



# **ANNUAL REPORT**

**30 June 2007**

# WHANGANUI TRUST

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## **DIRECTORY**

AS AT 30 JUNE 2007

<b>Nature of Business</b>	Charitable Trust for Tribal Purposes
<b>Address</b>	16 Bell St P O Box 4035 WANGANUI
<b>Accountants</b>	Balance Chartered Accountants Limited
<b>Secretary</b>	Harvey Bell
<b>Bankers</b>	BNZ, Wanganui
<b>Solicitors</b>	Tripe Matthews & Feist, Wellington
<b>GST</b>	Not Registered
<b>Trustees</b>	<i>As Morikaunui Incorporation Board members</i> Hari Benevides (Ms) - Chairman Ann Waitai Turama Hawira Jimmy Edmonds Rangipo Mete Kingi Tema Butler Wiremu Konui <i>As floor elected representative*</i> Josephine Maniapoto  <i>* Elected by a show of hands at the Morikaunui Incorporation AGM.</i>

# **WHANGANUI TRUST**

## **CHAIRMAN'S REPORT**

Last year's report outlined the proposed revisions to the guidelines regarding Grants and Scholarships. These have now been completed and as a result the application process has now been streamlined.

2007 Education Allocations:

- Dr Rangi Mete-Kingi Post-graduate Scholarship of \$4,000 on behalf of Morikaunui.
- Robin Murphy-Peehi Post-graduate Scholarship of \$4,000 on behalf of Atihau-Whanganui.
- 12 Under-graduate Scholarships of \$1,000 each, 8 on behalf of Morikaunui and 4 on behalf of Atihau-Whanganui
- 3 Trade Grants of \$1,000 each.
- 67 Education Grants of \$250 each.
- 4 Year 13 Grants of \$110 each.

The total value was \$40,190 contributed by:

- |                    |          |
|--------------------|----------|
| ▪ Whanganui Trust  | \$20,190 |
| ▪ Morikaunui       | \$12,000 |
| ▪ Atihau-Whanganui | \$8,000  |

The trustees are pleased to announce three new Scholarships this year.

- An Agricultural Scholarship for attendance at Telford, Taratahi or a like institution with a value up to \$14,000 for the year.
- For any eligible student attending Whanganui UCOL campus there are two Scholarships of \$4,000 each in the name of Morikaunui Incorporation and Atihau-Whanganui. Applications are to be made to UCOL

Every year some applications cannot be considered because of the failure to supply all relevant information. The forms are specific about what information must be provided. If you are submitting an application, please ensure that it is on the correct form and accompanied by all the supporting documents. Application forms will be available from the website [www.whanganuitrust.com](http://www.whanganuitrust.com) and the office from mid-December.

A Wananga was held in February with presentations on succession to shares, forming trusts, banking, the IRD and other relevant issues. Approximately 15 people attended

and felt they had benefited from their attendance and expressed interest in attending future Wananga.

Representation on the Trust is an issue that continues to be debated. The Trust Deed allows up to two additional Trustees to be invited to join the Trust, however there is no provision to alter the Trust Deed. In 1965 when the Trust was established, the then Trustees were part of the process of establishing Atihau-Whanganui Incorporation. The Trust Deed was agreed to with their full knowledge and understanding, and it is reasonable to assume that they wished the current criteria to remain.

Until 30 June 2006 all operational costs are now met by Morikau. They are now met by the Trust. The Trust expenses are up from \$18k to \$42k, however during the same period our income was also up by almost \$30k.

We are applying for registration of The Whanganui Trust under the new Charities Act with careful consideration given to our Trust Deed.

The "Floor" Trustee member Jo Maniapoto has advised that she will not accept a nomination this year. Her informed and considered korero always had the best interests of Shareholders and descendents at heart. Her invaluable contribution will be missed. We wish her all the very best for the future.

I join with my fellow Trustees, our Secretary, and office staff in wishing you a safe and happy festive season.

**Hari Benevides (Ms)**  
**Chairman**

## **AUDIT REPORT**

To the Members of The Whanganui Trust

We have audited the financial report on pages 5 to 10. The financial report provides information about the past financial performance of the Trust and its financial position as at 30 June 2007. This information is stated in accordance with the accounting policies set out on pages 8-10.

