

**THE COMMUNITY TRUST OF MID & SOUTH
CANTERBURY INC**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

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Directory

As at 31 March 2025

Nature of Business	THE COMMUNITY TRUST OF MID AND SOUTH CANTERBURY INC was incorporated as a Charitable Trust in accordance with the provisions of the Trustee Banks Restructuring Act 1988. The purpose of the Community Trust is to provide charitable, cultural, philanthropic and recreational benefits to the community.
Trustees	Nathan Mills (Chairperson); BBC - Journalism Alistair Wing (Deputy Chairperson); JP, B Ag Com, FNZIV, FPINZ Janine Holland; BA, Dip Journalism Rawiri Morunga Gail Thompson Tina Stevenson; Dip Business, Dip Accounting, ACA Mark Adams Diana Hay; Dip Business, Cert Journalism, Cert Adult Education
Chief Executive Officer	Tim Barnett
Investment Advisor	Michael Chamberlain, MCA NZ Ltd, Auckland
Investment Managers	Forsyth Barr Nikko Asset Management Hunter Investment Management Global Fund iShares International Investment Management
Custodians	BNP Paribas Public Trust Forsyth Barr
Accountants	HC Partners LP Chartered Accountants 39 George Street TIMARU
Auditor	BDO Christchurch Audit Chartered Accountants PO Box 246 Christchurch 8140
Bankers	Westpac Bank, Timaru
IRD Number	051-648-994

For the Year Ended 31 March 2025

Trustees

The Trustees are associated with the following organisations:

2025

<i>Name</i>	<i>Organisation</i>	<i>Association</i>
Mills, Nathan	Gleniti Golf Club Inc	Personal Connection
	Line Trust South Canterbury	Board Connection
	Waimate Golf Club Inc	Board Connection
	YMCA Butler Street Trust	Board Member
Morunga, Rawiri	Alzheimers South Canterbury	Board Connection
	South Canterbury Neighbourhood Support	Professional Connection
Stephenson, Tina Hay, Di	Waimate District Council	Work Connection
	Craighead School	Board and Personal Connection
	Geraldine Sculpture Trail	Professional Connection
	Good Bitches Trust	Personal Connection
	South Island Masters Games	Board and Professional Connection
Holland, Janine	Methvan Care Trust	Board Connection
Luyten, Pauline	Royal New Zealand Plunket Trust	Professional Connection
	Sacred Heart Primary School	Personal Connection
	Te Aitakihi Trust	Client Connection
	The New Zealand Raptor Trust	Professional Connection
	Timaru Girls High School	Personal Connection
Wing, Alistair	Ashburton Justices of the Peace Association	Personal Connection
	Timaru Boys High School Old Boys Executive Committee	Board Connection

THE COMMUNITY TRUST OF MID & SOUTH CANTERBURY INC
Notes to and forming part of the Financial Statements (continued)



For the Year Ended 31 March 2025

2024

<i>Name</i>	<i>Organisation</i>	<i>Association</i>
Adams, Mark	Sustainability SC	Client Connection
	The Burkes Pass Heritage Trust	Personal Connection
Hay ,Di	Raptor Trust	Professional Connection
	The Royal NZ SPCA	Work Connection
Holland, Janine	Digital Waitaha Charitable Trust	Professional Connection
	Sustainability SC	Client Connection
	Victim Support	Client Connection
Luyten, Pauline	Presbyterian Support Services	Professional Connection
	Te Aitarakihi Trust	Client Connection
	Rakaia Rugby Club	Personal Connection
	Aoraki Foundation	Client Connection
	Fale Pasifika o Aoraki	Professional Connection
	Life Education Trust Mid & SC	Client Connection
	Raptor Trust	Professional Connection
	Timaru Sports Club	Professional Connection
Mills, Nathan	Gleniti Golf Club	Personal Connection
	YMCA South & Mid Canterbury	Board Member
	Waimate Golf Club	Personal Connection
Thompson, Gail	YMCA South & Mid Canterbury	Work Connection
	Geraldine Sculpture Trail	Professional Connection
	Geraldine Golf Club	Personal Connection
	Glenvue Golf Club	Personal Connection
	Timaru Senior Citizens Association	Professional Connection
	Tinwald Golf Club	Professional Connection
Wing, Alistair	BDO Christchurch Audit Limited	Personal Connection



CHAIRMAN'S REPORT FOR THE YEAR ENDING 31 MARCH 2025

Tena Koutou Katoa

Reflecting upon the Community Trust of Mid & South Canterbury's ('CTMSC') 2025 financial year, I find an often-over-used term most appropriate: **the only constant in life is change**;

- Our investment portfolio experienced the effects of the US President's unusual and often 'off-the-cuff' management style for both the US economy and overseas trade policies, seeing the introduction of widespread international tariffs that financially reverberated worldwide, including our small community trust, seriously reducing the market value of our portfolio in the final months of the 2025 financial year.
- We've managed the most significant changing in staffing the Trust during the year, with a long serving CEO retiring, and after a solid process, a replacement appointed who was most recently working in the outback of Australia; and
- We've built on the successful partnership with the Geraldine District Foundation overseeing the Geraldine Health Hub in Talbot Street, Geraldine, for the ongoing betterment of a rural community that numbers ~ 17,000.
- With appropriate advice and consideration, trustees made the move to employ a new fund manager to oversee one of our investment portfolios (~ \$16m) in the second half of 2024, with Blackrock's IShares Exchange Traded Fund (ETF) preferred as a passive approach to investment with a carbon / climate overlay, with historical data showing that a passive (market average return) investment philosophy comes with lower related fees, that should generally outperform an active investment style (and higher fees) over the long term, (but not in every year).

INVESTMENT PERFORMANCE

The Trust receives 'Income' from Dividends, Net Gains on Investments (realised), and Net Gains on Investments (unrealised).

The FY25 year saw Bond markets providing solid cash returns, whilst equity markets ultimately struggled year-on-year ('yoy') due largely to the significant economic decisions made in the Whitehouse.

	FY25	FY24
Dividends / Interest Income	\$1,108,287	\$1,559,849
Net Gains on Investments (realised)	\$549,228	\$147,144
Net Gains on Investments (unrealised)	-\$148,051	\$3,799,707
Other Investment Income	\$4,450	-\$182,772
Investment Operations Income	\$1,513,914	\$5,323,927

The Trust's policy of ensuring sufficient cash is returned to its coffers to fund both operational and granting activity is evidenced here:

- CTMSC received cash income of \$1.657m in FY25, (\$1.706m) coming from a combination of Dividends, Interest and Gains on Investments (realised).
- That, together with other cash on hand, means we could meet our ongoing commitments of operating expenditure and granting activities, without having to manipulate our wider investment portfolio with short-term decisions.
- That portfolio suffered a reduction in value over the year of **-\$0.148m**.
- This deliberate structure ensures we don't have to make 'knee-jerk' reactions and sell investments to fund normal operations (including granting) at a time which may not be optimal from the individual investment's perspective.

BALANCE SHEET STRENGTH

A 'steady as she goes' result sees CTMSC relatively well-placed in terms of its balance sheet position:

	FY25	FY24
Initial capital Fund (as of 1 st April 1996)	\$32,087,148	\$32,087,148
Inflation Reserve	\$27,336,736	\$25,887,373
Residual Surplus (Buffer)	\$2,067,551	\$3,631,463
Residual Surplus (Buffer) %	3.36%	5.89%
Total Equity	\$61,491,435	\$61,605,984

Again, because the NZ-economy frustratingly continues to run with relatively high inflation, we're forced to transfer significant reserves (\$1.449m) to adjust our Capital Base (to maintain its value in real terms future generations of residents within our four districts).

The Trust continues to meet the underlying measure of maintaining its capital base on an inflation adjusted basis, at balance date holding a small surplus over and above that adjusted base of \$2.067m or 3.36% of the Total Equity held.

GRANTS

The Trust approved grants totalling \$1,954,756 in FY25, slightly up from the \$1,858,542 granted in FY24.

In total, 233 organisations benefitted from our grants, comprising:

- 110 Not-for-profit or charitable organisations
- 67 Schools throughout the four districts with a combined role topping 15,000 students
- 13 Foodbanks, and/or Food Rescue organisations
- 43 Early childhood education centres, and/or kindergartens

The 110 not-for-profits and/or charities that received some/all their grant applications came from a pool of 173 applications, reflecting an approval rate of 64%, compared to a 75% approval ratio the year prior.

Notable Grants include:

Methven Care Trust

\$100,000

Methven Care Trust is a charitable trust run by a group of dedicated community members who wanted to ensure rest-home facilities for the elderly were retained in Methven, following the decision to close Methven House, another community-based facility which had come to the end of its useful life. This would mean that elderly locals wouldn't have to move into Ashburton or further afield and potentially lose the community connectivity they had to Methven and its community.

In terms of the total project, the Trust requested an extremely modest portion of the entire budget, just \$99,940 of a total \$4.400m spend, with the goal to ultimately provide a modern rest-home catering for up to 20 residents at a time, deemed eligible by a needs assessment.

Again, the organisation had a quality governance team, and the quality of the application was absolutely first class, ultimately leading to CTMSC trustees deliberately granting \$100,000; a symbolic gesture of sorts, but one of the only applications whereby the applicant was granted more than what was requested.

