

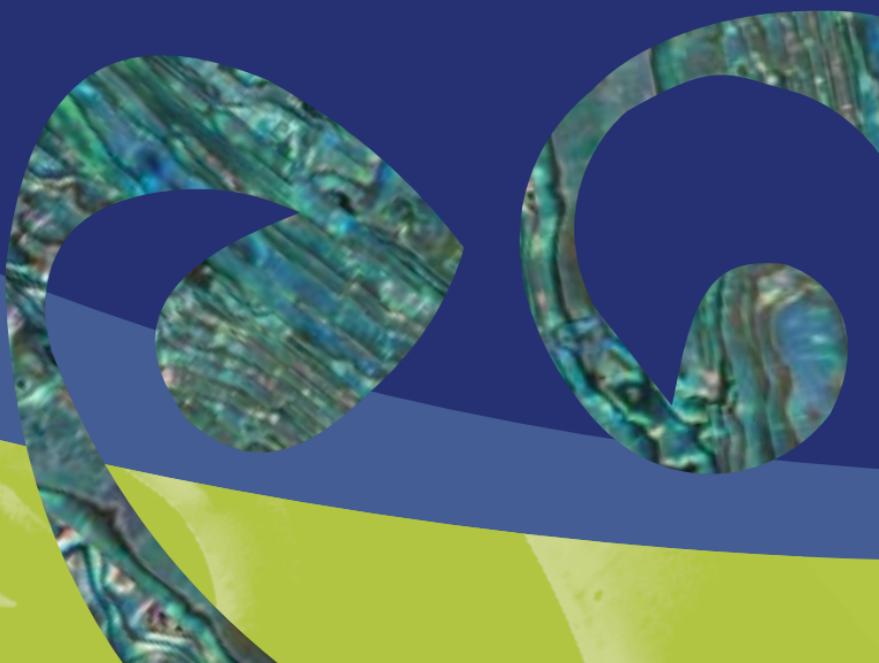
# Hoea ra



**Ngāti Kahungunu Iwi**  
INCORPORATED

## Annual Report 2004 - 2005

Published 2005



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# Chairperson's Report



**Ko Houngarea te Marae  
Te Pakipakitanga o Hinetemoa te whenua  
He moemoea pō e, he moemoea pō e  
He aha tērā e  
Whiti ana tērā  
Runga Kahuranaki  
Whiti ana tērā e  
Ngā tini mate ngā tini mate.....moemoea  
Ngā kanohi ora.....whitiwhitia  
E ngā tukemata nui o Kahungunu  
Tihei mauri ora.**

Greetings to you all, descendants of the raised bushy eyebrows of Kahungunu. Whakapapa and its accompanying history are the essence of our being here today. Celebrate, that after two centuries of colonisation, we can still gather on one of our ancient marae and look forward to an exciting future.

Rakaihikuroa is the Tipuna of this Marae, and connects to all the other marae of Kahungunu. This is our tuhonohono, our commitment to each other, no better demonstrated than on the hikoi from Paritu to Parliament comprising members from all our whanau and hapu.

Rakaihikuroa is the grandson of Kahungunu and Rongomaiwahine, 6th in line from Tamatea Arikini, commander of the mighty Takitimu waka, which connects us with all other waka, iwi and hapu in this country. This relationship is practiced through our activities with Treaty Tribes Coalition, a collective of iwi which sought and gained approval from a committee of the United Nations to investigate this government's actions in extinguishing tangata whenua rights to the foreshore and seabed.

Taraia is the son of Rakaihikuroa and is the name of the marae 100 metres from here. Te Huki is the name of its kohanga reo. Te Kupenga o Te Huki is this iwi's origins for kotahitanga, a cause that has seen us working closely with other iwi to establish a stronger political presence in Parliament albeit a modest start. This has had a very long gestation period since the first sitting of te Paremata Maori at Waipatu in 1892. Kotahitanga is an enduring purpose that transcends recent trends of some smaller groupings to tear themselves away from the whariki of Kahungunutanga. These issues have diverted heaps of energy recently but I am confident that resolution is not far away.

This marae, Houngarea is an international marae, and was declared so in the early 1900's when the Rangatira of that era hosted international delegations from England, Germany and Russia. The Russian flag is depicted in the wharenui. Our newest marae, Te Aranga at Kimiora hosted an International Women's Well-being Gathering in February. Our fish is continually exported to most countries in the world. Our whanau and mokopuna grace every corner of this planet opening new options and opportunities for others to follow. This is in keeping with Te Whakaputanga o Ngā Rangatira... the Declaration of Independence... which authorises and urges us to be sovereign and international beings.

We believe we are partners to the crown therefore should be decision makers when it comes to the allocation and targeting of resources to improve our health, education, housing and everything else. I commend our staff and representatives working under the dual pressure of crown and iwi expectations. This requires extreme patience and tolerance.

Finally, we have had a hard but good year with strong results all round. I am pleased to present this years Annual Report.

**Kia kaha ra, kia hari, kia koa  
Kanoahi ki te kanoahi  
Pokohiwi ki te pokohiwi  
Ka whawhai tonu atu  
Ko Kahungunu mātou e.**

Ngaahiwi Tomoana  
CHAIRMAN

# Board 2005-2006



**Ngahiwi Tomoana**  
*Chairman*



**Christine Teariki**  
*Deputy Chairperson*



**Sophie Keefe**  
*Kaumaturua*



**William Blake**  
*Kaumaturua*



**Haami Hilton**  
*New member  
Kaumaturua*



**Noreen Taylor**  
*New member  
Kaumaturua*



**Albert Walker**  
*Wairoa Taiwhenua*



**Aotearoa Karauria**  
*Wairoa Taiwhenua*



**Bevan Taylor**  
*Te Taiwhenua o Te  
Whanganui a Orotu*



**Tipu Tareha**  
*Te Taiwhenua o  
Te Whanganui a Orotu*



**Ngatai Huata**  
*Te Taiwhenua  
o Heretaunga*



**Lester White**  
*Te Taiwhenua  
o Heretaunga*



**John Nepe Apatu**  
*Tamatea Taiwhenua*



**Jill Munro**  
*Tamatea Taiwhenua*



**Linette Rautahi**  
*Tamaki Nui a Rua  
Taiwhenua*



**Kahu Pene**  
*New member  
Tamaki Nui a Rua*



**Mihi Namana**  
*Wairarapa Whanui*



**Cheryl Broughton-Kurei**  
*Wairarapa Whanui*



**Thomas Paku**  
*New member  
Wairarapa Whanui*



**Pita Sharples**  
*Tamaki-makau-rau/  
Te Raki Taurahere*



**Urania Peita**  
*New member  
Tamaki-makau-rau/  
Te Raki Taurahere*



**Owen Purcell**  
*Nga Parirau o Te Ika  
Taurahere*



**Hawira Hape**  
*Te Upoko o te  
Ika/Manawatu Taurahere*



**Paora Ropiha**  
*Te Waipounamu  
Taurahere*

**Not Pictured**  
**Matai Broughton**  
*Tamaki Nui a  
Rua Taiwhenua*

# General Manager's Statement

"He ika kai ake i raro, he rapaki ake i raro."

