



# 2025 Annual Report



**CoM members:**

Harvey Bell - Secretary

Turama Hawira

William Konui

Kataraina Millin

Hera Smith

Siani Walker

Hari Benevides - Chairman

**Directory:**

PKF Doyles Chartered Accountants Ltd

Glenn Brown - Accountant

Bank of New Zealand - Whanganui

**Registered Office:**

32 Taupo Quay, Whanganui

**Auditor:**

Spooner Toy & Hood - Auditor

162 Wicksteed Street, Whanganui

**Administration:**

Rehara Tamehana - Kaiwhakahaere

Phone: 06 348 7218 Rehara

Email: rehara@morikau.nz

Secretary: harveybell@slingshot.co.nz

PO Box 641, Whanganui 4541

**[www.morikau.com](http://www.morikau.com)**

# Morikaunui Incorporation

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# Morikaunui Incorporation

## Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of the **Morikaunui Incorporation** will be held on Thursday 20th of November 2025 at the Whanganui Racecourse starting at 10:00am.

### AGENDA

1. Mihimihi and karakia (Turama Hawira)
2. Apologies (provided prior to the meeting) – “Accept apologies”  
*Any other business items tabled.*
3. Minutes of the 2024 AGM: “That the Minutes as circulated are a true and correct record.”
4. Matters arising
5. Chairman’s Report. “That the Chairman’s report be received.”
6. Financial Report (Glenn Brown). ”That the Financial report be received.”
7. Appointment of Auditor: There having been no other nomination for the position of auditor and in the absence of a notice in writing advising that they do not wish to be re-appointed, Spooner, Toy and Hood Ltd are automatically re-appointed pursuant to s277 (2) of the Act.
8. Appointment of Share Valuer: PKF Doyles Chartered Accountants Ltd have offered themselves for re-election.  
“That pursuant to s278 of the Act, PKF Doyles Chartered Accountants Ltd be appointed as Share Valuer.”
9. Dividend  
“That the payment of a dividend of \$2.00 per share from Reserves accumulated prior to 30 June 2004 as recommended by the Committee of Management be approved pursuant to s259 (1c) of the Act.”
10. Charitable purposes payments  
“That pursuant to s259(1d) of the Act it is hereby authorised that a payment being the greater of \$12,500 or 5% of reported profit be made to The Whanganui Trust to assist with the delivery of its charitable activities and sums totalling no more than \$13,000 be made on account of Education Scholarships.”
11. Committee of Management  
Hera Smith, Kataraina Millin and William Konui retire by rotation and offer themselves for re-election. Tamahau Rowe has been nominated. There being for candidates for three vacancies, pursuant to Rule 20(9), the chairperson has determined there will be a poll vote using the voting forms provided.
12. Any other business

### The Whanganui Trust

The Trust Deed requires that the Trustees report to the Morikau meeting.

1. Chairman’s Report
2. Financial Report
3. Resolution: “That Te Aroha McDonnell be reappointed as a trustee.”

**Harvey Bell**

Secretary

# Morikaunui Incorporation

Minutes of the Annual General Meeting held at the Whanganui Racecourse on Friday the 15<sup>th</sup> of November 2024.

1. The Mihimihi and karakia were delivered by Tamahau Rowe

2. Apologies

There are apologies from Turama, Hera, Aaron Rice-Edwards  
Harete Hipango / Mariana Waitai

3. Minutes of the 2023 AGM:

"That the Minutes as circulated are a true and correct record."

Agnes Tomlinson / Tatiana Pringle

4. Matters arising

None

5. Chairman's Report.

- Second phase of fragile land retirement and forestry planting completed
- To recap, with animal farming under political pressure, alternative income sources need to be explored
- Anticipated drop in sheep prices materialised and wool returns haven't improved.
- High input costs showing no signs of decreasing
- Lamb prospects looking better global instability is still adversely impacting confidence
- New unknown - the US election result
- The counter animal price uncertainties, circa 400 ha of forestry sequestering carbon averaging 17 tonnes per ha pa. The current price is \$60 per tonne
- Previously signalled upgrading of staff housing has been completed.

We are proposing a farm visit in February next year. Details will be on our Facebook page and website.

We have had a very good lambing this season so are cautiously optimistic for the current financial year.

Station manager Hamish Thompson then made a short presentation.

Among other things, he spoke about planting pines and eucalypts on fragile/steep land and near waterways. He mentioned carbon revenue being used to generate investment capital.

He signalled ongoing problems at the station from an invasion of deer from neighbouring properties as well as issues with pig, evidenced in one particular paddock with 600 wet/dry ewes (ie they had given birth but the lambs had been taken, undoubtedly by pigs).

"That the Chairman's report be received."

Hari Benevides/Hone Tamehana

Discussion

# Morikaunui Incorporation

Minutes of the Annual General Meeting held at the Whanganui Racecourse on Friday the 15<sup>th</sup> of November 2024.

There was a suggestion from the floor that the CoM should help with the cost of living by selling live lambs at a discount to shareholders.

There was various points of view put forward but the major issue was that lamb is our biggest revenue source and we needed every cent we could get for it.

In terms of supplying lamb of undoubted slaughter, there were a multitude of regulatory issues that needed to be considered, in addition to Health and Safety.

There was another suggestion that we undertake a feasibility study about operating a butcher's shop. It was pointed out by Hamish that AFFCO was unable to make its retail outlet work so had closed it. A major issue is competition from Supermarkets.

Hamish was asked whether consideration had been given to a Wind Farm to which he replied that for such generation to be feasible the site had to be within 5km of a substation and Morikau was nowhere near one.

