



TE RŪNANGA O  
NGĀTI MUTUNGA

**ANNUAL  
REPORT**

TO 30 SEPTEMBER

**20  
20**





# CHAIRMAN'S REPORT

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JAMIE TUUTA

Nau mai rā e te motu  
Nau mai rā e te ao  
Kia kite koe i te puapua  
Kia kite koe i te werewere  
Kia kite koe i te manawanui  
Kia kite koe i te manawaroa  
Kia kite koe i te mana o te iwi e takoto nei  
Ko te iwi o Mutunga e tū nei  
E runga whai mai, e raro whai mai  
E uta heke mai, e tai tapiki mai kia kotahi te tū  
kotahi te rongo mō Mutunga e whakaaturia nei  
E te iwi heke mai!  
E tū e te iwi i runga i ngā kōrero o ngā whakatupuranga  
Whiria te tangata, whiria te kaupapa,  
whiria ngā taonga tuku iho, whiria kia ū, whiria kia mou, mou kia ita!  
Kei ngā raukura o te iwi kua riro atu ki ngā rārangi mātua o te pō e moe  
Ko te pō te kaihari i te rā  
Ko te mate te kaihari i te ora  
Haehaea te pō, kia tākiri mai ko te rā i te tihi o Taranaki maunga, ka ao, ka ao, ka awatea!.

I am pleased to present the 2020 annual report for Te Rūnanga o Ngāti Mutunga which sets out the work and activities undertaken during the year to 30 September 2020.

This year we report on the first collaborative project undertaken under our MOU with TSB Community Trust, as well as the first scholarships awarded under the partnership announced last year with Victoria University, and an exciting new joint scholarship signed up during the year.

We are also reporting on the first activities undertaken under our new Strategic Plan unveiled at last year's Annual General Meeting (AGM). The priorities changed during the year, and we had to adapt our methods of delivery to take account of events, but the adopting of technology for our hui and wānanga will be something we continue with going forward, as it allows us to connect with a wider audience.

## COVID – 19

Without doubt, the year was dominated by the worldwide COVID-19 pandemic and the second half of our financial year was spent dealing with the impacts, both on whānau and iwi, but also on our own goals and aims for the year.

All of us experienced the biggest disruption to our way of life in the last seventy five years, and we individually had to find ways to cope with the disruption and support our loved ones.

We all found it hard sticking to our bubbles and not being able to see whānau and friends and give them a hug, and it was particularly difficult when whānau passed and we could not gather to farewell them.

Collectively though we all adapted, and learned to embrace technology to keep in touch, and

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**FRONT COVER IMAGE:** Taramoukou (Anne-Maree McKay)

followed the health messages that allowed us to return to relative normal far ahead of those overseas who are still grappling with major outbreaks.

I was particularly pleased with the way ngā iwi o Taranaki worked together collaboratively and pooled resources to identify and deliver solutions to assist whānau with phone calls to see how uri were doing, and then mobilise support with hygiene and kai parcels where needed, as well as being involved in the official Civil Defence response and assisting with provision of Covid testing opportunities for iwi.

The 'whakapiki wairua' strategy focused on an uplifting message of 'Protecting our Whakapapa' and included online wānanga and weekly taki karakia in partnership with Te Korimako o Taranaki.

Ngā iwi o Taranaki also established checkpoints in collaboration with the Police at Urenui in the North and South at Patea. We also focused on ensuring our uri locally and across the country were supported and had the team reach out via phone calls to our over 60s to identify those vulnerable whānau members. We also conducted an online survey during lockdown for the same purpose which was useful to inform our recovery plan.

I also want to acknowledge the role played by Taranaki Māori Trust Board in underwriting some of the costs of providing assistance, including the iwi checkpoints at the southern and northern entrances to Taranaki and distributing funds to individual iwi to allow them to fund their own assistance programmes where required. The role of Civil Defence in picking up the tab for much of the kai assistance during the emergency was also vital.

## RECOVERY PLAN

A lot of the information we gathered from whānau during the pandemic around areas of need formed the basis for the development of a regional wide iwi recovery plan put together to provide a blueprint for how we can assist whānau and iwi bounce back from the effects of the pandemic, acknowledging that life will never return to the 'old normal'.

The plan seeks to put some strategies in place in the areas identified by whānau as priorities to be addressed – such as job retraining, job creation and housing.

We have spent some time talking with potential funders, all of whom were willing to assist in

some form, and so in the first quarter of 2021 we will be establishing several new fully funded roles to work directly alongside the district and regional council leadership groups in leading region wide recovery.

The plan outcomes adopt a whānau centric approach and are closely aligned to the Whānau Ora outcomes (more about this further on in the report).

## FINANCIAL RESULTS

Our headline financial result for the year reveals a substantial profit, however this is achieved on declining cash income which is also forecast to continue in 2021 due to the ongoing effects of the pandemic on businesses and the financial markets.

Cash is what pays for all of the activities that we undertake each year, and for the last two years we have had to dip into our capital (our savings) to meet those costs in the face of declining cash income.

We have been fortunate this year that the financial markets were in a positive period when our financial year ended, resulting in the excellent financial result we have reported, but last year the markets went the other way, resulting in a drop in the value of our investments at year end.

This ongoing volatility is likely to remain with us for the short term.

## COLLEEN TUUTA

The AGM of the Rūnanga on 13th February 2021 will mark the end of three terms on the board for Kaitiaki Colleen Tuuta. Colleen has been the Deputy Chair for the past five years, and has chaired our charitable arm Te Whiringa for a number of years, and on behalf of the board I would like to thank Colleen for her contributions to the board and the iwi over the past nine years in particular, and wish her well as she embarks on some new challenges.

**In closing, I would like to acknowledge the efforts of my fellow Kaitiaki and Directors, as well as our kaimahi who worked hard during the year under difficult circumstances to continue to provide services to our uri and deliver on our goals.**

**I look forward to catching up kanohi ki te kanohi in 2021.**

**Jamie Tuuta**

Image: Taramoukou



# GROUP DIRECTORY

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## TRONM AND TE WHIRINGA KAITIAKI



## TE POU HERENGA PĀKIHI LP, MARUEHI FISHERIES LTD DIRECTORS



## NGĀTI MUTUNGA CUSTODIAN COMPANY LIMITED DIRECTORS



# KO TE ANGA PŪTAKE ORA O NGĀTI MUTUNGA 2019 - 2024

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*Implementation of an annual events programme featuring both in person and virtual events and wānanga. A total of 7 wānanga were held with a total attendance of 97 uri.*  
*Initiating Ra Mutunga celebration day reinforcing our Mutungatanga through history, origin and waiata.*

TANGATA

*We made the transition to virtual hui and wānanga to utilise technology to involve more of our uri.*

TIKANGA

*We continued to assist the Urenui Pā Trustees with increased administration support to carry out their roles.*

TURANGAWAEWAE

*We actively sought to enhance the mana of our whenua and awa and strongly advocate for improvement by proactively monitoring and reporting changes in environment quality.*

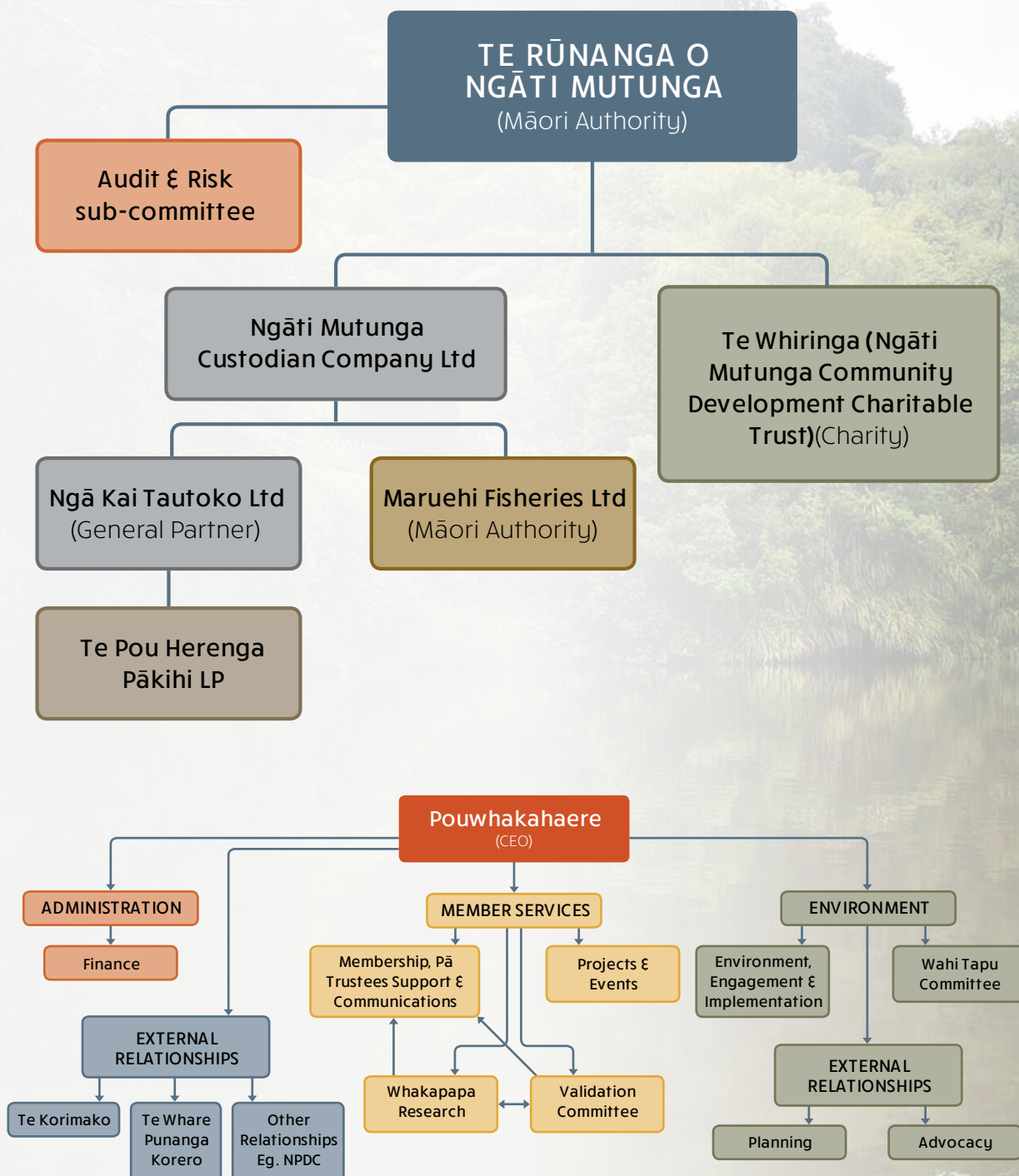
TAIAO

*Providing a range of educational grants and scholarships to assist uri across trades and tertiary fields. A total of \$15,250 was granted.*

PUTEA



# ENTITY AND OFFICE STRUCTURE



# OUR GROUP STRUCTURE IN DETAIL

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Each entity in the Group has a clearly defined role – with a charitable entity, commercial entity, fisheries entity and a custodian company.

