allocated to this programme in July 2012.
- Youth specific job opportunities through the Work and Income skills Investment Programme has seen in the last 3 months; six youth engaged in education, eleven engaged in training and seventeen in total.
- The Pilot of the school-based indigenous leadership and development programme (with whānau support attached) was delivered successfully in October 2011 (a 23 week course) and has formed the basis for the development of the CLUBs Youth mentoring programme.



Tune in to 88.3 Fresh FM run by the Tokoroa Youth team.



TAUNAHA TIRITI – TREATY CLAIMS

VISION

To honour our tūpuna and build a future for our tamariki mokopuna.

GOALS

- Sign the Raukawa Comprehensive Deed of Settlement
- Complete overlapping claims issues with the Crown and overlapping iwi
- Progress Central North Island (CNI) Manawhenua and Crown Agreed Proportions negotiations
- Waitangi Tribunal.

1. SIGN THE RAUKAWA COMPREHENSIVE DEED OF SETTLEMENT

- Raukawa iwi members ratified the proposed draft deed of settlement in October 2011 with 94.42% voting to accept the Crown offer and 93.19% of voters supported the Raukawa Settlement Trust to manage assets after settlement.
- Raukawa and the Crown signed the Raukawa Comprehensive Deed of Settlement of Historical Claims (Raukawa DoS) on 2nd June 2012 at Aotearoa Marae. This settlement package has a total value of \$63 million.
- The Raukawa Bill is expected to be introduced to the House of Parliament before the end of 2012 with legislation being passed by May 2013 and transfer of assets to commence in June 2013.
- Transfer of the quantum and cash components of the settlement and some properties commenced in June as “early release” prior to the completion of legislation.

2. COMPLETE OVERLAPPING CLAIMS ISSUES WITH THE CROWN AND OVERLAPPING IWI

- Delays in signing the Raukawa DoS occurred due to the Crown not completing overlapping claims issues with iwi that share interests with Raukawa.
- Raukawa gained resolution of overlapping claims issues with Tūwharetoa, Ngāti Whakaue, Ngāti Korokī Kahukura and Ngāti Ranginui.
- Waitangi Tribunal resolution of overlapping issues with Te Pūmautanga o Te Arawa and Ngāti Hinerangi Trust.
- Protection of the Raukawa DoS with iwi that are in settlement negotiations.

3. PROGRESS CNI MANAWHENUA AND CROWN AGREED PROPORTIONS NEGOTIATIONS

- Ngāti Manawa will proceed with High Court action due to the inability of the eight CNI iwi to complete the allocation agreement for the Kaingaroa Crown Forest Lands (CFL) and they seek to proceed with adjudication.
- Review of the CNI Manawhenua process.
- Raukawa and Tūwharetoa agree in principle to an agreement for the Marotiri and Pureora South CFL.
- Preparation for adjudication for the Kaingaroa and Horohoro CFLs.
- The CNI Forests Iwi Collective Deed of Settlement provides for the Crown to retain a 10% shareholding in CNI Iwi Holdings Ltd.

This shareholding is to enable the Crown to:

- Provide redress to CNI claimants who are not represented by the CNI Iwi Collective;
- Provide cultural redress sites to CNI;
- Transfer to the CNI Iwi Holdings Ltd any residual land at a price to be agreed in accordance with the Deed of Settlement and;
- Where agreement is not reached over what land is included in settlement with non-collective iwi the CNI settlement legislation provides the Waitangi Tribunal to determine disputes with a land based allocation.

4. WAITANGI TRIBUNAL

- Watching brief over Te Rohe Pōtae until the Raukawa DoS becomes legislation at which time Raukawa will withdraw.
- Watching brief in Rangitikei ki Taihape, Porirua ki Manawatu and Tauranga Moana Inquiry.



Nigel Te Hiko speaking at the Deed of Settlement signing at Aotearoa Marae.



25TH ANNIVERSARY CELEBRATION OF RAUKAWA



During the year there were some major milestones achieved, but none provided more significance or enjoyment for many hundreds from our iwi and local community than the 25th anniversary of the formation of the Raukawa Māori Trust Board held in March.

The event provided an opportunity for iwi members to salute those leaders who had the courage and foresight to establish the trust board, and allow Raukawa to stand and speak on issues important to our people.

On March 24, 1987, the Raukawa Trust Board was born to promote the cultural, social and economic development for the people of the iwi. The board was also determined to have a greater voice on issues that were important to its more than 20,000 tribal members.

The 25 year milestone was celebrated at the Tokoroa Memorial Sports Ground on March 24, 2012. It marked a period of huge change and growth for the iwi that can be traced back to the humble beginnings the Raukawa Māori Trust Board.

The celebrations were a day for whānau to enjoy and included a range of music, entertainment, stalls and sports events. People from throughout the region, and from throughout Aotearoa came together to enjoy the kai, festivities and events.

Raukawa kaumātua Huirama Te Hiko paid tribute to leaders of the past who began the journey and provided the inspiration for the future. "Those leaders have left a footprint

in history that the iwi have followed. Their prints have ceased and it is the footprints that we now leave those future generations will follow," he said.

Raukawa Settlement Trust Chairperson Vanessa Eparaima acknowledged the work of all members and former leaders of the trust for the major strides taken by our iwi since that first board meeting a quarter of a century ago.

The RTB activities were transferred to what is now the Raukawa Settlement Trust, which is the parent for subsidiaries including the Raukawa Charitable Trust and Raukawa Iwi Development Ltd which manage the tribe's significant social, cultural and economic projects.

Although the organisation delivers services to the rohe, it has grown to be the largest provider of health and social services in the South Waikato. It employs more than 70 staff across business units which deal with environmental issues, te reo Māori language revitalisation, youth services and Raukawa Treaty of Waitangi Claims.

The commercial arm of the tribe – Raukawa Iwi Development Ltd, manages assets and investments valued at almost \$50 million.



RAUKAWA







TE PŪRONGO A TE TIAMANA O RAUKAWA IWI DEVELOPMENT LTD

RAUKAWA IWI DEVELOPMENT LTD CHAIRPERSON'S REPORT

It gives me great pleasure to submit the Raukawa Iwi Development Ltd (RIDL) annual report.

This will be my final report as Chair of RIDL, as I stand down from this role at the conclusion of this financial year so that I can focus on chairing the Raukawa Settlement Trust, a position I was elected to in February of this year.

I am proud to have worked with my fellow Trustees to develop a company that is well placed to achieve its commercial potential in the next phase of its development. It is with some reluctance that I stand down as we enter this exciting phase of our commercial development. However, it is the right decision and it is one I have made to ensure I can focus on the crucial role of chairing our parent entity Raukawa Settlement Trust.

The decision will ensure the chair of RIDL is focused fully on making appropriate decisions and setting the right direction for our commercial company so that it is achieving its potential as a major economic force in our region.

I am proud to hand over to the next Chair in the knowledge that we have laid strong foundations for RIDL. Key decisions and policies have been implemented to ensure a robust enterprise, guided by market best practice moving forward.

Included in this focus of laying solid foundations has been the development of an appropriate iwi structure to nurture and support economic success. A key to iwi commercial success is having clarity of mandate and agreed direction for RIDL. RST and RIDL are in a strong position with clarity regarding RIDL's responsibility for the commercial activities (and receiving the commercial redress of Treaty settlement) and with an agreed investment and distribution strategy (SIPO).

The 2011/2012 financial year marked a period of continued development and improvement for RIDL, in just the second

year since the company's formation. This financial year marks a period of considerable progress as we set about ensuring we have developed the commercial engine that provides the financial fuel to drive the social and cultural aims of our iwi.

I would like to thank former Tainui Group Holdings Chairman and newly appointed independent RIDL director John Spencer for his assistance and support to me as Chair. I also thank our board for the expertise it provided in the early stages of our commercial company's development and acknowledge Barbara Anderson who, as a founding Director, played an integral role in setting up the boards foundations before resigning in October 2011.

The appointment of our first independent director comes as a result of an agreement with RST to allow up to three independents to join our commercial company.

Independent directors provide the scope to appoint high-level commercial experts or specialists, for example in property investment or agribusiness, to ensure we are making informed decisions as we move to more active investment decisions. Independent directors also provide access to extended commercial networks.

The use of independent commercial directors has been a model embraced by the likes of Tainui and Ngai Tahu and it has helped to ensure the success of these iwi commercial companies. It is therefore a pleasure and an honour to welcome John as our first independent director. John's stellar performance as Chairman of Tainui Group Holdings gives us great optimism that he will provide significant momentum for our iwi as we enter the next stage of our commercial development.

I am pleased to also report the approval and implementation of a five-year distribution policy which provides financial

certainty for the social and cultural development of Raukawa. RIDL paid an annual dividend of \$1,500,960 (comprised of a donation to RCT and dividend to RST) this year. This increases to \$2,150,000 next year, continuing to grow to \$2,600,000 by 2017.

The dividend to the parent company provides some certainty for budgeting decisions; it also sets targets for the commercial company, while allowing for the retention of some profit to be re-invested in the company to ensure its continued growth.

Raukawa, as a result of recent settlements, has returned as a significant economic force within our region. This is a situation we will continue to improve to ensure the best returns for our people.

It is important to remember, however, that the amount we have to invest is relatively small against the many needs and expectations of our 16 marae and more than 20,000 iwi members. There must be due caution and consideration in how we invest to ensure we are protecting and growing our commercial base for this and future generations. The more than \$2 million distribution is significant; however, it must fund a range of activities including governance costs, education, kaumatua and marae grants, and special tribal events.

While our asset base has grown significantly in recent years, there must be a clear understanding that this fund will be invested and grown so that we always have a resource to drive the social and cultural requirements of our iwi. It is through sound consistent growth that we will be able to increase the level of funding for our marae and our people. It is also important for whanau to understand that it will take time and dedication to ensure a long term success. We make no apology for taking time to get our investment strategy right, so that we can ensure the long term sustainability of our commercial company for this and future generations.

The priority for RIDL in its formative years has been passive investment, with a focus on diversifying across a range of

sectors. These include New Zealand and international fixed interest investments, global and New Zealand audit equities, and specialist funds.

As is to be expected in what are very volatile national and international economic conditions, there has been mixed results from our range of investments. Despite this volatility I am pleased to report a net surplus before donations of \$3,597,455 for this financial year.

We are a long-term investor and there will be ups and downs, but over time we will see continued growth and success. We are focused on increasing operating income and we will not be deterred by market volatility.

This year marked the settlement of the comprehensive Treaty of Waitangi claim for Raukawa. Early in the next financial year, this will see \$32 million in cash transferred to RIDL. This is an amount budgeted for in distribution decisions made for future financial year. The additional funds will further enhance the investment and commercial opportunities available to us.

It has been an honour to serve as Chair of RIDL in its formative stage. We now enter a new and exciting phase of our commercial development.

The challenge before us as an iwi is to continue to grow the capability of our people to ensure the next generation leading and running our commercial affairs are all our own.

I would like to take this time to thank my fellow Directors who have shown a passion and commitment to ensuring RIDL is a company built on a foundation of stone that it may stand the tests of time.

I thank you for the privilege to lead RIDL, and I look forward to sharing alongside all of us, in the on-going growth and success of Raukawa Iwi Development Ltd.