## 6. Financial Report

Glenn Brown spoke to the PowerPoint slide presentation

Total income \$2,808k

Beef \$748k, Sheep \$1,630k, Wool \$143k and other \$287k

Total expenses (before Depreciation) \$3,005k

Farm expenditure \$2,554k, Incorporation \$296k, Finance cost \$154k

Farm cash surplus \$663k

Cash income \$3,217k minus Cash expenditure \$2,554k

Equity (shareholders' interest in the incorporation) \$28.46m

Made up of Total assets \$32.35m minus \$3.89m

"That the Financial report be received."

Agnes Tomlinson/Robert Brownlie

## Discussion

The question was asked as to whether costs were coming down in line with declining revenue. The response was that each line of expenditure was carefully considered and costs controlled as much as possible. However, since COVID, cost pressures have been a major issue.

7. Appointment of Auditor: There having been no other nomination for the position of auditor and in the absence of a notice in writing advising that they do not wish to be re-appointed, Spooner, Toy and Hood Ltd are automatically re-appointed pursuant to s277 (2) of the Act.

8. Appointment of Share Valuer: PKF Doyles Chartered Accountants Ltd have offered themselves for re-election.

"That pursuant to s278 of the Act, PKF Doyles Chartered Accountants Ltd be appointed as Share Valuer."

Hari Benevides/Harvey Bell



# Morikaunui Incorporation

Minutes of the Annual General Meeting held at the Whanganui Racecourse on Friday the 15<sup>th</sup> of November 2024.

9. Dividend: "That the payment of a dividend of \$2.00 per share from Reserves accumulated prior to 30 June 2004 as recommended by the Committee of Management be approved pursuant to s259 (1c) of the Act."

Hari Benevides/Agnes Tomlinson

10. Charitable purposes payments: "That pursuant to s259(1d) of the Act it is hereby authorised that a payment being the greater of \$12,500 or 5% of reported profit be made to The Whanganui Trust to assist with the delivery of its charitable activities and sums totalling no more than \$13,000 be made on account of Education Scholarships."

Hari Benevides/Philp Reweti

11. Committee of Management

Turama Hawira and Siani Walker retire by rotation and offer themselves for re-election. There being no other nominations, Turama and Siani are declared duly elected.

12. Any other business

None

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The Whanganui Trust

The Trust Deed requires that the Trustees report to the Morikau meeting.

1. Chairman's Report

The chairman gave a brief overview, reporting that education applications were the lowest they had ever been this year, for reasons unknown.

There was a question about why the Trust did not support Kapa Haka?

2. Financial Report

Glen Brown presented PowerPoint slides showing a graphic al depiction of the financial report.

## Revenue statement

Income \$167k , Expenses \$59k = Surplus \$108k

## Financial position

Assets \$2,592.8k minus Liabilities \$1,378.2 = Equity \$1,214.6

There was a question about how the interest rate for the loan to Morikau was set. Glenn explained that it was higher than the bank deposit rate (to benefit the trust) and lower than Morikau's borrowing rate (to benefit Moirkau).

3. Resolution: "That Te Aroha McDonnell be reappointed as a trustee."

Hari Benevides/Hone Tamehana

Meeting concluded at 11:50am with a Karakia by Hone Tamehana.

# 2025 Chairman's Report

**Tēnā Koutou e ngā Rangatira,**

## **He Whakamura (*The Year in Review*)**

New Zealand farmers are often called price takers, but the past 16 months brought record prices for lamb, beef, and dairy exports, significantly benefiting producers despite contributing to rising food price inflation. While global supply chain issues and trade uncertainties have strengthened export prices, they've also driven up farm input costs, offsetting gains and adversely impacting returns.

Crucially, Morikau Station's decade-long investments in sub-division, water reticulation, and new pasture have delivered major operational benefits. These improvements allowed us to sell most lambs and cattle as 'prime' stock directly to export processors, retaining the full value within the business. However, achieving 100% prime stock was challenged by last summer's prolonged dry conditions.

We've also established a valuable new income stream: 402 hectares of permanent forestry registered in the Emissions Trading Scheme (ETS) under a joint venture. This is projected to earn the station an average of 25 New Zealand Units (NZUs) per hectare per annum over the first ten years, supporting our capital base and commitment to sustainability.

## **He Putea (*Financial*)**

Morikau Station's financial performance outpaced industry benchmarks. Our gross revenue was \$1,594 per hectare, nearly 27% higher than the Beef and Lamb benchmark forecast of \$1,257 per hectare for Manawatu-Taranaki Hill Country farms.

Our reported profit for the year improved by over \$525,000 compared to last year, yet rising input costs resulted in a lower-than-expected profit of \$44,500. Nevertheless, the station's cash contribution was approximately \$610,000. Non-cash items, administration, and shareholder costs accounted for around \$565,000.

Higher costs stemmed partly from addressing deferred maintenance and required improvements to staff housing, which are now fully compliant. Major work to eliminate water pooling around the manager's house, signaled last year, has also been completed.



## **He Anga Whakamuri (*The Year Ahead*)**

Two major projects are scheduled for the current financial year:

1. Re-roofing the nearly 70-year-old woolshed to eliminate the unsuccessful internal gutter.
2. Advancing the water reticulation system on the Mokonui side of the station.

We also plan to add a nearly 100 ha plantation to our ETS plantings. This new area will be spaced to meet the definition of a forest but allow for limited sheep grazing in the early stages, with heavy-duty protection around each tree to prevent stock damage.

This is the last time the Annual Report will be sent overseas due to increased postage costs. They will remain available for download from the website.

## **The Whanganui Trust**

The Whanganui Trust Financial Report and list of education award recipients are included in the annual report. The full audited report can be accessed on the Morikau.com website.

## **He Haerenga (*Station Visit*)**

A shareholder station visit is planned for mid-February. Details, including a booking form, will be available on the website in early January. Please note that a severe fire risk due to very dry conditions could necessitate a postponement.

## **He Tangata (*The People*)**

In April we were deeply saddened by the tragic loss of our HR Consultant, Digby Livingston. He had been with us since 2005 and was a valued member of the management team.