We have summarised below the role and purpose of each of the entities along with its governance, which is summarised in the diagram showing the structure of the Group and how the entities relate to each other. Underneath the Group structure diagram is the structure of the Rūnanga office showing the roles and their functions.

## TE RŪNANGA O NGĀTI MUTUNGA

The parent entity of the group established in 2006 and mandated by a Charter which was amended last year. Six Ngā Kaitiaki (with provision for up to seven) are elected to the Rūnanga to be responsible for dealing with all matters relating to the iwi except cultural matters.

The goals and activities of the Rūnanga are managed by the office, led by our Pouwhakahaere.

## NGĀTI MUTUNGA COMMUNITY DEVELOPMENT TRUST (TE WHIRINGA)

Te Whiringa is a registered charity established in 2007 and responsible for the social and cultural development of Ngāti Mutunga, including administration of our grants programmes to iwi members and delivery of our wānanga programme. It is governed by Kaitiaki appointed by the Rūnanga in August 2019.

The trust is also the owner and developer of our new iwi urupa. Administrative support is provided by the Rūnanga office.

## TE POU HERENGA PĀKIHI LIMITED PARTNERSHIP

Our commercial entity set up in 2017 to create value by aggregating our commercial assets and utilising the skills of our commercial board. There is an Investment Governance Policy in place setting out the investment policy and delegations agreed with Rūnanga Ngā Kaitiaki.

Three independent Directors govern the entity, with administrative support provided by the Rūnanga office.

## MARUEHI FISHERIES LIMITED

The company was set up in 2006 to receive the iwi share of the 1992 Māori Fisheries settlement and administers the leasing of inshore and deep sea fishery quota. The Directors of Te Pou Herenga Pakihi LP are also the Directors of Maruehi Fisheries Limited.

## NGĀTI MUTUNGA CUSTODIAN TRUSTEE COMPANY LIMITED

This company was set up to simplify the administration of our assets held previously on behalf of the Group by Ngā Kaitiaki, by transferring them to our own custodian trustee company.

The custodian trustee company is a 'bare trustee' – so it holds assets on behalf of the Group but is only able to act on direction from the Rūnanga.

The custodian trustee company holds the Rūnanga's partnership interest in Te Pou Herenga Pakihi LP (as General Partner through Ngā Kai Tautoko Limited), shares in Maruehi Fisheries Limited and all of treaty settlement properties returned to the Rūnanga on behalf of the iwi.

## AUDIT AND RISK

An Audit & Risk Sub-committee was set up in 2019 comprised of representatives of the TRoNM and Te Pou Herenga Pākihi LP boards

The sub-committee is to assist the Board with managing the business risks of the Group and to ensure that we efficiently comply with relevant legal and company policy requirements with regard to internal and external audit functions and risk management.

# THE FINANCIAL YEAR IN REVIEW

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The year will be remembered for the impacts on all parts of our finances from COVID-19. From income stream reductions to budget revisions. The year was far from straight forward.

Income from interest and dividends which we rely on to pay our operating costs for the Group was down by 30% against 2019, and this forced a major revision of our budgets mid-year.

A number of projects and costs were cut, as we endeavoured to preserve our cash in the middle of a growing world-wide pandemic and the resultant volatile effect on world financial markets.

Our overall result was boosted significantly by capital gains from our listed investment funds which last year showed a drop in value at year end.

Our activities this year in the environmental space were boosted by a large increase in funding for projects which is reflected in the corresponding increase in overall expenditure for the year.

We increased staffing during the year to assist with the delivery of events and projects, and were able to employ a number of iwi members on short projects monitoring earthworks which we were funded for.

## TORCHLIGHT INVESTMENT

In 2019 the value of the Torchlight Investment was aligned with an independent valuation provided by Public Trust. This investment is included within Cleary Investments.

This year, due to the lack of an existing independent valuation, our Auditors are unable to confirm the value of the Torchlight Investment.

This has resulted in the Auditors issuing a 'qualified' audit opinion for 2020 as there is insufficient audit evidence to ascertain whether or not the Torchlight investment is impaired, meaning the reported value and eventual value realised could differ and be a material amount (i.e. substantially less than the value recorded).

In the view of the auditors TRoNM's financial position is fairly represented except for the Torchlight investment. The 'qualified' audit opinion has no material effect on the Group.

## INVESTMENT OUTLOOK

Detailed information on our investment objectives, the make-up of our portfolio and performance are included in the Te Pou Herenga Pākihi LP report on pages 15 to 17.



## GROUP STATEMENT OF REVENUE AND EXPENSES

	<b>FY 20</b> 000's	FY 19 000's	FY 18 000's	FY 17 000's
Total Revenue	<b>2,347</b>	1,221	2,075	2,496
LESS				
Total Expenses	<b>1,108</b>	921	1,302	1,003
Income Tax Expense	<b>54</b>	120	131	12
Net Surplus after tax	<b>1,186</b>	180	642	1,481

## GROUP STATEMENT OF FINANCIAL POSITION

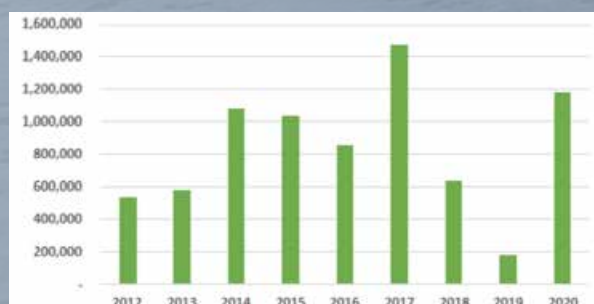
	<b>FY 20</b> 000's	FY 19 000's	FY 18 000's	FY 17 000's
Total Assets	<b>28,528</b>	27,151	27,010	26,417
LESS				
Total Liabilities	<b>452</b>	261	300	350
Total Capital (Equity)	<b>28,076</b>	26,890	26,710	26,067

The overall assets of the Rūnanga increased by 5% mainly due to the increase in value of our investment portfolios at year end.

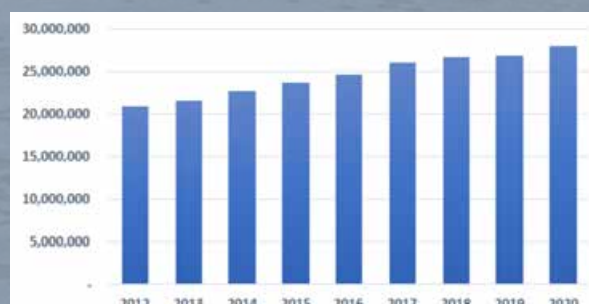
Liabilities for the year are up but the figure includes \$173k which was for an investment call which was paid in advance for the Te Pūia Tāpapa fund.

Efficient management of our tax position resulted in a 56% reduction in tax paid despite the increase in revenue.

## NET INCOME COMPARISON



## NET ASSET GROWTH





# OUR YEAR IN REVIEW

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## STRATEGIC PLAN

Planned activities under our newly implemented Strategic Plan for the year were developed and incorporated into an initial annual plan.

This plan quickly changed when COVID-19 arrived, and the challenges of living under lockdown and further lower level restrictions made us re-think both what we could deliver, and how we could go about it.

The constant worry was that another community outbreak could possibly see us with new restrictions, which complicated our planning for events and resulted in a decision to suspend all kanohi ki te kanohi events (including our own board meetings) until the end of September.

We were able to re-schedule our joint iwi Pūa Te Ata wānanga as zoom wānanga, which also allowed uri from around the world to be involved, and present them in the form of a seven-part series.

Feedback was positive, so we will look to incorporate a virtual element into future wānanga and events.

## HE POUKŌKIRI TAI AO

The TSB Community Trust approved funding of \$50,000 last year towards a feasibility study into the viability and options for a joint iwi Taiao unit involving TSB Community Trust MOU partners Te Rūnanga o Ngāti Mutunga alongside Te Kotahitanga o Te Atiawa and Te Kāhui o Taranaki which was completed during the year. It proved a challenge logistically as all of the consultation work was undertaken over lockdown.

The options presented have given us some blueprints to follow when we are in a position to do so, but this work has been overtaken by our Iwi Recovery response to COVID-19.

## URENUI PĀ

In addition to providing support with maintenance at the Pā, the Rūnanga took over some of the administrative roles for the Pā Trustees during the latter part of the year, assisting with meeting preparation and follow-

ups as well as taking over as the contact for Pā bookings.

With the establishment of the new administration role in the office we are expanding that administrative support to the Trustees to better support them in their governance and planning.

## COMMUNICATIONS AND ENGAGEMENT

This story of this year is definitely one of two halves – the highs of Te Rangihiroa Day and Rā Mutunga Day, followed by the postponement of our Pūa Te Ata series of Wānanga and Te Pumaomao course due to COVID-19.

Our focus quickly turned to how we could support our whānau to ensure they had the right information to help them stay safe, and getting in touch with our uri to check on their welfare via phone, and co-ordinating the provision of assistance when needed.

The insights gained through this as well as an online survey, helped shape our response as we moved into recovery from COVID-19 as whānau, iwi and nga iwi o Taranaki.

One feature of the communications this year was the role undertaken by Te Korimako o Taranaki in facilitating various online wānanga and regular karakia.

Going forward, we will be improving our ability to allow uri from afar to actively participate and engage in hui and events.

## TAKUTAI MOANA ACT 2011 CLAIM

In 2017 Ngāti Mutunga along with all other iwi of Taranaki lodged a claim with both the High Court and the Office of Treaty Settlements (now known as Te Arawhiti) for customary title to the marine and coastal area within our rohe.

Funding for advancing our claim was provided by the Crown, which allowed us to engage an experienced barrister to co-ordinate our case and help put together our evidence.

Progress on the claim has been very slow, as the Crown is currently dealing with a number of legacy claims accepted under the repealed Foreshore & Seabed Act.





In a practical sense, by lodging our claim, any third parties (i.e. oil companies, councils) wishing to undertake work (e.g. new activities, consent renewals) in the area covered by our coastal and marine area claim must consult with us.

Nga iwi o Taranaki iwi have been pro-active in resolving boundary overlap issues, and Taranaki iwi, Te Atiawa, Ngāti Mutunga and Ngāti Tama in particular are keen to advance our claims together, a move which could see the Crown engage with us within the next two years.