### **Trustee's Responsibilities**

The Trustees are responsible for the preparation of a financial report which fairly reflects the financial position of the Trust at 30 June 2007 and of the results of operations for the year ended on that date.

### **Auditors' Responsibilities**

It is our responsibility to express an independent opinion on the financial report presented by the Trustees 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 Trustees in the preparation of the financial report, and
- whether the accounting policies are appropriate to the Trust's 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 in order to provide us with 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 relationship with or interests in the Trust.

### **Unqualified Opinion**

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

In our opinion :

- proper accounting records have been kept by the Trust so far as appears from our examination of those records; and
- the financial report on pages 5 to 10 complies with generally accepted accounting practices, and gives a true and fair view of the financial position of the Trust as at 30 June 2007 and the results of their operations for the year ended on that date.

Our audit was completed on 23 October 2007 and our unqualified opinion is expressed as at that date.

Sewell & Wilson Ltd

Chartered Accountants  
Wanganui

# WHANGANUI TRUST

## STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2007

	2007 \$	2006 \$
<b>Income</b>		
Morikaunui Tribal Purposes Grant	12,500	10,919
Atihau Whanganui Tribal Purposes Grant	25,000	44,694
Other Income	-	489
Dividends Received	12,197	2,483
Interest Received	91,946	54,372
<b>Total Income before Expenses</b>	<b>141,642</b>	<b>112,957</b>
<b>Less Expenses</b>		
Accountancy, Secretarial & Legal Fees	21,485	14,341
Audit Fee	1,292	1,244
Bank Fees & Charges	50	-
Interest - Current Account	376	-
Printing & Stationery	-	2,858
Committee Expenses	18,048	-
General Expenses	751	-
Subscriptions , Licences & Fees	19	164
<b>Total Expenses</b>	<b>42,019</b>	<b>18,606</b>
<b>Total Amount Available for Grants</b>	<b>99,624</b>	<b>94,350</b>
<b>Grants</b>		
Education Assistance	20,190	20,050
Education Purposes	8,350	5,610
Tribal Purposes	7,681	46,350
Whanganui "Awa" School	1,000	-
Maori Memorial Committee Grant	728	45
Sports Grants	3,050	2,000
Community Grants	-	300
Kaumatua Home Improvement Grants	2,000	-
<b>Total Grants Made</b>	<b>42,999</b>	<b>74,355</b>
<b>Net Excess Income over Expenditure for the Year</b>	<b>\$56,625</b>	<b>\$19,996</b>

The above Statement of Financial Performance should be read in conjunction with the accompanying notes

## WHANGANUI TRUST

### STATEMENT OF MOVEMENTS IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$	2006 \$
Equity at start of the period		503,711	483,715
Surplus		56,625	19,996
Total recognised revenues and expenses for the period		56,625	19,996
Total Equity at the end of the period		<u>\$560,336</u>	<u>\$503,711</u>

*The above Statement of Movements in Equity must be read in conjunction with the accompanying notes*

# WHANGANUI TRUST

## STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2007

	Note	2007 \$	2006 \$
<b>EQUITY</b>			
Accumulated Trust Funds		560,336	503,711
		<b>\$560,336</b>	<b>\$503,711</b>
<b>REPRESENTED BY:</b>			
<b>INVESTMENTS</b>			
Investments	3	1,239,816	1,038,569
Shares	2	17,351	17,351
<b>Total Investments</b>		<b>1,257,167</b>	<b>1,055,920</b>
<b>LESS TERM LIABILITIES</b>			
Unclaimed Monies - Morikaunui Incorporation	5	794,289	361,860
Unclaimed Monies - Atihau Whanganui Incorporation	5	508,808	372,903
Unclaimed Monies - Waharangi 4 Block	4	2,242	2,242
<b>Total Term Liabilities</b>		<b>1,305,339</b>	<b>737,005</b>
<b>CURRENT ASSETS</b>			
Bank of NZ Current Account		2,825	5,348
Accounts Receivable		608,727	225,289
<b>Total Current Assets</b>		<b>611,551</b>	<b>230,637</b>
<b>LESS CURRENT LIABILITIES</b>			
Accounts Payable		3,044	45,841
<b>WORKING CAPITAL</b>		<b>608,507</b>	<b>184,796</b>
<b>NET ASSETS</b>		<b>\$560,336</b>	<b>\$503,711</b>

For and on behalf of the Trust:

Hari Benevides (Chairman)

Trustee

Dated 23/10/07

The above Statement of Financial Position should be read in conjunction with the accompanying notes



# WHANGANUI TRUST

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2007

### 1. Summary of Significant Accounting Policies

#### 1 a) ENTITY REPORTING:

Whanganui Trust is a Charitable Trust Incorporated under the Charitable Trust Act 1957.