"As a fish nibbles from below, so an ascent begins from the bottom"

**The successful completion of an important project depends on planning and the necessary groundwork (Mead & Grove 2001)**



Reflection over the period 2001 to June 2005 puts the activities of Ngāti Kahungunu Iwi Inc over the twelve months from July 2004 to June 2005 in context with the longer journey embarked upon in September 2001 when the Ngāti Kahungunu vision for iwi development was created and confirmed after wide consultation at marae, taiwhenua, taura here and numerous other hui.

In the ensuing 4 years planning and evaluation has continued and is now an embedded practise of the Board and its subcommittees. Our vision 'Ki te whai ao ki te ao Marama' is paving the way for continuous improvement.

The triple outcome focus for the organisation for the 2004/2005 year continues to be **Tinorangatiratanga, Whanautanga, Kahungunutanga**. These are expanded upon in the body of the report.

The financial report demonstrates the commitment to strengthen the financial position of Ngāti Kahungunu Iwi Incorporated. A reserve fund is established to ensure continuing equity growth. Provision is made for distribution of grants to Taiwhenua and Taurahere to meet our charitable objects and an annual surplus of \$738,575 was achieved. With the provisions mentioned above our net equity position at 30 June 2005 is \$3,125,498

Our organization is supported by a small but dedicated team. I acknowledge their commitment and the excellent work they do to support the board and its subcommittees in advancing the Ngāti Kahungunu strategic vision.

**Aramanu Mitchell**  
General Manager



*from Left to Right*

Danielle Keil-Lambert (Personal Assistant) Roy Pewhairangi (Board Administrator)  
Naumai Ropitini (Database Support) Aramanu Mitchell (General Manager)  
Rohitha Cottingham (Finance Manager) Kym Hamilton (Matauranga Manager)  
Ruth Wong (Communication Manager)

# Timorangatiratanga

## **Objective:**

**Provide quality leadership to drive the political, cultural, economic and social development of Ngāti Kahungunu Iwi.**

## **Election 2005**

The cycle of elections for representation to the Kahungunu Board saw new board members confirmed from Tamaki Nui a Rua Taiwhenua, Tamaki Makaurau taurahere and Kaumatua. The board acknowledges and expresses gratitude to retiring board members William Blake and Sophie Keefe (Kaumatua), Matai Broughton (Tamaki Nui a Rua), Cheryl Broughton Kurei (Wairarapa) and Dr Pita Sharples (Tamaki Makaurau). Congratulations and welcome to incoming board members Haami Hilton and Noreen Taylor (Kaumatua), Kahu Pene (Tamaki Nui a Rua) and Thomas Paku (Wairarapa).

## **Objective:**

**Establish commercial structure to drive the economic development of the Iwi through developing business opportunity and initiatives.**

The Ngāti Kahungunu Board has been actively preparing for allocation of the fisheries settlement assets since 2001. Recruitment of directors for the Iwi's Asset holding company was completed in April 2005, with the appointment of selected people possessing a wide range of commercial knowledge and skills to fulfil the responsibility of managing the fisheries settlement asset and creating wealth for the benefit of the iwi.

The directors are:

Piri Sciascia	Independent director and Chairman
Harry Mikaere	Independent director and Deputy Chair
William Rayner	Independent director
Chris O'Reilly	Independent director
Peter Brierley	Independent director
Christine Teariki	Iwi Board director
Ngatai Huata	Iwi Board director
Lester White	Iwi Board director
Aotearoa Karauria	Iwi Board director

(note: one of the Iwi Board directors will become an alternate director)

## **Iwi Relationships**

The Maori Fisheries Act 2004 became legislation in September 2004. Ngāti Kahungunu Iwi Inc is a Recognised Iwi Organisation (RIO) and must become a Joint Mandated Iwi Organisation (JMIO) in compliance with the act in order to receive settlement assets.

Agreement must be reached with neighbouring Iwi over coastal boundaries in order to determine each iwi inshore allocation. Ngāti Kahungunu is required to make provision in our constitution for Rongomaiwahine to withdraw and become a Mandated Iwi Organisation for the purposes of the Act.

## **Treaty Claims**

Ngāti Kahungunu hapu and other claimant groups continue to progress their historic Treaty Claims in cluster groups. Wairoa/Waikaremoana, Mohaka ki Ahuriri, Heretaunga/Tamatea - He Toa Takitini and Wairarapa/Tararua are the four groupings. Ngāti Kahungunu Iwi Inc continues to represent the iwi claims for Flora and Fauna, Oil and Gas, Corrections.

# Whanautanga - Mauri Ora

*Reclaiming our values and improving our health and standard of living*

Tatai whetu ki te rangi mau tonu mau tonu.  
Tatai tangata ki te whenua ngaro noa ngaro noa.  
Tihei Mauri ora.

He mihi nui tenei na te Runanga Hauora o Kahungunu ki to tatou tuahine a Vera Ormsby-Keefe. Ka hoki wairua ki ona maatua tupuna me to matou Matuanui i te Rangi. No reira, takoto mai, takoto mai, e moe. He tautoko tenei ki a ia mo tona mahi Rangahautia a te Roopu Hauora o Eru Pomare, me tona mahi, mo tona iwi o Ngāti Kahungunu, me te motu whanui.

Kei te tautoko ano mo tona mahi kaha, mai i roto ki te Wairoa me nga tari hauora o Ngāti Kahungunu whanui. No reira e te tuahine, kua whakaungiatia nga korero ki runga koe, no reira, ko tenei to Runanga Hauora o Kahungunu e mihi nei ki a koe.

No reira, e moe, e moe, e moe ki roto i te Ariki.

## **Objective**

### **Strong vibrant healthy whanau.**

Activity continues in the areas of health, housing and education and builds upon the planning undertaken in previous years with implementation commencing through projects and through the strengthened relationships with Government agencies and provider organisations. Individual and team achievements are supported through scholarships and sponsorship grants

## **Hauora**

The Kahungunu Runanga Hauora evaluated its role and determined to focus its work at a strategic level and if relationships were required it would be with a pan-Iwi focus rather than a regional focus. On that basis the Runanga Hauora agreed to work with the Hawkes Bay District Health Board to establish a Maori Relationship Board. The MOU between Ngāti Kahungunu Iwi Inc and the Hawkes Bay District Health Board will be reviewed as a result of this refocus.

A seeding grant was secured from the Health Research Council and the Foundation for Research Science and Technology to develop a health research and development strategy for Kahungunu.