Overall, the Crown received 202 High Court claims throughout the country, and 385 were lodged with Te Arawhiti (a number lodged claims with both as we did).

The indicative timeline provided by the Crown sees some areas where there are multiple cross-claims and boundary overlaps not being looked at until the 2040's.

For us, the next step will take place in February – March 2021, when a historian we have engaged will visit Taranaki and document our stories of our association with the coast and gathering Kaimoana, as well as the tikanga around that. Those stories will form part of our evidence to support our claim.

If you are interested in taking part, please contact the office

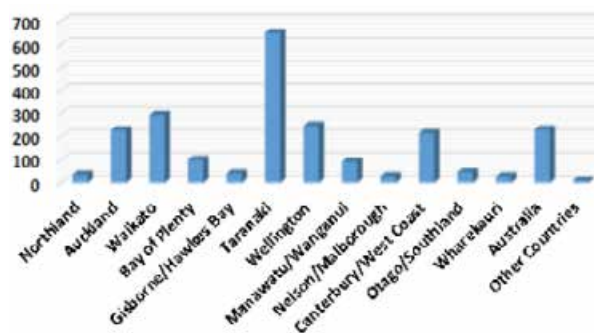
## MEMBERSHIP

**Our number of registered adult members has continued to grow steadily this year, increasing by 73 to 2,247.**

To allow us to better meet our needs in the future we are in the middle of installing a new membership database.

As we gradually implement this we will be able to make the process of contacting us and updating information much easier, and from our perspective it will be much easier to communicate with our members both as a whole or in part (e.g. rangatahi only) and allow us to capture and record more information (e.g. what skills & qualifications members have) and also provide us with much better reporting.

## MEMBERSHIP BY LOCATION



## LOOKING AHEAD TO 2021

Upgrades will be made to our website in 2021 including adding a member only portal where we will be able to share information with you as Ngāti Mutunga registered members (e.g. recordings of hui, opportunities to take part in events, exclusive offers).

Also on the radar is improvements to our ability to broadcast events held at Urenui Pā to allow a wider audience at home to participate.

We are looking forward to a 'new normal' 2021 and again holding kanohe ki te kanohe events and programmes, while continuing to utilise our newly acquired zoom hui skills.

We are planning to visit another city during the next year and host an event there, as well as utilising the skills our rangatahi acquired in the Pūa Te Ata wānanga and empower them in establishing a rangatahi roopu.





# ENVIRONMENT

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## KAITIAKITANGA

### OVERVIEW

**Tēnā koutou tēnā tātou ngā kaitiaki o Ngāti Mutunga, Ānei rā ngā kaupapa kōrero taiao o te tau nō te tari.**

### PEST CONTROL

Pest control is currently being undertaken at various sites around the rohe and we are always looking at possibilities and funding opportunities to expand our pest control network.

So far, we have established trapping networks at Pukemiro/Puketapu at Onaero, Urenui domain, Urenui Pā, Okoki Pā and Wai iti beach.

### LOCAL KURA

The three primary schools in our rohe, Urenui, Mimi and Uruti, are very environmentally focused and we do our best to keep involved in their local projects. There are also a growing number of Ngāti Mutunga mokopuna attending our local kura which is great news for us.

Urenui School continued with their beach planting mahi at the Urenui sea wall this year which is looking great. They have also set a trap line around the Noel Nairn

walkway which students aim to clear regularly and have set tracking tunnels for surveying mokomoko amongst the harakeke on school grounds.

Mimi School have been getting into planting this year with beach planting at Onaero domain and restoration planting in the gully behind the school. They also carry out trapping around the school and regularly check the trap line at Wai iti beach. They have also now completed signage upgrades for kororā awareness at Wai iti beach.

This year Mimi School won an education category award at the TRC environmental awards for their mahi within our rohe – they were jointly nominated by Te Rūnanga o Ngāti Mutunga and Emily Roberts the TRC education officer

Uruti School are an enviro school and have a neat set up for sustainable living, they have composting onsite with a chicken coup, a greenhouse constructed from recycled bottles, a veg garden and a young orchard planted on the

riverbank next to the school. The river over the school fence was one of our 'Mauri Compass' sites where we invited the school children to observe our tuna survey. Uruti School also look after a trap line for Taranaki Kiwi Trust.

### TARAMOUKOU PEST CONTROL PROJECT

This has been a big year for this project for Ngāti Mutunga with funding secured from DOC through the Community Funding scheme and sponsorship from Todd Energy Ltd. This has meant that we have been able to complete the rest of the tracks for this project and also purchase and install over 200 DOC 200 traps for rat and stoat control.

We are hoping to organise a whānau open day for people to visit this beautiful site in the near future so people can see first-hand the mahi that has been completed.



## CURIOUS MINDS - PAPAPOKE



### papapoke

Thanks to support from Venture Taranaki - Curious Minds, Mimi School's Rimu class had a great three days learning all about our local papa/clay alongside GNS scientist Malcolm Arnot, Verum Group chemical engineer Murray McCurdy and incredibly talented local potter Janeen Page.

We enjoyed getting out on the beach taking samples and examining sediment layers, searching for micro and macro fossils, and learning about how and when the clay was formed, sifting and sorting grain-sizes to determine rock types, carrying out shatter-tests to determine strength and property differences

when dried then fired, and getting creative with some moulding and shaping.

A huge thank you to Malcolm, Murray, Janeen and Josh for sharing your knowledge and passion with us.

This project was planned to include a wānanga at Urenui Pā with Ngāti Mutunga whānau but due to Covid restrictions, we had to postpone. Hopefully we can reschedule in the not-too-distant future.

## REMEDIATION NEW ZEALAND CONSENT RENEWAL PROCESS

Following on from our update about this in last year's report, Te Rūnanga o Ngāti Mutunga are opposing the renewal of the Resource Consents for the Remediation New Zealand Composting site near Uruti.

We have continued to oppose the renewal on the grounds that the current operation of this site is impacting

on the mauri and wairua of the Haehanga stream, Mimitangiatua awa and the people who live near the site.

This will go to a Taranaki Regional Council hearing sometime in March 2021 and it would be good to have support from Ngāti Mutunga uri at this hearing - please let the office know if you are interested in attending and we will let you know the date and venue.

## RĀHUI ON MIMITANGIATUA AND URENUI AWA

Late in the year a rahui was placed on both the Mimitangiatua and Urenui awa, due to the cultural health and mauri of the water in both awa has become degraded over recent years to the point where we consider that it is not safe to gather and eat kai from the awa or to swim there.

Images clockwise from left: Locally sourced papa worked & fired, Looking out for our Korora, Mimi students at work, Pottery produced during project working with Janeen Page.

Image opposite page: Okoki Pā - Taramoukou.





In the case of the Urenui awa, contamination is from stormwater contaminated with human sewage entering the estuary from the Urenui Township.

We are continuing to push for improvements in water quality and for ongoing monitoring with both scientific and Mauri Compass measurements, but it may take some time to fully restore both awa given their current state.



## MAURI COMPASS

It has been a long journey for us finding something that felt right when it comes to measuring and monitoring cultural health. With the help

of Ian Ruru and his two sons Manawa and Riaki, we have managed to complete a full 'mauri' assessment of two of our awa; Mimitangiatua and Urenui.

The results of the assessment were not great as we expected but at least now we have some solid baseline data we can build on in the future and a fair idea about where we need to go from here.

Overall, the most important results taken into consideration when carrying out this assessment were historical state versus current state which gave us a good indication on just how far we need to go... as shown by the Mauri Dashboard below and as you can see - it's a long way.

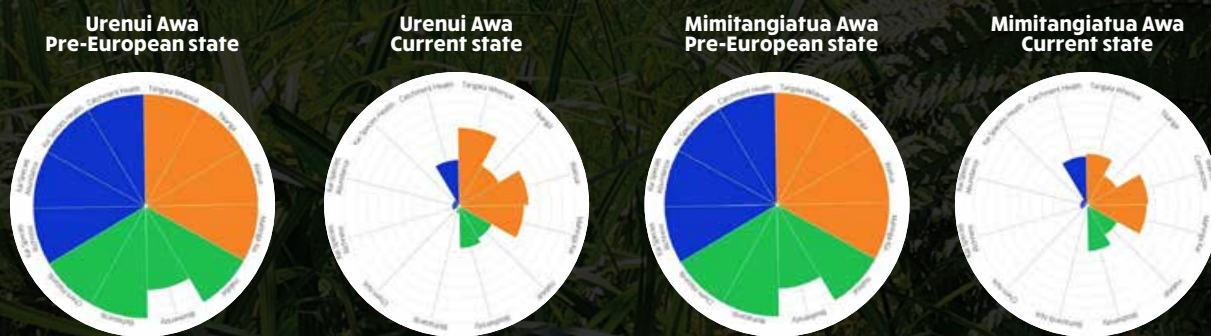
Some of the information gathered during the assessment included riparian margins, activities on the awa (past and present), accessibility for mana whenua (the ability to connect with our awa), water quality (clarity, pH, conductivity, temperature etc),

catchment deforestation levels, modifications to waterways (draining of swamps, diversions etc), mahinga kai capabilities, and health of taonga species.

For this assessment we used tuna as our taonga species. The process included setting 2 hīnaki at 4 sites on each awa (unbaited) and measuring and counting the tuna at each site. We dissected one tuna from each site to inspect the health and condition of the tuna. In the future we will add species to the process, we have a piharau project in the pipelines currently and would like to follow that up with inanga.

The project was a huge success and we now have a fully comprehensive and up-to-date report on the two awa which is available from the Ngāti Mutunga Website.

Onaero is the next awa where we will carry out this mahi. The reason we chose Mimitangiatua and Urenui for the first round is because of the known harmful activities happening up and down these awa.



Images left to right: Mauri Compass field work.





# TE POU HERENGA PĀKIHI LP

Te Pou Herenga Pākihi Limited Partnership (TPHP) was established in 2017 with the objective of simplifying the ownership of assets and bringing sound commercial expertise and management to the expansion of investment opportunities for the Rūnanga.

TPHP operates under the mandate of an Investment Governance Policy established between TRoNM and TPHP and an Investment Sub-Policy which sets out the parameters of our delegated authority.

Our investment objectives are to preserve and prudently grow the financial assets allocated to TPHP, while managing our portfolio within clear risk and investment parameters, and incorporating Socially Responsible Investment principles into our analysis and decision making.

The investment policy takes a 5 - 7 year long term perspective, while recognising that we will make investments within this time in direct investments in property and business ventures which will require re-allocation within the portfolio.

Our investment portfolios continue to be independently monitored for investment governance and performance, an arrangement which has been in place since 2013.

