MATAORA NOS 1 & 2 BLOCKS INCORPORATED

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Directory
As at 30 June 2021

Nature of business	Management of Maori Freehold Land
Registered office	300 Richmond Road Auckland
Management committee	John Henry Tamihere (Chairperson) John Douglas Barry Howie Maria Mareroa
Secretary	Bhavesh Ranchhod Accounting for Success Limited Waihi
Accountant	Accounting For Success Limited Waihi
Independent auditor	RSM Hayes Audit Chartered Accountants Level 1 1 Broadway Newmarket
Bankers	ANZ New Zealand Limited Hamilton
Solicitors	John Kahukiwa Corban Revell Waitakere

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Statement of Responsibility for Financial Statements
For the year ended 30 June 2021

The Management Committee is responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information.

The independent external auditors, RSM Hayes Audit, have reviewed the financial statements and their report appears on page 3 - 4.

The Management Committee is also responsible for the systems of internal control. These are designed to provide reasonable but not absolute assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability for assets, and to prevent and detect material misstatements.

Appropriate systems of internal control have been employed to ensure that all transactions have been executed in accordance with authority and correctly processed and accounted for in the financial records. The systems are implemented and monitored by suitably trained personnel with an appropriate segregation of authority and duties. Nothing has come to the attention of the Management Committee to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements are prepared on a going concern basis. Nothing has come to the attention of the Management Committee to indicate that the Incorporation will not remain a going concern in the foreseeable future.

In the opinion of the Management Committee:

-The Statement of Comprehensive Income is drawn up so as to give a true and fair view of the financial results of the Incorporation for the financial year ended 30 June 2021;

- The Statement of financial position is drawn up so as to give a true and fair view of the state of affairs of the Incorporation as at 30 June 2021;

- The Statement of Cash Flows is drawn up so as to give a true and fair view of the cash movements for the financial year ending 30 June 2021

- There are reasonable grounds to believe that the Incorporation will be able to pay its debts as and when they fall due.

For and on behalf of the Management Committee:

Chairperson	17/11/2021 **Date**
Management Committee	17/11/2021 **Date**

RSM

RSM Hayes Audit
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Newmarket, Auckland 1149
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Newmarket, Auckland 1023
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www.rsmnz.co.nz

Independent Auditor's Report

To the Shareholders of Mataora Nos 1 & 2 Blocks Incorporated

Opinion

We have audited the financial statements of Mataora Nos 1 & 2 Blocks Incorporated, which comprise:

- The statement of financial position as at 30 June 2021;
- The statement of comprehensive income for the year then ended;
- The statement of changes in equity for the year then ended;
- The statement of cash flows for the year then ended; and
- The notes to the financial statements, which include significant accounting policies.

In our opinion, the financial statements on pages 5 to 17 present fairly, in all material respects, the financial position of the Mataora Nos 1 & 2 Blocks Incorporated as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with New Zealand equivalents to International Financial Reporting Standards Reduced Disclosure Regime.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

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

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

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

Report on other legal and regulatory requirements

In accordance with Section 277 of the Te Ture Whenua Maori Act 1993, we report that:

- We have obtained all the information and explanations that we have required;
- In our opinion, proper accounting reports have been kept by Mataora Nos 1 & 2 Blocks Incorporation as far as appears from an examination of those records; and
- In our opinion the share register and index of shareholders required by section 263 of Te Ture Whenua Maori Act 1993 has not been duly and correctly kept. The Management Committee is in the process of updating the share register.