Vanessa Eparaima

Chairperson
Raukawa Iwi Development Limited

RAUKAWA SETTLEMENT TRUST

DIRECTORY AS AT 1 JULY 2012



Nature of Business – Post Settlement Governance Entity

Address – 26-32 Campbell Street, Tokoroa

Telephone – 07 885 0260

Registered Office – 26-32 Campbell Street, Tokoroa

Accountant

Glenn Hawkins & Associates Ltd,
1135 Arawa Street, Rotorua

Auditors – KPMG, PO Box 929, Hamilton

Bankers – Westpac, Hamilton

GST – Two Monthly

Subsidiary Companies

Raukawa Charitable Trust
Raukawa Iwi Development Limited
Raukawa Settlement Trust Limited

Date of Formation

19 June 2009

Trustees

Vanessa Eparaima
John Barnett
Andrew Paul
Connie Hui
Rina Lawson
Kataraina Hodge
Waimatao Smith
Elthea Pakaru
Lorraine Uatuku
Anzacquelene (Rangitiriata) Hodge
John Edmonds
George Rangitutia
Ben Adlam
Miriata Te Hiko
Denise Puhi
Caroline Dally-Rangitoheriri
Wiremu Winika
Suzanne Swift
Jennifer Hughes
Basil Pakaru
Cheryl Pakuru
Gaylene Roberts
Grant Thompson
Chris McKenzie
Sharon Clair
Wilfred O'Brien



Kataraina Hodge
Whakamārama Marae Rep
RST Trustee
RCT Trustee



Vanessa Eparaima
Mōkai Marae Rep
RST Trustee
RIDL Chair
RSTL Director



George Rangitutia
Aotearoa Marae Rep
RST Trustee
RCT Chair
RSTL Director



Jennifer Hughes
Tāpapa Marae Rep
RST Trustee
RCT Trustee



Caroline Dally-Rangitoheri
Te Pae o Raukawa Hapū Rep
RST Trustee
RCT Trustee



Elthea Pakaru
Whakaaratamaiti Marae Rep
RST Trustee



Chris McKenzie
Te Kaokaoroa o Pātetere Hapū Rep
Treaty Lead Negotiator
RST Chair
RIDL Director
RSTL Director



Sharon Clair
Rengarenga Marae Rep
RST Trustee



Wiremu Winika
Ruapeka Marae Rep
RST Trustee



Miriata Te Hiko
Te Pae o Raukawa Hapū Rep
RST Trustee



Grant Thompson
Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee



Suzanne Swift
Wharepūhanga Hapū Rep
RST Trustee



Gaylene Roberts
Pārāwera Marae Rep
RST Trustee
RCT Trustee
RSTL Director



Rangitiriata Hodge
Te Pae o Raukawa Hapū Rep
RST Trustee



Wilfred O'Brien
Ngatira Marae Rep
RST Trustee



Andrew Paul
Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee
RIDL Director



Rina Lawson
Mangakaretu Marae Rep
RST Trustee



Cheryl Pakuru
Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee
RSTL Director



Basil Pakaru
Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee
RCT Trustee



Denise Puihi
Pāpāramu Marae Rep
RST Trustee



Lorraine Uatuku
Ōngāroto Marae Rep
RST Trustee



Waimatao Smith
Tangata Marae Rep
RST Trustee



John Edmonds
Owairaka Marae Rep
RST Trustee
RIDL Director
RSTL Director



Ben Adlam
Ukaipo Marae Rep
RST Trustee



Connie Hui
Wharepūhanga Hapū Rep
RST Trustee
RCT Trustee



John Barnett
Pikitū Marae Rep
RST Trustee

RAUKAWA SETTLEMENT TRUST GROUP STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
INCOME					
Trading Income		414,381	1,049,744	-	-
Contract income		3,021,621	3,091,321	-	-
Maori Authority Distributions Received		1,764,036	1,613,538	1,106,200	2,445,836
Dividends Received		605,956	204,437	-	-
Lease Income		35,000	-	-	-
Sundry Income		299,357	384,079	34,304	71,088
Donations Received		-	726,948	-	-
		6,140,351	7,070,067	1,140,504	2,516,924
LESS EXPENSES					
Accountancy Fees		89,881	14,318	14,200	(200)
Audit Fees		48,010	19,517	19,000	3,167
Administration		183,642	154,623	348,508	85,871
Communications		265,590	292,574	8,530	63,356
Depreciation		156,209	172,487	176	110
Depreciation Recovered		(34,394)	-	-	-
Loss on Sale of Assets		2,570	-	-	-
Facilities		210,868	296,428	21,154	40,678
General		312,181	152,492	24,565	38,319
Governance Expenses		415,158	467,919	219,822	264,332
Treaty Related Expenses		1,331,093	-	1,331,093	-
Personnel Costs		3,114,062	3,577,392	2,399	-
Programmes		70,519	77,059	-	-
Specialist Advice		675,118	729,458	207,203	370,801
Travel		294,051	266,645	37,880	1,129
Loss on Disposal of Operations		13,396	-	-	-
Total Expenses		7,147,955	6,220,913	2,234,532	867,562
Finance Income		1,596,958	1,774,769	118,778	495,089
Finance Expenses		12,120	12,471	3,412	5,053
Net Financing Income		1,584,838	1,762,298	115,367	490,036
Profit Before Distributions		577,235	2,611,452	(978,662)	2,139,399
Less Uri Distributions		427,494	-	-	-
Profit Before Income Tax		149,741	2,611,452	(978,662)	2,139,399
Taxation Expense for the Year	5	342,463	562,526	61,706	417,183
Profit/(Loss) for the Period		(192,723)	2,048,926	(1,040,367)	1,722,216
OTHER COMPREHENSIVE INCOME					
Change in fair value of investments		(463,523)	(133,920)	-	-
Total Comprehensive Income/(Loss) for the Period		(656,245)	1,915,006	(1,040,367)	1,722,216

RAUKAWA SETTLEMENT TRUST GROUP STATEMENT OF CHANGES IN TRUST FUNDS

FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
RETAINED EARNINGS					
Opening balance		3,110,720	1,061,794	2,613,219	891,003
Total Profit/(Loss) for the Period		(192,723)	2,048,926	(1,040,367)	1,722,216
		2,917,997	3,110,720	1,572,852	2,613,219
Less Distributions paid		-	-	-	-
Closing balance		2,917,997	3,110,720	1,572,852	2,613,219
RESERVES					
Opening balance		47,192,360	46,326,280	47,326,280	46,326,280
Funds Settled	11	34,705,000	1,000,000	34,705,000	1,000,000
Change in fair value of investments		(463,523)	(133,920)	-	-
Closing Balance		81,433,837	47,192,360	82,031,280	47,326,280
TOTAL TRUST FUNDS					
Opening balance		50,303,080	47,388,074	49,939,499	47,217,283
Total Comprehensive Income/(Loss) for the Period		(656,245)	1,915,006	(1,040,367)	1,722,216
Other movements		34,705,000	1,000,000	34,705,000	1,000,000
		84,351,835	50,303,080	83,604,132	49,939,499
Closing balance		84,351,835	50,303,080	83,604,132	49,939,499

RAUKAWA SETTLEMENT TRUST GROUP STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
CURRENT ASSETS					
Cash & Cash Equivalents	4	2,886,407	1,991,810	269,843	174,299
GST refund due		-	-	29,228	60,990
Taxation	5	630,396	462,407	395,300	383,307
Accounts Receivable		740,138	1,608,042	16,041	763
Accrued Interest		185,990	140,344	76,299	707
Prepayments		-	5,800	-	-
Undeposited Funds		-	4,483	-	-
RIDL Dividend Receivable		-	-	-	670,000
Treaty Advance		-	649,446	-	443,233
Treaty Settlement Property Receivable	11	1,512,000	-	1,512,000	-
Stock on Hand		-	94,565	-	-
Inter-company current accounts	9	88,071	88,071	1,009,626	1,057,237
Total Current Assets		6,043,002	5,044,966	3,308,336	2,790,534
NON-CURRENT ASSETS					
Property, plant & equipment	7	1,330,629	1,757,709	263	439
INVESTMENTS					
Shares		2	-	50,108,018	200
Managed Fund - Westpac		14,965,820	15,448,503	-	-
Managed Fund - First NZ Capital		20,693,026	20,784,477	-	-
Investment Property	8	374,070	-	-	-
Settlement Funds Advance to RIDL		-	-	-	49,107,918
Term Deposits		42,989,291	9,569,903	32,496,809	-
		79,022,209	45,802,883	82,604,827	49,108,118
INTANGIBLES					
Goodwill		-	75,000	-	-
Total Non-Current Assets		80,352,838	47,635,592	82,605,090	49,108,557
TOTAL ASSETS		86,395,840	52,680,558	85,913,426	51,899,091
CURRENT LIABILITIES					
GST due for payment		117,695	138,090	-	-
Inter-company current accounts	9	600,875	841,748	826,696	1,536,777
Accounts Payable		425,062	1,041,523	1,435,929	392,200
Accrued Expenses		417,821	345,065	39,828	29,248
Credit Cards		10,879	11,052	6,841	1,364
Income in Advance		471,674	-	-	-
Total Current Liabilities		2,044,005	2,377,478	2,309,295	1,959,590
TOTAL LIABILITIES		2,044,005	2,377,478	2,309,295	1,959,590
NET ASSETS		84,351,835	50,303,080	83,604,132	49,939,499
Represented by:					
TRUST FUNDS					
Reserves		81,433,837	47,192,360	82,031,280	47,326,280
Retained Earnings		2,917,997	3,110,720	1,572,852	2,613,219
TOTAL TRUST FUNDS		84,351,835	50,303,080	83,604,132	49,939,499

For and on behalf of the Board:



Chairperson: Vanessa Epirama
2 November 2012



Trustee: Cheryl Pakuru
2 November 2012

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These Group Financial Statements include the parent entity Raukawa Settlement Trust which is the Post Settlement Governance Entity for the Raukawa iwi and was formed by way of deed on 19 June 2009 and is domiciled in New Zealand. Raukawa Settlement Trust is the parent entity and the subsidiaries are Raukawa Iwi Development Limited, Raukawa Settlement Trust Limited and Raukawa Charitable Trust. The financial statements were authorised for issue by the Board of Trustees on 2 November 2012.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Trust, except revaluation of available for sale investments. These financial statements of Raukawa Settlement Trust Group have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZGAAP). They comply with New Zealand equivalent to International Financial Reporting Standards as appropriate for an entity that qualifies and applies differential reporting concessions.

Presentation Currency

Information is represented in New Zealand dollars and rounded to the nearest dollar.

Differential Reporting

The entity qualifies for Differential Reporting as it is not publicly accountable and it is not large as defined in the framework for differential reporting.

All differential reporting exemptions have been applied, except for the exemptions allowed under NZ IAS 18 Revenue.

Basis of Consolidation

(a) Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

(b) Transactions Eliminated on Consolidation

Intra-group balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Changes in Accounting Policies

There have been no changes in accounting policies.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(c) Property, Plant & Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant or equipment is disposed of, the gain or loss recognised in profit or loss is calculated as the difference between the net sales price and the carrying amount of the asset. Land is not depreciated.

(d) Depreciation

Depreciation is charged at the same rate as is allowable by the Income Tax Act 2007 except for buildings which are depreciated over the estimated useful life. Land is not depreciated. Depreciation is charged to the Statement of Comprehensive Income. The following rates have been used:

Buildings	2% SL
Motor Vehicles	13-30% DV
Furniture & Fittings	16-25% DV
Office Equipment	10-67% DV
Plant & Equipment	10% DV

The residual value, depreciation methods and useful lives of assets is reassessed annually.

(e) Impairment

The carrying amounts of the Group's assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

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 profit or loss.

Estimated recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the assets and discounting these items to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses are reversed when there is a change in the estimates used to determine the recoverable amount. Impairment losses are reversed through profit or loss.

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

(f) **Goods & Services Tax**

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(g) **Taxation**

The income tax expense recognised in the Statement of Comprehensive Income is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior periods.

Raukawa Settlement Trust Group is subject to income tax on net taxable income at the rate of 17.5% (2011: 19.5%). Maori Authority tax status was granted as at 1 July 2010.

(h) **Investment Property**

Investment property is valued at cost and is depreciated over its estimated useful life. Depreciation is charged through the Statement of Comprehensive Income at a rate of 2% Straight Line.

(i) **Leased Assets**

Operating leases are those which all the risks and benefits are substantially retained by the lessor. Operating lease payments are expensed in the periods the amounts are payable.

(j) **Revenue**

Revenue is recognised in the Statement of Comprehensive Income when the significant risks and rewards of ownership has been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods, or where there is continuing management involvement with the goods.

Interest income is recognised as it accrues, using the effective interest method.

Lease income is recognised on a straight line basis over the lease term.

(k) **Investment Fair Value Reserve**

The fair value reserve includes the cumulative net change in the fair value of shares classified as available-for-sale investments until the investment is sold.