The Runanga Hauora spearheaded a 'Hikoi for Health' programme encouraging participants to form teams to collectively walk the distance of the Iwi coastline, 515 kms, over a period of six weeks. 900 people registered to participate in the hikoi with some outstanding results including two individuals who managed to complete the distance themselves. The hikoi for health was launched on 3 May 2005 to mark the anniversary of the historic 2004 foreshore and seabed hikoi.

The Runanga Hauora acknowledges and expresses gratitude to retiring board member Papara Carroll. Tom Mulligan replaced Papara Carroll as Chairman.

Members of the Runanga Hauora to 30 June 2005:

Wairoa	Dr Rangimarie Turuki Rose Pere; Vera Ormsby-Keefe
Te Whanganui a Orotu	Fred Reti; Papara Carroll (retiring Chair)
Heretaunga	Patrick LeGeyt; Tom Mulligan (Deputy and incoming Chair)
Tamatea	Brenda Kupa White; John Nepe Apatu
Tamaki Nui a Rua	Irene Gregory; Linette Rautahi
Wairarapa	Kim Smith
Ngāti Kahungunu Iwi Inc	Christine Teariki

# Whanautanga - Mauri Ora

*Reclaiming our values and improving our health and standard of living*

## Housing

The continuing climb in the housing market has impacted severely on whanau who aspire to home ownership. Rental accommodation is at a premium and waiting lists for state housing are making housing a major social issue in many areas of the rohe.

The Ngāti Kahungunu strategic housing outlook seeks to address some of these issues. The Board has approved a housing development project for the Kimiora area of Flaxmere. A joint venture with Te Taiwhenua o Heretaunga is proposed for this project. Implementation of the housing strategy will expand into 2005-06.

## Matauranga

The Matauranga board has been building on the work of the past two years to refine our strategy through a Ministry of Education contract. The three main features of this contract have been: Education sector research and comparison to the 2003 Ngāti Kahungunu Matauranga Plan, iwi and agency consultation and business planning.

Whanau, hapu and iwi consultation 2004/2005 has directed us to focus on and to prioritise, whanau opportunities and potential.

2004/05 saw the development of a Matauranga Implementation plan guided by a Kahui Matauranga that brought together a wide range of Ngāti Kahungunu experience, wisdom, consultation and research. Members of Te Kahui Matauranga are: Awhina Waaka, Enoke Munro, Liz Hunkin, Huia Tomlins-Jahnke, Mere Ruru, Ani Motutere and Lelai Percy.

We have negotiated another contract with the Ministry under the Community Based Language Initiatives funding pool. This four-year initiative will support us to develop a comprehensive Ngāti Kahungunu te reo me ona tikanga strategy, along with whanau and hapu plans and projects.

Te Ao Marama Tomoana was the 9 year old author of a booklet on Te Whakapapa o te Waka Takitimu. It was launched at Mangateretere School and is a learning resource for Iwi education.

Members of the Matauranga Board are:

Board Convener	Christine Teariki
Wairoa	Te Mini Smith
Te Whanganui a Orotu	Marama Ngawhika
Heretaunga	Heke Turoa Huata
Tamatea	Reihana Sciascia
Tamaki Nui a Rua	Linette Rautahi
Wairarapa	Connie Oneroa
Pouwhakataki	Meagan Joe and Hawea Tomoana



## Scholarships

This year Ngāti Kahungunu Iwi Inc awarded, to third year degree and postgraduate students, 57 scholarships to the value of \$500 each. We reviewed our policy to align the criteria to priorities in the Ngāti Kahungunu Strategic Vision.

1. Lisa-Jane ALLAN	Wairarapa	Victoria
2. Nicole ANDREW	Wairoa	Victoria
3. Toni BICKERSTAFF	Heretaunga	Massey
4. Amy BRITTAIN	Wairoa	Massey
5. Rachel BROOKING	Wairoa	Auckland
6. Constance COLLINS	Heretaunga	Raukawa
7. Evalyn COOPER	Heretaunga	Wairiki
8. Te Taite COOPER	Upoko o te Ika	Victoria
9. Tatiana COWAN-GREENING	Heretaunga	Raukawa
10. Rena DAVIS	Heretaunga	Auckland
11. Ronald DENNIS	Heretaunga	EIT Hawkes Bay
12. Orlo DENNISON	Tamaki Makaurau	Unitec
13. Ian DENNISON	Tamaki Makaurau	Unitec
14. Adele EPARAIMA	Heretaunga	Massey
15. Bronwyn GAFFEY	Te Waipounamu	Otago
16. Te Ranginamu GILLIES	Heretaunga	EIT Hawkes Bay
17. Parris GREENING	Heretaunga	Raukawa
18. Hiro HAMILTON	Wairoa	Raukawa
19. Hinewai HAWAIKIRANG	Whanganui A Orotu	Otago
20. Stella HOKIANGA	Heretaunga	Massey
21. Hemi HUATA	Heretaunga	TWOA
22. Nathan JOSEPH	Wairarapa	Otago
23. Robert JOSEPH	Nga Parirau o te Ika	Waikato
24. Victoria KENRICK	Heretaunga	Victoria and Massey
25. Justin KITE	Whanganui A Orotu	Massey
26. Melody MAKIRI	Wairarapa	Raukawa
27. Karla MCPHERSON	Wairoa	EIT Hawkes Bay
28. Aaron MURPHY	Heretaunga	WINTERC
29. Robert NGAMANU	Whanganui A Orotu	Waikato
30. Rebecca NIA NIA	Otautahi	Canterbury
31. Zeb NICKLIN	Wairoa	Massey
32. Moana NUMANGA	Wairarapa	Waikato
33. Wayne ORMSBY	Heretaunga	Massey
34. Ripeka ORMSBY	Heretaunga	Waikato
35. Natalie PAEWAI	Wairoa	Massey
36. Rawinia PARINGATAI	Heretaunga	Waikato
37. Tarei PATUWAIKIRUA	Raukawa	
38. Moananui RAMEKA	Wairoa	Waikato
39. Audrey ROBIN	Heretaunga	Auckland University

# Whanautanga - Mauri Ora

*Reclaiming our values and improving our health and standard of living*

40. Horiana ROBIN	Heretaunga	Massey
41. Dion ROBINSON	Wairarapa	Sydney
42. James ROBINSON	Wairarapa	Waikato
43. Kare ROGERS	Heretaunga	EIT Hawkes Bay
44. Paul SHEERAN	Tamatea	Massey
45. Tessa-Maria SKOKANDICH	Wairoa	Otago
46. Shaun SMITH	Whanganui A Orotu	Massey
47. Ricky SOLOMON	Wairoa	Canterbury
48. Franceena SYMES	Wairoa	Massey
49. Kirstin TE AMO	Whanganui A Orotu	Waikato
50. Hayley TE RITO	Heretaunga	Raukawa
51. Ashley TE WHARE	Tamaki Makaurau	Auckland
52. Deborah THOMPSON	Wairoa	Wellington
53. Kotuku TOMOANA	Heretaunga	Massey
54. Rorakawa UMUHURI	Nga Parirau o te Ika	
55. Mariana UMUHURI	Heretaunga	Raukawa
56. Scott WEBBER	Te Upoko o te Ika	Victoria
57. Piata WINITANA-MURRAY	Wairarapa	Massey



## Communication

Communication with whanau, is provided for through many media including website Hoesa Ra, our newsletter which is distributed to every registered member household, email panui ki te iwi, radio Kahungunu, hui and reports via Taiwhenua, Taura here and Board delegates.