Other information

The management committee is responsible for the other information. The other information comprises the incorporation directory and statement of responsibility for financial statements on pages 1 to 2 (but does not include the financial statements and our auditor's report thereon), which we obtained prior to the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the management committee for the financial statements

The committee is responsible, on behalf of the entity, for the preparation and fair presentation of the financial statements in accordance with New Zealand equivalents to International Financial Reporting Standards Reduced Disclosure Regime, and for such internal control as the management committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the management committee is responsible on behalf of the entity for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at:

https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page8.aspx

Who we report to

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

RSM

RSM Hayes Audit
Auckland

17 November 2021

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Statement of Financial Position
As at 30 June 2021

	Notes	2021	2020
ASSETS			
Current assets			
Cash and cash equivalents	4	621,485	159,315
Term Deposit Investment	5	-	278,963
Accounts Receivable	6	19,094	16,819
Available for Sale Investments	8	-	13,041
		640,578	468,138
Non-current assets			
Deferred tax asset	9	15,295	13,727
Property, plant and equipment	7	766,517	781,408
Work in Progress - Bore Water Programme		3,707	-
Work in Progress - Marae Complex		10,129	-
		795,649	795,135
TOTAL ASSETS		**1,436,227**	**1,263,273**
EQUITY			
Available for sale reserve		-	8,632
Share capital	11	111,564	111,564
Retained earnings	12	1,262,863	1,119,468
TOTAL EQUITY		**1,374,427**	**1,239,664**
LIABILITIES			
Current liabilities			
Trade and other creditors	10	11,688	5,144
Goods and services tax		10,991	2,467
Income in Advance		44,707	12,787
Taxation		(5,586)	3,212
		61,800	23,610
TOTAL LIABILITIES		**61,800**	**23,610**
TOTAL EQUITY AND LIABILITIES		**1,436,227**	**1,263,274**

For and on behalf of the Board:

Chairperson — 17/11/2021 **Date**

Management Committee — 17/11/2021 **Date**

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Statement of Comprehensive Income
For the year ended 30 June 2021

	Notes	2021	2020
Rental	14	242,500	240,132
Revenue		**242,500**	**240,132**
Interest		1,009	8,927
Other income		**1,009**	**8,927**
Accounting		4,910	4,050
Audit fees		6,008	5,100
Depreciation	7	22,759	26,481
Honoraria		-	5,060
Loss on sale of asset		1,304	
Property expenses		12,618	11,741
Other expenses		12,687	532
Repairs and maintenance		13,875	17,812
Travel		6,000	1,000
Profit before tax		**163,349**	**177,283**
Income tax expense	9	28,586	31,024
Profit for the year		**134,763**	**146,259**
Other comprehensive income:		-	-
Change in value of available-for-sale financial asset		-	-
Total comprehensive income for the year		**134,763**	**146,259**

These financial statements should be read in conjunction with the notes to the financial statements.

RSM

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Statement of Changes in Equity
For the year ended 30 June 2021

	Note	Share capital	Retained Earnings	Available for Sale Reserve	Total
Closing equity 1 July 2020		**111,564**	**1,119,468**	**8,632**	**1,239,664**
Net surplus for the year		-	134,763	-	134,763
Reserve movement			8,632	(8,632)	-
Total Comprehensive Income		-	143,395	(8,632)	134,763
Closing equity 30 June 2021		111,564	1,262,863	-	1,374,427
Closing equity 1 July 2019		**111,564**	**973,209**	**8,632**	**1,093,405**
Net surplus for the year		-	146,259	-	146,259
Total Comprehensive Income		-	-	-	-
Total Comprehensive Income		-	146,259	-	146,259
Closing equity 30 June 2020		111,564	1,119,468	8,632	1,239,664

MATAORA NOS 1 & 2 BLOCKS INCORPORATED

Statement of Cash Flows
For the year ended 30 June 2021

	Notes	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Rental		285,044	212,829
Interest		1,009	8,927
Payments to suppliers		(50,603)	(59,803)
Income tax paid (net)		(38,951)	(37,971)
GST (net)		8,413	5,606
Net cash inflow/(outflow) from operating activities		**204,912**	**129,588**
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(21,705)	(31,966)
Movement of short-term investment		278,963	(278,963)
Net cash inflow/(outflow) from investing activities		**257,258**	**(310,929)**
Net increase/(decrease) in cash and cash equivalents		462,170	(181,341)
Cash and cash equivalents at 1 July		159,315	340,656
Cash and cash equivalents at 30 June	4	**621,485**	**159,315**

These financial statements should be read in conjunction with the notes to the financial statements.

RSM