The Trust prepares general purpose financial statements in accordance with generally accepted accounting practice.

As the entity is not large and is not publicly accountable, it qualifies for differential reporting. It has taken advantage of all available differential reporting exemptions.

#### 1 b) MEASUREMENT BASE:

These Financial Statements have been prepared on the historical cost basis, with the exception of certain assets being revalued where appropriate

#### 1 c) PARTICULAR ACCOUNTING POLICIES:

The following particular accounting policies which materially affect either the measurement of profits or the financial position have been applied.

##### **Goods and Services Tax (GST):**

This entity is not registered for GST and therefore all amounts are shown inclusive of GST.

##### **Accounts Receivable:**

Accounts Receivable have been stated at net realisable value. Bad Debts (if any) are written off during the period in which they are identified.

##### **Investments:**

Investments are stated at cost.

##### **Income Tax:**

As a Charitable Trust the Trust is exempt from Income Tax on grant and investment income.

#### 1 d) CHANGES TO ACCOUNTING POLICIES:

There has been one change in accounting policies.

Interest has been accrued on Investments.

In all other respects these Financial Statements (including supporting notes and schedules) have been prepared in a manner consistent with those of previous years.

#### 1 e) EVENTS SINCE BALANCE DATE:

There have been no significant events since balance date which it is considered would materially alter the information contained within these Financial Statements.

# WHANGANUI TRUST

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2007 (continued)

2. Shares	2007	2006
Morikaunui Incorporation - 456.09877 Shares	10815	10815
Atihau Whanganui Incorporation - 3407.38 Shares	6537	6537
	<b>\$17351</b>	<b>\$17351</b>

  

3. Investments	2007	2006
BNZ Term Deposit @ 7.15% due 08/01/08	67,272	62,716
BNZ Term Deposit @ 8.24% due 12/12/07	121,751	110,765
Client Funds Trust Account - on Call Deposits 6.00%	12,837	12,084
National Bank - Term Deposit 7.20% due 16/10/07	49,176	46,344
National Bank - Term Deposit 7.40% due 23/07/2007	167,266	155,686
Hanover Finance Term Deposit - 8.35% due 10/04/2007	-	50,000
National Bank - Term Deposit 7.41% due 19/12/07	643,514	600,974
National Bank - Term Dep 1002 7.60% due 07/12/07	178,000	-
	<b>\$1,239,816</b>	<b>\$1,038,569</b>

#### 4. Waharangi 4 Block (Unclaimed Royalties)

This account consists of unclaimed Timber Royalties held by the Trust on behalf of Waharangi 4 owners. The owners earlier requested the Trust to distribute the royalty and to retain the unclaimed balance on the same basis as unclaimed dividends.

#### 5. Atihau-Whanagnui & Morikaunui Incorporations' Liability

These are sums deposited with the Whanganui Trust by the Morikaunui and Atihau-Whanganui Incorporations under the terms of the Trust Deed on account of unclaimed dividends. Such unclaimed dividends may be claimed at any time with the sums involved being returned by the Trust to the respective Incorporation.

#### 6. Related Party Information

Related party matters arise with respect to Morikaunui Incorporation in that under the terms of the Trust Deed the Morikaunui Incorporation board members are all Trustees comprising seven of the eight Trustees. The Trust and Morikaunui also have a secretary in common.

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

# **WHANGANUI TRUST**

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## **NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

*FOR THE YEAR ENDED 30 JUNE 2007*

### **7. Capital Commitments**

There are no commitments of a capital nature.

### **8. Contingent Liabilities**

There are no contingent liabilities which have not been disclosed.