My sincere thanks go to the Committee of Management, our AGM appointed trustee of The Whanganui Trust, the station management team of Hamish and Katrina Thompson, the station staff, our kaiwhakahaere Rehara, accountant Glenn Brown, and the Morikau whanau.

We remain committed to the Kaupapa as kaitiaki of Morikau.

Nga mihi



Hari Benevides (Ms) Chairman

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# Directory

## Morikaunui Incorporation For the year ended 30 June 2025

### Nature of Business

Sheep and Beef Farming

### Registered Office

32 Taupo Quay  
Whanganui 4501

### IRD Number

022-330-322

### Committee of Management

Hari Benevides (Ms) - Chairperson  
William (Bill) Konui  
Turama Hawira  
Kataraina Millin  
Harvey Bell  
Siani Walker  
Hera Smith

### Secretary

Harvey Bell

### Chartered Accountant

PKF DoYLES Chartered Accountants Ltd  
32 Taupo Quay  
Whanganui

### Auditor

Spooner, Toy & Hood Limited  
Chartered Accountants  
162 Wicksteed Street  
Whanganui

### Bankers

Bank of New Zealand  
Victoria Avenue  
Whanganui

# Approval of Financial Report

## Morikaunui Incorporation For the year ended 30 June 2025

The Committee of Management are pleased to present the approved financial report including the historical financial statements of Morikaunui Incorporation for the year ended 30 June 2025.

APPROVED

For and on behalf of the Committee of Management.



Chairperson

Date 7th October 2025 .....



Member of Committee of Management

Date 7th October 2025 .....

# Statement of Profit or Loss

**Morikaunui Incorporation**  
**For the year ended 30 June 2025**

	NOTES	2025	2024
<b>Trading Income</b>			
Beef Cattle Gross Surplus		910,313	748,410
Sheep Gross Surplus		2,250,836	1,629,351
Wool Gross Surplus		181,895	142,984
Loss on Horses		-	(1,000)
<b>Total Trading Income</b>		<b>3,343,044</b>	<b>2,519,744</b>
<b>Other Income</b>			
Dividends Received		9	35
Interest Received		6,756	798
PIE Income		22,500	22,500
Rebates		7,282	4,401
Sundry Farm Income	8	85,618	283,909
Unrealised Gains/(Losses) on Listed Investments		36,808	(58,022)
Unrealised Gains/(Losses) on Carbon Credits		27,060	28,875
<b>Total Other Income</b>		<b>186,033</b>	<b>282,497</b>
<b>Total Income</b>		<b>3,529,078</b>	<b>2,802,241</b>
<b>Expenses</b>			
Farm Administration Expenses		270,412	280,658
Farm Working Expenses		1,522,679	1,305,516
Finance Expenses		113,099	154,139
Personnel Expenses		648,857	611,852
Repairs and Maintenance		212,600	243,034
Vehicle Expenses		151,985	112,896
Administration and Other		273,970	296,794
Non Cash Expenses	14	290,990	279,649
<b>Total Expenses</b>		<b>3,484,591</b>	<b>3,284,538</b>
<b>Net Profit (Loss) For The Year</b>		<b>44,486</b>	<b>(482,298)</b>

These financial statements are to be read in conjunction with the accompanying notes. These statements have been audited.

# Balance Sheet

## Morikaunui Incorporation As at 30 June 2025

	NOTES	30 JUN 2025	30 JUN 2024
<b>Equity</b>			
Capital	5	260,876	260,876
Retained Earnings	6	1,467,631	1,536,885
Reserves	7	28,847,085	26,662,283
<b>Total Equity</b>		<b>30,575,592</b>	<b>28,460,043</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Bank	9	348,013	54,697
Trade and Other Receivables		18,817	557,497
Income Tax Receivable	4	1,434	2
<b>Other Current Assets</b>			
<b>Current assets</b>			
Carbon Credits on Hand		193,710	166,650
Dogs on Hand		2,500	-
<b>Total Current assets</b>		<b>196,210</b>	<b>166,650</b>
<b>Total Other Current Assets</b>		<b>196,210</b>	<b>166,650</b>
<b>Total Current Assets</b>		<b>564,475</b>	<b>778,847</b>
<b>Non-Current Assets</b>			
Investment in Shares	11	758,428	721,123
Property, Plant and Equipment	10	25,366,478	25,503,938
Livestock on Hand	12	5,762,938	3,986,753
Whanganui Trust - unclaimed dividends	16	1,383,532	1,361,977
<b>Total Non-Current Assets</b>		<b>33,271,376</b>	<b>31,573,791</b>
<b>Total Assets</b>		<b>33,835,850</b>	<b>32,352,638</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables		104,851	74,503
Whanganui Trust - Interest Payable on Loans	16	20,559	131,211
GST Payable		103,893	135,316
Employee Entitlements		85,869	89,085
<b>Loans</b>			
Whanganui Trust - Loan	16	1,500,000	1,573,000
Whanganui Trust Short Term Loan	16	40,000	500,000
Whanganui Trust - Unclaimed Dividends Due	16	21,555	27,504
<b>Total Loans</b>		<b>1,561,555</b>	<b>2,100,504</b>
<b>Total Current Liabilities</b>		<b>1,876,727</b>	<b>2,530,618</b>
<b>Non-Current Liabilities</b>			

These financial statements are to be read in conjunction with the accompanying notes. These statements have been audited.



	NOTES	30 JUN 2025	30 JUN 2024
Unclaimed Dividends (Due to Shareholders)		1,383,532	1,361,977
Total Non-Current Liabilities		1,383,532	1,361,977
Total Liabilities		3,260,258	3,892,594
Net Assets		30,575,592	28,460,043

These financial statements are to be read in conjunction with the accompanying notes. These statements have been audited.