Registered membership has increased to 15,700. An agreement with Tuhono was signed, linking Iwi to electoral roll data where people have given permission for further Iwi contact to occur. A major project to increase membership and update our registration database will commence in the coming year.

# Kahungunutanga - Mauri Ora

*The retention of our uniqueness*

## **Kia mau mahara ki te mana ahua ake o Ngāti Kahungunu**

*Uphold the absolute uniqueness of the living breath of Kahungunu*

### **Objective:**

**To strengthen the heart and foundation of the iwi by promoting and supporting cultural development.**

**Kahungunutanga** is about celebrating and promoting our people and culture. Kapa haka festivals from primary, through secondary, to the pinnacle, Te Matatini are immensely popular. Our Rangatahi continue to excel in manu korero, sporting, education and cultural activities. Matariki events were again held throughout the rohe. Kahungunu Waitangi celebrations were held in Wairoa, Ahiriri and at Clive. Kahungunu, ka moe...ka puta... Te Parekereketanga o nga Rangatira, the fourth exhibition was held in Wairoa. These events are evidence that Kahungunutanga is advancing strongly.

The kakano of the Kahungunu Taumata was formed this year comprising Tama Huata, Dr Rangimarie Rose Pere, Piri Sciascia and Dr Pita Sharples, with the initial hui being held in April.

## **Kahungunu Cultural Centre**

The board is committed to the concept of a Kahungunu Cultural Centre. Te Paerangi National Services and Te Puni Kokiri funded a project to explore governance and management structures, and investigate operational issues for the Kahungunu Cultural Center. A workshop in May 2005 with guest speakers from Te Papa and Massey University was attended by members of the Iwi, Napier City Council, Hastings District Council, the Hawkes Bay Cultural Trust and Wairoa Museum.

## **Kahungunu, ka moe...ka puta... exhibition**

Wairoa museum was the host venue for the fourth exhibition that opened on 6 February 2005, organised by the Wairoa Taiwhenua Arts and Culture Board in partnership with the National Library Wairoa Museum Trust and Ngāti Kahungunu Iwi Incorporated. 'Kahungunu, Ka Moe...Ka Puta... Te Parekereketanga o nga Rangatira' honoured the Tipuna of the Wairoa district. The smaller venue provided an intimate atmosphere for the exhibition with smaller portraits necessary to maintain the principle of the exhibition being shown in its entirety. Wairoa was proud to host the exhibition and visitor numbers exceeded expectation with 'Kahungunu, Ka Moe...Ka Puta... Te Parekereketanga o nga Rangatira again breaking attendance records for this venue. In pride of place was Te Arawhiti, the tiki provenanced to Kahungunu himself, on loan from the Wanganui Museum.



# Sponsorship

Ngāti Kahungunu Iwi cultural and sporting sponsorships were distributed to a total of 26 individuals and 8 group events.

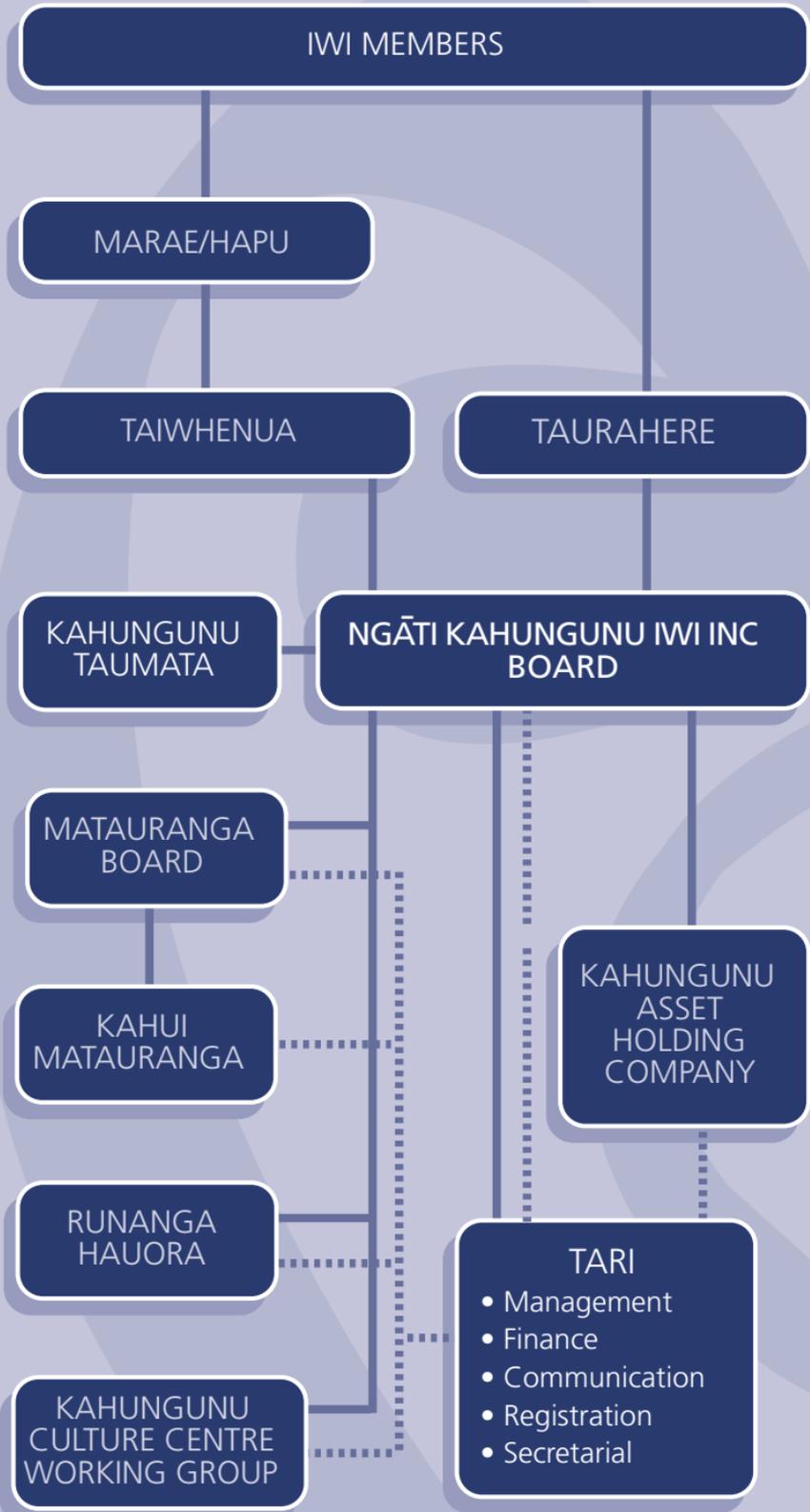
## National and International representatives