(l) **Non-Derivative Financial Instruments**

Non-derivative financial instruments comprise investments in shares and bonds, trade and other receivables, cash and cash equivalents and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit or loss, directly attributable transaction costs. Subsequent to initial recognition, non-derivative financial instruments are measured as described below.

A financial instrument is recognised if the Group becomes a party to the contractual provisions of the instrument.

Financial assets are derecognised 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.

Regular way 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 derecognised if the Group's obligations specified in the contract expire or are discharged or cancelled.

Instruments at fair value through profit and loss

An instrument is classified as at fair value if it is held for trading or designated as such upon initial recognition. Shares are designated at fair value through profit or loss if the Group manages such investments and makes purchase and sale decisions based on their fair value. Shares held for trading are classified as current assets.

Upon initial recognition, attributable transaction costs are recognised in profit or loss when incurred. Subsequent to initial recognition, financial instruments at fair value through profit or loss are measured at fair value, and changes therein are recognised in profit or loss.

Available for sale financial assets

The Group's other investments in shares are classified as Available for sale financial assets. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses are recognised directly in equity. When an investment is disposed of, the cumulative gain or loss previously recognised in equity is transferred to profit or loss.

The fair value of the shares is their quoted bid price at the balance sheet date where such a price is available. Where fair value cannot be reliably measured the assets are held at historic cost.

Available for sale financial assets include Westpac and First NZ Capital Managed Funds and Term Deposits.

Other

Subsequent to initial recognition, other non-derivative financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

(m) **Accounts Receivable**

Receivables are stated at their estimated realisable value and are classified as loans and receivables. Bad debts are written off in the year in which they are identified.

(n) **Accounts Payable**

Accounts Payable represents liabilities for goods and services provided to the Group prior to the end of the financial year which are unpaid. Trade and other payables are stated at cost. The amounts are unsecured and are usually paid within 30 days of recognition.

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

(o) **Accrued Revenue**

Revenue is recognised as income when received or accrued in respect of the period in which it was earned. Interest revenue has been accrued to balance date.

(p) **Employee Benefits**

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

(q) **Cash & Cash Equivalents**

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value. Cash and cash equivalents are classified as loans and receivables or other non-derivative liabilities.

(r) **Credit Risk**

Cash and Term Deposits are held with Westpac NZ and BNZ and ASB Bank at balance date. Bonds are subordinated and unsecured at balance date.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2011:\$0). Raukawa Settlement Trust Group has not granted any securities in respect of liabilities payable by any other party whatsoever.

3. CONTINGENT ASSETS

CNI Forest Assets

As a beneficiary of the CNI Iwi Holdings Trust, Raukawa Settlement Trust will be entitled to receive title to specific forests land currently held by the CNI Iwi Holdings Trust. The exact land eligible to be transferred will be determined through the Mana Whenua process which is currently underway between the eight Iwi beneficiaries of the CNI Iwi Holdings Trust. Once this due process is completed and there is unanimous agreement by the trustees of the CNI Iwi Holdings Trust, then land may be transferred. Raukawa Settlement Trust has the right after 2044 to receive all income directly generated from its forests land and the return of full control of this land to the trust. As Raukawa Settlement Trust does not have control or has yet to specifically identify what land will be distributed to the trust, no assets has been recognised in these financial statements.

Cultural Re-dress Properties

As part of the 2012 Comprehensive Treaty Settlement, Raukawa Settlement Trust will receive a number of "Cultural Re-dress Properties" once certain conditions have been met, namely the passing of legislation to allow the transfer. Given that there are still conditions to the transfer of these assets (i.e: the passing of government legislation) no asset has been recognised in the financial statements.

4. CASH AND CASH EQUIVALENTS

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Westpac - Cheque Account	2,034,791	(95,755)	231,380	4,140
Westpac - Savings Account	410,443	938,764	7,836	169,256
Westpac - Security Fund	131,145	903	-	-
Westpac - Liquidity Fund	277,279	-	-	-
ASB - Cheque	(10)	-	-	-
BNZ - On Call Savings	1,253	-	-	-
Westpac - RSTL Operations	9,505	-	-	-
Westpac - ND3L Imprest Account	792	-	-	-
Westpac - Treaty Accounts	(9,418)	1,147,898	-	-
ANZ Call Account	30,627	-	317	903
Westpac - RSTL Operations	-	-	30,310	-
	2,886,407	1,991,810	269,843	174,299

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

5. TAXATION

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Profit before taxation	149,741	2,611,452	(978,661)	2,139,399
Permanent Differences:				
Less Excluded PIE income	(254,481)	-	-	-
Add Loss in tax exempt subsidiary	889,457	-	-	-
Add Taxable FIF income	78,578	-	-	-
Add Non-deductible Expenses	1,093,636	273,296	1,331,179	-
Total Taxable Income	1,956,932	2,884,748	352,518	2,139,399
Income Tax Expense	342,463	562,526	61,706	417,183
Income Tax Expense on Profit	342,463	562,526	61,706	417,183
The Taxation Charge is Represented by				
Current year tax	342,463	562,526	61,706	417,183
	342,463	562,526	61,706	417,183
Tax Payable				
Current year tax	342,463	562,526	61,706	417,183
Less				
RWT credits	223,420	545,133	14,080	167,886
Imputation Credits	126,893	-	-	-
Tax adjustments	(9,493)	-	-	-
Maori Authority Tax Credits	313,143	314,642	215,239	476,938
Other Tax Credits	12,154	-	-	-
Outstanding from prior years	306,739	165,158	227,686	155,665
Total Tax to be Refunded	(630,393)	(462,406)	(395,299)	(383,306)

6. MAORI AUTHORITY CREDIT ACCOUNT

At balance date Maori authority credits available were:

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Opening Balance	1,227,452	371,499	1,016,323	371,499
Maori Authority Credits attached to Dividends paid	(215,239)	(162,298)	-	-
Imputation Credits attached to Dividends received	84,996	52,631	-	-
Maori Authority Credits Received	528,382	476,938	215,239	476,938
RWT paid	267,971	488,682	14,080	167,886
Terminal tax paid/(refunded)	(155,665)	-	(155,665)	-
Closing Balance	1,737,897	1,227,452	1,089,977	1,016,323

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

7. PROPERTY, PLANT & EQUIPMENT

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Buildings				
At cost	879,929	1,264,929	-	-
Less accumulated depreciation	(19,915)	(15,546)	-	-
	860,014	1,249,383	-	-
Current year depreciation	15,299	15,546	-	-
	15,299	15,546	-	-
Motor Vehicles				
At cost	562,060	468,852	-	-
Less accumulated depreciation	(166,000)	(91,639)	-	-
	396,060	377,213	-	-
Current year depreciation	101,840	91,639	-	-
	101,840	91,639	-	-
Furniture & Fittings				
At cost	39,686	49,464	-	-
Less accumulated depreciation	(11,529)	(8,551)	-	-
	28,157	40,913	-	-
Current year depreciation	5,422	8,551	-	-
	5,422	8,551	-	-
Office Equipment				
At cost	116,836	122,184	549	549
Less accumulated depreciation	(82,985)	(52,883)	(286)	(110)
	33,851	69,301	263	439
Current year depreciation	32,254	52,883	176	110
	32,254	52,883	176	110
Plant & Equipment				
At cost	15,490	24,767	-	-
Less accumulated depreciation	(2,943)	(3,868)	-	-
	12,547	20,899	-	-
Current year depreciation	1,394	3,868	-	-
	1,394	3,868	-	-
Total Property, Plant & Equipment	1,330,629	1,757,709	263	439
Total Depreciation for the year	156,209	172,487	176	110

8. INVESTMENT PROPERTIES

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
30-34 Commerce Street, Tokoroa				
Cost	385,000	-	-	-
Accumulated Depreciation	(10,930)	-	-	-
	374,070	-	-	-

The investment property is leased under an operating lease with the lease income recognised in the profit and loss. Fair value of the investment property has been determined to be \$385,000.

RAUKAWA SETTLEMENT TRUST GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

9. RELATED PARTY LOANS

	G R O U P		P A R E N T	
	2012	2011	2012	2011
	\$	\$	\$	\$
Raukawa Settlement Trust	0	0	-	-
Raukawa Settlement Trust Limited	-	0	201,064	159,641
Raukawa Charitable Trust	0	0	808,563	867,715
Raukawa Iwi Development Limited	-	-	(187,912)	(454,761)
Rotab Investments Limited	88,071	88,071	-	-
Raukawa Trust Board	(600,875)	(841,748)	(638,784)	(1,082,018)
New Dawn 3 Limited	-	-	-	29,879
TOTAL	(512,805)	(753,677)	182,930	(479,544)

During the year Raukawa Settlement Trust Group:

- Received allocated costs from Raukawa Trust Board of \$5,566. (2011: \$81,865).

As at 30 June 2012, Raukawa Settlement Trust Group had:

- Accounts receivable from Raukawa Trust Board of \$19,460

This amount is included in Accounts Receivable.

All transactions were made under normal business conditions on an arms length basis.

10. OPERATING LEASE COMMITMENTS

	G R O U P		P A R E N T	
	2012	2011	2012	2011
	\$	\$	\$	\$
Leases as Lessee				
Non-cancellable operating leases receivable:				
Less than one year	38,034	59,444	-	-
Two to five years	32,419	58,916	-	-
	70,453	118,359	-	-

11. TREATY PROPERTY RECEIVABLE

Treaty settlement properties receivable relates to cultural early release properties at:

- Domain Road, Putaruru	\$477,000
- 93 Tirau Street, Putaruru	\$570,000
- 16 Bridge Street, Tokoroa	\$465,000
Total Treaty Property Receivable	\$1,512,000

The properties are recorded at the values attributed to them in the settlement process and will be transferred to the group at a future date once transfer of title has been completed.

During the year, Raukawa Settlement Trust also received Treaty Settlement funds of \$33,193,000. This was made up of Comprehensive Settlement funds of \$32,193,000 and River Settlement funds of \$1,000,000.

12. CAPITAL COMMITMENTS

There are no capital commitments at balance date. (2011: \$0)

13. SUBSEQUENT EVENTS

There are no significant events subsequent to balance date.

14. EXPLANATION OF TRANSITION TO NZ IFRS

These are the trust's first financial statements prepared in accordance with NZ IFRS.

The accounting policies set out in the notes to the financial statements have been applied in preparing financial statements for the year ended 30 June 2012, the comparative information presented for the year ended 30 June 2011 and in the preparation of an opening NZ IFRS Balance Sheet at 1 June 2010 (the Company's date of transition).

In preparing its opening NZ IFRS Balance sheet and restating the 2012 financial statements, the Trust has adjusted amounts reported previously in financial statements prepared in accordance with its old basis of accounting (previous NZ GAAP). An explanation of how the transition from previous basis of accounting to NZ IFRS has affected the Trust's financial position and financial performance is set out in the following tables and the notes that accompany the tables.