The last three years saw Governance & Investment Policies put in place, review of the existing investments and consolidation of portfolios under the new entity.

This resulted in all of our listed portfolios being consolidated under just one provider, with efficiencies in reporting and in portfolio management fees resulting in significant cost reductions in the cost of our investment portfolios.

## INVESTMENT PERFORMANCE

Our investments generated revenue of \$1,956,271 for the year (\$1,378,493 in 2019) for a return on investment of 7.6% (5.8% in 2019).

This return is in line with our investment policy objectives although the increase in revenue has relied on gains in the value of the investment portfolios, as our cash income has declined in the Rutherford Rede listed portfolio due to the impacts on markets caused by disruption from COVID-19 (\$868,570 versus \$1,095,972 in 2019).

## LISTED PORTFOLIO FUND PERFORMANCE - ANNUAL

	Value \$000	Weighting %	Return %
<b>Cash &amp; Fixed Income</b>			
Cash call account	523.8	2.6	0.2
Harbour NZ Corporate Bond	2071.0	10.3	5.4
Daintree Core Income Trust NZD	787.6	3.9	2.1
Dimensional Gbl Bond Sustainability NZD	2702.5	13.4	5.1
<b>NZ and Australian equities</b>			
Mint New Zealand SRI Equity	2208.5	10.9	12.4
Russell Australian Responsible Investment ETF	966.4	4.8	-18.7
<b>Global equities</b>			
iShares Screened International Equity Index	3233.9	16.0	5.8
Dimensional Global Equity Sustainability NZD Hdg	4803.7	23.8	9.6
<b>Emerging Markets</b>			
iShares Emerging Markets IMI Equity Idx	1542.6	7.6	4.6
<b>Real estate</b>			
Dimensional Global Real Estate NZD Hdg	1335.5	6.6	-16.8
<b>TOTAL</b>	<b>20,176</b>	<b>100</b>	<b>4.2%</b>

## COVID-19 AND INVESTMENT MARKETS

No discussion of the year would be complete without mention of the pandemic which impacted lives throughout the world in 2020.

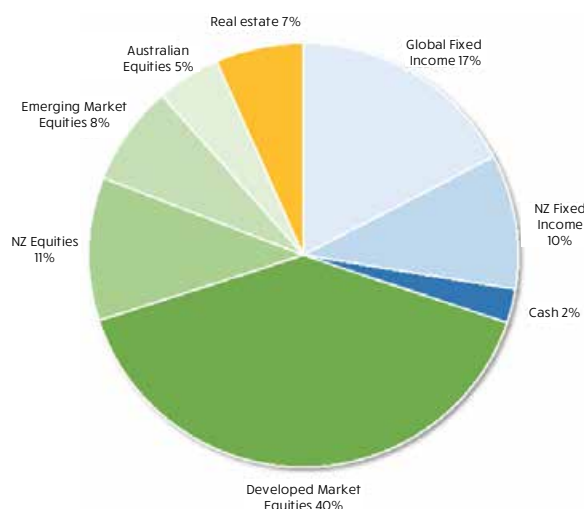
Investment markets fell and rose in response to impacts of shutdowns and market closures, and progress with potential vaccines. The chart below graphically illustrates the scale of the impacts seen in the markets.

Even the emergence of vaccines and distribution of these in 2021, we are still likely to see further effects on markets over the next year.



Source: MyFiduciary Limited, Morningstar Direct

## LISTED INVESTMENT PORTFOLIO – RUTHERFORD REDE



Our listed portfolio is invested in a diversified range of funds across multiple asset classes and markets, and is regularly reviewed and re-balanced to make sure that it continues to match the risk profile specified in our investment policy. This proved particularly important during the year with the market volatility caused by COVID-19.

Director Rohan Matuku explains the purpose of this portfolio - "the listed portfolio components allow us to manage our investment return without taking on undue risk. We are able to leverage best practise portfolio management from our investment partners at a low cost".



Rohan Matuku

"With listed portfolio investment we are able to benchmark our investment against other portfolios" added Rohan. "This allows us to assess which fund managers are adding value. If one of the funds is not performing to our expectations we can review that component and actively manage the situation".

Above is a chart breaking down the listed investment portfolio by asset type as at balance date 30 September 2020.

In addition to the listed investment portfolio above, and the direct investments which are discussed further on, we have other legacy and property investments as well. We have broken down the total funds we are managing below, including our property portfolio.

## TOTAL FUNDS UNDER MANAGEMENT

	2020	2019
<b>LISTED INVESTMENTS</b>		
Rutherford Rede	\$20,175,787	\$19,311,354
Cleary Wealth Management	\$838,493	\$1,569,838
<b>TOTAL</b>	<b>\$21,014,280</b>	<b>\$20,881,192</b>
<b>DIRECT INVESTMENTS</b>		
Tai Hekenga	\$3,319,860	\$1,784,506
Te Pūia Tāpapā	\$353,560	\$16,000
<b>TOTAL</b>	<b>\$3,673,420</b>	<b>\$1,800,506</b>
<b>DIRECT PROPERTY</b>		
Land & Buildings	\$984,208	\$999,908
<b>TOTAL INVESTMENTS</b>	<b>\$25,671,908</b>	<b>\$23,681,607</b>

## CLEARY PORTFOLIO

This legacy portfolio saw a realisation of funds during the year with the sale of one of its principal funds. The largest remaining asset is the Torchlight investment, and the background of this has been discussed in the financial performance section of the report.

## DIRECT INVESTMENTS

Below is an update on the two iwi and Māori collaborative investments that we are part of.

## TE PŪIA TĀPAPA

Te Pūia Tāpapā (TPP) is a Māori Direct Investment Fund made up of 26 iwi and Māori entities who have committed to contributing a total of \$115m. As noted previously, our Chair Hinerangi Raumati is a member of the governing board.



Hinerangi Raumati

The fund objective is to create opportunities for iwi and Māori organisations to pool resources and look at long term investment in medium to large businesses with growth potential but no immediate cashflows for the first 5-7 years.

We have an allocation of \$2M towards this fund, with investment to be made progressively as opportunities arise. This year TPP made its first investments in a truck leasing business and also a finance company totalling \$20M, with our share of these investments being \$353,560.

Further opportunities continue to be considered as we expand our relationships with other like-minded investment entities.



## TAI HEKENG

This investment saw iwi and Māori groups collectively partnering with the Port Nicholson Block Settlement Trust to invest in Crown land mainly in Central Wellington through the Trust's deferred settlement properties in their Treaty Settlement legislation.

This involved purchases of Crown land (mainly in the Thorndon area of the CBD), accompanied by long term leases back to the Government Ministries providing stable cash flows for the investors for many years to come.

We initially committed a total of \$2.5million to this investment which was drawn down progressively, and with the settlement and further re-valuation of these properties reflecting the final leases negotiated, there has been a substantial uplift in value to \$3.3 million.

Further land was purchased and leased to Kiwi Rail during the year funded by debt, and there are likely to be further purchases next year, as Tai Hekenga and the Crown are negotiating on further properties.

The returns for the year on this investment were 5.2%pa (after a re-valuation of this investment during the year of \$798,818). No income was received in 2019 as the initial capital call was only made on 29th August 2019 ahead of settlement.

## DIRECT PROPERTY PORTFOLIO

A portfolio of three commercial properties in Urenui owned by the Group were transferred to the Limited Partnership at the end of 2017.

The main investment is the property which the Mud Bay Café operates from at 18 Ngakoti Street, and in addition we own the building the Rūnanga operates from at 6 Ngakoti Street which has a residential flat behind it, and an adjoining commercial building which is tenanted. The neighbouring building at 4 Ngakoti Street is fully tenanted.

All buildings meet 100% of the current building code and are in very good condition, and the residential flat has been fully refurbished to meet Residential Tenancy Act requirements.

As a percentage of assets, the buildings returned 6.84% during the year (COVID-19 affected) and 7.35% in 2019.

## FUTURE OPPORTUNITIES

As noted last year, Directors believe that a gradual move towards collaborative direct investments, particularly with other iwi and Māori groups will allow us to achieve our investment objectives and ensure that we continue to provide both capital growth and the funding needed for the Rūnanga to implement its plans going forward.

We are continuing to explore opportunities, with a further two funds being considered during the year. We anticipate an announcement on another investment in the first quarter of 2021.

# MARUEHI FISHERIES LIMITED

## FINANCIAL YEAR IN REVIEW

Net profit for the year at \$42,750 is down on last year (\$51,750), despite dividend income from Moana being at a record level of \$26,556.

The impacts from COVID-19 were felt as early as January with the virtual overnight shutdown of the live crayfish market in China, disruptions to the hospitality industry and falling demand, as well as the impact of border closures and reduced international airfreight capacity for exporters. Port Nicholson Fisheries profits were significantly affected by COVID-19 resulting in reduced net profit for Maruehi Fisheries of \$3,034 (\$6,147 in 2019).

Expenses were down on last year overall by \$2,603 despite the introduction during the year of a cost recovery agreement with Te Pou Herenga Pākihi LP for governance.

This year we moved into the second year of a new deep sea fishing partnership with Sealord. Sealord is half owned by all Māori through Moana New Zealand and half owned by Japanese fishing company Nissui.

The new partnership with Sealord is an expanded version of the initial agreement we had with Sealord, members of the partnership represent around 80% of all iwi owned ACE. Our share of profits for the year were \$28,205 (last year \$31,497).

## FISHERIES INDUSTRY NEWS

COVID-19 impacts were felt across the industry from the virtual overnight shutdown of the live crayfish export business in China in March, to the difficulty in getting foreign crews into NZ to man the deep sea fishing vessels the industry relies on, which was widely commented on in the media.

Regulatory changes also started to impact this year, with new measures to protect the Maui Dolphin impacting on the ability of some existing fishers to remain viable, and some have taken exit packages to leave the industry.

Last year, Director Tom McClurg on behalf of Te Ohu Kaimoana was consulting with two high level Crown technical working groups put together to try and address a couple of longstanding issues affecting the performance of the Quota Management System (QMS) that

governs our fisheries.

The first working group looking at aspects of the deemed value system within the QMS was successful leading to the establishment of a deemed values forum.

The second issue is around the legacy of Section 28N of the Fisheries Act 1986 and work here is still proceeding. The 28N Working Group has reported to the Government with a recommended pathway to extinguish 28N rights and compensate Māori for the past erosion of Settlement quota shares. This pathway delicately balances the rights and legitimate interest of 28N Right holders, Iwi (as Fisheries Settlement beneficiaries) and the Government as representing the interests of taxpayers. No response to these recommendations has occurred to date.