The South Canterbury Hockey Turf Trust

\$ 75,000

The Trust owns the hockey turf assets at Aorangi Park, Timaru, providing a facility for ~ 1,200 South Canterbury players of all ages including school teams from Timaru, Temuka, Pleasant Point, Fairlie, Geraldine, St Andrews, and Waimate. The Trust wanted to refurbish their 'sand-based' artificial surface into an international grade 'water-turf' which would enhance playability for all local participants, but importantly, qualify the facility to hold national tournaments, which would bring with them, economic benefit for hospitality and accommodation providers in and around Timaru. The project's budget was \$1.260m, and importantly the Trust had saved \$600,000 cash from player fees retained over time, as well as significant other self-driven fundraising activities. The Trust also has a strong governance team in place, enabling the Trust to grant \$75,000 of the \$150,000 requested.

Ashburton Aviation Museum Society Trust

\$150,000

This Trust owns and operates the Ashburton Aviation Museum, which was founded in 1974, with the first hangar constructed at the Ashburton Airport in 1991. Subsequent expansion saw a workshop purchased in 1998; a 'super-hangar' built in 2011 to house a growing number of exhibits; a replica control tower added in 2012; and the original airfield fire shed relocated in 2018.

At the time of application, the Trust owned and showed over 40 meticulously preserved aircraft, vehicles and associated memorabilia and displays.

To house the ever-increasing aircraft and exhibits the plan was to build an additional hangar and reception space at a cost of \$1.699m, with the Trust requesting a \$300,000 contribution from CTMSC.

Again, this organisation had raised a significant portion of the project requirement themselves, and their regular day-to-day activities are completely fulfilled by volunteers. Further another repeating theme of good governance was evident, with a Building Committee having been established in 2020 which fully researched the project and carefully planned the project well ahead of time.

IMPACT INVESTMENT – GERALDINE HEALTH HUB

As reported last year this investment has been practically completed with the dentist and doctors' surgeries both now operating from the new premises, and indications are that these have been well received by patients of both practices, with patient numbers for both businesses looking extremely healthy.

The community rooms are also proving popular with regular weekly and monthly bookings for various entities including other health providers that regularly call into Geraldine to service patients from the township and surrounding rural area comprising Woodbury, Orari, Kakahu and Rangitata Island, as well as other not-for-profit community groups.

CLIMATE CHANGE

CTMSC is a signatory to the 'Funders Commitment on Climate Change', which incorporates a commitment to encourage and facilitate a timely transition towards global net zero emissions, and to alleviate the consequences of the transition to the vulnerable sectors of our communities.

Our policies are designed to provide a framework to help us meet our responsibilities to deliver the goals of the Paris Agreement¹ and ensure a just transition.

CTMSC continues to take a cautious and prudent approach to overlaying climate imperatives over our investment policies and procedures.

Several of our appointed Investment Managers regularly report on their portfolio's performance in relation to Climate mitigation, alongside traditional financial metrics.

This focus remains an ongoing process, with the Trust cautiously maneuvering in this area cognisant that our primary goal is to maintain our capital base for the benefit of current and future communities within the four districts we fund.

PEOPLE

2025 saw a significant change in trust personnel with the retirement of long-time CEO Liz Shea.

Liz held the role for 13 years; providing a steady hand for all CTMSC management matters. Her love of Timaru's Community House and its community tenants and employees was unquestioned, and her dedication to the wider South Canterbury community has not diminished, as she undertakes voluntary work for several community groups both within Community House and beyond.

In Liz's stead, Tim Barnett has recently taken over the helm. The former Christchurch East MP, Tim has a history of strong community involvement and advocacy work, most recently having been interim-CEO at an aboriginal Arts Collective in outback Australia. Tim is quickly building solid networks throughout the four districts we fund, and we look forward to him making a significant contribution to implementing the organisation's strategic goals in the years ahead.

To Tim, Catherine, Amelia and Dara, a heart-felt thank you for the effort you put into your duties; the Trust wouldn't be the same without you.

Finally, it's appropriate to acknowledge the trustees for their contribution to the organisation. Whilst the positions are remunerated, it's an entirely modest sum, and in no way reimburses trustees fairly for the time and effort they put into their duties in both governing the organisation and overseeing the grants processes and decisions.

Pauline Luyten resigned her trusteeship at the end of her 4-year appointment, and Mark Adams resigned as he looks to entertain other governance roles which would have significantly conflicted with trustee duties.

Both Pauline and Mark exhibited real diligence in executing their duties. Pauline's knowledge of Pasifika communities will be sorely missed, as will her legal skills/experience. Similarly, Mark's particular skills around rural governance, environmental stewardship and how those two things interact will also be difficult to replace.

Both played key roles in building and enhancing team culture within the trustee group, which reflects the quality individuals they both are.

We sincerely wish them all the best for their future endeavours.

¹ The Paris Agreement is a legally binding international treaty on climate change. It was adopted by 196 parties at the UN Climate Change Conference (COP21) in Paris, France, on 12th December 2015. It entered into force on 4th November 2016. Aotearoa New Zealand is a signatory to the treaty.

THE COMING YEAR

Initial expectations for the FY25 financial year indicate a potential return from our 'Capital Base'² as follows:

	FY25
Dividends / Interest Income	\$1,583,000
Net Gains on Investments (realised & unrealised)	\$3,101,000
Investment Operations Income	\$4,684,000

Granting activity traditionally set at 3.5% of the capital base provides for a grants budget of \$2,070,000 for the year.

Together with other operating expenditure, total expenditure is forecast at ~ \$3,000,000, providing for a potential surplus of ~ \$1,700,000.

Finally, all the best to all the not-for-profit and charitable entities that operate within the four districts of Waimate, Timaru, Mackenzie and Ashburton. Given the ongoing and biting cost-of-living crisis is proving hard to shake, your roles in supporting community members in need is proving more important than ever. You should feel proud of the mahi that you all do, in trying to make our four districts a quality place to live for all our inhabitants.

Ngā mihi nui



Nathan Mills
Chairman

² 'Capital Base' for this purpose includes Investment assets comprising Cash, Bonds (domestic and offshore), Shares (domestic and offshore), Private Equity asset classes, and our investment interest in the Geraldine Health Limited Partnership. It presently excludes the value of the Trust's ownership of Community House, Timaru.



Statement of Service Performance

Community Trust of Mid and South Canterbury Inc
for year ended 31 March 2025

Our Vision

*Enable meaningful, progressive impact in our communities,
upholding our commitment to Te Tiriti o Waitangi*

Our Mission

*We earn returns from our investment portfolio to grant into our communities
whilst maintaining this for future generations*

What we do

The Community Trust of Mid and South Canterbury ('the Trust') invests the funds which ultimately resulted from its allocation by Government of 100% of the shares in Trust Bank South Canterbury, back in 1988. Most Trust Banks nationwide were then sold as one entity to Westpac in 1996. Through the proceeds generated, and subsequent investment activity, the Trust runs its operations and makes grants to not-for-profit groups in the Ashburton, Mackenzie, Timaru and Waimate Local Authority Districts. Simultaneously, the long-term goal of the Trust is to sustain the original pool of funds on an inflation adjusted basis for the future benefit of the people and communities of Mid and South Canterbury.

Core Values and Organisational Principles

	Momentum and Adaptability <i>Maintain core granting activities. Openminded and responsive to different opportunities</i>
	Informed Investing <i>Making informed investment decision focusing on the long term</i>
	Environmentally Aware <i>Considering the environmental impact of our decisions</i>
	Leadership <i>Experienced individual from various fields to “build-out” the combined skill set required by the Trust’s Board</i>
	Relationships <i>Enhance existing and build future relationships through an empathetic and friendly manner</i>
	Duty of Care <i>Provide a safe work environment for the Trusts team and users of Community House</i>

Description of Entity’s Outcomes

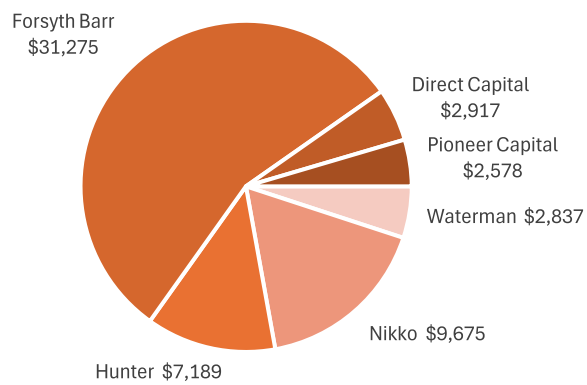
Informed Investing – making informed decisions focusing on the long term

- Consult with the Investment Advisor on investment strategies
- Review and implement long and short term investments
- Investment into private equity; into share portfolio global investment; into share portfolio NZ and Australian shares through Forsyth Barr; into climate change portfolios
- Impact investment in setting up and managing the Geraldine Health Hub.