Group Reconciliation of equity

	NOTE	TRANSITION BALANCE SHEET 1 JULY 2010			COMPARATIVE BALANCE SHEET 30 JUNE 2011		
		PREVIOUS FINANCIAL STATEMENTS \$	EFFECT OF ERROR \$	NZIFRS \$	PREVIOUS FINANCIAL STATEMENTS \$	EFFECT OF ERROR \$	NZIFRS \$
Assets							
Current assets	a	40,234,367	307,779	40,542,146	4,577,076	467,892	5,044,968
Non-current assets		7,000,000	-	7,000,000	47,385,480	250,112	47,635,592
Total Assets		47,234,367	307,779	47,542,146	51,962,556	718,004	52,680,560
Liabilities							
Current liabilities	a	17,084	136,988	154,072	2,458,759	(81,278)	2,377,481
Non-Current Liabilities		-	-	-	-	-	-
Total Liabilities		17,084	136,988	154,072	2,458,759	(81,278)	2,377,481
Net Assets		47,217,283	170,791	47,388,074	49,503,797	799,282	50,303,079
Equity							
Reserves		-	46,326,280	46,326,280	(133,920)	47,326,280	47,192,360
Retained Earnings	a	47,217,283	(46,155,489)	1,061,794	49,637,717	(46,526,997)	3,110,720
Total Equity		47,217,283	170,791	47,388,074	49,503,797	799,283	50,303,080

Group Reconciliation of profit for the year ended 30 June 2011

	PREVIOUS FINANCIAL STATEMENTS \$	EFFECT OF ERROR \$	NZIFRS \$
Revenue	4,771,206	2,298,861	7,070,067
Less Expenses	2,788,246	3,432,668	6,220,914
Net Financing Income	-	1,762,299	1,762,299
Profit/(loss) Before Income Tax	1,982,960	628,492	2,611,452
Taxation Expense for year	562,526	-	562,526
Profit/(loss) for the period	1,420,434	628,492	2,048,926
Other comprehensive income			
Other comprehensive income	-	-	-
Changes in fair value of investments	-	(133,920)	(133,920)
Total comprehensive income/(loss) for the period	1,420,434	494,572	1,915,006

Effect of transition to NZ IFRS

- a) Previously Raukawa Settlement Trust had not consolidated the Raukawa Charitable Trust into the group accounts. Upon review of the trust deed of Raukawa Charitable Trust it is evident that Raukawa Settlement Trust has control over, and obtain benefits from, Raukawa Charitable Trust. Therefore the results of Raukawa Charitable Trust should have been consolidated in to the Raukawa Settlement Trust group results in both the transition balance sheet and the comparative financial statements. The impact of this error on the prior periods is disclosed in the above table.

There are no other reconciliation differences upon transition from NZ GAAP to NZ IFRS.

Parent Reconciliation of equity/profit

There are no reconciliation differences in the numbers of the parent on transition to NZ GAAP to NZ IFRS.



INDEPENDENT AUDITOR'S REPORT

TO THE BENEFICIARIES OF RAUKAWA SETTLEMENT TRUST GROUP

We have audited the accompanying financial statements of Raukawa Settlement Trust Group ("the trust and group"), comprising the trust and its subsidiaries, on pages 32 to 41. The financial statements comprise the statements of financial position as at 30 June 2012, the statements of comprehensive income and changes in trust funds for the year then ended, and a summary of significant accounting policies and other explanatory information, for both the trust and the group.

Trustees' responsibility for the trust and group financial statements

The trustees are responsible for the preparation and fair presentation of trust and group financial statements in accordance with generally accepted accounting practice in New Zealand, and for such internal control as the trustees determine is necessary to enable the preparation of trust and group financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these trust and group financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the trust and group financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the trust and group financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trust and group's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust and group's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

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

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

Opinion

In our opinion the financial statements on pages 32 to 41 present fairly, in all material respects, the financial position of the trust and the group as at 30 June 2012 and the financial performance of the trust and the group for the year then ended, in accordance with generally accepted accounting practice in New Zealand.

Other matter

The financial statements of Raukawa Settlement Trust and the group, for the year ended 30 June 2011, were audited by another auditor who expressed an unmodified opinion on those statements on 16 April 2012.

2 November 2012
Hamilton

RAUKAWA CHARITABLE TRUST

DIRECTORY AS AT 1 JULY 2012

Nature of Business

Charitable Trust, to administer funds for the charitable benefit of the Raukawa Iwi

Charity Registration Number - CC43318

Postal Address - Private Bag 8, Tokoroa 3444

Registered Office - 26-32 Campbell Street, Tokoroa

Putaruru Office - 15/16 Princes Street, Putaruru

Matamata Office - 10 Tui Street, Matamata

Te Awamutu Office - 77 Jackson Street, Te Awamutu

Accountant

Glenn Hawkins & Associates Ltd,
1135 Arawa Street, Rotorua

Auditors - KPMG, PO Box 929, Hamilton

Bankers - Westpac, Hamilton

GST - Two Monthly

Trustees

Kataraina Hodge

George Rangitutia

Caroline Dally-Rangitoheri

Jennifer Hughes

Gaylene Roberts

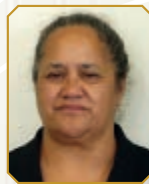
Basil Pakaru

Connie Hui

Ben Adlam (Resigned 05/12/11)



George Rangitutia
Aotearoa Marae Rep
RST Trustee
RCT Chair
RSTL Director



Kataraina Hodge
Whakamārama Marae Rep
RST Trustee
RCT Trustee



Jennifer Hughes
Tāpapa Marae Rep
RST Trustee
RCT Trustee



Caroline Dally-Rangitoheri
Te Pae ō Raukawa Hapū Rep
RST Trustee
RCT Trustee



Ben Adlam
Ūkaipo Marae Rep
RST Trustee



Connie Hui
Wharepūhanga Hapū Rep
RST Trustee
RCT Trustee



Gaylene Roberts
Pārāwera Marae Rep
RST Trustee
RCT Trustee
RSTL Director



Basil Pakaru
Te Kaokaoroa ō Pātetere Hapū Rep
RST Trustee
RCT Trustee

RAUKAWA CHARITABLE TRUST STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2012

	P A R E N T	
	2012 \$	2011 \$
INCOME		
Contracts	3,021,621	3,091,321
Insulation	910,932	1,513,939
Recoveries	278,318	259,811
Donations - Raukawa Iwi Development Limited	460,000	600,683
Donations - Raukawa Trust Board	-	670,672
Sundry Income	326,681	230,840
	4,997,552	6,367,266
Less Direct Expenses	585,345	859,883
Gross Surplus	4,412,207	5,507,383
LESS OPERATING EXPENSES		
Accountancy Fees	68,281	9,244
Audit Fees	8,410	8,750
Administration	67,143	64,260
Communications	236,400	192,586
Depreciation	46,101	66,192
Facilities	265,953	310,076
Koha	470	870
General	352,417	169,055
Governance	108,417	80,648
Personnel Costs	3,034,628	3,261,183
Specialist Advice	329,152	247,433
Travel	335,043	306,230
FINANCE		
Financing Income	(13,973)	3,405
Finance Expenses	7,781	3,472
Net Financing Costs	(21,754)	(67)
Total Operating Expenses	4,874,169	4,716,594
Total Operating Loss before Distributions	(461,962)	790,789
Less Uri Distributions	427,494	-
Net Surplus/(Deficit) attributable to the beneficiaries of the Trust	(889,456)	790,789
OTHER COMPREHENSIVE INCOME	-	-
Total Comprehensive Income/(Loss) attributable to the beneficiaries of the Trust	(889,456)	790,789

RAUKAWA CHARITABLE TRUST STATEMENT OF CHANGES IN TRUSTEES' EQUITY

FOR THE YEAR ENDED 30 JUNE 2012

	P A R E N T	
	2012 \$	2011 \$
Retained Earnings at Start of Year	961,580	170,791
Total Comprehensive Loss for the Period attributable to the beneficiaries of the Trust	(889,456)	790,789
	72,124	961,580
Retained Earnings at End of Year	72,124	961,580

RAUKAWA CHARITABLE TRUST STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2012

	NOTE	P A R E N T	
		2012 \$	2011 \$
CURRENT ASSETS			
Westpac - Cheque Account		986,141	-
Westpac - Savings Account		205,760	501,645
Taxation		-	9,493
Accounts Receivable		2,033,431	1,088,512
Prepayments		-	5,800
Undeposited Funds		-	4,483
Treaty Claims Loan		-	206,213
Donation - Raukawa Iwi Development Limited		-	600,683
Stock on Hand		-	62,729
Total Current Assets		3,225,332	2,479,558
NON-CURRENT ASSETS			
Fixed Assets	5	122,404	168,505
TOTAL ASSETS		3,347,736	2,648,063
CURRENT LIABILITIES			
Westpac - Cheque Account		-	37,022
Westpac - Treaty Accounts		9,418	131,185
GST Due for payment		181,326	181,796
Accounts Payable		295,131	396,470
Accrued Expenses		349,909	283,077
Credit Cards		4,038	506
Income in Advance		621,674	-
Related Party Loans	6	1,814,116	656,427
Total Current Liabilities		3,275,612	1,686,483
TOTAL LIABILITIES		3,275,612	1,686,483
NET ASSETS		72,124	961,580
Represented by:			
TRUSTEES' FUNDS			
Retained Earnings		72,124	961,580
TOTAL TRUSTEES' FUNDS		72,124	961,580

For and on behalf of the Trustees:


Chairperson: Kataraina Hodge
2 November 2012

Trustee: Jennifer Hughes
2 November 2012

RAUKAWA CHARITABLE TRUST NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These are the financial statements of Raukawa Charitable Trust ('the Trust'). Raukawa Charitable Trust is a charitable trust and was formed by way of deed and is domiciled in New Zealand. The trust was registered as a charity under the Charities Act 2005 on 8 January 2010. The financial statements were authorised for issue by the Board of Trustees on 2 November 2012.

The Trust's parent entity is the Raukawa Settlement Trust. The trustees of the Charitable Trust are also on the Board of the Parent.

The Trust is a public benefit entity for the purpose of New Zealand Equivalents to International Financial Reporting Standards.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Trust. These financial statements of Raukawa Charitable Trust have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZGAAP). They comply with New Zealand equivalent to International Financial Reporting Standards as appropriate for an entity that qualifies and applies differential reporting concessions. For this purpose, the Trust has designated itself as not-for-profit.

Presentation Currency

Information is represented in New Zealand dollars and rounded to the nearest dollar.

Differential Reporting

The entity qualifies for Differential Reporting as it is not publicly accountable and it is not large as defined in the framework for differential reporting. All differential reporting exemptions have been applied, except for the exemptions allowed under IAS 18 Revenue.

Changes in Accounting Policies

There have been no changes to accounting policies.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(a) Property, Plant & Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant or equipment is disposed of, the gain or loss recognised in the Statement of Comprehensive Income is calculated as the difference between the net sales price and the carrying amount of the asset.

(b) Depreciation

Depreciation is charged at the same rate as is allowable by the Income Tax Act 2007 except for buildings which are depreciated over the estimated useful life. Depreciation is charged to the Statement of Comprehensive Income. The following rates have been used:

Buildings	10%	DV
Motor Vehicles	13-20%	DV
Furniture & Fittings	16-25%	DV
Office Equipment	10-50%	DV
Plant & Equipment	10%	DV

The residual value, depreciation methods and useful lives of assets is reassessed annually.

(c) Impairment

The carrying amounts of the Trust's assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

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 Statement of Comprehensive Income.

Estimated recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the assets and discounting these items to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses are reversed when there is a change in the estimates used to determine the recoverable amount. Impairment losses are reversed through Statement of Comprehensive Income.

(d) Goods & Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(e) Taxation

Raukawa Charitable Trust is registered under the Charities Act 2005 and therefore is exempt from income tax under Section CW41 of the Income Tax Act 2007.

RAUKAWA CHARITABLE TRUST NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

(f) **Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the first-in, first-out (FIFO) method.

(g) **Leased Assets**

Operating leases are those which all the risks and benefits are substantially retained by the lessor. Operating lease payments are expensed in the periods the amounts are payable.

(h) **Revenue**

Government contract revenue is recognised initially as income in advance at fair value when there is reasonable assurance that this will be received and that the Trust will comply with the conditions associated with the grant. Contracts that compensate the Trust for expenses incurred are recognised in the Statement of Comprehensive Income as income on a systematic basis in the same periods in which the expenses are incurred.

(i) **Accounts Receivable**

Receivables are stated at their estimated net realisable value and are classified as loans and receivables. Bad debts are written off in the year in which they are identified.

(j) **Accounts Payable**

Accounts Payable represents liabilities for goods and services provided to the Trust prior to the end of the financial year which are unpaid. Trade and other payables are stated at cost. The amounts are unsecured and are usually paid within 30 days of recognition.

(k) **Employee Benefits**

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Trust has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

(l) **Cash & Cash Equivalents**

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value. Cash and cash equivalents are classified as loans and receivables or other non-derivative liabilities.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2011:\$0). Raukawa Charitable Trust has not granted any securities in respect of liabilities payable by any other party whatsoever.

3. CONTINGENT ASSETS

At balance date there are no known contingent assets (2011: \$0).

4. SECURITIES AND GUARANTEES

The bank overdraft is secured by a floating charge over the whole of the entity's undertakings, up to a maximum of \$280,000. The interest rate at balance date was 4.70%.