# Notes to the Financial Statements

## Morikaunui Incorporation

For the year ended 30 June 2025

### 1. Reporting Entity

Morikaunui Incorporation is a Maori Incorporation under the Te Ture Whenua Maori Act 1993 and is a sheep and beef farm. The special purpose financial report was authorised for issue in accordance with a resolution of the Committee of Management dated 7 October 2025.

### 2. Statement of Accounting Policies

#### Basis of Preparation

The financial statements have been prepared in accordance with the *NZICA Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs)* published by the New Zealand Institute of Chartered Accountants.

The financial statements have been prepared for the purpose of the entity's income tax requirements and for internal use.

Unless otherwise stated, the accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on historical cost and going concern bases have been followed by the entity. All amounts are presented in NZ \$ rounded to the nearest dollar.

#### Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Combined Statement of Financial Performance and Statement of Financial Position have been applied:

##### (a) Revenue Recognition

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

Sales of goods and livestock are recognised when the entity has transferred the significant risk and rewards associated with ownership of the goods to the customer.

Forestry income is recognised on sale or harvest of the forest.

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

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

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

##### (b) Livestock

Livestock is recorded at Market Value. The annual change in numbers calculations is recorded in the Incorporation's Statement of Financial Performance by way of increasing or decreasing the Gross Profits from livestock trading while changes in market values is recorded directly into the Equity of the Incorporation. Herd Values have been used for taxation calculations.

##### (c) Accounts Receivable

Accounts receivables are recognised less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

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These financial statements have been audited.

#### (d) Property, Plant and Equipment and Investment Property

Property, plant and equipment and investment property are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

Depreciation is calculated on a straight line/diminishing value basis over the estimated useful life of the asset either using depreciation rates published by Inland Revenue or based on estimates by management. Assets' estimated useful life is reassessed annually. The following estimated depreciation rates/useful lives have been used:

Account	Method	Rate
Freehold Land	Straight Line	0%
Property Improvements	Diminishing Value	0% - 15%
Development Expenditure	Straight Line	10%
Forestry	Straight Line	0%
Buildings	Diminishing Value	0% - 39.6%
Development Plans 2016	Diminishing Value	0% - 25%
Bridges	Straight Line	2.5%
Plant & Equipment	Diminishing Value	9.6% - 67%
Development Plans 2017-2018	Diminishing Value & Straight Line	0% - 25%
Furniture & Fittings - Station	Diminishing Value	10% - 30%
Furniture & Fittings - Incorporation	Diminishing Value	11.4% - 25%
Motor Vehicles	Diminishing Value	10% - 30%
Office Equipment	Diminishing Value	16% - 67%

#### Land

The Incorporation's land is designated Māori Freehold land and is subject to the selling limitations defined in Te Ture Whenua Act 1993 ("the Act").

Buildings and other improvements have been revalued to its Rateable Value dated 1 September 2019. The rateable values are assessed every three years. An objection was submitted to the Whanganui District Council for the valuation dated 1 September 2022, in November 2023 however this was rejected in June 2024, and the land has been revalued to the Rateable Value dated 1 September 2022.

#### Development Expenditure

Development Expenditure is capitalised and amortized over a period of 4 to 10 years. An adjustment is made for taxation purposes.

#### (e) Income Tax

Provision has been made for all known taxation liabilities. Income tax is accounted for using the taxes payable method.

#### (f) Investments

Investments held at trading banks are stated at cost. Shares are valued at market values. For listed investments the annual change in value is recorded in the Incorporation's Statement of Financial Performance as an unrealised gain.

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These financial statements have been audited.



**(g) Financial Instruments**

Financial instruments are recognised in the Statement of Financial Position when the incorporation becomes party to a financial contract. They include cash balances, deposits, bank overdraft, payables, receivables and intercompany balances.

All of the financial instruments of the Incorporation are initially recorded at cost and subsequently carried at amortised cost using the effective interest method. Due allowance is made for impaired receivables (credit losses).

**(h) Joint Venture Agreement**

Morikaunui Incorporation has a joint venture forestry agreement with Tamata Hauha Limited, under which Tamata Hauha finances, establishes and manages forestry on Incorporation land, with returns, primarily from carbon credits, shared for a limited time in accordance with the agreement.

**(i) Goods and Services Tax**

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST. The Incorporation is GST registered on an invoice basis.

**(j) Changes in Accounting Policies**

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

	2025	2024
<b>3. Tax Reconciliation</b>		
Net Profit/(Loss) before tax	44,486	(482,298)
<b>Permanent Differences</b>		
Changes in Livestock Numbers - Sheep	301,772	197,622
Changes in Livestock Numbers - Cattle	106,844	210,147
Increase/(Decrease) Tax Value of Sheep	(445,294)	(123,986)
Increase/(Decrease) Tax Value of Cattle	(152,477)	(176,220)
Increase/(Decrease) Tax Value of Horse	-	(1,000)
Non Deductible Expenditure	156,379	145,757
Non Assessable Income	(77,850)	15,428
Imputation Credits Assessable	3,316	3,428
Development Expenditure Deductible Capitalised	(30,069)	(300,000)
Donation to Donee Organisation	-	(12,500)
Tax Losses approved by the IRD	(2,325,447)	(1,772,911)
Prior Year Adjustments	29,647	-
Losses from conversion of ICA Credits	(18,948)	(19,591)
<b>Total Permanent Differences</b>	<b>(2,452,127)</b>	<b>(1,833,826)</b>
<b>Timing Differences</b>		
Audit Fee Accrual	2,000	3,500
Holiday pay accrual movement	703	(12,823)
<b>Total Timing Differences</b>	<b>2,703</b>	<b>(9,323)</b>
Total adjustments	(2,449,424)	(1,843,149)
Total Loss	(2,404,938)	(2,325,447)
Taxable income (loss to carry forward)	(2,404,938)	(2,325,447)

These financial statements have been audited.