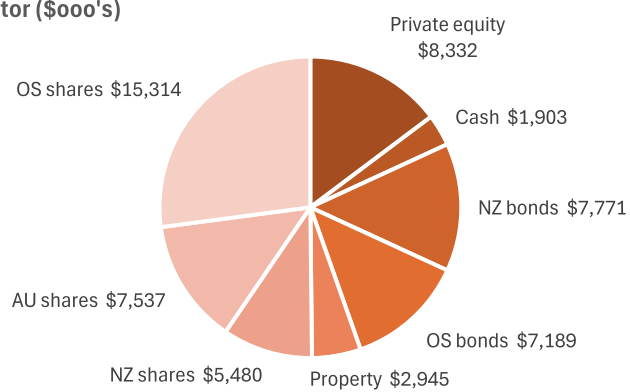
Investment income comparisons

Allocation of assets by Manager and by Sector 2025

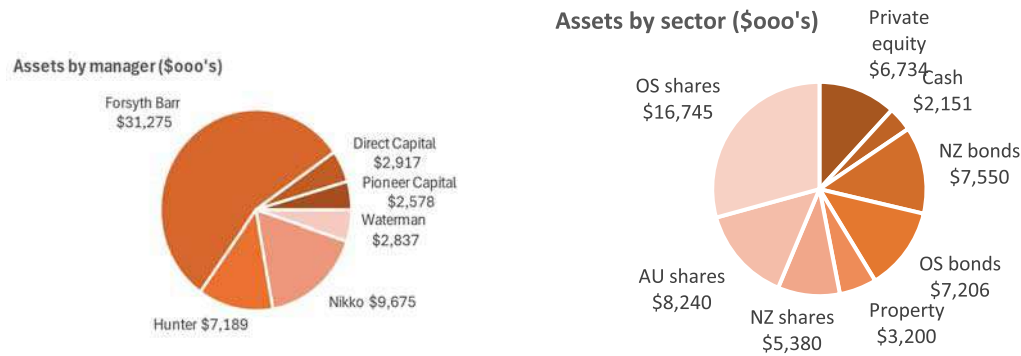
Assets by manager (\$'000's)



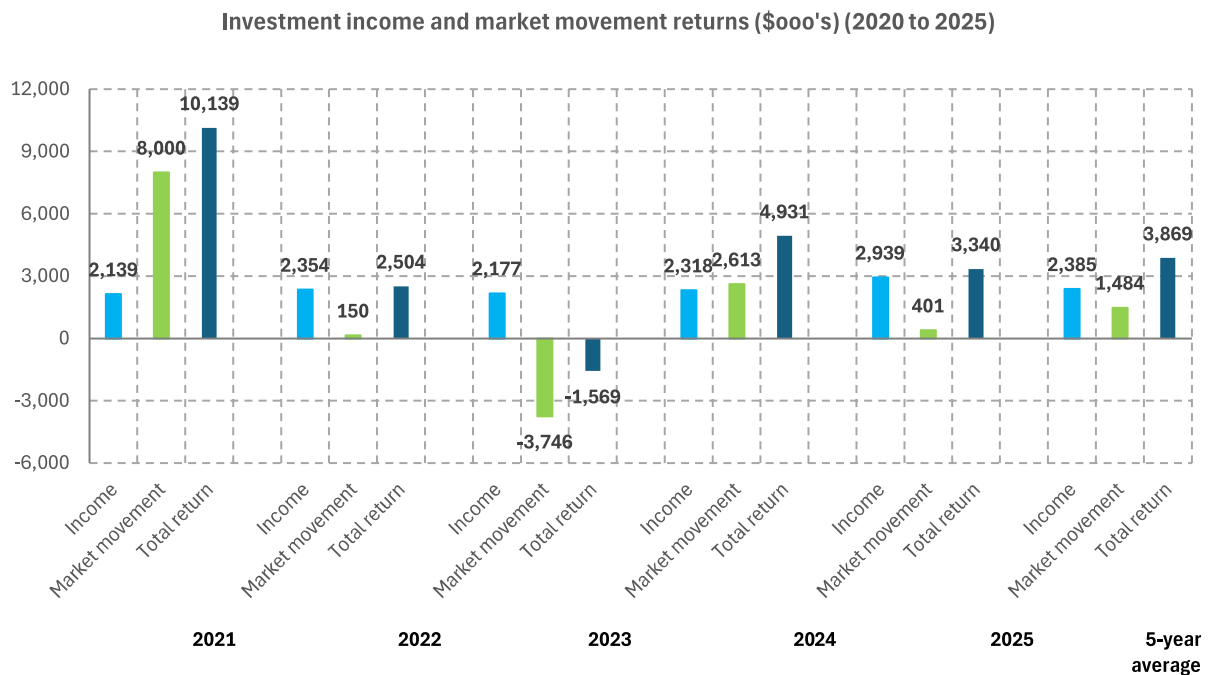
Assets by sector (\$'000's)



Allocation of assets by Manager and by Sector 2024



Investment Income Return to 31 March 2025 (31 March 2024)



Momentum and Adaptability - Maintain core granting activities. Open minded and responsive to different opportunities

- Six grant rounds per financial year
- In addition, by invitation, one annual round for foodbanks only and one for educational institutions only
- Grant rounds are advertised with closing dates noted
- Grant applications are managed through "Smartygrants" online programme
- All grant allocations are decided by the Trustees
- The schedule of grants approved is published annually
- Any actual or potential conflicts of interest are advised at each meeting with the register published annually.

Grant distribution

	Budget 2023/4	Actual 2023/4	Budget 2024/5	Actual 2024/5
Grants Approved	\$	\$	\$	\$
Round 1	175,000	170,281	200,000	150,944
Round 2	90,000	68,100	90,000	125,000
Round 3	175,000	183,325	200,000	189,023
Round 4	90,000	62,480	90,000	53,925
Special Round (Foodbanks)	127,000	157,800	127,000	189,200
Main Round 1 >\$20,000	350,000	337,500	400,000	451,350
Main Round 2 >\$20,000	350,000	380,000	400,000	395,700
Schools, ELCs, & Playcentres	300,000	298,056	317,000	316,903
Kindergartens	50,000	50,000	50,000	50,000
National Grants	10,000	0	0	0
Special Reserve	48,026	0	90,000	0
Multiyear payments	174,974	151000	31,974	32,711
Totals	1,940,000	1,858,542	1,995,974	1,954,756
Number of grant applications considered		162		182
Number of grants approved (including multiyear and Foodbanks)		125		118

Funding for Purpose

	2023-24		2024-25	
	\$ Grants	Number of grant Allocations	\$ Grants	Number of grant Allocations
Schools & ECE	348,056	112	366,903	112
Foodbanks	157,800	13	189,200	13
Arts & Heritage	65,500	5	363,100	11
Education	51,000	7	0	0
Sports & Recreation	393,625	30	347,150	25
Community	419,544	46	376,467	44
Environment	188,017	7	66,511	5
Events	5,000	1	3,000	1
Health	230,000	16	242,425	19
Total	1,858,542	125	1,954,756	118

Funding by District

	2023-24				2024-25			
	Grants \$ and %		Population # and %		Grants \$ and %		Population # and %	
Ashburton	476,156	25.6	34,800	36	675,144	34.5	36,800	36.5
Mackenzie	162,549	8.7	5,450	5.7	117,660	6	5,500	5.4
Timaru	852,675	45.9	57,900	49.7	736,327	37.7	50,100	49.7
Waimate	206,262	11.1	8,290	8.6	144,464	7.4	8,500	8.4
Region-Wide	160,900	8.7	96,440	100	281,161	14.4		
Total	1,858,542	100	96,440	100	1,954,756	100	100,900	100

Note – June 2024 population estimates. These figures vary year by year.

Income and trust funds

	2023-24	2024-25
Total Investment income	\$5,323,927	\$1,513,913
Income Community House	\$127,901	\$162,166
Total Trust Funds	\$61,605,984	\$61,491,435

Governance

Experienced individuals from various fields to "build-out" the combined skill set required by the Trust's Board of Trustees

- Ten trustees appointed by the Associate Minister of Finance
- As of 31/03/25 there were eight trustees on the Board, pending new trustee appointments
- Trustee term is for a period of 4 years, which can be renewed for another 4 years
- The Board is responsible for deciding investments and grant allocations
- Trustees attend governance and financial investment training
- Trustees show commitment to the Trust through regular meeting attendance
- The Board is responsible for appointing a Chief Executive, a process which was at an advanced stage by 31/03/25
- Eight Board meetings, one Planning Day and one Annual Public meeting are held, as set out in an annual meeting schedule (as 2024-2025).

Support

Relationships – enhance existing and build future relations through an empathetic and friendly manner

- Facilitate the South Canterbury and Mid Canterbury Funders Forums
- Chair and CEO attend Combined Community Trust meetings quarterly
- Eight trustees attended the bi-annual Combined Community Trust Conference in Invercargill, in November 2024.

Environmentally aware – Considering the environmental impact of our decisions

- Member of Aotearoa Climate Collective – formed by the 12 Community Trusts
- Provide funding for environmental projects

Duty of Care – Provide a safe work environment for the Trust team and users of Community House

- Owns, manages and is based in Community House, 27 Strathallan Street, Timaru
- Community House is a listed heritage property (Heritage NZ 2069) and meets the Timaru District Council seismic rating for the Timaru CBD
- Offices are leased to not-for-profit tenants
- Meeting rooms are available for casual hire by community groups
- Community House self-funds to include house management and repairs and maintenance.