1. Dion CROUCH	World Muay Thai Amateur Championships, Thailand
2. Israel BIRCH	Maori Visual Art Exhibition
3. Kahukura BENTSON	Trans-Tasman Boxing Tournament
4. Jamie HILL	NZ U25 Indoor Bowls Team, Jersey
5. Jaimee EDWARDS	Central Districts U21 Women's Hockey Team
6. Jade WARETINI	Central Districts U21 Women's Hockey Team
7. Rongo RAPAEA	NZ Junior Softball - World Series, Canada
8. Julie FERGUSON	NZ Maori Women's Rugby 7's team, Hong Kong
9. Lourdes ZALEWSKI	Scottish Traditional Dance Championships
10. Leighann BANHAM	World Muay Thai Amateur Championships, Thailand
11. Dion CROUCH	World Muay Thai Amateur Championships, Thailand
12. Tuihata EDWARDS	Scottish & British Open Squash Tournament
13. Dio NATHAN-AUGUST	Kyokushin, NZ Karate Team
14. Te Arapera HARRISON	U14 NZ Koru Basketball Tour, Australia
15. Leanda HARRIS	U14 NZ Koru Basketball Tour, Australia
16. Shiana-Rose HARRIS	U14 NZ Koru Basketball Tour, Australia
17. Ronald Jnr KARAITIANA	NZ Indoor Cricket Team, World Series
18. Ngahuia TOHIARIKI	NZ Artistic Skating Squad
19. Te Mana TOHIARIKI	NZ Artistic Skating Squad
20. Mario HERBERT	NZ Junior softball World – Series, Canada
21. Ramona BELMONT	World Women's 9 Ball & World IBSF Women's Competition
22. Anaru Bartlett	NZ Touch Open Men Team, Australia Tour
23. Willie Walker	National Body Building
24. Paratene Edwards	NZ Touch Under 21 Mens Team – Youth World Cup, Australia
25. Levi Armstrong	NZ Touch Youth World Cup, Australia
26. John Tangaere	Waka Ama – Inter - Marae competition

## Events

1. Lindisfarne College	Manu Korero Competition
2. Sport Hawkes Bay	Kahungunu Sports Awards
3. Riverslea School	Primary Cultural Festival
4. Rugby League Hawkes Bay	National Maori Tournament
5. Porangahau Marae	Golf Tournament
6. Te Ara Hou	Whanau Event; Camberley
7. Tautoko Wahine Trust	World Indigenous Women's Well being Gathering
8. U Turn	Graduation

# Ngāti Kahungunu Iwi Inc Organisation Structure



Key  
 Accountability/reporting —————  
 Administrative supportInsert ·········

# Statement of Financial Performance

FOR THE YEAR ENDED 30 JUNE 2005

		Consolidated		Parent	
		2005	2004	2005	2004
		\$	\$	\$	\$
<b>INCOME</b>					
Administration income	2	223,498	107,797	223,498	93,749
Hi Ika income	3	2,398,388	4,282,417	2,398,388	4,282,417
Matauranga	5	176,704	188,683	176,704	188,683
Hauora	6	79,811	110,035	79,811	110,035
Mana Lending	7	-	47,660	-	47,660
Mauri Ora	8	17,582	8,377	17,582	8,377
Taiao	9	13,250	1,778	13,250	1,778
Housing	10	5,843	9,058	5,843	9,058
Merchandising	11	7,918	18,554	7,918	18,554
Governance	12	5,787	34,534	5,787	34,534
		<u>2,928,781</u>	<u>4,808,893</u>	<u>2,928,781</u>	<u>4,794,845</u>
<b>LESS EXPENDITURE</b>					
Administration	2	293,935	109,288	293,655	104,485
Hi Ika	3	677,795	1,355,251	677,795	1,355,251
Communication	4	46,444	56,407	46,444	56,407
Matauranga	5	172,838	151,269	172,838	151,269
Hauora	6	88,800	58,249	88,800	58,249
Mana Lending	7	-	184	-	184
Mauri Ora	8	128,144	187,312	128,144	187,312
Taiao	9	18,163	6,306	18,163	6,306
Housing	10	7,732	10,957	7,732	10,957
Merchandising	11	5,853	12,401	5,853	12,401
Governance	12	750,504	462,677	747,726	572,753
		<u>2,190,207</u>	<u>2,410,300</u>	<u>2,187,148</u>	<u>2,515,573</u>
Net Surplus/(Deficit) for year		<u>738,575</u>	<u>2,398,593</u>	<u>741,633</u>	<u>2,279,272</u>

# Statement of Movements in Equity

Opening Equity as at 1 July 2004	3,742,221	1,573,628	3,727,352	1,678,079
Net Surplus/Deficit for the year	738,575	2,398,593	741,633	2,279,272
Less: Distribution of Grants	(1,355,298)	(230,000)	(1,355,298)	(230,000)
	<u>3,125,498</u>	<u>3,742,221</u>	<u>3,113,687</u>	<u>3,727,351</u>

These Financial statements must be read in conjunction with the accompanying Notes

# Statement of Financial Position

AS AT 30 JUNE 2005

		Consolidated		Parent	
		2005	2004	2005	2004
		\$	\$	\$	\$
<b>ASSETS</b>					
<b>NON CURRENT ASSETS</b>					
Property	13	275,526	280,022	275,526	280,022
Motor vehicles & plant	14	147,580	92,205	147,580	92,205
Investment	15	1,489	376,132	6,605	375,232
<b>Total Non Current Assets</b>		<b>424,595</b>	<b>748,359</b>	<b>429,711</b>	<b>747,459</b>
<b>CURRENT ASSETS</b>					
Bank and cash	16	4,016,899	1,484,071	4,016,487	1,483,617
Debtors		941,135	232,688	910,004	201,556
Accrued ACE settlement	3	-	2,744,056	-	2,744,056
Prepayments		15,381	78,971	15,381	78,971
Stock on hand	17	17,045	13,233	17,045	13,233
Accrued income		15,702	3,118	15,702	3,118
<b>Total Current Assets</b>		<b>5,006,162</b>	<b>4,556,137</b>	<b>4,974,619</b>	<b>4,524,551</b>
<b>TOTAL ASSETS</b>		<b>5,430,757</b>	<b>5,304,496</b>	<b>5,404,330</b>	<b>5,272,010</b>
<b>LIABILITIES</b>					
<b>NON CURRENT LIABILITIES</b>					
Loan	18	45,178	68,034	45,178	68,034
Finance Lease	19	40,334	22,008	40,334	22,008
<b>Total Non Current Liabilities</b>		<b>85,512</b>	<b>90,042</b>	<b>85,512</b>	<b>90,042</b>
<b>CURRENT LIABILITIES</b>					
Creditors		233,890	168,976	224,274	156,357
Provision for reparation cost		17,640	17,640	12,640	12,640
Funds held in trust	16	1,248,984	1,192,785	1,248,984	1,192,785
Loan due within 1 year	18	22,857	22,857	22,857	22,857
Finance leases within 1 year	19	33,912	8,252	33,912	8,252
Provision for grants payable	20	413,495	-	413,495	-
Income in advance		248,969	61,723	248,969	61,726
<b>Total Current liabilities</b>		<b>2,219,747</b>	<b>1,472,233</b>	<b>2,205,131</b>	<b>1,454,617</b>
<b>TOTAL LIABILITIES</b>		<b>2,305,259</b>	<b>1,562,275</b>	<b>2,290,643</b>	<b>1,544,659</b>
<b>EQUITY</b>					
Retained earnings	21	2,832,620	3,742,221	2,820,809	3,727,351
Reserve fund	21	292,878	-	292,878	-
<b>NET EQUITY</b>		<b>3,125,498</b>	<b>3,742,221</b>	<b>3,113,687</b>	<b>3,727,351</b>