## PROSPECTS FOR 2021

There are some significant challenges facing the fishing industry in 2021. Director Tom McClurg on what he sees as the biggest challenge to be faced – "Covid19 will continue to have a large impact on the seafood sector in 2021. Although the lobster sector has rebounded very strongly (assisted by restrictions on the importation of Australian lobster) the same recovery has yet to be seen in abalone. Inventory levels are currently very high in the deep-water sector and time will reveal what sale prices can be realised for these products".



Tom McClurg

Another significant change in the sector is the creation of a new government role of Minister of Fisheries and Oceans. "The creation of a Minister of Oceans is a clear statement of lofty policy ambition within the marine environment" says Tom.

Tom adds "the danger is that the baby is thrown out with the bathwater of policy reform. There are two areas for Māori to watch. First that changes do not disable successful aspects of the QMS endorsed by Māori or undermine the value of the Fisheries Settlement and, second, that the process of Oceans policy development is conducted with Māori input as treaty partner".



# REGIONAL KAUPAPA

## MAUNGA NEGOTIATIONS

Negotiations with the Crown continued this year, with agreement reached on a number of issues. However, there remains a significant gap between the pūtea iwi consider is required to meet all obligations associated with the Maunga, and what the Crown is willing to offer.

## TARANAKI MĀORI TRUST BOARD

During the COVID-19 response this year, the Taranaki Māori Trust Board had a key role in assisting nga iwi o Taranaki with funding support and underwriting of actions taken – e.g. the border checkpoints in North and South Taranaki.

The important role played by the entity in 2020 has delayed the wind-up and replacement of the trust, which is likely to now take place in 2021. There will be further communication around this early next year.

## RECOVERY PLAN AND REGIONAL INITIATIVES

A recovery strategy and plan has been designed for Taranaki iwi in response to COVID-19. Kaimahi and governors from all eight iwi contributed to the design of the plan, and robust testing of the assumptions in the plan.

The outcomes in the plan are aligned with the Whānau-Ora outcomes as the recovery strategy has adopted a whānau – centric approach.

The outcome framework outlines the key activities required to address the impacts of COVID-19 – which are also summarised in the plan.

Job creation, re-training and ways to support housing availability are some of the areas of initial focus

The document also outlines supporting actions that underpin each initiative on the outcome framework.

## TARANAKI IWI RECOVERY STRATEGY AND PLAN

**Whānau are self-managing and empowered leaders**

**Whānau and families are responsible stewards of their living and natural environments**

**Whānau are participating fully in society**

**Whānau are leading healthy lifestyles**

### ACCELERATING A BRIGHT FUTURE FOR THE NEXT GENERATIONS

#### Collective leadership

Iwi working together to lead and stimulate the reinvigoration of nga iwi o Taranaki

#### Quality environments

Whānau are safe, secure and healthy in their own homes and surrounding environment

#### Future knowledge

Whānau have knowledge and equitable access to resources that allow them to advance ourselves in the new world

#### Healthy living

Address the challenges of health access and support for Whānau to live healthy, be healthy and stay healthy

**Whānau are cohesive, resilient and nurturing**

**Whānau and families are participating confidently in Te Ao Māori - the Māori world**

**Whānau and families are economically secure and successfully involved in wealth creation**

### ACCELERATING A BRIGHT FUTURE FOR THE NEXT GENERATIONS

#### Self-sustaining communities

Whānau come together to build resilient communities to look after each other

#### Connected culture

The interconnected-ness between whānau invigorates our cultural vibrancy

#### Wealth creation

Employment or enterprise increases household income and enables whānau to be economically secure and live well

# TE WHIRINGA

## RĀ MUTUNGA DAY

This year we held our first Rā Mutunga Day, when we came together to celebrate our Mutungatanga on Saturday 13th February.



The day was well attended by around 80 uri and as well as the Urenui Pā Trustees and Rūnanga AGM's featured the return of a number of taonga collected decades ago by a whānau living in the Mimitangiatua area.

This year the event focused on our origins in particular our tupuna Mutunga and our hapū, and Maruehi Pā and our migration history.

In the afternoon a wānanga around our whakapapa was well received.

## TARANAKI TŪ MAI

The bi-annual Taranaki Tu Mai event was hosted by Ngāti Maru over 29th November – 1st December between Te Upoko o te Whenua Marae and several venues in Inglewood.

All iwi of Taranaki were represented at the event and a feature this year was the return of some older events such as marching, softball and Kaumātua Olympics, as well as more traditional sports and activities such as touch,

netball, outdoor bowls, cross country, golf, darts league and kapa haka.

Ngāti Mutunga was well represented in all of the sports and activities, and on the back of a number of strong performances came away with the overall first placing.

This was a wonderful effort by the team and its supporters, and the individual category placings were:

Taotao (Marching)	First Place
Pā Whutupaoro (Touch)	First Place
Pouika (Softball)	First Place
Netiporo (Netball)	
- 15 and Under	First Place
- Mixed	First Place
Taki Iwa Riki (League 9's)	First Place
Te Hauwāhine Whutuporo (Rugby Sevens – Wāhine)	Second Place
Hahauporo (Golf)	Second and Third Place
Taumāhekeheke Mo Ngā Kaumātua (Kaumātua Olympics)	Second Place
Oma Roa (cross country)	Third Place

Images clockwise top left to right: Taonga returned on Rā Mutunga Day, Taranaki Tu Mai event - Touch, Marching.





## PUA TE ATA WĀNANGA

This year also saw the start of a wānanga series run in conjunction with Ngāti Tama, Ngāti Maru, Te Atiawa and Taranaki iwi for our rangatahi aimed at those interested in all aspects of communications with a view to create a Māori communications ecosystem, with an aim of being able to provide the skills and opportunities for interested uri to work in the iwi and Māori space.

COVID-19 meant that the wānanga were delivered in a virtual format, but that also allowed participation for uri right across the world – we had uri from as far away as Berlin and Perth who said not only was the content inspiring, but being able to connect with home during lockdowns overseas was extremely important to their wellbeing.

## TE RANGIHIROA DAY

Our guest speakers this year were two artists who had both been awarded Creative NZ arts scholarships involving a residency at the Bishop Museum in Hawaii and were able to spend time going through the archives of Te Rangihiroa at the museum – including journals and notebooks.

Both Julian Arahanga (film maker) and Ngaahina Hohaia (artist) shared anecdotes and insights from their six week residency.

Auckland based artist Ngaahina Hohaia comes from a strong background in traditional weaving and fibre work (whatu taniko and raranga), which has developed into contemporary sculpture using metals, woollen blankets and other sculptural forms, and she shared some anecdotes and insights from her time in Hawaii.

Wellington based film maker Julian Arahanga of Awa Films has over 20 years' experience in the film and television industry, and has worked on a range of productions with some of the world's most influential filmmakers.

Julian talked about some of the stories he has created and developed stories which have been expressed through cinema, television, interactive, music and print, and how this journey had inspired him.

The event was well attended with 75 people taking part in the day, which finished with a Hākari featuring mainly natural foods.

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## SCHOLARSHIP WINNERS



Anna Adcock was the recipient of the joint Victoria University/Ngāti Mutunga scholarship for 2020.

Anna is a PhD candidate undertaking a research project titled He Tamariki Kokoti Tau: Exploring connections to whānau and whenua for preterm Māori infants.



Willow Kingi-Laurence received the Miriama Evans Memorial Scholarship for 2020. Willow is in her third year of study towards a degree majoring in Psychology and Criminology.

## EDUCATIONAL GRANTS AND SCHOLARSHIPS

This year we invited applications from uri for grants aimed at both trades and polytechnic level training, as well as university and post-graduate qualifications.

We provided a total of 15 grants totalling \$15,250 during the year, and the recipients are listed below.

We also offered two joint scholarships with Victoria University each of \$5,000 which are funded 50/50 by us and the University.

The Ngāti Mutunga Scholarship is available to second year and above registered Ngāti Mutunga students at Victoria University, while the Miriama Evans Memorial Scholarship is available to registered Ngāti Mutunga Victoria students of all years.

We have also have a new joint scholarship with Parininihi ki Waitōtara (PKW) which will be offered for the first time in early 2021.

## EDUCATION GRANTS

NAMES	COURSE OF STUDY
Eugene Dickie	Bachelor of Broadcasting Communications
Sheridan Farley	NZ Certificate in Health & Wellbeing
Mattie-San O'Carroll	Te Tohu Paetahi Ako
Paora Tamati	Bachelor of Bi-Cultural Social Work
Aliesha Thomson-Baker	Bachelor of Medicine/Surgery
Makere Gerrard	Post Graduate Diploma in Leadership
Paora Laurence	Te Heke Poutuarongo Reo Māori
Nicole Mattock	National Certificate in mental Health
Dylan Peters	Bachelor of Engineering
Taylor McDonald	Bachelor of Commerce
Maia Morrell-Wood	Bachelor of Arts
Mereana Anderson	Bachelor of Design
Lewis Raumati	Bachelor Engineering (Honours)
Jury Teniteni-Smeaton	Bachelor of Law
Kassia Jones	Cookery Level 4
Victoria University Ngāti Mutunga Scholarship	
Anna Adcock	Doctorate of Philosophy in Health & Wellbeing
Victoria University Miriama Evans Memorial Scholarship	
Willow Kingi-Laurence	BA in Psychology & Criminology

Congratulations to all of our grant recipients, and we look forward to assisting more uri with their aspirations in 2021, when we will also be reviewing our current grant offerings with a view to extending the eligibility – so keep an eye out for an update on this in semester 1 2021.





TE RŪNANGA O  
NGĀTI MUTUNGA

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**CONSOLIDATED  
PERFORMANCE  
REPORT**

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TO 30 SEPTEMBER

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**2020**

# Consolidated Performance Report

Te Rūnanga o Ngāti Mutunga Group  
For the year ended 30 September 2020



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## Entity Information

### Te Rūnanga o Ngāti Mutunga Group For the year ended 30 September 2020

#### Legal Name of Entity

Te Rūnanga o Ngāti Mutunga

#### Entity Type and Legal Basis

Private Trusts, Company, Limited Partnership and Māori Authorities

#### Registration Number

Ngāti Mutunga Community Development Charitable Trust - CC23076

#### Entity's Purpose or Mission

The Trust was established in 2006. The purposes for which the Rūnanga is established are to receive, manage and administer the Rūnanga assets on behalf of and for the benefit of the present and future members of Ngāti Mutunga in accordance with its governing Charter, including:

- (a) The promotion amongst Ngāti Mutunga of the educational, spiritual, economic, social and cultural advancement or well-being of Ngāti Mutunga and its whānau;
- (b) providing for the physical and administrative resources required for the maintenance and establishment of places of cultural or spiritual significance to Ngāti Mutunga;
- (c) the promotion amongst Ngāti Mutunga of mental health and well-being of the aged or those suffering from mental or physical sickness or disability;
- (d) to act as the Mandated Iwi Organisation and the Iwi Aquaculture Organisation for Ngāti Mutunga; and
- (e) any other purpose that is considered by the Rūnanga from time to time to be beneficial to Ngāti Mutunga

#### Entity Structure

This entity is comprised of Te Rūnanga o Ngāti Mutunga Trust, Ngāti Mutunga Investment Charitable Trust, Ngāti Mutunga Community Development Charitable Trust, Maruehi Fisheries Limited and Te Pou Herenga Pakihi Limited Partnership.