	2025	2024
<b>4. Income Tax</b>		
Opening Balance	2	117
Plus - Tax Refunds	-	(120)
Less - Prior Year Tax Refunds Correction	(2)	3
Less - RWT Paid	1,434	2
Income Tax (Receivable)	1,434	2

	2025	2024
<b>5. Capital</b>		
Issued Shares - 46620 Shares	260,876	260,876
Total Capital	260,876	260,876

	2025	2024
<b>6. Retained Earnings</b>		
<b>Retained Earnings</b>		
Opening Balance	1,536,885	2,124,922
<b>Plus</b>		
<b>Net Profit/(Loss)</b>		
Net Profit/(Loss)	44,486	(482,298)
<b>Less</b>		
<b>Distributions</b>		
Grants & Scholarships	20,500	12,500
Dividend Paid	93,240	93,240
Total Distributions	113,740	105,740
Total Retained Earnings	1,467,631	1,536,885

These financial statements have been audited.

	2025	2024
<b>7. Reserves</b>		
<b>Land Revaluation Reserve</b>		
Opening Balance	21,532,134	7,870,134
Movement for the period	-	13,662,000
<b>Total Land Revaluation Reserve</b>	<b>21,532,134</b>	<b>21,532,134</b>
<b>Realised Capital Reserve</b>		
Opening Balance	499,777	499,777
<b>Total Realised Capital Reserve</b>	<b>499,777</b>	<b>499,777</b>
<b>Livestock Revaluation Reserve</b>		
Opening Balance	4,630,372	5,420,859
Movements for the period	2,184,802	(790,487)
<b>Total Livestock Revaluation Reserve</b>	<b>6,815,174</b>	<b>4,630,372</b>
<b>Total Reserves</b>	<b>28,847,085</b>	<b>26,662,283</b>
	2025	2024

## 8. Sundry Farm Income

Rental Shearers Quarters	16,786	-
Environmental Planting Subsidies	-	47,250
Fencing Subsidies	-	183,814
Hive Rental	52,438	44,500
Other	16,394	8,345
<b>Total Sundry Farm Income</b>	<b>85,618</b>	<b>283,909</b>
	2025	2024

## 9. Cash and Bank

BNZ - Current Account	1,415	57,148
BNZ - Call Account	349,380	-
BNZ - Credit Cards	(2,783)	(2,451)
<b>Total Cash and Bank</b>	<b>348,013</b>	<b>54,697</b>

These financial statements have been audited.



## 10. Property, Plant & Equipment 2025

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Freehold Land	22,185,000	-	-	22,185,000
Property Improvements	204,818	1,753	97,235	107,583
Development Expenditure	1,193,711	5,415	1,193,711	-
Forestry	93,261	-	-	93,261
Buildings	1,020,128	4,560	237,083	783,045
Development Plans 2016	789,313	28,350	437,599	351,713
Bridges	260	-	260	-
Plant & Equipment	453,082	36,059	297,755	155,327
Development Plans 2017-2023	1,981,881	143,928	585,971	1,395,910
Furniture & Fittings - Station	28,583	986	24,119	4,465
Motor Vehicles	764,285	65,392	404,575	289,646
Office Equipment	12,557	446	12,029	528
	<b>28,726,879</b>	<b>286,890</b>	<b>3,290,337</b>	<b>25,366,478</b>

## Property, Plant & Equipment 2024

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Freehold Land	22,185,000	-	-	22,185,000
Property Improvements	204,818	1,940	95,482	109,336
Development Expenditure	1,193,711	5,900	1,188,296	5,415
Forestry	93,261	-	-	93,261
Buildings	968,507	8,755	232,523	735,984
Development Plans 2016	789,313	31,180	409,250	380,063
Bridges	260	-	260	-
Plant & Equipment	446,195	40,117	261,696	184,499
Development Plans 2017-2018	1,951,812	122,437	442,042	1,509,770
Furniture & Fittings - Station	27,232	682	23,132	4,100
Motor Vehicles	667,164	64,637	371,626	295,538
Office Equipment	12,557	868	11,583	974
	<b>28,539,830</b>	<b>276,514</b>	<b>3,035,890</b>	<b>25,503,939</b>

These financial statements have been audited.

	2025	2024
<b>11. Investment in Shares</b>		
Ballance Agri-Nutrients Ltd - 16,479	148,311	133,480
Farmlands Co-Operative Society Ltd - 3,556	4,869	4,372
PGG Wrightson Ltd - 354	740	448
Property for Industry Ltd - 271,080	604,508	582,823
<b>Total Investment in Shares</b>	<b>758,428</b>	<b>721,123</b>

	2025	2024
<b>12. Livestock on Hand</b>		
Beef Cattle on Hand	2,412,729	1,785,681
Horses on Hand	2,500	2,500
Sheep on Hand	3,347,709	2,198,572
<b>Total Livestock on Hand</b>	<b>5,762,938</b>	<b>3,986,753</b>

	2025	2024
<b>13. Retained Earnings Prior to 2005</b>		
Opening Balance	1,634,210	1,727,450
Dividends	(93,240)	(93,240)
<b>Total Retained Earnings Prior to 2005</b>	<b>1,540,970</b>	<b>1,634,210</b>

Dividends distributed from Retained Earnings Prior to 2004 are free from Income Tax in the hands of Shareholders.

	2025	2024
<b>14. Non Cash Items</b>		
Depreciation	286,890	276,514
Loss on Sale of Fixed Assets	4,099	3,134
<b>Total Non Cash Items</b>	<b>290,990</b>	<b>279,649</b>

	2025	2024
<b>15. Related Party Transactions with The Whanganui Trust</b>		
Donations Paid	12,500	12,500
Interest Paid	102,498	131,211
<b>Total Related Party Transactions with The Whanganui Trust</b>	<b>114,998</b>	<b>143,711</b>

## Related Parties

Morikaunui Incorporation is the settlor of The Whanganui Trust ("the Trust") and appoints six of the seven Trustees (one is independently appointed). The result of the Trust have not been consolidated as the effect would be immaterial. Distributions are made to the Trust annually as per the Statement of Movements in Equity. The Incorporation's unclaimed dividends are held in trust by the Trust.