RAUKAWA CHARITABLE TRUST NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

5. PROPERTY, PLANT & EQUIPMENT

	P A R E N T	
	2012 \$	2011 \$
Buildings		
At cost	24,929	24,929
Less accumulated depreciation	(4,737)	(2,493)
	20,192	22,436
Current year depreciation	2,244	2,493
Motor Vehicles		
At cost	41,673	41,673
Less accumulated depreciation	(12,761)	(6,601)
	28,912	35,072
Current year depreciation	6,160	6,601
Furniture & Fittings		
At cost	39,686	39,686
Less accumulated depreciation	(11,529)	(6,107)
	28,157	33,579
Current year depreciation	5,422	6,107
Office Equipment		
At cost	112,919	112,919
Less accumulated depreciation	(80,323)	(49,442)
	32,596	63,477
Current year depreciation	30,881	49,442
Plant & Equipment		
At cost	15,490	15,490
Less accumulated depreciation	(2,943)	(1,549)
	12,547	13,941
Current year depreciation	1,394	1,549
Total Property, Plant & Equipment	122,404	168,505
Total Depreciation for the year	46,101	66,192

6. RELATED PARTY LOANS

	P A R E N T	
	2012 \$	2011 \$
Raukawa Settlement Trust	(808,561)	(867,715)
Raukawa Iwi Development Limited	(1,043,467)	(28,981)
Raukawa Trust Board	37,912	240,269
TOTAL	(1,814,116)	(656,427)

During the year Raukawa Charitable Trust:

- Received allocated costs from Raukawa Settlement Trust of \$363,621. (2011: \$105,814)
- Received allocated costs from Raukawa Iwi Development Limited of \$51,040. (2011: \$55,085)
- Received allocated costs from Raukawa Trust Board of \$5,566. (2011: \$81,865)
- Received allocated costs from New Dawn 3 Limited of \$9,073. (2011: \$39,132)
- Received a donation from Raukawa Iwi Development Limited of \$610,000. (2011: \$600,683)
- Paid property and vehicle leases to Raukawa Iwi Development Limited of \$191,319. (2011: \$190,849)

As at 30 June 2012, Raukawa Charitable Trust had:

- Accounts receivable from Raukawa Trust Board of \$19,460
- Accounts receivable from Raukawa Iwi Development Limited of \$11,415
- Accounts receivable from Raukawa Settlement Trust of \$1,406,063
- Accounts payable to Raukawa Settlement Trust of \$7,580

These amounts are included in Accounts Receivable and Accounts Payable respectively.

All transactions were made under normal business conditions on an arms length basis.

RAUKAWA CHARITABLE TRUST NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

7. OPERATING LEASE COMMITMENTS

Leases as Lessee

Non-cancellable operating lease rentals are payable as follows:

	P A R E N T	
	2012 \$	2011 \$
Less than one year	306,495	172,016
Between one and five years	135,998	298,923
More than five years	-	-
	442,493	470,939

8. CAPITAL COMMITMENTS

There are no capital commitments at balance date.

9. SUBSEQUENT EVENTS

There are no significant events subsequent to balance date.

10. TRANSITION TO NZ IFRS

These are the trust's first financial statements prepared in accordance with NZ IFRS.

The accounting policies set out in the notes to the financial statements have been applied in preparing financial statements for the year ended 30 June 2012, the comparative information presented for the year ended 30 June 2011 and in the preparation of an opening NZ IFRS Balance sheet at 1 July 2010 (the Trust's date of transition).

There are no reconciliation differences on transition from NZ GAAP to NZ IFRS.



INDEPENDENT AUDITOR'S REPORT

TO THE BENEFICIARIES OF RAUKAWA CHARITABLE TRUST

We have audited the accompanying financial statements of Raukawa Charitable Trust ("the trust") on pages 44 to 49. The financial statements comprise the statement of financial position as at 30 June 2012, the statements of comprehensive income and changes in trust funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' responsibility for the financial statements

The trustees are responsible for the preparation and fair presentation of financial statements in accordance with generally accepted accounting practice in New Zealand, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

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

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

Opinion

In our opinion the financial statements on pages 44 to 49 present fairly, in all material respects, the financial position of the trust as at 30 June 2012 and its financial performance for the year then ended, in accordance with generally accepted accounting practice in New Zealand.

Other matter

The financial statements of Raukawa Charitable Trust, for the year ended 30 June 2011, were audited by another auditor who expressed an unmodified opinion on those statements on 16 April 2012.

2 November 2012
Hamilton

RAUKAWA IWI DEVELOPMENT LIMITED

DIRECTORY AS AT 1 JULY 2012

Nature of Business - Investment company

Address - 26 - 32 Campbell Street, Tokoroa

Telephone - 07 885 0260

Registered Office - 26 - 32 Campbell Street, Tokoroa

Accountant
Glenn Hawkins & Associates Ltd,
1135 Arawa Street, Rotorua

Auditors - KPMG, Hamilton

Bankers - Westpac, Hamilton

GST - Two Monthly

Date of Formation - 17 June 2010

Shareholders

Raukawa Settlement Trust Limited, 100 ordinary shares

Associated Entities

Raukawa Settlement Trust
Raukawa Charitable Trust
Raukawa Trust Board & Subsidiaries
New Dawn 3 Limited
Raukawa Settlement Trust Limited

Directors

John Edmonds
Vanessa Eparaima - Chairperson
Christopher McKenzie
Andrew Paul

Shares

100



Vanessa Eparaima

Mōkai Marae Rep
RST CHAIR
RIDL Chair
RSTL Director



John Edmonds

Owairaka Marae Rep
RST Trustee
RIDL Director
RSTL Director



Chris McKenzie

Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee
RIDL Director
RSTL Director



Andrew Paul

Te Kaokaoroa o Pātetere Hapū Rep
RST Trustee
RIDL Director

RAUKAWA IWI DEVELOPMENT LIMITED GROUP
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
INCOME					
Trading Income		88,794	395,688	-	-
CNI Distribution		1,764,036	-	1,764,036	-
Dividends Received		605,956	204,437	605,956	204,437
Lease Income		218,684	200,021	218,684	200,021
Sundry Income		16,788	613	16,788	613
		2,694,258	800,759	2,605,464	405,071
LESS EXPENSES					
Accountancy Fees		7,400	4,149	6,000	-
Audit Fees		20,600	6,000	20,000	3,000
Administration		124,725	158,192	115,153	116,271
Communications		20,659	24,391	18,345	2,130
Depreciation		109,932	106,185	109,932	71,791
Depreciation Recovered		(34,394)	-	-	-
Loss on sale of assets		2,570	-	-	-
Facilities		19,380	58,835	4,201	6,924
General		5,248	7,081	4,285	2,056
Governance expenses		86,920	93,729	86,920	93,729
Personnel Costs		77,037	197,592	1,287	30,661
Specialist Advice		138,762	91,245	135,508	90,241
Travel		9,192	13,138	9,692	-
Total Expenses		588,031	760,537	511,323	416,803
Finance Income		1,492,154	1,276,159	1,487,617	1,269,978
Finance Expenses		926	1,074	269	(1)
Net Financing Income		1,491,228	1,275,085	1,487,348	1,269,979
Profit Before Donations		3,597,455	1,315,307	3,581,489	1,258,247
Donations		610,000	600,683	610,000	600,683
Loss on disposal of operations		13,396	-	-	-
Profit Before Income Tax		2,974,059	714,624	2,971,489	657,564
Taxation Expense for the Year		495,996	145,343	491,512	128,225
Profit for the Period		2,478,063	569,281	2,479,977	529,339
OTHER COMPREHENSIVE INCOME					
Change in fair value of available for sale assets		(463,523)	(133,920)	(463,523)	(133,920)
Total Comprehensive Income for the Period		2,014,540	435,361	2,016,454	395,419

RAUKAWA IWI DEVELOPMENT LIMITED GROUP

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
RETAINED EARNINGS					
Opening balance		(100,719)	-	(140,661)	-
Total Profit for the Period		2,478,063	569,281	2,479,977	529,339
		2,377,344	569,281	2,339,316	529,339
Less Distributions paid		(890,961)	(670,000)	(890,961)	(670,000)
Closing balance		1,486,383	(100,719)	1,448,355	(140,661)
RESERVES					
Opening balance		(133,920)	-	(133,920)	-
Change in fair value of available for sale assets		(463,523)	(133,920)	(463,523)	(133,920)
Closing Balance		(597,443)	(133,920)	(597,443)	(133,920)
SHARE CAPITAL					
Opening balance		100	-	100	-
Capital introduced		50,107,918	100	50,107,918	100
Closing balance		50,108,018	100	50,108,018	100
TOTAL EQUITY					
Opening balance		(234,539)	-	(274,481)	-
Total Comprehensive Income for the Period		2,014,540	435,361	2,016,454	395,419
Capital introduced		50,107,918	100	50,107,918	100
		51,887,919	435,461	51,849,891	395,519
Less Distributions paid		(890,961)	(670,000)	(890,961)	(670,000)
Closing balance		50,996,958	(234,539)	50,958,930	(274,481)

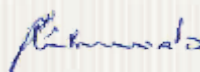
RAUKAWA IWI DEVELOPMENT LIMITED GROUP
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
CURRENT ASSETS					
Cash & Cash Equivalents	4	1,434,081	1,542,282	1,434,081	1,528,086
GST refund due		34,403	-	33,850	-
Taxation	5	397,393	231,859	418,995	248,977
Accounts Receivable		21,759	260,976	-	146,176
Accrued Interest		109,691	139,637	109,691	139,637
New Dawn 3 Limited Current Assets		-	-	660	-
Stock on Hand		-	31,836	-	-
Inter-company current accounts	10	1,319,447	612,947	1,281,320	785,654
Total Current Assets		3,316,774	2,819,537	3,278,597	2,848,530
NON-CURRENT ASSETS					
Property, plant & equipment	7	1,207,962	1,588,765	1,207,962	1,507,159
INVESTMENTS					
Shares		2	-	102	100
Managed Fund - Westpac		14,965,820	15,448,503	14,965,820	15,448,503
Managed Fund - First NZ Capital		20,693,026	20,784,477	20,693,026	20,784,477
Investment Property	8	374,070	-	374,070	-
Term Deposits		10,492,482	9,569,903	10,492,482	9,569,903
		46,525,400	45,802,883	46,525,500	45,802,983
INTANGIBLES					
Goodwill		-	75,000	-	-
Total Non-Current Assets		47,733,362	47,466,648	47,733,462	47,310,142
TOTAL ASSETS		51,050,136	50,286,185	51,012,059	50,158,672
CURRENT LIABILITIES					
GST due for payment		-	10,186	-	2,552
Accounts Payable		25,097	690,121	25,047	637,634
Accrued Expenses		28,083	39,524	28,083	12,074
Credit Cards		-	2,975	-	2,975
Raukawa Settlement Trust		-	49,107,918	-	49,107,918
Provision For Dividend		-	670,000	-	670,000
Total Current Liabilities		53,180	50,520,724	53,130	50,433,153
TOTAL LIABILITIES		53,180	50,520,724	53,130	50,433,153
NET ASSETS/(LIABILITIES)		\$50,996,956	(\$234,539)	\$50,958,929	(\$274,481)
EQUITY					
Share capital		50,108,018	100	50,108,018	100
Reserves		(597,443)	(133,920)	(597,443)	(133,920)
Retained Earnings		1,486,383	(100,719)	1,448,355	(140,661)
TOTAL EQUITY		\$50,996,958	(\$234,539)	\$50,958,930	(\$274,481)

For and on behalf of the Board:



Chairperson: Vanessa Eparaima
30 October 2012



Director: John Edmonds
30 October 2012

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These are the financial statements of Raukawa Iwi Development Limited Group ('the company'). Raukawa Iwi Development Limited Group is a company incorporated in New Zealand registered under the Companies Act 1993. Raukawa Iwi Development Limited Group is engaged in the business of Investment.

The financial statements of Raukawa Iwi Development Limited Group have been prepared in accordance with the reporting requirements of Section 11 of the Financial Reporting Act 1993.