	2023-24	2024-25
Income from tenant rental	\$102,195	\$115,819
Income from one-off rental	\$14,434	\$10,167
Number of rooms available	20	20
Rooms available for one-off rental	6	6

Statement of Comprehensive Revenue and Expense

For the Year Ended 31 March 2025

	Note	2025 \$	2024 \$
Revenue			
Revenue from Exchange Transactions	2		
Investment Operations	2(i)	1,513,913	5,323,927
Community House Operations	2(ii)	162,166	127,901
Revenue from Non-exchange Transactions			
Community House Operations	2(iii)	-	5,000
Expenses			
Investment Operations	3	(680,758)	(666,016)
Community House Operations	4	(145,241)	(149,966)
Grants Approved	5	(1,954,756)	(1,858,542)
Grants No Longer Required/Lapsed	6	275,000	19,500
Operating Surplus (Deficit)		(829,676)	2,801,804
Share of Profit/(Loss) in Associate	8	(43,565)	(11,507)
Finance Income	7	758,692	672,862
Surplus (Deficit) for the Year attributable to the Trustees		(114,549)	3,463,159
Other Comprehensive Revenue and Expense			
<i>Items that will not be reclassified subsequently to Revenue and Expense</i>			
Other Comprehensive Income		-	-
Total Comprehensive Revenue and Expense for the Year attributable to the Trustees		(114,549)	3,463,159

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

Statement of Changes in Net Assets/Equity

For the Year Ended 31 March 2025

	Initial Capital Fund - 1 April 1996	Inflation Reserve	Available- for-sale Fair Value Reserve	Accumulated Revenue and Expense	Total Equity
Opening balances at 1 April 2024	32,087,148	25,887,373	-	3,631,462	61,605,983
Surplus for the year				(114,548)	(114,548)
Other comprehensive revenue and expense					-
Transactions with owners in their capacity as owners					-
Transfer to inflation reserve		1,449,363		(1,449,363)	-
Transfer to Accumulated Revenue and Expense			-	-	-
Total comprehensive revenue and expense for the year	-	1,449,363	-	(1,563,911)	(114,548)
Balance at 31 March 2025	32,087,148	27,336,736	-	2,067,551	61,491,435
Opening balances at 1 April 2023	32,087,148	23,657,584	-	2,398,093	58,142,825
Deficit for the year				3,463,159	3,463,159
Other comprehensive revenue and expense					-
Transactions with owners in their capacity as owners					-
Transfer to inflation reserve		2,229,789		(2,229,789)	-
Other comprehensive revenue and expense			-	-	-
Total comprehensive revenue and expense for the year	-	2,229,789	-	1,233,370	3,463,159
Balance at 31 March 2024	32,087,148	25,887,373	-	3,631,463	61,605,984

Statement of Financial Position

As at 31 March 2025

	Note	2025 \$	2024 \$
Current Assets			
Cash and Cash Equivalents	10	2,045,342	2,202,464
Receivables (from exchange transactions)	11	75,507	71,840
Receivables (from non-exchange transactions)	11	8,991	11,594
GST Receivable		-	1,345
Total Current Assets		2,129,840	2,287,243
Non-Current Assets			
Property, Plant and Equipment	13	2,242,754	2,255,451
Investment : The Geraldine Health Limited Partnership	12	3,209,999	1,382,895
Investments	14	54,058,382	55,862,728
Total Non-Current Assets		59,511,135	59,501,074
Total Assets		61,640,975	61,788,317
Current Liabilities			
Payables (from exchange transactions)	15	58,830	53,693
Current Portion of Loans and Borrowings	16	1,920	1,920
GST Payable		12,563	-
Payables (from non-exchange transactions)	17	71,427	120,000
Total Current Liabilities		144,740	175,613
Non-Current Liabilities			
Loans and Borrowings	16	4,800	6,720
Total Liabilities		149,540	182,333
Net Assets		61,491,435	61,605,984

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

Statement of Financial Position (continued)

As at 31 March 2025

	Note	2025	2024
		\$	\$
Trust Funds			
Accumulated Revenue and Expense		2,067,551	3,631,463
Initial Capital Fund - 1 April 1996		32,087,148	32,087,148
Inflation Reserve		27,336,736	25,887,374
Total Trust Funds		61,491,435	61,605,985
Total Trust Funds & Beneficiaries' Current Accounts		61,491,435	61,605,985

Signed on Behalf of the Board of Trustees

Signed by:
Nathan Mills
D9FC59091D8793E8

Trustee

27/08/2025

Date

Signed by:
Gail Thompson
F5477C551DBD85D5

Trustee

27/08/2025

Date

Statement of Cash Flows

For the Year Ended 31 March 2025

	Note	2025	2024
		\$	\$
Cash Flows from Operating Activities			
Cash was provided from:			
Receipts from Operations		164,539	125,554
Grants and Donations Received		-	5,000
Dividends Received		1,104,620	1,546,974
Interest Received		758,692	672,862
Net GST Receipts		15,415	-
		2,043,266	2,350,390
Cash was disbursed to:			
Payments to Suppliers and Employees		491,834	465,230
Management and Consultancy Fees		317,608	352,094
Net GST Payments		-	1,647
Grants		1,728,331	1,874,716
		2,537,773	2,693,687
Net Cash Flows from Operating Activities		(494,507)	(343,297)
Cash Flows from Investing Activities			
Cash was provided from:			
Proceeds on Sale of Financial Assets		1,005,779	1,996,505
		1,005,779	1,996,505
Cash was disbursed to:			
Purchase of Property, Plant and Equipment		-	20,622
Purchase of Investments		673,740	1,654,052
		673,740	1,674,674
Net Cash Flows from Investing Activities		332,039	321,831
Cash Flows from Financial Activities			
Cash was provided from:			
Loans & Borrowings		-	7,680
		-	7,680
Cash was disbursed to:			
Repayment of Loans & Borrowings		1,920	-
		1,920	-
Net Cash Flows from Financial Activities		(1,920)	7,680
Net Decrease in Cash Held		(164,388)	(13,786)
Cash & Cash Equivalents at the Beginning of the Year		2,202,465	2,187,369
Gain on Conversion of Cash & Cash Equivalents		7,265	28,881
Cash at the End of the Year		2,045,342	2,202,465

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

For the Year Ended 31 March 2025

1 Statement of Accounting Policies

Reporting Entity

The COMMUNITY TRUST OF MID & SOUTH CANTERBURY INC is a Public Benefit Entity for Financial Reporting purposes in accordance with its governing legislation the Community Trusts Act 1999 s2.

The financial statements for the year ended 31 March 2025 were approved and authorised for issue by the Board of Trustees as per the date noted in the Statement of Financial Position.

Reporting Period

The financial reports have been prepared for the period 1 April 2024 to 31 March 2025 and in accordance with the requirements of the Community Trusts Act 1999 s13.

Financial Reporting Standards Applied

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand ("NZ GAAP"), applying PBE Standards Reduced Disclosure Regime (PBE Standards RDR) as appropriate to public benefit entities that qualify for Tier 2 reporting. The Trust is considered a Public Benefit Entity as it meets the criteria specified as "having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders".

PBE Accounting Standards Reduced Disclosure Regime

The Trust qualifies for Tier 2 as the Trust is not publically accountable and is not considered large as it falls below the expenditure threshold of \$33 million per year. All relevant reduced disclosure concessions have been taken.

The accounting principles as recognised as appropriate for the measurement and reporting of the statement of comprehensive income and balance sheet on an historical cost basis are followed by the Trust, except that certain investments are measured at fair value.

The Functional and Presentation currency is in New Zealand dollars. All values are rounded to the nearest \$.

For the Year Ended 31 March 2025

Going Concern

The financial statements have been prepared on a going concern basis.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Comprehensive Revenue and Expense and Statement of Financial Position have been applied:

(a) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the trust and revenue can be reliably measured.

Revenue from Exchange Transactions

Dividend Income

Dividend income is recognised on an accrual basis when the Trust's right to receive payment has been established and the amount can be reliably measured.

Rental Income

Rental income is recognised in surplus or deficit on a straight-line basis over the term of the lease.

For the Year Ended 31 March 2025

Revenue from Non-Exchange Transactions

Non-exchange transactions are those where the Trust receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

With the exception of services-in-kind, inflows of resources from non-exchange transactions are only recognised as assets where both:

- It is probable that the associated future economic benefit or service potential will flow to the entity, and
- Fair value is reliably measured

Inflows of resources from non-exchange transactions that are recognised as assets are recognised as non-exchange revenue, to the extent that a liability is not recognised in respect to the same inflow.

Liabilities are recognised in relation to inflows of resources from non-exchange transactions where there is a resulting present obligation as a result of the non-exchange transactions, where both

- It is probable that an outflow of resources embodying future economic benefit or service potential will be required to settle the obligation, and
- The amount of the obligation can be reliably measured

The following specific recognition criteria in relation to the Trust's non-exchange transaction revenue streams must also be met before revenue is recognised.

Grants and Donations

The recognition of non-exchange revenue from grants and donations depend on the nature of any stipulations attached to the inflow of resources received, and whether this creates a liability (i.e. present obligation) rather than the recognition of revenue.

Stipulations that are "conditions" specifically required the Trust to return the inflow of resources received if they are not utilised in the way stipulated, resulting in the recognition of a non-exchange liability that is subsequently recognised as non-exchange revenue as and when the "conditions" are satisfied.

Stipulations that are "restrictions" do not specifically require the Trust to return the inflow of resources received if they are not utilised in the way stipulated, and therefore do not result in the recognition of a non-exchange liability, which results in the immediate recognition of non-exchange revenue.

(b) Investment in Joint Ventures

Joint Ventures are those entities over which the Trust is able to exert significant influence but are not subsidiaries. Investments in Joint Ventures are accounted for using the equity method.

Any goodwill or fair value adjustment attributable to the Trust's share is included in the amount recognised as investment. The carrying amount of the investment is increased or decreased to recognise the Trust's share in the Statement of Comprehensive Revenue and Expense. Unrealised gains and losses on transactions between the Trust and the Joint Venture are eliminated to the extent of the Trust's interest in the entity.

Where unrealised losses are eliminated, the underlying assets is also tested for impairment.

For the Year Ended 31 March 2025

(c) Property, Plant and Equipment and Investment Property

i. Recognition and measurement

Items of property plant and equipment are initially measured at cost, except those acquired through non-exchange transactions which are instead measured at fair value as their deemed cost at initial recognition.

Items of property, plant and equipment are subsequently measured under the:

- Cost model: Cost (or fair value for items acquired through non-exchange transactions) less accumulated depreciation and impairment.