The Incorporation has current liabilities owing to the Trust as stated in the Statement of Financial Position.

These financial statements have been audited.



Harvey Bell received \$45,000 (\$4,250 net per month) in Secretary Fees from Morikaunui Incorporation during the year. (2024: \$45,000)

All other related party transactions have been carried out on commercial terms and conditions and at market rates. No related party debts have been written off or forgiven during the period.

	2025	2024
<b>16. Related Party Assets or (Liabilities)</b>		
Whanganui Trust - Interest Payable on Loans	(20,559)	(131,211)
Whanganui Trust - Unclaimed Dividends Due	(21,555)	(27,504)
Whanganui Trust - Loan	(1,500,000)	(1,573,000)
Whanganui Trust Short Term Loan	(40,000)	(500,000)
The Whanganui Trust Loan - Unclaimed Dividends	1,383,532	1,361,977
<b>Total Related Party Assets or (Liabilities)</b>	<b>(198,583)</b>	<b>(869,739)</b>

	2025	2024
<b>17. Māori Authority Tax Credits</b>		
<b>Opening Balance</b>		
Opening Balance	122,534	118,907
<b>Add Tax Credits</b>		
RWT	1,260	5
ICA	3,006	3,742
<b>Total Add Tax Credits</b>	<b>4,266</b>	<b>3,747</b>
<b>Less Tax Refund Prior Years</b>		
Tax Refund Received	2	120
<b>Total Māori Authority Tax Credits</b>	<b>126,798</b>	<b>122,534</b>

## 18. Taxation Losses

Accumulated Taxation losses of \$2,404,938 (2024:\$1,772,911) are available to offset against future Income.

## 19. Emissions Trading Scheme

The Incorporation has entered the NZ Emissions Trading Scheme ("ETS") in respect of 54.6 hectares of pre-1990 forested land. This entitles the Incorporation to receive emission units ("NZU") for carbon stored in the specified area.

The Incorporation has received its entitlement of 3,300 NZU units (i.e. 60 tonnes per ha). The dollar value of these units received has been recognised in the financial statements at a market value at June 2025 of \$58.70 per unit.

## 20. BNZ Credit Facilities

The Incorporation has a BNZ overdraft facility (limit \$300,000) secured over livestock.

The Incorporation has a BNZ term loan facility that is secured by way of a general security agreement over the Incorporation's assets, but excluding land. The total owing at balance date is NIL.

## 21. Capital Commitments

The Incorporation has no capital commitments as at 30 June 2025 (2024:Nil).

These financial statements have been audited.

## 22. Contingent Liabilities

The Incorporation has no contingent liabilities and no guarantees as at 30 June 2025. (2024:Nil)

## 23. Events Occurring After Balance Date

There are no known significant events that have occurred after balance date.



## INDEPENDENT AUDITOR'S REPORT

To the Members of Morikaunui Incorporation

### Opinion

We have audited the financial statements of Morikaunui Incorporation on pages 5 to 16, which comprise the Balance sheet as at 30 June 2025, and the statement of profit or loss and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are prepared, in all material respects, in accordance with Special Purpose Financial Reporting Framework for For-Profit Entities (SPFR for FPEs), issued by Chartered Accountants Australia & New Zealand.

### 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 Morikaunui Incorporation 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, Morikaunui Incorporation.

### Emphasis of Matter – Basis of Accounting

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements have been prepared for the purpose of the entity's income tax requirements and for internal use. As a result, the financial statements may not be suitable for another purpose.

### Restriction on Responsibility

This report is made solely to the Members of the Incorporation. Our audit work has been undertaken so that we might state to the Committee of Management those matters 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 Committee of Management as a body, for our audit work, for this report, or for the opinions we have formed.

### Committee of Management's Responsibility for the Financial Statements

The Committee of Management are responsible on behalf of the entity for determining that the SPFR for FPEs framework adopted is acceptable in Morikaunui Incorporation's circumstances, the preparation of financial statements, and for such internal control as the Committee of Management 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 Committee of Management are 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 Committee of Management either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

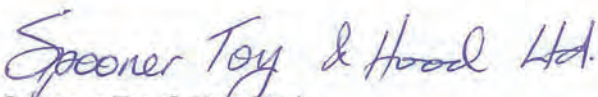
Our objectives are to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit 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:

[www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/](http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/)

#### **Report on Other Legal and Regulatory Requirements**

The Share Register and Index of Shareholders has been compiled and correctly kept in accordance with Section 263 of the Te Ture Whenua Maori Act 1993.



**Spooner Toy & Hood Ltd**

Whanganui

7 October 2025



STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 30 JUNE 2025



\$2.8M  
2024



\$3.5M  
2025



\$700,000  
Income increase  
from 2024



TOTAL INCOME



STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 30 JUNE 2025



\$2.8M  
2024



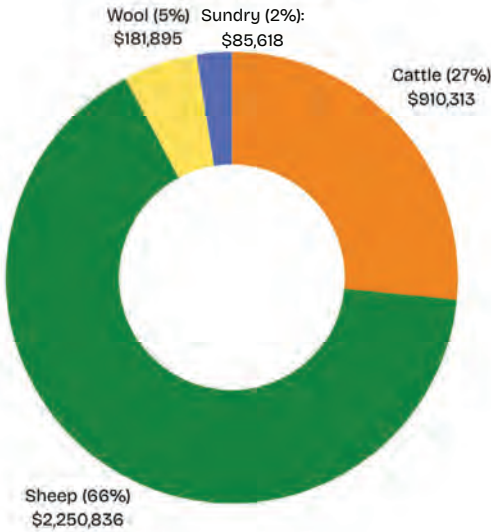
\$3.4M  
2025



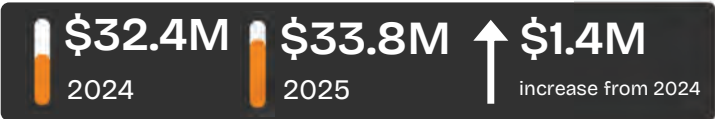
\$600,000  
Farm income  
increase from 2024