These financial statements were authorised for issue by the board on 4 November 2005.



Chairman



Trustee

These Financial statements must be read in conjunction with the accompanying Notes

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

## 1 STATEMENT OF ACCOUNTING POLICIES

### Reporting Entity

Ngāti Kahungunu Iwi Incorporated (the society) is an incorporated society established in 1988 under the Incorporated Societies Act 1908.

Ngāti Kahungunu Iwi Incorporated has several subsidiary companies.

The reporting entity comprises the society and consolidated group of the society and its subsidiaries.

### Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis are followed.

### Differential Reporting

The society qualifies for differential reporting as the business is not publicly accountable, and not large in size. The society has taken advantage of all available differential reporting exemptions except FRS 19 (GST).

### Specific Accounting Policies

The specific accounting policies which materially affect the measurement of financial performance and financial position have been applied.

#### (a) Operating Revenue

This represents revenue earned from the sale of the society's products and services, net of any credit allowed. Project related income is recorded on an accruals basis, consistent with the degree of project completion.

#### (b) Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation.

#### (c) Depreciation

Depreciation has been calculated using rates permitted by the Income Tax Act 1994

Vehicles	20-32% DV
Buildings	2% SL
Computer Equipment & Plant	10-50% DV

#### (d) Investments and Advances

Investments and Advances are recorded at cost or estimated net realisable value if there has been a permanent diminution in value.

#### (e) Income Tax

The society is not subject to taxation as it has attained charitable status for income tax purposes.

#### (f) Inventory

Inventories are valued at the lower of cost and net realisable value.

#### (g) Debtors

Debtors are stated at their estimated net realisable value.

These Financial statements must be read in conjunction with the accompanying Notes

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

**(h) Advances and Provisions**

Loan advances are recorded net of any specific provision for doubtful amounts.  
There are no general provisions for doubtful debts.

**(i) Consolidation**

The purchase method of consolidation has been applied in preparing the consolidated financial statements. All inter entity transactions and balances have been eliminated on consolidation.

**Changes in Accounting Policies**

There have been no other changes in the accounting policies during the year. All other policies have been consistently applied.

These Financial statements must be read in conjunction with the accompanying Notes

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>2 ADMINISTRATION</b>				
<b>Admin Income</b>				
Administration fee (external)	-	1,300	-	1,300
Interest on investments	215,139	90,206	215,139	85,216
Written off investment recovered	-	6,618	-	-
Building rental	4,200	4,200	4,200	4,200
Sundry Income	4,160	5,473	4,160	3,033
	<u>223,498</u>	<u>107,797</u>	<u>223,498</u>	<u>93,749</u>
<b>Admin Expenses</b>				
ACC	1,332	777	1,332	984
Accountancy fees	833	11,480	595	8,715
Audit fees	13,928	13,652	13,928	11,577
Small assets	1,599	2,949	1,599	2,949
Bank fees	798	1,381	756	1,310
Building R&M	10,855	10,778	10,855	10,778
Bad & doubtful debts	1,047	-	1,047	-
Consultancy	550	408	550	408
Depreciation Building	4,496	4,496	4,496	4,496
Depreciation Motor Vehicles	12,817	23,170	12,817	23,170
Depreciation Plant	11,141	12,403	11,141	12,403
Equipment Lease	7,896	7,477	7,896	7,477
Equipment R&M	2,709	4,621	2,709	4,621
General office expenses	1,137	1,146	1,137	1,047
Insurance	3,804	3,516	3,804	3,516
IT services	5,143	4,411	5,143	4,411
Gain/(Loss) on Sale	384	-	384	-
Power	3,881	2,956	3,881	2,956
Employee Related Expenses	216,081	228,120	216,081	228,120
Stationery	6,922	4,812	6,922	4,812
Subscriptions	2,955	1,268	2,955	1,268
Telephone/Communications	8,920	12,033	8,920	12,033
Travel/Accommodation	10,052	4,109	10,052	4,109
Training/Conferences	-	4,477	-	4,477
Vehicle other	10,948	6,747	10,948	6,747
less Recharges	(46,294)	(257,899)	(46,294)	(257,899)
	<u>293,935</u>	<u>109,288</u>	<u>293,655</u>	<u>104,485</u>

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>3 HI IKA</b>				
<b>Hi Ika Income</b>				
Quota lease wetfish	1,570,746	1,512,707	1,570,746	1,512,707
Quota profit share wetfish	-	183,981	-	183,981
Rock lobster lease	827,582	101,463	827,582	101,463
Prior year ACE settlement fund		2,483,637		2,483,637
Research/eels	60	629	60	629
	<u>2,398,388</u>	<u>4,282,417</u>	<u>2,398,388</u>	<u>4,282,417</u>
<b>Hi Ika Expenses</b>				
Admin fee	-	196,344	-	196,344
Committee expenses	618	2,328	618	2,328
Consultancy	910	10,381	910	10,381
Eel Management	1,620	8,925	1,620	8,925
Hui costs	63	1,837	63	1,837
Increase in Funds held in Trust (i)	56,199	543,761	56,199	543,761
Quota costs	603,405	420,662	603,405	420,662
Prior Year ACE fund Admin cost	-	112,456	-	112,456
Telephone/Communications	1,578	886	1,578	886
Travel/Accommodation	-	4,101	-	4,101
Treaty Tribes	13,402	53,570	13,402	53,570
	<u>677,795</u>	<u>1,355,251</u>	<u>677,795</u>	<u>1,355,251</u>

(i) The Maori Fisheries Act 2004 was passed into law on 25 September 2004. This legislation provides mechanisms for recognising Rongomaiwahine a Mandated Iwi Organisation for the purposes of the Act. Funds previously received are held on trust by Ngāti Kahungunu Iwi Incorporated for Rongomaiwahine pending their becoming a Mandated Iwi Organisation. The Te Ohu Kai Moana Disputes Working Group provides for funds from all fisheries sources to be held in trust pending resolution of the dispute.