The Rūnanga is governed by a board of six kaitiaki who are elected by the registered members of Ngāti Mutunga iwi. The board employs a Pouwhakahaere who oversees the operations of the Group, and who is responsible for ensuring the goals of the Trust, including implementing the Strategic Plan and achieving the goals set each year in the annual plan.

Volunteers support with various activities throughout the year.

#### Main Sources of Entity's Cash and Resources

The Rūnanga earns income from the investment of Treaty of Waitangi settlement cash assets in a diversified portfolio and also ground leases on several properties owned by the Trust.

#### Physical Address

6 Ngakoti Street, Urenui





# Statement of Service Performance

## Te Rūnanga o Ngāti Mutunga Group For the year ended 30 September 2020

### Description of Entity's Outcomes

The Rūnanga annual plan contains a number of goals under the pou of Culture & Identity, Infrastructure & Capability, and Commercial and Economic Development. Some of the goals under the pou are delivered by other entities in the Group.

### Description and Quantification of Entity's Outputs

Delivery of annual plan economic, infrastructure and social and cultural goals for iwi members which included:

- Pou Pūtea - Providing a range of educational grants and scholarships to assist uri across trades and tertiary fields. A total of \$15,250 was granted.
- Pou Tāngata - Implementation of an annual events programme featuring both in person and virtual events and wānanga. A total of 7 wānanga were held with a total attendance of 97 uri.
- Pou Tāngata – initiating Rā Mutunga celebration day reinforcing our Mutungatanga through history, origin and waiata.
- Pou Tūrangawaewae – we continued to assist the Urenui Pā Trustees with increased administration support to carry out their roles.
- Pou Taiao – we actively sought to enhance the mana of our whenua and awa and strongly advocate for improvement by proactively monitoring and reporting changes in environment quality.
- Pou Tikanga - we made the transition to virtual hui and wānanga to utilise technology to involve more of our uri.

## Approval of Performance Report

**Te Rūnanga o Ngāti Mutunga Group**  
**For the year ended 30 September 2020**

Ngā Kaitiaki are pleased to present the approved performance report of Te Rūnanga o Ngāti Mutunga Group for year ended 30 September 20.

APPROVED



Kaitiaki

Date: 29 January 2021



Kaitiaki

Date: 29 January 2021



# Statement of Financial Performance

## Te Rūnanga o Ngāti Mutunga Group For the year ended 30 September 2020

	NOTES	2020	2019
<b>Revenue</b>			
Donations, fundraising and other similar revenue	1	67,596	88,328
Revenue from providing goods or services	1	270,505	143,274
Interest, dividends and other investment revenue	1	933,578	1,283,654
Other revenue	1	1,076,320	(293,400)
<b>Total Revenue</b>		<b>2,347,998</b>	<b>1,221,856</b>
<b>Expenses</b>			
Volunteer and employee related costs	2	528,560	467,668
Costs related to providing goods or service	2	447,917	301,779
Grants and donations made	2	17,450	32,391
Other expenses	2	112,408	119,215
<b>Total Expenses</b>		<b>1,106,334</b>	<b>921,052</b>
<b>Surplus/(Deficit) for the Year</b>		<b>1,241,664</b>	<b>300,804</b>
<b>Income tax expense</b>			
Income Tax Expense	10	53,418	120,754
<b>Total Income tax expense</b>		<b>53,418</b>	<b>120,754</b>
<b>Surplus/(Deficit) for the Year after Tax</b>		<b>1,188,246</b>	<b>180,050</b>



# Statement of Financial Position

## Te Rūnanga o Ngāti Mutunga Group As at 30 September 2020

	NOTES	30 SEP 2020	30 SEP 2019
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash equivalents	3	1,401,177	1,253,400
Debtors and prepayments	3	138,508	87,333
Inventory	3	364	3,772
Other Current Assets	3	-	104,561
<b>Total Current Assets</b>		<b>1,540,050</b>	<b>1,449,066</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	4	1,359,513	1,379,033
Investments at Fair Value	3	24,334,141	23,405,426
Investments at Transfer Value	3	613,355	613,355
Other Investments	3	684,168	346,608
<b>Total Non-Current Assets</b>		<b>26,991,176</b>	<b>25,744,422</b>
<b>Total Assets</b>		<b>28,531,226</b>	<b>27,193,488</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Creditors and accrued expenses	5	234,604	46,620
Employee costs payable	5	43,394	23,779
Loans	5	31,110	28,535
Tax	5	12,888	42,622
<b>Total Current Liabilities</b>		<b>321,997</b>	<b>141,555</b>
<b>Non-Current Liabilities</b>			
Loans	5	130,922	161,871
<b>Total Non-Current Liabilities</b>		<b>130,922</b>	<b>161,871</b>
<b>Total Liabilities</b>		<b>452,918</b>	<b>303,427</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>28,078,308</b>	<b>26,890,061</b>
<b>Accumulated Funds</b>			
Accumulated surpluses	6	28,078,308	26,890,061
<b>Total Accumulated Funds</b>		<b>28,078,308</b>	<b>26,890,061</b>



# Statement of Cash Flows

Te Rūnanga o Ngāti Mutunga Group  
 For the year ended 30 September 2020

	2020	2019
<b>Cash Flows from Operating Activities</b>		
Donations, fundraising and other similar receipts	77,222	88,328
Receipts from providing goods or services	230,377	145,408
Interest, dividends and other investment receipts	294,524	155,347
GST	(20,810)	(10,607)
Payments to suppliers and employees	(1,006,244)	(833,981)
Donations or grants paid	(17,450)	(32,391)
Net Tax Refunded/(Paid)	(80,380)	101,033
<b>Total Cash Flows from Operating Activities</b>	<b>(522,761)</b>	<b>(386,863)</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Receipts from sale of investments	1,613,274	4,053,086
Payments to acquire property, plant and equipment	(1,705)	(22,167)
Payments to purchase investments	(912,657)	(7,570,346)
Repayments of loans borrowed from other parties	(28,374)	(26,607)
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>670,538</b>	<b>(3,566,034)</b>
<b>Net Increase/ (Decrease) in Cash</b>	<b>147,777</b>	<b>(3,952,897)</b>
<b>Cash Balances</b>		
Cash and cash equivalents at beginning of period	1,253,400	5,206,297
Cash and cash equivalents at end of period	1,401,177	1,253,400
<b>Net change in cash for period</b>	<b>147,777</b>	<b>(3,952,897)</b>

# Statement of Accounting Policies

## Te Rūnanga o Ngāti Mutunga Group For the year ended 30 September 2020

### Basis of Preparation

Te Rūnanga o Ngāti Mutunga is a Trust formed on 21 December 2005. The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting.

The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future. The consolidated performance report comprise the Trust and its subsidiaries, Ngāti Mutunga Community Development Charitable Trust, Maruehi Fisheries Limited and Te Pou Herenga Pakihi Limited Partnership.

Amounts in the performance report are rounded to the nearest dollar (\$).

### Tier 2 PBE Accounting Standards Applied

The Trust has adopted PBE IPSAS 6 *Consolidated and Separate Financial Statements* for the Consolidated Performance Report and PBE IPSAS 29 *Financial Instruments: Recognition and Measurement* for the recognition and measurement of Investments at Fair Value.

### Changes in Accounting Policies

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

### Consolidation

The consolidated financial statements comprise the Te Rūnanga o Ngāti Mutunga Trust, Ngāti Mutunga Investment Charitable Trust, Ngāti Mutunga Community Development Charitable Trust, Maruehi Fisheries Limited and Te Pou Herenga Pakihi Limited Partnership. The Trust has elected to apply PBE IPSAS 6 *Consolidated and Separate Financial Statements*.

Maruehi Fisheries Limited is owned 100% by Te Rūnanga o Ngāti Mutunga.

Ngāti Mutunga Investment Charitable Trust was wound up on 30 September 2019 therefore there are no figures for the Trust in the 2020 financial year.

### Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

#### Interest, Dividends and Investment revenue

Interest revenue is recorded as it is earned. Dividend revenue is recorded when the dividend is declared. Distributions are recorded on receipt of the cash.

#### Investment Revaluation

Investment Revaluations are the gains and losses from investments in Managed Funds and are recognised in Other Revenue for the movements in fair value of the assets.

#### Lease and Rental Revenue

Revenue is recorded on a straight-line basis over the term of the agreement.

#### Fisheries Income

ACE lease income is recognised at the time the sale is entered into.





## Expenses

### Volunteer and Employee related costs

Expenses are recorded as staff provide services and become entitled to wages and salaries and leave entitlements.

### Grants and Donations

Expenses are recorded when donation/grant has been approved and the recipient advised.

### Other expenses

Expenses are recorded when the cost is incurred.

## Income Tax

Te Rūnanga o Ngāti Mutunga Trust and Maruehi Fisheries Limited are registered Māori Authorities for taxation purposes and will be liable for taxation on its assessable net income at the relevant Māori Authority tax rate which is 17.5%. Taxation is charged for the current year is based on the estimated taxation payable.

Ngāti Mutunga Community Development Charitable Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

## Bank Accounts and Cash Equivalents

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances. Cash is measured at the amount held.

## Goods and Services Tax

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

## Debtors

Debtors are measured at the amount owed. When it is likely that the amount owed will not be collected an impairment is recorded and the loss treated as a bad debt expense.

## Other Current Assets

Iwi Investor cash is measured at the amount receivable. These funds haven't been included with cash and cash equivalents as the cash is held by the fund manager.

## Inventories

Inventories are recognised at the lower of cost and selling price determined on a first-in first-out basis.

## Property, Plant and Equipment

Depreciation has been charged over the expected useful life of the asset using the depreciation rates and methods below. The group has the following asset classes:

Buildings – at cost	2%	Straight Line
Land – at cost	0%	Straight Line
Land Improvements – at cost	7.2%	Diminishing Value
Plant & Equipment – at cost	9.6-67%	Diminishing Value



## Impairment

Assets measured at fair value or assets Ngāti Mutunga intends to use to the end of its useful life, are not reviewed for impairment at balance date.