Raukawa Iwi Development Limited Group is a subsidiary of Raukawa Settlement Trust Limited. The ultimate parent of the group is Raukawa Settlement Trust.

The financial statements were authorised for issue by the Board of Directors on 30 October 2012.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis, except for investments which are revalued to fair value. These financial statements of Raukawa Iwi Development Limited Group have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with New Zealand equivalent to International Financial Reporting Standards as appropriate for an entity that qualifies and applies differential reporting concessions. For this purpose, the Company has designated itself as profit-orientated.

Presentation Currency

The information is presented in New Zealand dollars, rounded to the nearest dollar.

Differential Reporting

Raukawa Iwi Development Limited Group is a qualifying entity in that it qualifies for Differential Reporting as it is not publicly accountable and it is not large as defined in the framework for differential reporting.

All differential reporting exemptions have been applied, except for the exemptions allowed under NZ IAS 18 Revenue.

Basis of Consolidation

(a) Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

(b) Transactions Eliminated on Consolidation

Intra-group balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Changes in Accounting Policies

There have been no changes in accounting policies.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(c) Property, Plant & Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant or equipment is disposed of, the gain or loss recognised in profit or loss is calculated as the difference between the net sales price and the carrying amount of the asset. Land is not depreciated.

(d) Depreciation

Depreciation is charged at the same rate as is allowable by the Income Tax Act 2007 except for buildings which are depreciated over the estimated useful life. Land is not depreciated. Depreciation is charged to the Statement of Comprehensive Income. The following rates have been used:

Buildings	SL 2%
Motor Vehicles	DV 30%
Office Equipment	DV 50-67%

The residual value, depreciation methods and useful lives of assets is reassessed annually.

(e) Impairment

The carrying amounts of the Group's assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

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 Statement of Comprehensive Income.

Estimated recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the assets and discounting these items to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses are reversed when there is a change in the estimates used to determine the recoverable amount. Impairment losses are reversed through profit or loss.

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

(f) **Goods & Services Tax**

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(g) **Taxation**

The income tax expense recognised in the Statement of Comprehensive Income is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior periods.

Raukawa Iwi Development Limited Group is subject to income tax on net taxable income at the rate of 17.5% (2011: 19.5%). Maori Authority tax status was granted as at 1 July 2010.

(h) **Investment Property**

Investment property is valued at cost, and is depreciated over its estimated useful life. Depreciation is charged through the Statement of Comprehensive Income at a rate of 2% Straight Line.

(i) **Leased Assets**

Operating leases are those which all the risks and benefits are substantially retained by the lessor. Operating lease payments are expensed in the periods the amounts are payable.

(j) **Revenue**

Revenue is recognised in the Statement of Comprehensive Income when the significant risks and rewards of ownership has been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods, or where there is continuing management involvement with the goods.

Interest income is recognised as it accrues, using the effective interest method.

Lease income is recognised on a straight line basis over the lease term.

(k) **Investment Fair Value Reserve**

The fair value reserve includes the cumulative net change in the fair value of shares classified as available-for-sale investments until the investment is sold.

(l) **Non-Derivative Financial Instruments**

Non-derivative financial instruments comprise investments in shares and bonds, trade and other receivables, cash and cash equivalents and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit or loss, directly attributable transaction costs. Subsequent to initial recognition, non-derivative financial instruments are measured as described below.

A financial instrument is recognised if the Group becomes a party to the contractual provisions of the instrument.

Financial assets are derecognised 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.

Regular way 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 derecognised if the Group's obligations specified in the contract expire or are discharged or cancelled.

Instruments at fair value through profit and loss

An instrument is classified as at fair value if it is held for trading or designated as such upon initial recognition. Shares are designated at fair value through profit or loss if the Group manages such investments and makes purchase and sale decisions based on their fair value. Shares held for trading are classified as current assets. Upon initial recognition, attributable transaction costs are recognised in profit or loss when incurred. Subsequent to initial recognition, financial instruments at fair value through profit or loss are measured at fair value, and changes therein are recognised in profit or loss.

Available for sale financial assets

The Group's other investments in shares are classified as Available for sale financial assets. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses are recognised directly in equity. When an investment is disposed of, the cumulative gain or loss previously recognised in equity is transferred to profit or loss.

The fair value of the shares is their quoted bid price at the balance sheet date where such a price is available. Where fair value cannot be reliably measured the assets are held at historic cost.

Other

Subsequent to initial recognition, other non-derivative financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

(m) **Accounts Receivable**

Receivables are stated at their estimated realisable value and are classified as loans and receivables. Bad debts are written off in the year in which they are identified.

(n) **Accounts Payable**

Accounts Payable represents liabilities for goods and services provided to the Group prior to the end of the financial year which are unpaid. Trade and other payables are stated at cost. The amounts are unsecured and are usually paid within 30 days of recognition.

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

(o) Accrued Revenue

Revenue is recognised as income when received or accrued in respect of the period in which it was earned. Interest revenue has been accrued to balance date.

(p) Provisions

Provisions are recognised when the entity has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

(q) Employee Benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

(r) Cash & Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value. Cash and cash equivalents are classified as loans and receivables or other non-derivative liabilities.

(s) Credit Risk

Cash and Term Deposits are held with Westpac NZ and BNZ and ASB Bank at balance date. Bonds are subordinated and unsecured at balance date.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2011:\$0). Raukawa Iwi Development Limited Group has not granted any securities in respect of liabilities payable by any other party whatsoever.

3. CONTINGENT ASSETS

CNI Forest Assets

As a beneficiary of the CNI Iwi Holdings Trust, Raukawa Iwi Development Limited will be entitled to receive title to specific forests land currently held by the CNI IWI Holdings Trust. The exact land eligible to be transferred will be determined through the Mana Whenua process which is currently underway between the eight Iwi beneficiaries of the CNI Iwi Holdings Trust. Once this due process is completed and there is unanimous agreement by the trustees of the CNI Iwi Holdings Trust, then land may be transferred. Raukawa Iwi Development Limited has the right after 2044 to receive all income directly generated from its forests land and the return of full control of this land to the trust. As Raukawa Iwi Development Limited does not have control or has yet to specifically identify what land will be distributed to the trust, no assets has been recognised in these financial statements.

4. CASH AND CASH EQUIVALENTS

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Westpac - Cheque Account	817,270	1,274,680	817,270	1,260,484
Westpac - Online Saver	196,847	267,602	196,847	267,602
Westpac - Security Fund	131,145	-	131,145	-
Westpac - Liquidity Fund	277,279	-	277,279	-
ASB - Cheque	(10)	-	(10)	-
BNZ - On Call Savings	1,253	-	1,253	-
Westpac - ND3L Cheque Account	9,505	-	9,505	-
Westpac - ND3L Imprest Account	792	-	792	-
	1,434,081	1,542,282	1,434,081	1,528,086

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

5. TAXATION

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Profit before taxation	2,974,059	714,624	2,971,489	657,564
Permanent Differences:				
Less Excluded PIE income	(254,481)	-	(254,481)	-
Add Non-deductible penalties	50	-	-	-
Add Non-deductible Depreciation on Buildings	13,055	-	13,055	-
Add Taxable FIF income	78,578	-	78,578	-
Add Non-deductible loss on sale of business	13,396	-	-	-
Total Taxable Income	2,824,657	714,624	2,808,641	657,564
Income Tax Expense	495,996	145,343	491,512	128,225
Income Tax Expense on Profit	495,996	145,343	491,512	128,225
The Taxation Charge is Represented by				
Current year tax	495,996	145,343	491,512	128,225
	495,996	145,343	491,512	128,225
Tax Payable				
Current year tax	495,996	145,343	491,512	128,225
Less				
RWT credits	209,340	377,202	209,340	377,202
Imputation Credits	126,893	-	126,893	-
Maori Authority Tax Credits	313,143	-	313,143	-
Other Tax Credits	12,154	-	12,154	-
Outstanding from prior years	231,859	-	248,977	-
Total Tax to be Refunded	(397,393)	(231,859)	(418,995)	(248,977)

6. MAORI AUTHORITY CREDIT ACCOUNT

At balance date Maori authority credits available were:

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Opening Balance	211,129	-	211,129	-
Imputation Credits attached to Dividends paid	(215,239)	(162,298)	(215,239)	(162,298)
Imputation Credits attached to Dividends received	84,996	52,631	84,996	52,631
Maori Authority Credits received	313,143	-	313,143	-
RWT paid	253,891	320,796	253,891	320,796
Closing Balance	647,920	211,129	647,920	211,129

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

7. PROPERTY, PLANT & EQUIPMENT

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Buildings				
At cost	855,000	1,240,000	855,000	1,240,000
Less accumulated depreciation	(15,178)	(13,053)	(15,178)	(13,053)
	839,822	1,226,947	839,822	1,226,947
Current year depreciation	13,055	13,053	13,055	13,053
Motor Vehicles				
At cost	520,387	427,179	520,387	335,582
Less accumulated depreciation	(153,239)	(85,038)	(153,239)	(57,559)
	367,148	342,141	367,148	278,023
Current year depreciation	95,680	85,038	95,680	57,559
Furniture & Fittings				
At cost	-	9,778	-	-
Less accumulated depreciation	-	(2,444)	-	-
	-	7,334	-	-
Current year depreciation	-	2,444	-	-
Office Equipment				
At cost	3,368	8,716	3,368	3,368
Less accumulated depreciation	(2,376)	(3,331)	(2,376)	(1,179)
	992	5,385	992	2,189
Current year depreciation	1,197	3,331	1,197	1,179
Plant & Equipment				
At cost	-	9,277	-	-
Less accumulated depreciation	-	(2,319)	-	-
	-	6,958	-	-
Current year depreciation	-	2,319	-	-
Total Property, Plant & Equipment	1,207,962	1,588,765	1,207,962	1,507,159
Total Depreciation for the year	109,932	106,185	109,932	71,791

8. INVESTMENT PROPERTIES

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
30-34 Commerce Street, Tokoroa				
Cost	385,000	-	385,000	-
Accumulated Depreciation	(10,930)	-	(10,930)	-
	374,070	-	374,070	-

The investment property is leased under an operating lease with the lease income recognised in the profit and loss. Fair value of the investment property has been determined to be \$385,000.

RAUKAWA IWI DEVELOPMENT LIMITED GROUP NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

9. SHARE CAPITAL

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Opening balance	100	-	100	-
Issue of shares	50,107,918	100	50,107,918	100
Closing balance	50,108,018	100	50,108,018	100

10. RELATED PARTY LOANS

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Raukawa Settlement Trust	187,912	424,882	187,912	454,761
Raukawa Settlement Trust Limited	-	71,012	-	71,012
Raukawa Charitable Trust	1,043,467	28,981	1,043,467	28,981
Raukawa Iwi Development Limited	-	-	(38,128)	230,900
Rotab Investments Limited	88,071	88,071	88,071	-
Raukawa Trust Board	(2)	-	(2)	-
TOTAL	1,319,448	612,946	1,281,320	785,654

During the year Raukawa Iwi Development Limited Group:

- Paid allocated costs to Raukawa Charitable Trust of \$51,040. (2011: \$55,085).
- Received property and vehicle lease income from Raukawa Charitable Trust of \$191,319 (2011: \$190,849).
- Paid donations to Raukawa Charitable Trust of \$610,000 (2011: \$600,683).

As at 30 June 2012, Raukawa Iwi Development Limited Group had:

- Accounts payable to Raukawa Charitable Trust of \$11,415

This amount is included in Accounts Payable.

All transactions were made under normal business conditions on an arms length basis.

11. OPERATING LEASE INCOME

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Leases as Lessor				
Non-cancellable operating leases receivable:				
Less than one year	268,461	112,572	268,461	112,572
Two to five years	103,579	240,008	103,579	240,008
	372,040	352,580	372,040	352,580

12. CAPITAL COMMITMENTS

There are no capital commitments at balance date.

13. SUBSEQUENT EVENTS

There are no significant events subsequent to balance date.

14. TRANSITION TO NZ IFRS

These are the group's first financial statements prepared in accordance with NZ IFRS.