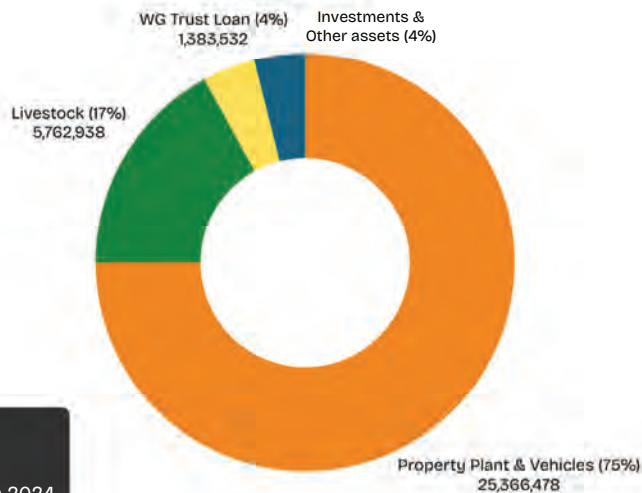
FARM INCOME



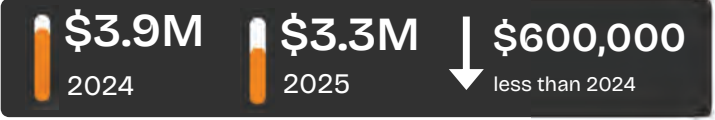
STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED 30 JUNE 2025



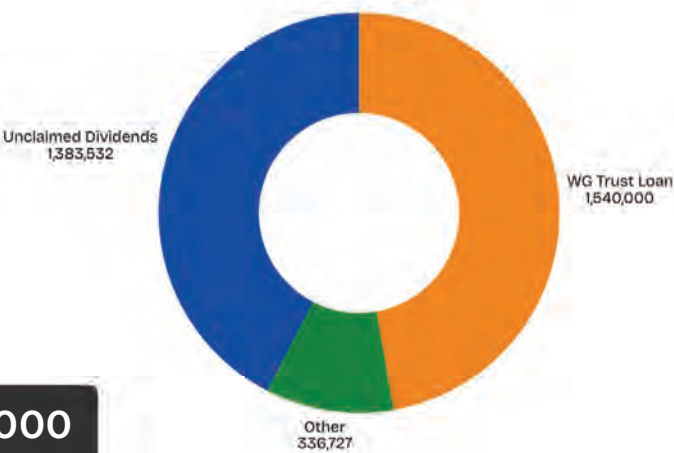
ASSET MIX



STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED 30 JUNE 2025



LIABILITIES (\$)





## SUMMARY OF INCOME FOR THE YEAR ENDED 30 JUNE 2025

### TRUST INCOME (\$)

Donations & Grants (9.1%)  
\$12,500



Interest & Dividends (90.9%)  
\$124,734

**2025**  
\$137,000

**2024**  
\$167,000



## SUMMARY OF EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2025

### TRUST EXPENSES (\$)

Audit fees (7%)  
\$4,506



Administration costs (39%)  
\$23,523

Grants & Scholarships (54%)  
\$32,849

**2025**  
\$61,000

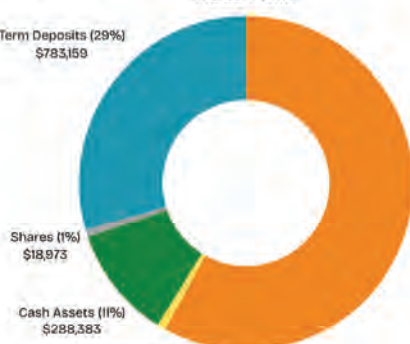
**2024**  
\$59,000



## SUMMARY OF ASSETS FOR THE YEAR ENDED 30 JUNE 2025

### ASSET MIX

Term Deposits (29%)  
\$783,159



Shares (1%)  
\$18,973

Cash Assets (11%)  
\$288,383

Unclaimed Dividends due (1%)  
\$21,555

Morikau Inc. Loan (58%)  
\$1,540,000

**2025**  
\$2.65M

**2024**  
\$2.46M



**SUPPLEMENTARY SCHEDULES**

FOR THE YEAR ENDED 30 JUNE 2025

**Governance, Shareholder meetings & Admin details**

	2025	2024	2023	2022
Accounting Fee - Accounts, Consultancy & Shareholder Support	82,513	84,000	70,957	70,715
Audit Fee	14,388	12,780	13,330	15,700
Consultancy (HR)	2,130	8,566	9,650	9,175
Governance	41,518	45,579	41,159	33,556
Governance Admin & Support	45,000	45,000	50,233	50,329
Office Expenses	29,864	38,934	30,127	30,530
Shareholder AGM Costs/Meetings	49,047	53,167	47,491	20,851
Travel Reimbursement (Committee)	9,510	8,768	8,029	5,703
	<b>\$ 273,970</b>	<b>\$296,794</b>	<b>\$270,976</b>	<b>\$236,559</b>

\*includes Committee fees

**Committee Fees and Travel for 2025**

	Fees	Travel
	\$	\$
Hari Benevides	12,000	5,674
Hera Smith	4,000	986
K Millin	6,400	1,255
Turama Hawira	4,800	154
William Konui	4,000	676
Harvey Bell		643
Siani Walker	4,400	123
	<b>\$35,600</b>	<b>\$9,510</b>