All of the Trust's items of property, plant and equipment are subsequently measured in accordance with the cost model.

Cost includes expenditure that is directly attributable to the acquisition of the asset. This includes the following:

- The cost of materials and direct labour
- Costs directly attributable to bringing the assets to a working condition for their intended use
- When the Trust has an obligation to remove the asset or restore the site, an estimate of the costs of dismantling and removing the items and restoring the site on which they are located.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in surplus or deficit.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Trust. Ongoing repairs and maintenance is expensed as incurred.

iii. Depreciation

For plant and equipment, depreciation is based on the cost of an asset less its residual value.

Significant components of individual assets that have a useful life that is different from the remainder of those assets, those components are depreciated separately.

Depreciation is recognised in surplus or deficit on a diminishing value basis over the estimated useful lives of each component of an item of property, plant and equipment. Land is not depreciated.

The diminishing value depreciation rates are:

- | | |
|---------------------------------|----------|
| - Buildings | 8-20% DV |
| - Property, plant and equipment | 8-50% DV |

Depreciation methods, useful lives, and residual values are reviewed at reporting date and adjusted if appropriate.

(d) Income Tax

The Trust is exempt from income tax in accordance with Section CW52 of the Income Tax Act 2007.

For the Year Ended 31 March 2025

(e) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument in another entity.

(i) Recognition and Derecognition

Financial assets and financial liabilities are recognised when the trust becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, waived, cancelled or expires.

(ii) Classification and Measurement of Financial Assets

Trade receivables are initially recognised when they are originated. All other financial assets and liabilities are initially recognised when the Trust becomes a party to the contractual provisions of the instrument.

The subsequent measurement of financial assets depends on their classification, which is primarily determined by the purpose for which the financial assets were acquired. Management determines the classification of financial assets at initial recognition into one of two categories defined below, and re-evaluates this designation at each reporting date.

All financial assets except for those classified as fair value through profit or loss are subject to review for impairment at least at each reporting date. Different criteria to determine impairment are applied to each category of financial assets, which are described below.

The classification of financial instruments into one of the two categories below and determines the basis for subsequent measurement and whether any resulting movements in value are recognised in the reported surplus and deficit or other comprehensive revenue and expense.

(iii)

Fair Value through Surplus or Deficit

A financial instrument is classified as fair value through surplus or deficit if it is:

- Held-for-trading:
 - All derivatives where hedge accounting is not applied
 - Financial instruments acquired for the purpose of selling or repurchasing in the short term
- Designated at initial recognition:
 - If the Trust manages such investments and makes purchase and sale decisions based on their fair value in accordance with the Trust's documented risk management or investment strategy

Assets in this category are measured at fair value with gains or losses recognised in surplus or deficit. The fair values of financial assets in this category are determined by reference to active market transactions or using a valuation technique where no active market exists.

For the Year Ended 31 March 2025

The fair value of financial assets is classified by reference to the fair value hierarchy within PBEIPSAS 30 Financial Instruments:

- * Level 1 : Quoted prices (unadjusted) in active markets for identical assets.
- * Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset, either directly (as prices) or indirectly (derived from prices).
- * Level 3 : Inputs for the asset that are not based on observable market data (unobservable data).

The Trust financial assets are classified as follows:

*** Level 1 : Australasian Equities, New Zealand Fixed Interest and Cash**

The Trust financial assets classified as Level 1 include its investments in Australasian equities, New Zealand fixed interest and cash. These financial assets are traded in active markets and their fair value is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Trust is the current bid price at close of business on balance date.

*** Level 2 : Global Equities and Global Fixed Interest**

The Trust investments in global equities and global fixed interest are held through units or shares in pooled funds. The units or shares are not traded on an active market but their values are derived from the quoted market value of the underlying equity or fixed interest securities. Therefore, these investments are classified as Level 2.

*** Level 3 : Private Equity, Global Credit and Unlisted Property**

The Trust classifies its investments in private equity, global credit and unlisted property as Level 3 financial assets. These investments are not traded in an active market and their fair value is determined by using valuation techniques in which one or more of the significant inputs is not based on observable market data.

The fair value of investments in private equity is determined internally by the fund manager, in accordance with NZ GAAP, and using valuation techniques including the discounted cash flow method and earnings multiples. The valuation relies on financial data of investee companies and estimates by fund management.

The fair value of unlisted property is based on external independent market valuation for investment properties. This valuation is dependent on fund management estimates of capitalisation and discount rates, inflows from rental income and maintenance requirements. Independent external valuations of projects under construction or refurbishment are also undertaken.

For the Year Ended 31 March 2025

(iv) Amortised Cost

Assets measured at amortised cost are financial assets where the business model is to hold assets to collect contractual cash flows, and the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount owing. The Trust's cash and cash equivalents, trade receivables and most other receivables fall into this category of financial instruments.

After initial recognition, such financial assets are subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Individually significant receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default. Receivables that are not considered to be individually impaired are reviewed for impairment in groups, which are determined by reference to the industry and region counterparty and other shared credit risk characteristics. The impairment loss estimate is then based on recent historical counterparty default rates for each identified group.

(f) Employee Benefits

(i) Short-term Employee Benefits

Short-term employee benefit liabilities are recognised when the Trust has a legal or constructive obligation to remunerate employees for services provided and that are expected to be settled wholly before 12 months after the reporting date. Short-term employee benefits are measured on an undiscounted basis and expensed in the period in which employment services are provided.

(ii) Other Long-term Employee Benefits

Long-term employee benefit obligations are recognised when the Group has a legal or constructive obligation to remunerate employees for services provided up to reporting date for which settlement will be beyond 12 months of reporting date. Long-term employee benefit obligations are measured.

(iii) Post-employment Benefit Plans

The Trust does not provide any post-employment benefits to its employees.

(iv) Defined Contribution Plans

Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in surplus or deficit in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset (prepayment) to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that are due more than 12 months after the end of the period in which the employees render the service are discounted to their present value.

(g) Goods and Services Taxation (GST)

Revenue and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

For the Year Ended 31 March 2025

(h) Impairment

Impairment of Non-Financial Assets

Cash Generating Assets

The Community Trust does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non Cash Generating Assets

Property, plant, & equipment, held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an assets fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value is as depends on the nature of the impairment and availability of information.

If an asset carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in surplus or deficit.

The reversal of an impairment loss is recognised in surplus or deficit.

(i) Grants

Grants, Special Projects, and Community Loans are accounted for when they are approved for payment.

(j) Foreign Currencies

Transactions in foreign currencies are converted at spot rate at the date of the transaction or a rate approximating that rate.

At balance date, foreign monetary assets and liabilities are translated at the spot rate and movements, both realised and unrealised gains and losses, are recognised in the statement of comprehensive revenue and expense.

(k) Trust Capital

Trust Capital is made up of:

Capital Fund - which records the Initial Capital Fund (being the realised value of Trust Bank Shares) together with a reserve calculated each year by applying the Consumer Price Index to the opening Capital Fund. The additional amount is allocated from Trust profit on an annual basis.

Accumulated Revenue and Expense - this recognises a general reserve intended to enable the Trustees to continue with distributions should the Trust incur a deficit in a particular income year.

Inflation Reserve - records the accumulated inflation calculated each year by applying the Consumer Price Index to the opening Capital Fund.

For the Year Ended 31 March 2025

(l) Finance Income

Finance income comprises interest income on financial assets, gains on the disposal of available-for-sale financial assets, and fair value gains on financial assets at fair value through surplus or deficit. Interest income is recognised as it accrues in surplus or deficit, using the effective interest method.

(m) Changes in Accounting Policies and Disclosures

There have been no changes in accounting policies during the year. All accounting policies have been applied on a consistent basis throughout the year.

(n) Significant Judgements, Estimates and Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions about the recognition and measurement of assets, liabilities and income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

(i) Significant Judgements in Applying Accounting Policies

Management has exercised the following critical judgements in applying accounting policies for the year ended 31 March 2024: No critical judgements have been made this year.

(ii) Key Sources of Estimation Uncertainty

Assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the financial year include the following:

- * Key assumptions underlying determining the recoverable amounts for impairment testing.
- * Likelihood and magnitude of outflows in determining recognition and measurement of provisions.
- * Useful life, recoverable amounts, depreciation/amortisation method and rate.
- * The fair value of investments.