Assets intended to be sold prior to the end of their useful life or assets damaged or idle at balance date are reviewed to determine if any indicators of impairment exist. If indicators exist the asset is tested for impairment to ensure that the carrying amount of the asset is recoverable.

If the recoverable amount of an asset is determined to exceed its carrying amount then the resulting difference is recognised as an impairment loss in profit or loss for that period.

## Investments

### Aotearoa Fisheries Ltd Shares

Aotearoa Fisheries Ltd Shares are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired. Cost is based on the transfer price when transferred from Te Ohu Kaimoana in 2007.

### Quota Shares

Quota Shares are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired. Cost is based on the transfer price when transferred from Te Ohu Kaimoana ("Te Ohu") in 2007.

Quota transferred from Te Ohu are valued at Te Ohu's assessed value for Quota shares which only values those quota which have been traded or where there has been significant catches. Quota purchased is valued at cost.

### Term Deposits

Term deposits are measured at amounts receivable.

### BNZ Bond Portfolio, Cleary Investments, Iwi Investor, Rutherford Rede and Tai Hekenga Limited Partnership

These investments are measured at fair value in accordance with PBE IPSAS 29 *Financial Instruments: Recognition and Measurement*. Gains and losses on the values of the investments are recorded in the statement of financial performance.

For the 2020 year, Tai Hekenga Limited Partnership have been reclassified as recorded at fair value instead of recorded at cost as the investment property in the LP has been revalued and the revaluation gains have been transferred down to the limited partners in their share of profit.

### Emission Trading Scheme

Maruehi Fisheries Ltd has been allocated 112 NZU. These were transferred into the companies NZEUR holding account in September 2010.

### Other Investments

Other investments are stated at cost.

## Payables

ASB Bank Loans, Creditors and Employee Costs Payable are recorded at the amount owing to settle the liability.

## Leases

Group entities lease certain plant and equipment.

Operating lease payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the lease items, are included in the determination of the net surplus in equal installments over the period of the lease.





# Notes to the Performance Report

## Te Rūnanga o Ngāti Mutunga Group For the year ended 30 September 2020



	2020	2019
<b>1. Analysis of Revenue</b>		
<b>Donations, fundraising and other similar revenue</b>		
Grants Received	-	14,274
Grants - Te Puni Kōkiri	45,000	-
Koha Received	7,946	2,965
Sundry Income	14,651	71,088
<b>Total Donations, fundraising and other similar revenue</b>	<b>67,596</b>	<b>88,328</b>
<b>Revenue from providing goods or services</b>		
Fisheries Income	45,648	63,659
Land Lease	12,940	14,290
Lease/Rental Income	57,583	63,826
Maintenance Income	-	522
Merchandise Sales	1,564	977
Project Income	152,768	-
<b>Total Revenue from providing goods or services</b>	<b>270,505</b>	<b>143,274</b>
<b>Interest, dividends and other investment revenue</b>		
Dividends	753,816	1,086,661
Interest Received	22,647	196,993
Tai Hekenga LP Income	174,187	-
Te Pūia Tāpapa LP Income/(loss)	(17,072)	-
<b>Total Interest, dividends and other investment revenue</b>	<b>933,578</b>	<b>1,283,654</b>
<b>Other revenue</b>		
Investment Revaluations	1,076,320	(293,400)
<b>Total Other revenue</b>	<b>1,076,320</b>	<b>(293,400)</b>
<b>Total Analysis of Revenue</b>	<b>2,347,998</b>	<b>1,221,856</b>

## 2. Analysis of Expenses

<b>Volunteer and employee related costs</b>		
ACC Levies	-	592
Board Member Expenses	6,195	15,453
Board Member Honorarium	109,000	94,417
Directors Fees	56,000	56,000
Staff Training & Welfare	-	650
Travelling Expenses	9,585	14,841
Wages and Salary	347,780	285,715
<b>Total Volunteer and employee related costs</b>	<b>528,560</b>	<b>467,668</b>



	2020	2019
<b>Costs related to providing goods or services</b>		
Advertising	846	231
Bank Charges	1,041	1,114
Board Member Training	1,147	-
Calendar	22,612	-
Communication Costs	29,562	49,843
Communications - Website/E Pānui/Photos/Branding	18,900	-
Computer Expenses	8,113	4,511
Election Expenses	-	18,561
Electricity	2,719	2,925
Environmental	89,090	20
Financial Investment Fee	30,372	38,818
General Expenses	2,385	1,296
Insurance	22,002	24,160
Kāhui Kaumātua	-	1,015
Kai/Catering	1,453	992
Lease Payments	3,767	3,767
Levies	10,478	9,337
Loss on Sale of Fixed Assets	-	687
Low Value Assets	5,318	-
Meeting expenses	1,395	293
Merchandise Expenses	6,861	831
Mutungatanga	2,471	18,001
Newsletter Printing	-	13,122
Postage, Printing & Stationery	317	10,240
Repairs & Maintenance	21,785	15,088
Projects	48,502	30,931
Protective Clothing	193	-
Rā Mutunga (inc. Te Rangi Hīroa Day)	21,176	7,487
Rates	7,831	7,365
Security Costs	2,035	821
Staff Expenses	3,072	3,763
Storage Fees	2,700	2,700
Subscriptions	18,312	15,592
Sundry Expenses	167	264
Takutai Moana	6,655	2,109
Te Pūia Tāpapa Costs	3,437	6,874
Taranaki Tū Mai	15,629	750
Validation Committee	2,000	400
Wāhi Tapu Consultation	1,025	4,828
Wānanga	30,000	-
Xero Fees	2,549	3,044
<b>Total Costs related to providing goods or services</b>	<b>447,917</b>	<b>301,779</b>





	2020	2019
<b>Grants and donations made</b>		
Grants	15,250	30,391
Koha	2,200	2,000
<b>Total Grants and donations made</b>	<b>17,450</b>	<b>32,391</b>
<b>Other expenses</b>		
Accountancy Fees	19,880	29,456
Auditors Remuneration	16,927	18,664
Consultancy Fees	25,479	21,594
Depreciation	23,277	25,676
Distributions - Urenui Pā	5,000	10,000
Interest	8,655	11,017
Legal Fees	13,190	2,808
<b>Total Other expenses</b>	<b>112,408</b>	<b>119,215</b>
<b>Total Analysis of Expenses</b>	<b>1,106,334</b>	<b>921,052</b>
	<b>2020</b>	<b>2019</b>

### 3. Analysis of Assets

<b>Bank accounts and cash equivalents</b>		
ASB Bank	888,739	625,847
TSB Bank	512,438	627,552
<b>Total Bank accounts and cash equivalents</b>	<b>1,401,177</b>	<b>1,253,400</b>
<b>Debtors and prepayments</b>		
Accounts Receivable	64,560	34,833
GST	52,750	31,940
Interest Accrual	2,807	2,248
Prepayments	18,391	18,312
<b>Total Debtors and prepayments</b>	<b>138,508</b>	<b>87,333</b>
<b>Inventory</b>		
Stock on Hand	364	3,772
<b>Total Inventory</b>	<b>364</b>	<b>3,772</b>
<b>Other current assets</b>		
IWI Investor	-	104,561
<b>Total Other current assets</b>	<b>-</b>	<b>104,561</b>
<b>Investments at Fair Value</b>		
Cleary Investments	838,493	1,569,838
IWI Investor	-	739,728
Rutherford Rede Investment	20,175,787	19,311,354
Tai-Hekenga Property Partnership	3,319,861	1,784,506
<b>Total Investments at Fair Value</b>	<b>24,334,141</b>	<b>23,405,426</b>



2020 2019

**Investments at Transfer Value**

Aotearoa Fisheries Limited Shares	613,355	613,355
<b>Total Investments at Transfer Value</b>	<b>613,355</b>	<b>613,355</b>

**Other Investments**

Crown Quota Shares	6,093	6,093
Quota Shares	291,515	291,515
Te Pūia Tāpapa Limited Partnership	353,560	16,000
TSB Bank Term Deposit	33,000	33,000
<b>Total Other Investments</b>	<b>684,168</b>	<b>346,608</b>

2020 2019

**4. Property, Plant and Equipment****Land**

Opening carrying value - Land	542,124	542,124
<b>Total Land</b>	<b>542,124</b>	<b>542,124</b>

**Buildings**

Opening carrying value - Buildings	507,388	523,088
Depreciation	(15,775)	(15,700)
<b>Total Buildings</b>	<b>491,613</b>	<b>507,388</b>

**Computer Software and Equipment**

Opening carrying value - Computer Software and Equipment	3,445	5,897
Purchases	521	1,295
Disposals	-	(532)
Depreciation	(1,874)	(3,214)
<b>Total Computer Software and Equipment</b>	<b>2,092</b>	<b>3,445</b>

**Land Improvements**

Opening carrying value - Land Improvements	22,162	22,162
Depreciation	-	-
<b>Total Land Improvements</b>	<b>22,162</b>	<b>22,162</b>

**Plant and Equipment**

Opening carrying value - Plant and Equipment	21,043	26,705
Purchases	3,235	-
Depreciation	(4,529)	(5,662)
<b>Total Plant and Equipment</b>	<b>19,749</b>	<b>21,043</b>

**Property Improvements**

Opening carrying value - Property Improvements	282,871	263,098
Purchases	-	20,872
Depreciation	(1,099)	(1,099)
<b>Total Property Improvements</b>	<b>281,772</b>	<b>282,871</b>

<b>Total Property, Plant and Equipment</b>	<b>1,359,512</b>	<b>1,379,033</b>
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#### Treaty Cultural Redress Properties

As part of the Treaty Deed of Settlement dated 31 July 2005, ownership of ten "cultural redress properties" were transferred to the Runanga.

These are: Onaero Site, Pukemiro Site, Te Rau O Te Huia Pa Site, Ngapapa Site, Urenui Site, Te Urenui Pa Site, Okoki Pa Site, Okoki Pa Historic Reserve, Onaero Domain Recreation Reserve, and Urenui Domain Recreation Reserve.

	2020	2019
<b>5. Analysis of Liabilities</b>		
<b>Current Liabilities</b>		
<b>Creditors and accrued expenses</b>		
Accounts Payable	231,925	43,959
ASB Credit Card	2,679	2,661
<b>Total Creditors and accrued expenses</b>	<b>234,604</b>	<b>46,620</b>
<b>Employee costs payable</b>		
Holiday Pay Accrual	43,394	23,779
<b>Total Employee costs payable</b>	<b>43,394</b>	<b>23,779</b>
<b>Loans</b>		
ASB Bank Loans	31,110	28,535
<b>Total Loans</b>	<b>31,110</b>	<b>28,535</b>
<b>Tax</b>		
Tax Payable	12,888	42,622
<b>Total Tax</b>	<b>12,888</b>	<b>42,622</b>
<b>Non-Current Liabilities</b>		
<b>Loans</b>		
ASB Bank Loans	130,922	161,871
<b>Total Loans</b>	<b>130,922</b>	<b>161,871</b>
	<b>2020</b>	<b>2019</b>
<b>ASB Bank Security &amp; Loan</b>		
Current	31,110	28,535
Non Current	130,922	161,871
<b>Total ASB Bank Security &amp; Loan</b>	<b>162,032</b>	<b>190,406</b>

This is a secured Facility and security for the Facilities is set out below.