**Farm Performance Analysis**

	2025	2024	2023	2022	2021	2020
<b>Net Sale Proceeds</b>						
Sheep Per Head (Avge)	\$ 144	\$ 105	\$ 132	\$ 134	\$ 117	\$ 132
Cattle Per Head (Avge)	\$ 1,336	\$ 1,125	\$ 1,192	\$ 1,267	\$ 1,304	\$ 1,389
Wool Per Kilo (Avge)	\$ 2.08	\$ 1.49	\$ 1.52	\$ 1.58	\$ 1.06	\$ 1.49

**Effective Farm Surplus**

Effective Area Ha	2,150	2,150	2,447	2,447	2,657	2,590
Gross Farm Revenue Per Ha	\$ 1,594	\$ 1,178	\$ 1,356	\$ 1,442	\$1,311	\$1,329
Farm Operating Expenses Per Ha	\$ 1,301	\$ 1,163	\$ 1,065	\$ 1,104	\$837	\$ 823
Net Farm Surplus (after depreciation) per Ha	\$ 160	-\$ 115	\$ 186	\$ 251	\$360	\$ 224
Gross Farm Revenue Per Stock Unit	\$ 145	\$ 101	\$ 126	\$ 132	\$124	\$ 117



# Statement of Financial Performance

The Whanganui Trust  
For the year ended 30 June 2025

'How was it funded?' and 'What did it cost?'

	NOTES	2025	2024
<b>Revenue</b>			
General grants	1	12,500	12,500
Interest, dividends and other investment revenue	1	124,734	154,926
<b>Total Revenue</b>		<b>137,234</b>	<b>167,426</b>
<b>Expenses</b>			
Expenses related to commercial activities	2	23,523	19,645
Grants and donations made	2	32,849	34,550
Other expenses	2	4,506	5,181
<b>Total Expenses</b>		<b>60,878</b>	<b>59,376</b>
<b>Surplus/(Deficit) for the Year</b>		<b>76,355</b>	<b>108,050</b>



# Statement of Financial Position

The Whanganui Trust

As at 30 June 2025

	NOTES	30 JUN 2025	30 JUN 2024
<b>Assets</b>			
<b>Current Assets</b>			
Cash and short-term deposits	3	288,383	66,558
Debtors and prepayments	3	54,109	159,445
<b>Other current assets</b>			
Current assets	3	40,000	500,000
Investments (current)	3	783,159	274,832
<b>Total Other current assets</b>		<b>823,159</b>	<b>774,832</b>
<b>Total Current Assets</b>		<b>1,165,651</b>	<b>1,000,835</b>
<b>Non-current assets</b>			
Investments	3	18,973	18,973
Other non-current assets	3	1,500,000	1,573,000
<b>Total Non-current assets</b>		<b>1,518,973</b>	<b>1,591,973</b>
<b>Total Assets</b>		<b>2,684,624</b>	<b>2,592,808</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Creditors and accrued expenses	4	5,150	11,245
Other current liabilities	4	5,000	5,000
<b>Total Current liabilities</b>		<b>10,150</b>	<b>16,245</b>
<b>Non-current liabilities</b>			
Loans	4	1,383,532	1,361,977
<b>Total Non-current liabilities</b>		<b>1,383,532</b>	<b>1,361,977</b>
<b>Total Liabilities</b>		<b>1,393,682</b>	<b>1,378,222</b>
<b>Total assets less total liabilities (net assets)</b>		<b>1,290,942</b>	<b>1,214,586</b>
<b>Accumulated Funds</b>			
Trust Capital	5	1,290,942	1,214,586
<b>Total Accumulated Funds</b>		<b>1,290,942</b>	<b>1,214,586</b>

## The Whanganui Trust - Education Awards

### UNDERGRADUATE SCHOLARSHIPS

Mikaere Tohill	BA, Oral Health	Auckland UniTech
Maia Aroha Clark	BA, International Relations & Te Reo	Victoria University
Matthew Kahurangi Clark	BA, Te Reo & Psychology	Waikato University
Jordan Hemopo	BBL, Business & Law	Waikato University
Ashton Hodson	BA, Medicine & Surgery	Otago University
Warryk Hodson	BA, Medicine & Surgery	Otago University
Ngarangi Mason	LLB, Law & Te Reo	Waikato University
Natalia Healy-Forde	MBChB, Medicine	Auckland University

### THE WHANGANUI TRUST AWARDS

#### Education Grants

Delcina Goff	Te Reo	Te-Wananga o Aotearoa
Kayla Waudby	Teaching - Primary	Waikato University
Te Waiata Goff	Te Reo	Te-Wananga o Aotearoa
Tania McDonnell	Philosophy	Auckland University
Kiritea Te Reo	Sport & Recreation	Auckland University
Gemma Walsh	Law & Criminology	Victoria University
Caitlin Huria	Medical Laboratory Science	Otago University
Erena Page	Te Reo & NZ Sign language	Victoria University
Jai Ngataki-Karehana	Marketing & Commercial Law	Victoria University
Ronald Dennis	Te Reo	EIT-Napier
Jaimee-Lee Coleman	Te Reo	Te-Wananga o Aotearoa
Tamelia Blackburn	International Business	IPU New Zealand
Jamie Wharepapa-Gray	Te Reo	Te-Wananga o Aotearoa
Celine Selwyn	Physiotherapy Practice	Auckland University
Kalena Te Koro-Bowerman	Tourism & Travel Management	NZ School of Tourism
Sophia 'Unga	History	Victoria University
Maia Awatea Waudby	Te Reo & Psychology	Waikato University

#### **Year 13**

Bobbygirl Watson	NCEA	St Josephs
Kamaea Teki	NCEA	Whanganui Girls College



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Tel: 06 348 7218 [rehara@morikau.nz](mailto:rehara@morikau.nz)

**Morikau.com**