2 Revenue	Sub Notes	2025	2024
		\$	\$
Investment Operations Income from Exchange Transactions	(i)	1,513,913	5,323,927
Community House Operations Income from Exchange Transactions	(ii)	162,166	127,901
Investment Operations Income from Non-exchange Transactions	(iii)	-	5,000
Total Revenue		1,676,079	5,456,828

For the Year Ended 31 March 2025

(i) Investment Operations Income from Exchange Transactions	2025	2024
	\$	\$
Realised Gains (Losses)	549,228	147,144
Net Change in Financial Instruments at Fair Value (Unrealised)	(148,051)	3,799,707
Other Investment Income/(Loss)	4,450	(182,772)
Dividends Received	1,108,287	1,559,849
Total Investment Operations Income from Exchange Transactions	1,513,914	5,323,928
(ii) Community House Operations Income from Exchange Transactions	2025	2024
	\$	\$
Lease Rentals	115,819	102,195
Administration Fees : Geraldine Health	25,000	
Sundry Rentals	10,167	14,434
Printing and Phone Charges Reimbursed	11,180	11,272
Total Community House Operations Income from Exchange Transactions	162,166	127,901
(iii) Investment Operations Income from Non-exchange Transactions	2025	2024
	\$	\$
Grants	-	5,000
Total Investment Operations Income from Non-exchange Transactions	-	5,000
3 Investment Operations Expenses	2025	2024
	\$	\$
Accountancy and Advisory Fees	13,565	16,110
Auditor's Fees	13,700	8,500
General Administration Expenses	15,476	12,189
Advertising	4,033	4,076
Smartygrants Database	13,485	12,860
Depreciation	4,823	2,549
Trustees Honoraria & Meeting Expenses	73,138	76,473
Trustees Insurance	3,518	3,352
Portfolio Fees	317,421	352,486
Postage & Tolls	2,562	3,383
Printing and Stationery	5,216	3,660
General Professional Fees	31,849	491
Conference Expenses	10,560	7,532
Trustees & Staff Training	5,840	2,654
Trustees Travel	12,788	7,148
Salary and Wages	152,785	152,552
Total Investment Operations Expenses	680,758	666,015

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

For the Year Ended 31 March 2025

4 Community House Operations Expenses

General Administration Expenses
Cleaning
Depreciation
Insurance
Heating and Power
Loss on Sale of Fixed Assets
Low Value Assets
Rates
Repairs and Maintenance
Security and Alarms
Telephone and Tolls
Salary and Wages

2025	2024
\$	\$
3,589	4,094
17,095	16,604
7,874	9,053
24,272	24,795
18,897	18,302
-	2,810
480	1,445
2,713	1,529
16,666	18,923
7,314	6,340
6,345	6,074
39,996	39,996
145,241	149,966

Total Community House Operations Expenses

5 Grants Approved

Grants Approved

Total Grants Approved

See Schedule of Grants Approved on page 46.

2025	2024
\$	\$
1,954,756	1,858,542
1,954,756	1,858,542

6 Grants No Longer Required/Lapsed

Grants No Longer Required/Lapsed

Total Grants No Longer Required/Lapsed

See Schedule of Grants No Longer Required/Lapsed on page 47.

2025	2024
\$	\$
275,000	19,500
275,000	19,500

7 Finance Income

Interest Received

Total Finance Income

2025	2024
\$	\$
758,692	672,862
758,692	672,862

8 Share of Profit/(Loss) in Joint Venture

Share of Profit/(Loss) : The Geraldine Health LP

Total Share of Profit/(Loss) in Joint Venture

2025	2024
\$	\$
(43,565)	(11,507)
(43,565)	(11,507)

For the Year Ended 31 March 2025

9 Defined Contribution Plan Expenses

	2025	2024
	\$	\$
KiwiSaver Contributions	4,628	6,512
Total Defined Contribution Plan Expenses	4,628	6,512

10 Cash and Cash Equivalents

	2025	2024
	\$	\$
Cash Balance		
Nikko AM NZ Cash Fund	1,921,564	2,179,719
Bank Account Balance		
Westpac Bank : Current Account	123,778	22,745
Total Cash and Cash Equivalents	2,045,342	2,202,464

Cash and Cash Equivalents comprise cash balances and call deposits. The Nikko AM NZ Cash Fund is also used for working capital requirements and grant expenses.

There are no restrictions over any of the cash and cash equivalent balances held by the Trust.

11 Trade and Other Receivables

	2025	2024
	\$	\$
Receivables (from exchange transactions)		
Forsyth Barr Dividends	75,507	71,840
Receivables (from non-exchange transactions)		
Sundry Receivables	8,991	11,594
Total Trade and Other Receivables	84,498	83,434

All amounts are short-term and have been reviewed for indicators of impairment. The carrying value of trade receivables is considered a reasonable approximation of fair value.

For the Year Ended 31 March 2025

	2025	2024
Plant and Equipment - Community House		
Opening Carrying Amount	22,668	20,231
Purchases (Sales or Disposals)	-	11,407
Depreciation & Impairment	5,542	8,970
Closing Carrying Amount	17,126	22,668
Net Carrying Amount		
Cost	90,925	90,925
Accumulated Depreciation	73,799	68,257
Net Carrying Amount	17,126	22,668
Plant and Equipment - Trust		
Opening Carrying Amount	12,186	5,520
Purchases (Sales or Disposals)	-	9,215
Depreciation & Impairment	4,823	2,549
Closing Carrying Amount	7,363	12,186
Net Carrying Amount		
Cost	79,511	79,511
Accumulated Depreciation	72,148	67,325
Net Carrying Amount	7,363	12,186
Totals		
Net Land and Buildings	2,218,266	2,220,598
Net Plant and Equipment - Community House	17,126	22,668
Net Plant and Equipment - Trust	7,363	12,186
	2,242,754	2,255,451

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

For the Year Ended 31 March 2025

14 Investments

	2025	2024
	\$	\$
Investments		
Cash Management Account : Forsyth Barr Property	23,691	142,903
Cash Management Account : Forsyth Barr Equity	64,254	356,361
Cash Account : Elevation Capital (NZD)	-	21,467
Cash Account : Elevation Capital (Offshore)	-	801,109
Cash Management Account : International Equities	36,966	
Total Investments	124,911	1,321,840
Financial Instruments at Fair Value through surplus & deficit		
Forsyth Barr Property Portfolio	2,916,161	3,052,104
Nikko Asset Management NZ Bonds	7,771,262	7,549,957
Forsyth Barr - NZ Equity	5,423,629	5,341,892
Forsyth Barr - Aust Equity	7,458,169	7,854,372
Hunter Investment Management : Global Fixed Interest Fund	7,189,041	7,206,147
Elevation Capital - Offshore Equity	-	15,922,788
BNP PARIBAS - FX Account	-	628
Waterman Fund 3 LP	205,054	302,710
Direct Capital V LP	1,192,389	1,092,196
Pioneer Capital Fund 3	1,449,073	1,265,577
Waterman Fund 4 LP	2,140,822	2,936,678
Direct Capital VI LP	1,658,930	967,071
Pioneer Capital Fund IV LP	1,230,058	1,048,769
Waterman Fund 5 LP	22,126	-
iShares International Equities ETF	15,276,756	-
Total Private Equity Available-for-sale Financial Assets	53,933,470	54,540,889
Total Investments	54,058,381	55,862,729

15 Payables (from exchange transactions)

	2025	2024
	\$	\$
Accounts Payable		
Employee Entitlements Owing	6,513	12,869
Trade Payables from Exchange Transactions	24,153	16,313
Sundry Accruals	28,164	24,511
Total Payables (from exchange transactions)	58,830	53,693

For the Year Ended 31 March 2025

16 Loans and Borrowings

	2025	2024
	\$	\$
Not Later than one year	1,920	1,920
Later than one year and not later than two years	1,920	1,920
Later than two years and not later than five years	2,880	4,800
	6,720	8,640
Classified as:		
Current Lease Liabilities	1,920	1,920
Non-Current Lease Liabilities	4,800	6,720
Total Loans and Borrowings	6,720	8,640

The amount outstanding is payable to Heartland Technology Limited for the purchase of a photocopier.

17 Payables (from non-exchange transactions)

	2025	2025
	\$	\$
Grants Approved Not Yet Paid	71,425	120,000
Total Payables (from non-exchange transactions)	71,425	120,000

See Schedule of Grants Approved Not Yet Paid on page 47.

18 Financial Instruments - Risk Management and Fair Value

The carrying amount of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2025	2024
	\$	\$
Financial Assets		
Fair Value through Surplus and Deficit	53,933,470	54,540,888
Amortised Cost : Cash & Cash Equivalents	2,045,342	2,202,464
Amortised Cost : Investments	124,912	1,321,840
Receivables	77,872	77,059
Total Financial Assets	56,181,596	58,142,251
Financial Liabilities		
Financial Liabilities at amortised cost	6,720	8,640
Other Financial Liabilities	136,305	160,824
Total Financial Liabilities	143,025	169,464
	56,038,571	57,972,787

The carrying values of the above financial instruments approximate their fair value.

For the Year Ended 31 March 2025

	2025	2024
	\$	\$
Level 1 - Australasian Equities	12,881,798	13,196,264
Level 2 - Global Equities	22,465,797	23,129,563
Level 3 - Private Equities & Unlisted Property	18,585,875	18,215,061
	53,933,470	54,540,888

(a) Credit Risk

28% of the assets of the Trust are represented by debt investments and Current Account balances with Westpac Bank and through Managed Funds. The Trustees consider the risk of non-recovery of these investments at balance date to be within satisfactory guidelines.

The maximum exposure to credit risk of other financial instruments are:

	2025	2024
	\$	\$
Accounts Receivable	77,875	77,059
Managed Fund Equities	38,973,168	39,784,157
	39,051,043	39,861,216

(b) Market Risk

(i) Currency Risk

The Trust is party, through its Managed Funds, to financial instruments with off Balance Sheet risk to reduce exposure to fluctuations in foreign currency exchange rates. Forward exchange contracts are entered into to hedge foreign currency transactions.

(ii) Interest Risk

The following investments of the Trust are sensitive to changes in interest rate:

2025		Less than 6 months	6 months to 1 year	Total
	\$	\$	\$	\$
Bank Call Accounts and Term Deposits	-	123,778	-	123,778
Managed Funds	-	2,046,475	7,189,041	9,235,516
	-	2,170,253	7,189,041	9,359,294

For the Year Ended 31 March 2025

2024		Less than 6 months	6 months to 1 year	Total
	\$	\$	\$	\$
Bank Call Accounts & Term Deposits	-	22,745	-	22,745
Managed Funds	-	3,501,559	7,206,147	10,707,706
	-	3,524,304	7,206,147	10,730,451

19 Commitments

The Trust has committed funds to the following private equities. At balance date the following balances are the remaining uncalled commitments made by the Trust.