The accounting policies set out in the notes to the financial statements have been applied in preparing financial statements for the year ended 30 June 2012, the comparative information presented for the year ended 30 June 2011 and in the preparation of an opening NZ IFRS Statement of Financial Position at 1 July 2010 (the Group's date of transition).

There are no reconciliation differences on transition from NZ GAAP to NZ IFRS.



INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDER OF RAUKAWA IWI DEVELOPMENT LIMITED GROUP

Report on the company and group financial statements

We have audited the accompanying financial statements of Raukawa Iwi Development Limited and Group ("the company and group"), comprising the company and its subsidiaries, on pages 52 to 60. The Group financial statements comprise the statements of financial position as at 30 June 2012, the statements of comprehensive income and changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, for both the company and the group.

Directors' responsibility for the company and group financial statements

The directors are responsible for the preparation of company and group financial statements in accordance with generally accepted accounting practice in New Zealand that give a true and fair view of the matters to which they relate, and for such internal control as the directors determine is necessary to enable the preparation of company and group financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these company and group financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the company and group financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the company and group financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company and group's preparation of the financial statements that give a true and fair view of the matters to which they relate in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company and group's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

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

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

Opinion

In our opinion the financial statements on pages 52 to 60:

- comply with generally accepted accounting practice in New Zealand;
- give a true and fair view of the financial position of the company and the group as at 30 June 2012 and of the financial performance of the company and the group for the year then ended.

Other matter

The financial statements of Raukawa Iwi Development Limited and group, for the year ended 30 June 2011, were audited by another auditor who expressed an unmodified opinion on those statements on 13 April 2012.

Report on other legal and regulatory requirements

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

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

30 October 2012
Hamilton

RST TRUSTEES HUI ATTENDED JULY 2011 - JUNE 2012

Trustee	RST Board Hui Attended	RST Sub Com	RST Honorarium	TOTAL GROSS	TRAVEL	PAYE	NETT
Ben Adlam	5	-	-	2,500.00	325.50	825.00	2,000.50
John Barnett	6	1	-	2,300.00	496.30	759.00	2,037.30
Sharon Clair	1	-	-	500.00	44.80	165.00	379.80
Caroline Dally-Rangitoheri	4	2	-	2,400.00	682.50	792.00	2,290.50
John Edmonds	8	9	-	5,500.00	1,631.70	1,815.00	5,316.70
Vanessa Eparaima	6	2	4	23,100.00	203.00	7,623.00	15,680.00
Kataraina Hodge	7	2	-	3,600.00	483.56	1,188.00	2,895.56
Rangitiriata Hodge	4	-	-	2,000.00	63.00	660.00	1,403.00
Jennifer Hughes	8	2	-	4,100.00	144.20	1,353.00	2,891.20
Connie Hui	5	1	-	2,400.00	758.10	792.00	2,366.10
Rina Lawson	8	4	-	4,500.00	1,371.30	1,485.00	4,386.30
Chris Mc Kenzie	2	1	9	46,200.00	324.80	15,546.00	30,978.80
Wilfred O'Brien	3	1	-	1,400.00	163.80	462.00	1,101.80
Basil Pakaru	8	2	-	4,100.00	436.80	1,353.00	3,183.80
Elthea Pakaru	8	6	-	4,900.00	212.10	1,617.00	3,495.10
Cheryl Pakuru	7	2	-	3,600.00	341.60	1,188.00	2,753.60
Andrew Paul	6	11	-	6,700.00	1,434.55	2,211.00	5,923.55
Denise Puihi	6	3	-	3,300.00	2,568.30	1,089.00	4,779.30
George Rangitutia	5	2	-	2,900.00	-	932.60	1,967.40
Gaylene Roberts	7	2	-	3,600.00	571.90	1,188.00	2,983.90
Waimatao Smith	8	4	-	4,500.00	610.40	1,485.00	3,625.40
Sue Swift	6	6	-	3,900.00	809.90	1,287.00	3,422.90
Miriata Te Hiko	8	9	-	5,500.00	201.60	2,196.64	3,504.96
Grant Thompson	6	-	-	2,700.00	146.30	891.00	1,955.30
Lorraine Uatuku	5	1	-	2,400.00	264.60	792.00	1,872.60
Wiremu Winika	6	2	-	3,100.00	205.80	1,023.00	2,282.80
	153	75	13	151,700.00	14,496.41	50,718.24	115,478.17

RCT TRUSTEES HUI ATTENDED JULY 2011 - JUNE 2012

Trustee	RCT Board Hui Attended	RCT Sub Com	RCT Honorarium	TOTAL GROSS	TRAVEL	PAYE	NETT
Ben Adlam	9	7	-	4,150.00	983.50	1,369.50	3,764.00
Caroline Dally-Rangitoheri	11	28	-	9,000.00	3,289.00	2,970.00	9,319.00
Kataraina Hodge	10	97	11	27,653.34	3,848.29	9,125.16	22,376.47
Jennifer Hughes	11	15	-	6,800.00	53.20	2,244.00	4,609.20
Connie Hui	11	10	-	6,000.00	1,597.40	1,980.00	5,617.40
Basil Pakaru	10	12	-	5,850.00	711.94	1,930.50	4,631.44
George Rangitutia	11	42	15	32,961.41	10.00	10,535.12	22,436.29
Gaylene Roberts	11	9	-	5,950.00	2,303.00	1,963.50	6,289.50
	84	220	26	98,364.75	12,796.33	32,117.78	79,043.30

RIDL DIRECTORS HUI ATTENDED JULY 2011 - JUNE 2012

Director	RIDL Board	RIDL Other	RIDL Sub Com	RIDL Honorarium	RIDL Chair Hui	TOTAL GROSS	TRAVEL	PAYE	NETT
John Edmonds	11	-	6	-	-	6,800.00	2,276.40	2,112.00	6,818.40
Vanessa Eparaima	11	49	9	12	25	54,299.96	999.70	17,307.18	37,381.98
Chris McKenzie	10	-	3	-	-	5,200.00	-	1,584.00	3,484.00
Andrew Paul	10	-	3	-	-	4,750.00	91.00	1,567.50	3,273.50
	42	49	21	12	25	71,049.96	3353.10	23,445.18	50,957.88



2011/12

**RAUKAWA TRUST BOARD
ANNUAL REPORT**

PŪRONGORONGO Ā-TAU

PŪRONGO TOIHAU O RAUKAWA TRUST BOARD

RAUKAWA TRUST BOARD CHAIRPERSON'S REPORT



I write this report on behalf of George Rangitutia, who was elected chairman in 2007 and was then re-elected when RTB became an entity of the new Post Settlement Governance Entity (PSGE), Raukawa Settlement Trust Board until his passing on the 8th August 2012

The main function to date of the Raukawa Trust Board (RTB) is the mandated body who hold the Te Ohu Kaimoana Fisheries for Raukawa. This has been invested into Raukawa Trust Board Opportunities Assets (ROTAB) a 100% owned entity of RTB. Due to this, RTB has very limited activity, except to be the governance body for the Raukawa fisheries assets.

The RTB reports an overall deficit of \$721,962 for the period ended 30th June 2012 compared to a deficit of \$1,235,456 for the previous year.

Raukawa Trust Board Opportunities Assets (ROTAB) reports to the financial year June 2012 a surplus of \$130,200, up from \$66,123 of the financial year 2011. This high surplus is contributed by the subsidiary asset sales from the 2010-2011 financial year.

This board has achieved good results for the Raukawa fisheries assets. Through Tainui Waka Fishing Alliance, ROTAB maintains a strategic approach to its management of the Raukawa fisheries assets, and its strong working relationships with Tainui Group Holdings and Te Kupenga o Maniapoto. ROTAB keeps a vigilant eye on other Māori fishing companies and industry groups, for prospected relationships. Under the Māori Fisheries Act 2004, RTB is the mandated iwi organisation and wholly

owns its Asset Holding Company (AHC) ROTAB Investments Limited, which in turn continues to own and operate RTB fisheries assets*.

In 2009 RTB held Raukawa uri ratification to approve the move of the mandated iwi organisation of RTB to the new PSGE Raukawa Settlement Trust. This approval was given by the uri of Raukawa. Under the Māori Fisheries Act Amendments 2012, original mandated iwi organisation can now move their mandated responsibility to the new PSGE.

The new RTB trustees that were elected in August 2012 are: Caroline Dally-Rangitoheriri (Chairperson), Cheryl Pakuru (Director on ROTAB) and Connie Hui.

On behalf of George and the former trustees, we congratulate the new trustees for their election.

Our thanks to Don Scarlet, chair of ROTAB and his Board of Directors.

(*Scarlet, D, ROTAB Annual Report 2012)

Kataraina Hodge
Trustee
Raukawa Trust Board

TE TAIWHANGA IKA MOANA Ō RAUKAWA RAUKAWA FISHERIES LIMITED

AS THE MANDATED IWI ORGANISATION, THE RAUKAWA TRUST BOARD REQUIRES THE DIRECTORS OF ITS ASSET HOLDING COMPANY RAUKAWA FISHERIES LIMITED TO SUPPLY A SEPARATE REPORT¹ ON ACTIVITIES FOR THE YEAR ENDING 30 JUNE 2011. FOR THE EASE OF THE READER, THIS ACTIVITY IS REPRESENTED IN THE FOLLOWING TABLE:

SALES AND EXCHANGES OF SETTLEMENT QUOTA FOR YEAR ENDING 30 JUNE 2012¹

REPORTING REQUIREMENTS	DETAIL FOR PERIOD 1 JULY 2011-30 JUNE 2012
Quantity of Settlement Quota (Total ACE)	<p>1 October 2011 Deepsea, 367,881 kg Inshore, 4,658 kg Scampi, 2,539 kg HMS, 18,906 kg ORH-OEO, 24,460 kg Eel, 571 kg</p> <p style="text-align: right;">Subtotal 419,015 kg</p> <p>1 April 2012 Southern Blue Whiting 1, 16 kg Southern Blue Whiting 6A, 4, 371 kg Southern Blue Whiting 6B, 18,284 kg Southern Blue Whiting 6I, 78,362 kg Southern Blue Whiting 6R, 14,660 kg</p> <p style="text-align: right;">Subtotal 15,693 kg TOTAL 434,708 KG</p>
Value of Settlement Quota exchanged (GST exclusive)	<p>1 October 2011: \$144,758.94 1 April 2012: \$16,194.78</p> <p style="text-align: right;">TOTAL \$160,953.72</p>
Identity of Purchaser	Raukawa Allowable Catch Entitlement (ACE) is sold as a package as part of Tainui Waka Fisheries arrangement, along with Te Kupenga O Maniapoto Limited (Maniapoto Māori Trust Board) and Tainui Fisheries Limited (Tainui Group Holdings Limited).
Any transaction with Settlement Quota resulting in a registered interest or caveat	Nil
The Settlement Quota interests registered against the Quota shares of the Board	Nil
The Value of Income Shares sold, exchanged or acquired	Nil

¹ Raukawa Trust Board Deed 2009, s.7.2a (iv)A-F

INTERACTIONS OF THE BOARD IN FISHERIES MATTERS²

REPORTING REQUIREMENTS	DETAIL FOR PERIOD 1 JULY 2011-30 JUNE 2012
a. Interactions of the Board with other entities within Raukawa	- Nil to report
b. Interactions of the Board with other Mandated Iwi Organisations	<ul style="list-style-type: none"> - Maniapoto Māori Trust Board, through its AHC fishing company Te Kupenga O Maniapoto Limited - Tainui Group Holdings Limited, through its AHC fishing company Tainui Group Holdings Limited
c. With Te Ohu Kaimoana Trustee Limited	- Usual operational communications as required from time to time

² Raukawa Trust Board Deed 2006, s.7.2 a (v)A-C

RAUKAWA TRUST BOARD GROUP

DIRECTORY AS AT 1 JULY 2012

Principal Activity - Treaty Settlement Entity

Address - 26 -32 Campbell Street, Tokoroa

Subsidiary Companies - Rotab Investments Limited

Accountant

Glenn Hawkins & Associates Ltd,
1135 Arawa Street, Rotorua

Auditors - KPMG, PO Box 929, HAMILTON 3240

Bankers - Westpac, Hamilton

Date of Formation - 19 June 2009

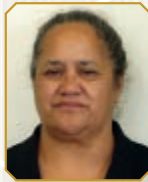
Trustees

George Rangitutia
Kataraina Hodge
Miriata Te Hiko
Rangitiriata Hodge (resigned)
Andrew Paul