- A limited guarantee and indemnity on ASB Bank's standard form, from Te Rūnanga o Ngāti Mutunga Trust, limited to \$350,000.
- A registered all obligations Mortgage to the ASB Bank over all the property situated at 18 Ngakoti St, Urenui described as identifier number(s) 468842

The property of 18 Ngakoti St, Urenui is owned by Te Pou Herenga Pakihi Limited Partnership.

The likelihood of the entity being required to make payment under the guarantee is not high.



	2020	2019
<b>6. Accumulated Funds</b>		
<b>Accumulated Funds</b>		
Opening Balance	26,890,061	26,710,011
Accumulated surpluses or (deficits)	1,188,246	180,050
<b>Total Accumulated Funds</b>	<b>28,078,308</b>	<b>26,890,061</b>
<b>Total Accumulated Funds</b>	<b>28,078,308</b>	<b>26,890,061</b>
	2020	2019

## 7. Operating Leases

<b>As Lessee</b>		
Commitments under non-cancellable operating leases:	-	-
Current	2,544	2,544
Non Current	2,967	5,511
<b>Total As Lessee</b>	<b>5,511</b>	<b>8,055</b>
<b>As Lessor</b>		
The Limited Partnership has entered into property lease agreements as a lessor. The minimum future lease payments receivable are as follows:	-	-
Not later than one year	49,445	49,445
Later than one year and no later than five years	95,248	144,693
<b>Total As Lessor</b>	<b>144,693</b>	<b>194,138</b>
	2020	2019

## 8. Trustee Remuneration

R Baker	13,000	13,833
S Julian	13,000	13,833
B Matuku	13,000	13,833
C Tuuta	17,000	18,250
J Tuuta (Chair)	25,000	27,083
R Tuuta	13,000	7,583
A Cameron	5,000	-
K Cameron	5,000	-
T Blackburn	5,000	-
<b>Total Trustee Remuneration</b>	<b>109,000</b>	<b>94,417</b>
	2020	2019

## 9. Director Fees

R Matuku	14,000	14,000
T McClurg	14,000	14,000
H Raumati - Tu'ua (Chair)	28,000	28,000
<b>Total Director Fees</b>	<b>56,000</b>	<b>56,000</b>



	2020	2019
<b>10. Tax Reconciliation</b>		
Income as disclosed in the accounts	1,241,664	300,804
Adjustments for non deductible expenditure and non assessable income	(936,417)	389,219
Assessable Net Income	305,247	690,023
Tax expense at 17.5%	53,418	120,754

	2020	2019
<b>11. Māori Authority Credit Account</b>		
Opening Balance	230,580	358,934
Tax paid	83,152	51,293
Tax refund	-	(179,647)
<b>Total Māori Authority Credit Account</b>	<b>313,732</b>	<b>230,580</b>

## 12. Fisheries Settlement - Te Ohu Kaimoana

As a result of the Maori Fisheries Act 2004, Te Ohu Kaimoana Trust ("Te Ohu") was established. Te Ohu's main role is administering, allocating and transferring fisheries settlement assets to mandated iwi organisations along the allocation model contained within the Maori Fisheries Act.

All fishing quota and the majority of cash held directly by Te Ohu was transferred to mandated iwi organisations to manage these assets on behalf of their iwi members. These assets represent around half of the settlement assets estimated at \$350 million.

Each of the 57 iwi recognised in schedule 3 of the Maori Fisheries Act 2004 will receive (or have received) a mix of:

- Quota
- Income share in Aotearoa Fisheries Limited ("AFL") - a subsidiary of Te Ohu
- Cash

Refer to [www.teohu.maori.nz](http://www.teohu.maori.nz) for further information.

To receive the assets Te Rūnanga o Ngāti Mutunga set up a subsidiary Maruehi Fisheries Limited as its mandated iwi organisation and assets were transferred to this company during the 2007 year.

Assets were transferred as follows:

Cash - \$63,259  
 Quota share value - \$291,515  
 486 Shares in AFL - \$613,355

There are legislative caveats on the use of settlement quota.

## 13. Torchlight Investment

Torchlight investment has been recorded at an impaired market value of NZD \$587,245 (Last year: \$584,458). The current market value as provided by the Public Trust, Corporate services as at 30 September 2020 was \$974,421 (Last year: \$959,743). The investment is included at its impaired market value within Clearly Investments in note 12.

The Limited Partnership holds 541,968 units valued at \$1.6359 AUD by Public Trust, Corporate services as at 30 September 2020 (Last year: \$1.6421 AUD). During the 2019 year due to the unlikely nature of receiving the full sum Directors acting on advice decided that the Limited Partnership would revalue each unit to \$1.00 AUD which was the original cost, resulting in a revaluation to the investment of (\$375,285) in 2019. There has been no further revaluation recorded in 2020.





#### 14. Related Parties

Maruehi Fisheries Ltd Director Hinerangi Raumati-Tu'ua is also a Director of Sealord Group Ltd, Port Nicholson Fisheries LP and Aotearoa Fisheries Limited ("AFL"). The Companies have transacted with Maruehi as follows: Sealord \$32,009 income (Last Year: \$31,497), Port Nicholson \$3,034 (Last Year: \$6,147) income and AFL \$26,556 dividend income (Last Year: \$20,179).

Hinerangi Raumati-Tu'ua was appointed by Te Pou Herenga Pakihi Limited Partnership to be a Director of Te Pūia Tāpapa GP Ltd which is the General Partner of the Te Pūia Tāpapa Limited Partnership. During the year, capital of \$356,745 was paid. Less the impairment of \$17,072, which leaves a carrying balance of \$353,560 (Last Year: \$16,000). The Te Pou Herenga Pakihi Limited Partnership have paid Te Pūia Tāpapa Limited Partnership \$3,437 for administration.

Maruehi Fisheries Ltd Director Thomas McClurg is also a Director of Port Nicholson Fisheries LP.

#### 15. Commitments

Te Pou Herenga Pakihi Limited Partnership has entered into an agreement to become a limited partner in the Te Pūia Tāpapa Limited Partnership. Te Pou Herenga Pakihi Limited Partnership has committed \$2,000,000 of capital with \$370,503 paid as at balance date (Last Year : \$16,000).

#### 16. Contingent Liabilities

There are no contingent assets or liabilities at year end. (Last Year: \$Nil)

#### 17. Impacts of COVID-19

On March 11, 2020, the World Health Organisation declared the outbreak of a coronavirus (COVID-19) a pandemic and two weeks later the New Zealand Government declared a State of National Emergency. As a result, economic uncertainties have arisen which could negatively affect our operations and services.

At this time, it is difficult to determine the full financial impact of the COVID-19 pandemic that may affect the Group. (Last Year: \$Nil)

#### 18. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report.

#### 19. Additional Information

Ngāti Mutunga Investment Charitable was wound up on the 30th of September 2019. The assets held by the Trust will be transferred to Ngāti Mutunga Community Development Charitable Trust, by way of debt instrument.

#### 20. Audit

These financial statements have been subject to audit, please refer to Auditor's Report.



## INDEPENDENT AUDITOR'S REPORT

To the Trustees of Te Rūnanga o Ngāti Mutunga

### Report on the Consolidated Performance Report

We have audited the consolidated performance report of Te Rūnanga o Ngāti Mutunga and Group on pages 26 to 42 which comprises the entity information, the statement of service performance, the consolidated statement of financial performance and consolidated statement of cash flows for the year ended 30 September 2020, the consolidated statement of financial position as at 30 September 2020, and the statement of accounting policies and other explanatory information.

#### In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the accompanying consolidated performance report on pages 26 to 42, except for the possible effects of the matter described under the basis for opinion section, presents fairly in all material respects,
- the entity information for the year then ended;
  - the service performance for the year then ended; and
  - the consolidated financial position of Te Rūnanga o Ngāti Mutunga and Group as at 30 September 2020, and its consolidated financial performance, and consolidated cash flows for the year then ended in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board

#### Basis for Qualified Opinion on Financial Position

As disclosed in note 3 to the financial statements the Group has an investment in Torchlight Investment to the value of \$838,493 (clearly investments still have not furnished information as to the breakdown of this value). There is insufficient audit evidence to ascertain whether the investment recorded is impaired. Due to the uncertainty of the available information of the investment any realisation between the reported fair value of the investment and the ultimate recoverable amount maybe different and could be material.

We conducted our audit of the consolidated statement of financial performance, consolidated statement of financial position, consolidated statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Performance Report section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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



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Te Rūnanga o Ngāti Mutunga or any of its subsidiaries.

### **Responsibilities of the Trustees for the Consolidated Performance Report**

The Trustees are responsible for:

(a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;

(b) the preparation and fair presentation of the consolidated performance report on behalf of the entity which comprises:

- the entity information;
- the statement of service performance; and
- the consolidated statement of financial performance, consolidated statement of financial position, consolidated statement of cash flows, statement of accounting policies and notes to the performance report in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board, and

(c) such internal control as the Trustees determine is necessary to enable the preparation of the consolidated performance report that is free from material misstatement, whether due to fraud or error.

In preparing the consolidated performance report, the Trustees are responsible on behalf of the Group for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Performance Report**

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

A further description of the auditors responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-7/>

### **Restriction on Responsibility**

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



trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Silks Audit*

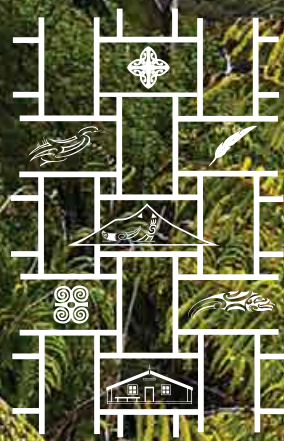
**Talia Anderson-Town**  
**Silks Audit Chartered Accountants Limited**  
**Whanganui, New Zealand**

**Date: 29 January 2021**



WHIRIA TE TANGATA,  
WHIRIA TE KAUPAPA,  
WHIRIA NGĀ TAONGA TUKU IHO





NGĀATI MUTUNGA  
Kaitiaki Take Kōwhiri o Te Puna Waiwhero