	2025	2024
	\$	\$
Waterman Fund 3	277,050	286,050
Direct Capital Fund V	119,432	133,448
Pioneer Capital Fund 3	30,031	65,545
Waterman Fund 4	516,200	728,000
Direct Capital Fund VI	374,663	1,046,888
Pioneer Capital Fund 4	514,501	624,879
Direct Capital Fund VII	2,000,000	-
Waterman Fund 5	1,950,000	-

Operating Commitments

The Trust has a Finance Lease commitment with Heartland Technology Limited regarding the purchase of a photocopier. Refer Note 14.

As at 31 March 2025, there were no other operating or capital commitments.

Geraldine Health Limited Partnership

The Trust originally committed funds to The Geraldine Health Limited of \$2,700,000 per The Geraldine Health Limited Partnership agreement. During the 2025 year the Trust paid \$1,870,669 across to The Geraldine Health Limited Partnership (2024 : \$1,394,402).

20 Contingent Liabilities

The trust has no contingent liabilities and no guarantees as at 31 March 2025 (2024: Contingent Liabilities Nil, Guarantees Nil).

For the Year Ended 31 March 2025

21 Events Occurring After Balance Date

In June 2024 the Trust entered into an agreement with the Geraldine District Foundation for the Trust to provide additional funds towards The Geraldine Health Limited Partnership.

The Trust formally agreed to temporarily meet the Geraldine District Foundation's (GDF's) portion of their share of the contractor payments through the Limited Partnership as and when they fell due.

At the end of the agreement if GDF couldn't meet all of the requirement payments then they agreed to a restructuring of the General Partner entities directorship structure.

At March 2025 this restructure still had not been finalised but this will potentially affect the structure for the 2026 year.

For the Year Ended 31 March 2025

22 Related Party Transactions

The following transactions occurred between the Trust and organisations where Trustees are deemed to be a related party as they are members of Key Management Personnel of the organisation:

		2025	2024
		\$	\$
Sustainable South Canterbury Trust	Client Connection	35,000	12,000
The Burkes Pass Heritage Trust	Personal Connection	-	17,480
Craighead School	Common Board Member and Personal Connection	5,964	-
Ashburton Community Alcohol & Drug Services	Common Board Member	-	25,000
NZ Raptor Trust	Professional Connection	-	75,000
Good Bitches Trust	Professional Connection	2,000	-
Methven Care Trust	Common Board Member	100,000	-
Digital Waitaha Charitable Trust	Professional Connection	10,000	10,000
Victim Support	Client Connection	-	7,500
Royal NZ Plunket Trust	Professional Connection	15,000	-
Sacred Heart Primary School	Personal Connection	3,472	-
Life Education Trust Mid & SC	Client Connection	12,000	12,000
Rakaia Rugby Club	Personal Connection	-	10,000
Timaru Sports Club	Professional Connection	-	2,500
Te Aitarakihi Trust	Client Connection	52,500	10,000
Timaru Girls High School	Personal Connection	7,328	-
South Canterbury Neighbourhood Support	Professional Connection	5,000	-
YMCA South & Mid Canterbury	Work Connection	-	10,000
Waimate Golf Club	Personal Connection	-	3,000
Glenvue Golf Club	Personal Connection	-	5,000
Timaru Senior Citizens Association	Professional Connection	-	10,000
Ashburton Justices of the Peace Association	Personal Connection	2,800	-
Total Related Party Transactions		251,064	209,480

The above Trustees were absent from any decision making meetings involving their associated organisation. A full list of Trustee Interests are included on pages 3 to 5.

Refer to Note 23 for Key Management Personnel Expenses.

For the Year Ended 31 March 2025

23 Key Management Personnel Expenses

	2025	2024
	\$	\$
Salaries & Temporary Staff Fees (EFT : 2.1)	192,781	192,548
Trustee Honoraria (EFT : 0.6)	70,258	74,083
Trustee Meeting Expenses	2,880	2,390
Total Key Management Personnel Expenses	265,918	269,021

The Trust has a relationship with its key management personnel. Key management personnel includes the Trust's Board of Trustees and Senior Management. Key management personnel compensation includes the above expenses.

No amounts were paid to family members of key personnel.

(i) Trustee Honoraria

	2025	2024
	\$	\$
Adams, Mark	8,352	8,416
Hay, Di	7,650	7,650
Holland, Janine	7,650	7,650
Luyten, Pauline	5,738	7,650
Mills, Nathan	15,301	15,301
Morunga, Rawiri	638	-
Reuben, Tania	-	2,550
Stevenson, Tina	7,714	7,650
Thompson, Gail	7,650	7,650
Wing, Alistair	9,563	9,563
Total Trustee Honoraria	70,258	74,083

For the Year Ended 31 March 2025

24 Schedule of Grants Approved

	2025	2024
	\$	\$
Age Concern Ashburton Inc	10,000	10,000
Albury Ice Hockey Association	4,500	-
Allenton Rugby Football Club Incorporated	10,000	-
Allenton Sports Club Incorporated	-	15,000
Alzheimer's South Canterbury	-	15,000
Anxiety NZ Trust	2,750	2,000
Aorangi Croquet Club Inc	-	3,500
Arts on Tour NZ Trust	10,000	15,000
Ashburton Agricultural and Pastoral Association	10,000	-
Ashburton Aviation Museum Society Trust	150,000	-
Ashburton Bridge Club Inc	-	2,500
Ashburton Community Alcohol & Drug Service Inc	10,000	-
Ashburton District Neighbourhood Support Inc	3,000	5,000
Ashburton Indoor Bowls Assn	-	4,000
Ashburton Justices of the Peace Association Incorporated	2,800	-
Ashburton Mackenzie Community Group	-	6,000
Ashburton Performing Arts Theatre Trust	-	25,000
Ashburton Rowing Club	10,000	-
Ashburton Safer Community Council	-	40,000
Ashburton Senior Citizens Inc	7,500	10,000
Ashburton Speedway Association	2,000	-
Ashburton Sports Turf Trust	33,000	-
Ashburton Youth Café Charitable Trust	10,000	10,000
Ashburton Youth Health Trust Te Wairua O Rangatahi	10,000	-
Association of Pleasant Point Sports Inc	-	2,000
Athletics New Zealand (Incorporated)	2,500	-
Athletics South Canterbury All Weather Track Trust	6,900	-
Autism NZ Inc	-	3,000
Aviva Charitable Trust	-	4,000
Bike Methven Incorporated	-	5,000
Birthright Canterbury Trust	-	10,000
Bushtown (Waimate) Incorporated	15,000	-
Canterbury West Coast Sports Trust	-	15,000
Central South Island Cycle Trails Inc	40,000	100,000
Centre for Social Impact	2,711	-
Cholmondeley Children's Centre Inc	5,000	10,000
Citizens Advice Bureau South Canterbury Inc	5,000	10,000
Citizens Advice Bureau Mid Canterbury	5,000	10,000
Claremont Tennis Club	10,000	-
Collegiate Rugby Football Club	-	4,900
Combined Services Club Twizel Incorporated	10,000	-
Community Accounts Service Charitable Trust	-	5,000
Community House Mid Canterbury Charitable Trust	-	25,000
Connecting Mid Canterbury CT	7,000	8,000
Connections Community Trust	-	10,000
Cystic Fibrosis Assn of NZ	10,000	-
Dementia Canterbury Charitable Trust	5,000	-
Digital Waitaha Charitable Trust	10,000	10,000
Dorie Charitable Trust	-	3,000
Drug Injecting Services in Canterbury Trust	11,425	-
Endometriosis New Zealand	5,000	-
Fairlie Mackenzie Heritage Society Inc	-	15,000

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

For the Year Ended 31 March 2025

24 Schedule of Grants Approved (Continued)

	2025	2024
	\$	\$
Family Support SC	-	7,000
Friends of Studholme Bush Scenic Reserve Society Inc	-	30,000
Futsal Tekapo - Community Development / Lake Tekapo School	-	4,000
Geraldine - St Andrews Food Bank	-	7,000
Geraldine Community Resource Centre Trust	-	3,600
Gloriavale Leavers' Support Trust	-	10,000
Good Bitches Trust	2,000	1,900
Graeme Dingle Foundation Canterbury	-	5,000
Grande Vue Golf Club	-	5,000
Hakatere Multicultural Council Inc	10,000	12,000
He Manawa Titi Youth Trust Ltd	7,500	-
High Country Medical Trust	20,000	-
Hospice Mid Canterbury Trust	15,000	15,000
Kai for Kids Charitable Trust	5,000	-
Kanuka Mid Canterbury Regeneration Trust	7,500	7,500
Kingdom Resources Ltd	10,000	-
Learning for You	-	3,000
Life Education Trust Mid & South Canterbury	12,000	12,000
Lions Club of Lake Tekapo Charitable Trust	-	20,000
Lions Club of Timaru Host Inc	50,000	-
Mackenzie Basin Wilding Tree Charitable Trust	-	15,000
Mackenzie College Parent Teacher Association	-	30,000
Mackenzie Community Enhancement Board Inc	-	17,000
Mackenzie Recreation Society Inc	5,000	-
Mackenzie Theatre Group Incorporated	20,000	-
Makikhi School	10,000	-
Maungati Golf Club Incorporated	-	5,000
Methven Care Trust	100,000	-
Methven Rugby Football Club Incorporated	15,000	-
Methven Squash Club	-	6,000
Methven Toy Library Incorporated	1,773	1,200
Mid Canterbury Emergency Relief Charitable Trust	-	8,000
Mid Canterbury Riding for the Disabled Assn Inc	5,000	-
Mid Canterbury Hockey	3,000	5,000
Mid Canterbury Rural Driver Licensing Trust	5,000	-
MC United Football Club	-	5,000
Mid Canterbury Youth Charitable Trust	10,000	-
Mōkihi Hauora	-	127,000
Momentum Charitable Trust	20,700	-
Mt Somers Village Green Committee	-	15,000
Motor Neurone Disease New Zealand Charitable Trust	3,000	-
New Zealand Spinal Trust	7,500	-
New Zealand Deerstalkers Association South Canterbury Branch Incorporated	1,800	-
NZ Council of Victim Support Groups Inc	5,000	7,500
Orari River Protection Group Inc.	7,000	-
Parents Centre Aotearoa	2,000	10,000
Pleasant Point Association Football Club	-	15,000
Pleasant Point Districts Squash Club	3,000	-
Positive Waimate Incorporated	1,944	1,944
Pound Paws Rescue	3,000	-
Presbyterian Support	-	7,500
Presbyterian Support Family Works	-	21,000