## 4 COMMUNICATIONS

### Comm Expenses

Advertising & promotions	6,376	12,747	6,376	12,747
Newsletter & publications	32,956	27,502	32,956	27,502
Postage/courier	1,871	2,428	1,871	2,428
Registration	1,605	5,545	1,605	5,545
Telephone 0800	2,128	2,050	2,128	2,050
Website	1,508	6,135	1,508	6,135
	<u>46,444</u>	<u>56,407</u>	<u>46,444</u>	<u>56,407</u>

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>5 MATAURANGA</b>				
<b>Matauranga Income</b>				
MOE Contracts	167,665	185,207	167,665	185,207
Others	9,039	3,476	9,039	3,476
	<u>176,704</u>	<u>188,683</u>	<u>176,704</u>	<u>188,683</u>
<b>Matauranga Expenses</b>				
<b>Governance</b>				
Committee expenses	23,684	10,989	23,684	10,989
Hui costs	7,632	3,007	7,632	3,007
Legal fee	2,170	-	2,170	-
Training/conference	6,050	13,355	6,050	13,355
<b>Admin</b>				
General admin expenses	87,119	21,297	87,119	21,297
Consultancy /personnel	-	61,177	-	61,177
Rent /overheads	15,891	22,186	15,891	22,186
Vehicle expenses	15,671	9,802	15,671	9,802
<b>Projects</b>				
Te Reo	-	9,456	-	9,456
Research & development	14,000	-	14,000	-
Consultation	621	-	621	-
	<u>172,838</u>	<u>151,269</u>	<u>172,838</u>	<u>151,269</u>
<b>6 HAUORA</b>				
<b>Hauora Income</b>				
DHB contracts	42,906	110,035	42,906	110,035
Other income	21,641	-	21,641	-
Hikoi for health-income	15,264	-	15,264	-
	<u>79,811</u>	<u>110,035</u>	<u>79,811</u>	<u>110,035</u>
<b>Hauora Expenses</b>				
<b>Governance</b>				
Committee expenses	27,317	30,710	27,317	30,710
Consultancy		13,235		13,235
Hui costs	2,934	4,304	2,934	4,304
<b>Admin</b>				
General admin expenses	34,398	10,000	34,398	10,000
Hikoi for health - expenses	24,150	-	24,150	-
	<u>88,800</u>	<u>58,249</u>	<u>88,800</u>	<u>58,249</u>

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>7 MANA LENDING</b>				
<b>Mana Income</b>				
Dividends	-	194	-	194
Mana-interest received	-	38	-	38
Bad debts recovered	-	47,428	-	47,428
	-	47,660	-	47,660
<b>Mana Expenses</b>				
Legal fees	-	184	-	184
	-	184	-	184
<b>8 MAURI ORA</b>				
<b>Mauri Ora Income</b>				
Art & Culture	17,047	7,000	17,047	7,000
Whakairo	535	-	535	-
Te Manu Tipi	-	1,377	-	1,377
	17,582	8,377	17,582	8,377
<b>Mauri ora Expenses</b>				
Arts & Culture Centre	17,047	18,025	17,047	18,025
Events	59,770	42,868	59,770	42,868
Wananga	-	3,111	-	3,111
Whakairo	-	1,800	-	1,800
Ka moe ka puta-expenses	-	30,165	-	30,165
Kaumautua-expenses	2,744	2,500	2,744	2,500
Scholarships	28,500	60,000	28,500	60,000
Sponsorship	19,576	26,745	19,576	26,745
Sports	178	457	178	457
Te Manu Tipi	329	1,641	329	1,641
	128,144	187,312	128,144	187,312
<b>9 TAIAO</b>				
<b>Taiao Income</b>				
Wairua trust	-	1,778	-	1,778
Other income	13,250		13,250	
	13,250	1,778	13,250	1,778
<b>Taiao Expenses</b>				
Consultancy	18,163	4,889	18,163	4,889
Wairua trust	-	1,417	-	1,417
	18,163	6,306	18,163	6,306

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>10 HOUSING</b>				
<b>Housing Income</b>				
Other	5,843	9,058	5,843	9,058
	<b>5,843</b>	<b>9,058</b>	<b>5,843</b>	<b>9,058</b>
<b>Housing Expenses</b>				
Flaxmere rates	623	679	623	679
Committee expenses	6,011	9,411	6,011	9,411
Hui costs	1,098	867	1,098	867
	<b>7,732</b>	<b>10,957</b>	<b>7,732</b>	<b>10,957</b>
<b>11 MERCHANDISING</b>				
<b>Merchandising Income</b>				
Sales	7,918	18,554	7,918	18,554
Less Cost of sales	5,853	12,401	5,853	12,401
Gross margin	<b>2,066</b>	<b>6,153</b>	<b>2,066</b>	<b>6,153</b>

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>12 NKII BOARD</b>				
<b>NKII Income</b>				
Koha	200	1,960	200	1,960
Other	5,587	32,574	5,587	32,574
	<u>5,787</u>	<u>34,534</u>	<u>5,787</u>	<u>34,534</u>
<b>NKII Expenses</b>				
Committee Expenses	80,715	51,107	80,715	51,107
Consultancy	19,066	3,341	19,066	3,341
Hui costs	11,996	14,514	11,996	14,514
Koha	6,434	4,581	6,434	4,581
Company setup	10,252	24,614	7,474	24,614
Legal fees	107,179	123,792	107,179	123,792
Executive salary & honoraria	91,584	94,386	91,584	94,386
Relationship Development Expenses	51,413	48,052	51,413	48,052
Training/conferences	13,336	4,446	13,336	4,446
Vehicle expenses	10,479	11,798	10,479	11,798
Tu Kahu loan guarantee	-	-	-	120,511
TRONK investment	-	-	-	(10,435)
Mussel line development	95,082	-	95,082	-
Provision for non-recovery of investment (i)	275,592	-	275,592	-
Social activities	1,422	76,275	1,422	76,275
Election expenses	-	12,335	-	12,335
Less Recharges	(24,045)	(6,564)	(24,045)	(6,564)
	<u>750,504</u>	<u>462,677</u>	<u>747,726</u>	<u>572,753</u>

(i) Provision for doubtful recovery of mussel venture

A provision for the doubtful recovery of investments and advances made to Napier Mussels Ltd has been made as follows:

- Investments
- Advances

80,000
<u>195,592</u>
<u>275,592</u>

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Original Cost	Consolidated and Parent		2004 Closing
		Accum Dpn	Closing Value	
<b>13 PROPERTY</b>				
Land & Buildings	320,808	45,282	275,526	280,022
<b>14 MOTOR VEHICLES &amp; PLANT</b>				
Vehicles	111,046	12,954	98,092	65,209
Plant & Machinery	141,595	92,107	49,488	26,996
	252,641	105,061	147,580	92,205