George Rangitutia

Aotearoa Marae Rep
RST Trustee
RCT Chair
RSTL Director



Kataraina Hodge

Whakamārama Marae Rep
RST Trustee
RCT Trustee



Miriata Te Hiko

Te Pae o Raukawa Hapū Rep
RST Trustee



Rangitiriata Hodge

Te Pae o Raukawa Hapū Rep
RST Trustee



Andrew Paul

Te Kaokoaroa o Pātetere Hapū Rep
RST Trustee
RIDL Director

RAUKAWA TRUST BOARD GROUP STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
INCOME					
Trading Revenue		163,538	265,664	250	(7,288)
Less Direct Expenses		(26,790)	(174,970)	-	(68,971)
		136,748	90,694	250	(76,259)
OTHER INCOME					
Dividend		97,061	99,986	-	-
Interest Received		21,338	45,210	20,850	43,836
Sundry Income		11,554	10,417	11,379	14,430
		129,953	155,613	32,229	58,266
Gross Surplus		266,701	246,307	32,479	(17,993)
LESS EXPENSES					
Audit Fees		8,300	34,350	5,000	18,350
Accountancy Fees		27,663	34,299	-	13,654
Administration		29,905	162,709	5,867	146,553
Communications		-	66,455	-	66,455
Facilities		4,600	32,548	-	28,098
General		29,768	15,572	27,994	10,643
Governance Expenses		20,446	25,955	573	1,122
Treaty-Related Expenses		171,526	-	171,526	-
Personnel Costs		2,598	43,882	2,483	41,522
Specialist Advice		48,875	296,605	-	203,445
Travel		339	30,700	-	30,700
Total Expenses		344,020	743,075	213,443	560,542
Net Surplus/(Deficit) Before Depreciation		(77,319)	(496,768)	(180,964)	(578,535)
Depreciation		36	88	-	-
Depreciation Recovered		-	(76,640)	-	(70,028)
Net Surplus/(Deficit) Before Donations & Loss on Disposal of Investment		(77,355)	(420,216)	(180,964)	(508,507)
Donations - RCT		-	726,949	-	726,949
Loss on Disposal of Investment		540,998	-	540,998	-
NET SURPLUS/(DEFICIT)		(618,353)	(1,147,165)	(721,962)	(1,235,456)

RAUKAWA TRUST BOARD GROUP STATEMENT OF MOVEMENTS IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2012

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
TRUST EQUITY AT START OF YEAR	4,365,546	1,825,547	594,388	1,817,055
Net Deficit for the Year	(618,353)	(1,147,165)	(721,962)	(1,235,456)
Movement in Reserves	-	2,459,711	-	12,789
Total Recognised Revenues and Expenses for the Year	(618,353)	1,312,546	(721,962)	(1,222,667)
Funds Settled	-	1,227,453	-	-
	-	1,227,453	-	-
TRUST EQUITY AT END OF YEAR	\$3,747,193	\$4,365,546	(\$127,574)	\$594,388

RAUKAWA TRUST BOARD GROUP STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	G R O U P		P A R E N T	
		2012 \$	2011 \$	2012 \$	2011 \$
CURRENT ASSETS					
Cash at Bank	4	787,978	1,088,863	88,786	497,668
GST Refund Due		4,060	64,485	1,912	34,991
Taxation		23,934	23,933	-	-
Accounts Receivable		102,085	43,013	49,454	61
Accrued Interest		947	372	947	91
Loan - Hiona Whanau Trust		-	1,111	-	1,111
Related Party Receivables	7	638,784	1,082,017	638,786	1,082,017
Total Current Assets		1,557,788	2,303,794	779,885	1,615,939
NON-CURRENT ASSETS					
Fixed Assets	6	23	59	-	-
INVESTMENTS					
Westpac - Term Deposit		550,186	274,754	550,186	274,754
Tukia Group Portfolio		-	541,000	-	541,000
Shares - Aotearoa Fisheries Limited		850,000	850,000	-	-
Fishing Quota at current valuation		950,000	950,000	-	-
Total Non-Current Assets		2,350,209	2,615,813	550,186	815,754
TOTAL ASSETS		3,907,997	4,919,607	1,330,071	2,431,693
CURRENT LIABILITIES					
Accounts Payable		1,473	188,116	1,473	184,526
Accrued Expenses		33,350	37,605	5,750	-
Related Party Loans	7	125,981	328,340	1,450,422	1,652,779
Total Current Liabilities		160,804	554,061	1,457,645	1,837,305
TOTAL LIABILITIES		160,804	554,061	1,457,645	1,837,305
NET ASSETS		\$3,747,193	\$4,365,546	(\$127,574)	\$594,388
Represented by:					
TOTAL TRUSTEES FUNDS		\$3,747,193	\$4,365,546	(\$127,574)	\$594,388

For and on behalf of the Trustees:



Kataraina Hodge
8 November 2012



Cheryl Pakuru
8 November 2012

RAUKAWA TRUST BOARD GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These are the financial statements of the Raukawa Trust Board Group. The Raukawa Trust Board is engaged in the business of Treaty Settlements. The Raukawa Trust Board Group consists of the Raukawa Trust Board and its subsidiary, Rotab Investments Limited.

Measurement Base

These financial statements of Raukawa Trust Board Group have been prepared in accordance with generally accepted accounting practice in New Zealand. They comply with Financial Reporting Standards (FRSs) and Statements of Standard Accounting Practice (SSAPs) as appropriate for entities that qualify for and apply differential reporting concessions.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

Changes in Accounting Policies

There have been no changes in accounting policies.

Differential Reporting

The Group qualifies for Differential Reporting exemptions as it is not publicly accountable and it is not large as defined in the framework for differential reporting.

All differential reporting exemptions have been applied.

Basis of Consolidation

(a) Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

(b) Transactions Eliminated on Consolidation

Intra-group balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(c) Property, Plant & Equipment

The residual value, depreciation methods and useful lives are reassessed annually. The entity has the following classes of Property, Plant & Equipment;

Office Equipment	60%	DV
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All property, plant & equipment is stated at cost less accumulated depreciation.

(d) Goods & Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(e) Taxation

Raukawa Trust Board is registered under the Charities Act 2005 and therefore is exempt from income tax under Section CW41 of the Income Tax Act 2007.

(f) Investments

Share investments in listed companies are stated at their fair value. Initially they are recorded at cost, and are then valued at market bid price at the Statement of Financial Position date in subsequent periods. Any gains or losses generated as a result of revaluation is recognised in the Statement of Financial Performance.

Other investments are stated at cost less any amortisation. Amortisation is recognised in the Statement of Financial Performance.

(g) Revenue

Sales of goods are recognised when they have been delivered and accepted by the customer.

Interest income is recognised using the effective interest method.

Dividend revenue is recognised when the shareholders' right to receive the payment is established.

(h) Receivables

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2011:\$0). Raukawa Trust Board Group has not granted any securities in respect of liabilities payable by any other party whatsoever.

RAUKAWA TRUST BOARD GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

3. OPERATING REVENUE

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Contracts	250	(7,288)	250	(7,288)
Sales	-	115,608	-	-
Fishing Quota Income	163,288	157,344	-	-
Dividends Received	97,061	99,986	-	-
Interest Received	21,338	45,210	20,850	43,836
Sundry Income	11,554	10,417	11,379	14,430
Total Operating Revenue	293,491	421,277	32,479	50,978

4. CASH AT BANK

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Westpac - Cheque Account	84,232	388,196	84,232	388,196
Westpac - 03 account	89	89	89	89
Westpac - 09 account	31	31	31	31
Westpac - 10 account	117	105,166	117	105,166
Westpac - 25 account	4,317	4,186	4,317	4,186
Westpac - Cheque Account	14,653	106,190	-	-
Westpac - Cheque Account (ND2)	-	33,973	-	-
Westpac - Cheque Account (RFL)	4,551	4,416	-	-
Westpac - Cheque Account (ND1)	128,932	125,520	-	-
Westpac - Imprest Account (ND1)	-	1,472	-	-
Westpac - Savings Account (RFL)	538,191	307,393	-	-
Westpac - Term Investment Account (RFL)	12,865	12,231	-	-
	787,978	1,088,863	88,786	497,668

5. SECURITIES AND GUARANTEES

There was no overdraft as at balance date nor was any facility arranged.

6. PROPERTY, PLANT & EQUIPMENT

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Office Equipment				
At cost	1,386	1,422	-	-
Less accumulated depreciation	(1,363)	(1,363)	-	-
	23	59	-	-
Office Equipment				
Current year depreciation	36	88	-	-
	36	88	-	-
Total Property, Plant & Equipment	23	59	-	-
Total Depreciation for the year	36	88	-	-

RAUKAWA TRUST BOARD GROUP NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2012

7. RELATED PARTY LOANS

	G R O U P		P A R E N T	
	2012 \$	2011 \$	2012 \$	2011 \$
Raukawa Settlement Trust	638,784	1,082,017	638,784	1,082,017
Raukawa Charitable Trust	(37,912)	(240,269)	(37,912)	(240,269)
Raukawa Iwi Development Limited	(88,069)	-	2	-
Rotab Investments Limited	-	-	(1,412,510)	(1,412,510)
New Dawn 3 Limited	-	(88,071)	-	-
TOTAL	512,803	753,677	(811,636)	(570,762)

During the year Raukawa Trust Board Group:

- Paid allocated costs to Raukawa Charitable Trust of \$5,566. (2011: \$81,865).

As at 30 June 2012, Raukawa Trust Board Group had:

- Accounts payable to Raukawa Charitable Trust of \$19,460

This amount is included in Accrued Expenses.

All transactions were made under normal business conditions on an arms length basis.

8. OPERATING LEASE COMMITMENT

There are no operating lease commitments at balance date. (2011: \$0)

9. CAPITAL EXPENDITURE COMMITMENTS

There are no capital expenditure commitments at balance date. (2011: \$0)

10. SUBSEQUENT EVENTS

There are no significant events subsequent to balance date.



INDEPENDENT AUDITOR'S REPORT

TO THE BENEFICIARIES OF RAUKAWA TRUST BOARD

We have audited the accompanying financial statements of Raukawa Trust Board ("the trust") and the group, comprising the trust and its subsidiaries, on pages 67 to 71. The financial statements comprise the statements of financial position as at 30 June 2012, the statements of financial performance and movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, for both the trust and the group.

Trustees' responsibility for the trust and group financial statements

The trustees are responsible for the preparation and fair presentation of trust and group financial statements in accordance with generally accepted accounting practice in New Zealand, and for such internal control as the trustees determine is necessary to enable the preparation of trust and group financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these trust and group financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the trust and group financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the trust and group financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trust and group's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust and group's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

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

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

Opinion

In our opinion the financial statements on pages 67 to 71 present fairly, in all material respects, the financial position of the trust and the group as at 30 June 2012 and the financial performance of the trust and the group for the year then ended, in accordance with generally accepted accounting practice in New Zealand.

Other matter

The financial statements of Raukawa Trust Board and the group, for the year ended 30 June 2011, were audited by another auditor who expressed an unmodified opinion on those statements.

8 November 2012
Hamilton

RTB TRUSTEES HUI ATTENDED JULY 2011 - JUNE 2012

Trustee	RTB Board	TOTAL GROSS	TRAVEL	PAYE	NETT
Kataraina Hodge	1	150.00	95.20	49.50	195.70
Andrew Paul	-	-	-	-	-
George Rangitutia	1	150.00	-	47.55	102.45
Miriata Te Hiko	1	150.00	-	62.55	87.45
	3	450.00	95.20	159.60	385.60

NOTES

NOTES



RAUKAWA SETTLEMENT TRUST

26 - 32 Campbell Street, Private Bag 8, Tokoroa 3444

www.raukawa.org.nz