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

For the Year Ended 31 March 2025

24 Schedule of Grants Approved (Continued)

	2025	2024
	\$	\$
Presbyterian Support (Northern)	5,000	-
Presbyterian Support South Canterbury	7,500	-
Project Peel Incorporated Society	5,000	20,000
Pro-ject Waimate Incorporated	-	75,000
Puss n Boots Kitty Rescue	-	3,000
Rakaia Rugby Club Inc	-	10,000
Read NZ Te Pou Muramura Inc.	-	3,000
Recreate NZ	-	3,000
Riverbridge Native Species Trust	5,000	-
Road Safety Education Ltd	5,000	3,900
Ronald McDonald House Charities NZ Trust	10,000	10,000
Royal New Zealand Plunket Trust	15,000	10,000
Run Timaru	-	1,725
Search and Rescue Avalanche Dogs Inc	-	4,000
Society of St Vincent de Paul - Ashburton	20,000	11,200
SC Chamber of Commerce	-	15,000
South Canterbury Drama League Inc	80,000	-
South Canterbury Highland Pipe Band	9,100	-
South Canterbury Hospice Incorporated	10,000	-
South Canterbury Model Aero Club Inc	-	2,500
South Canterbury Mountain Bike Club Incorporated	-	15,000
South Canterbury Multiple Sclerosis Society Inc	7,500	7,500
South Canterbury Neighbourhood Support	5,000	5,000
South Canterbury Roller Sports Club Inc	10,000	-
South Canterbury Stroke Club	5,000	5,000
South Island Rowing	-	5,000
Squash Midlands	5,000	-
St John South Island Regional Trust Board	7,500	-
St Joseph's School Pleasant Point PTA	-	10,000
St Marks Community Cupboard	-	5,000
St Vincent de Paul	-	11,200
Staveley Campsite Committee	7,500	70,000
Step Ahead Trust	-	3,500
Stopping Violence Services	-	15,000
Street Cats South Canterbury	5,000	-
Sustainable South Canterbury Trust	35,000	12,000
Sutherlands Hall Social Committee	-	10,000
Table Tennis South Canterbury Association Incorporated	5,000	-
Taki Rua Productions Society Incorporated	9,000	-
TalkLink Trust	5,000	-
Target Shooting South Canterbury Incorporated	4,000	-
Te Aitakihi Trust Inc	52,500	10,000
Temuka Bowling Club	-	12,000
The Burkes Pass Heritage Trust	-	17,480
The CanInspire Charitable Trust	5,000	4,500
The Geraldine Academy of Performance & Arts Incorporated	5,000	-
The John Anderson Arboretum Trust	-	11,037
The New Zealand Raptor Trust	-	75,000
The Order of St John Timaru Area Committee	5,000	10,000
The Parkinson's NZ CT	-	5,000

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

For the Year Ended 31 March 2025

24 Schedule of Grants Approved (Continued)

	2025	2024
	\$	\$
The Peel Forest Outdoor Pursuits Charitable Trust	50,000	-
The Pinc and Steel Cancer Rehabilitation Foundation	7,500	-
The Priory In New Zealand	-	5,000
The Salvation Army Ashburton	-	11,200
The Salvation Army Timaru	-	11,200
The Salvation Army Waimate	-	4,000
The South Canterbury Hockey Turf Trust	75,000	-
The Stroke Foundation of New Zealand	5,000	5,000
The Temuka Combined Churches Foodbank	-	7,000
Timaru Archery Club	3,000	-
Timaru Boys High School Rugby Club Incorporated	12,000	-
Timaru Community Menzshed Incorporated	-	10,000
Timaru Malayalee Association INC	2,000	-
Timaru Senior Citizens Assn	-	10,000
Timaru Sports Club Inc	-	2,500
Timaru Squash Rackets Club Inc	-	10,000
Volunteering Mid & South Canterbury	-	10,000
Waimate Community Church	3,000	3,000
Waimate Community Radio	-	3,500
Waimate Cricket Club Inc	24,750	-
Waimate Croquet Club Inc	3,500	-
Waimate Disc Golf Club Inc	10,000	-
Waimate District Resource Trust	-	10,000
Waimate Golf Club Inc	3,000	3,000
Waimate Historical Society	15,000	-
Waimate Parenting Hub	6,000	8,000
Waimate Regent Theatre Trust	-	12,500
Waimate Tennis Club Incorporated	-	20,000
Wandersearch Canterbury CT	3,000	5,000
West End Croquet Club (South Canterbury) Incorporated	2,000	-
Willowby Hall Society Inc	2,000	-
Young Men's Christian Association of South and Mid Canterbury Inc.	10,000	10,000
Youthline Central South Island	7,500	5,000
Foodbanks	189,200	-
Kindergartens and Early Learning Centres	50,000	50,000
Schools	316,903	298,056
Total Grants Approved	1,954,756	1,858,542

For the Year Ended 31 March 2025

25 Schedule of Grants No Longer Required/Lapsed

	2025	2024
	\$	\$
Catchment Collective SC Inc	-	15,000
Pro-ject Waimate Incorporated	75,000	-
South Canterbury Museum Development	200,000	-
Southern Canterbury A&P Assn	-	1,500
Waimate Rodeo	-	3,000
Total Grants No Longer Required/Lapsed	275,000	19,500

26 Schedule of Grants Approved Not Yet Paid Out

	2025	2024
	\$	\$
Ashburton Rowing Club	10,000	-
Combined Services Club Twizel Incorporated	10,000	-
Drug Injecting Services in Canterbury Trust	11,425	-
Fairlie MacKenzie Heritage Society	15,000	15,000
Friends of Studholme Bush Scenic Reserve Society	-	30,000
Orari River Protection Group Inc.	7,000	-
Pro-ject Waimate Incorporated	-	75,000
Timaru Archery Club	3,000	-
Waimate Historical Society	15,000	-
	71,425	120,000

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF THE COMMUNITY TRUST OF MID & SOUTH CANTERBURY INCORPORATED**

Report on the Audit of the General Purpose Financial Report

Opinion

We have audited the general purpose financial report of The Community Trust of Mid & South Canterbury Incorporated (“the Trust”), which comprises the financial statements on pages 17 to 47, and the statement of service performance on pages 10 to 16. The complete set of financial statements comprise the statement of financial position as at 31 March 2025, the statement of comprehensive revenue and expense, statement of changes in net assets/equity, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion the accompanying general purpose financial report presents fairly, in all material respects:

- the financial position of the Trust as at 31 March 2025, and its financial performance, and its cash flows for the year then ended; and
- the statement of service performance for the year ended 31 March 2025, in that the service performance information is appropriate and meaningful and prepared in accordance with the Trust’s measurement bases or evaluation methods,

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (“PBE Standards RDR”) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the statement of service performance in accordance with the ISAs (NZ) and New Zealand Auditing Standard 1 (NZ AS 1) (Revised) *The Audit of Service Performance Information (NZ)*. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the General Purpose Financial Report section of our report. We are independent of the Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* 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 Trust.

Other Information

The Trustees are responsible for the other information. The other information obtained at the date of this auditor’s report is information contained in the general purpose financial report, but does not include the statement of service performance and the financial statements and our auditor’s report thereon.

Our opinion on the statement of service performance and 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 statement of service performance and financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the statement of service performance and 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 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.

The Trustees' Responsibilities for the General Purpose Financial Report

The Trustees are responsible on behalf of the Trust for:

- a) the preparation and fair presentation of the financial statements and statement of service performance in accordance with PBE Standards RDR;
- b) the selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present a statement of service performance that is appropriate and meaningful in accordance with PBE Standards RDR;
- c) the preparation and fair presentation of the statement of service performance in accordance with the Trust's measurement bases or evaluation methods, in accordance with PBE Standards RDR;
- d) the overall presentation, structure and content of the statement of service performance in accordance with PBE Standards RDR; and
- e) such internal control as the Trustees determine is necessary to enable the preparation of the financial statements and statement of service performance that are free from material misstatement, whether due to fraud or error.

In preparing the general purpose financial report the Trustees are responsible for assessing the Trust'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 Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the General Purpose Financial Report

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole, and the statement of service performance 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) and NZ AS 1 (Revised) 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 or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this general purpose financial report.

A further description of the auditor's responsibilities for the audit of the general purpose financial report is located at the XRB's website at <https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-14-1/>

This description forms part of our auditor's report.

Who we Report to

This report is made solely to the Trust's Trustees, 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 Trust and the Trust's members, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Christchurch Audit Limited

BDO Christchurch Audit Limited
Christchurch
New Zealand
27 August 2025