	Consolidated		Parent	
	2004	2003	2004	2003
	\$	\$	\$	\$
<b>15 INVESTMENTS</b>				
<b>Investments in Subsidiaries</b>				
Shares Tronk (100%)	-	-	15,732	15,732
Shares Tu Kahu (100%)	-	-	100	100
	-	-	15,832	15,832
<b>Shares</b>				
Napier Mussels Ltd (40%)	80,000	80,000	80,000	80,000
Less: Provision	(80,000)	-	(80,000)	-
	-	80,000	-	80,000
<b>Advances</b>				
Murihiku Taurahere	160	-	160	-
Tamaki Nui A Rua	198	54,820	198	54,820
Tamatea	33,446	46,010	33,446	46,010
Wairarapa	(32,315)	(290)	(32,315)	(290)
	1,489	100,540	1,489	100,540
Napier Mussels Ltd	195,592	195,592	195,592	195,592
Less: Provision	(195,592)	-	(195,592)	-
	-	195,592	-	195,592
<b>Amount due from Subsidiaries</b>				
Tu Kahu Ltd	-	-	2,238	-
TRONK	-	-	(15,732)	(16,732)
Ngāti Kahungunu Asset Co Ltd	-	-	2,054	-
Kahungunu Iwi Holding Co Ltd	-	-	724	-
	-	-	(10,716)	(16,732)
	1,489	376,132	6,605	375,232

Ngāti Kahungunu Asset Co Ltd & Kahungunu Iwi Holding Co Ltd have been established to transact the Kahungunu fisheries settlement in terms of the Fisheries Act 2004. The companies have not traded.

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>16 BANK ACCOUNTS</b>				
Bank of NZ				
Cheque Account	24,920	5,909	24,508	5,455
Mana Account	388	27,354	388	27,354
Call Account	149,914	1,933	149,914	1,933
	175,223	35,196	174,811	34,742
Term Deposits	3,841,588	1,448,803	3,841,588	1,448,803
Petty Cash	88	72	88	72
	4,016,899	1,484,071	4,016,487	1,483,617

Deposits totalling \$1,248,984 (2004 \$1,192,785) arise from fishing receipts and are being held subject to resolution of disputes regarding allocation.

## 17 STOCKS ON HAND

Merchandise	17,045	13,233	17,045	13,233
	17,045	13,233	17,045	13,233

## 18 LOANS

Housing Corporation of New Zealand	68,034	90,891	68,034	90,891
Less Payable within 1 year	22,857	22,857	22,857	22,857
	45,177	68,034	45,177	68,034

## 19 FINANCE LEASES

Total installments outstanding	80,339	38,302	80,339	38,302
Less Interest not yet due	6,093	8,042	6,093	8,042
	74,246	30,260	74,246	30,260
Payable within 1 year	33,912	8,252	33,912	8,252
1-2 years	33,912	8,252	33,912	8,252
2-5 years	6,422	13,756	6,422	13,756
	74,246	30,260	74,246	30,260

## 20 PROVISION FOR GRANTS PAYABLE

The board requires certain criteria to be met prior to payments of grants.

The expectation is that each Taiwhenua and Taurahere can fulfill the criteria.

# Notes to and Forming Part of the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2005

	Consolidated		Parent	
	2005	2004	2005	2004
	\$	\$	\$	\$
<b>21 RETAINED EARNINGS AND RESERVE FUND</b>				
Opening Balance - Retained earnings	3,742,221	1,573,628	3,727,351	1,678,079
Net Surplus for the year	738,575	2,398,593	741,633	2,279,272
Less: Taiwhenua Distribution	(1,355,298)	(230,000)	(1,355,298)	(230,000)
Less: Transfer to Reserve Fund	(292,878)	-	(292,878)	-
Closing balance Retained earnings	<u>2,832,620</u>	<u>3,742,221</u>	<u>2,820,808</u>	<u>3,727,351</u>
Opening Balance Reserve Fund				
Add : Transfer from Retained earnings	292,878	-	292,878	-
Closing Balance Reserve Fund	<u>292,878</u>	<u>-</u>	<u>292,878</u>	<u>-</u>

For prudential purposes the board of Ngāti Kahungunu Iwi Inc has resolved to set aside 10% of the annual income each year as an enduring capital base for the Society.

## 22 RELATED PARTY TRANSACTIONS

The society enters into transactions with and on behalf of its subsidiaries Te Runanganui O Ngāti Kahungunu Ltd and Tu Kahu Ltd.

The society collects and distributes funds on behalf of and to constituent Taiwhenua and Taurahere organisations. There are common board members between the society and the Taiwhenua and Taurahere organisations.

## 23 SUBSEQUENT EVENTS

The Kahungunu Asset Holding Company has been established to receive and manage the fisheries assets upon settlement. The board of Ngāti Kahungunu Iwi Incorporated has determined that the Kahungunu Asset Holding Company will also manage all of its commercial activity. The company will act independently of the Iwi board, ensuring separation of tribal governance from commercial governance but be guided by a statement of corporate intent. In preparation for this the board has requested the company develop an investment strategy which it will approve and make an initial advance of \$1Million for company investment. The company will oversee all current commercial activity including the Iwi shareholding in Napier Mussels Ltd.

There have been no other events subsequent to balance date that have an effect on these financial statements.

## **DENT ROBERTSON & PARTNERS**

To the Members of Ngāti Kahungunu Iwi Inc

We have audited the financial report on pages 12 to 24. The financial report provides information about the past financial performance and financial position of Ngāti Kahungunu Iwi Inc (the society) and group as at 30 June 2005. This information is stated in accordance with the accounting policies set out on page 14 and 15.

### **Board's Responsibilities**

The Board is responsible for the preparation, in accordance with New Zealand law and generally accepted accounting practice, of a financial report which fairly reflects the financial position of the society and group as at 30 June 2005 and of the results of operations for the year ended 30 June 2005.

### **Auditors' Responsibilities**

It is our responsibility to express an independent opinion on the financial report presented by the Board and report our opinion to you.

### **Basis of Opinion**

An audit includes examining on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgements made by the Board in the preparation of the financial report, and
- whether the accounting policies are appropriate to the society and group circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with generally accepted auditing standards in New Zealand. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary. We obtained sufficient evidence to give reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial report.

Other than in our capacity as auditors we have no other relationship with or interests in the society or its subsidiary companies.

### **Unqualified Opinion**

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

In our opinion, the financial report on pages 12 to 24 fairly reflects the financial position of the society and group as at 30 June 2005 and the results of operations for the year ended on that date.

Our audit was completed on 4 November 2005 and our unqualified opinion is expressed as at that date.



Chartered Accountants  
Hastings, New Zealand