



2024 Annual Report

CoM members:

Harvey Bell - Secretary
Turama Hawira
William Konui
Kataraina Millin
Hera Smith
Siani Walker
Hari Benevides - Chairman

Directory:

PKF Doyles Chartered Accountants Ltd
Glenn Brown - Accountant
Bank of New Zealand - Whanganui

Registered Office:

32 Taupo Quay, Whanganui

Auditor:

Spooner, Hood & Redpath - Auditor
162 Wicksteed Street, Whanganui

Administration:

Rehara Tamehana - Kaiwhakahaere
Phone: 06 348 7218 Rehara
Email: rehara@morikau.nz
Secretary: harveybell@slingshot.co.nz
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Morikaunui Incorporation

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Morikaunui Incorporation

Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of the **Morikaunui Incorporation** will be held on Friday the 15th of November 2024 at the Whanganui Racecourse starting at 10:00am.

AGENDA

1. Mihimihi and karakia (Turama Hawira)
2. Apologies (provided prior to the meeting) – “Accept apologies”
Any other business items tabled.
3. Minutes of the 2023 AGM: “That the Minutes as circulated are a true and correct record.”
4. Matters arising
5. Chairman’s Report. “That the Chairman’s report be received.”
6. Financial Report (Glenn Brown). ”That the Financial report be received.”
7. Appointment of Auditor: There having been no other nomination for the position of auditor and in the absence of a notice in writing advising that they do not wish to be re-appointed, Spooner, Toy and Hood Ltd are automatically re-appointed pursuant to s277 (2) of the Act.
8. Appointment of Share Valuer: PKF Doyles Chartered Accountants Ltd have offered themselves for re-election.
“That pursuant to s278 of the Act, PKF Doyles Chartered Accountants Ltd be appointed as Share Valuer.”
9. Dividend
“That the payment of a dividend of \$2.00 per share from Reserves accumulated prior to 30 June 2004 as recommended by the Committee of Management be approved pursuant to s259 (1c) of the Act.”
10. Charitable purposes payments
“That pursuant to s259(1d) of the Act it is hereby authorised that a payment being the greater of \$12,500 or 5% of reported profit be made to The Whanganui Trust to assist with the delivery of its charitable activities and sums totalling no more than \$13,000 be made on account of Education Scholarships.”
11. Committee of Management
Turama Hawira and Siani Walker retire by rotation and offer themselves for re-election. There being no other nominations, Turama Hawira and Siani Walker are declared duly elected.
12. Any other business

The Whanganui Trust

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

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

Harvey Bell

Secretary

Morikaunui Incorporation

Minutes of the Annual General Meeting held at the Whanganui Racecourse On November 17th, 2023 commencing at 10:00am

1. Turama Hawira delivered the Mihimihi and then a Karakia
2. The Chairman welcomed everyone and introduced the Committee of Management

3. Apologies

William Konui, Hiriti Maaka, Tai Paenui, Mark Tamehana, Mereana Kerr, Isabel Biel, Willie Biel

“That the apologies be accepted”. Mariana Waitai/Cerise McMaster

4. Minutes of the 2022 AGM:

“That the Minutes as circulated of 2022 AGM held via Zoom on November 18, 2022, are a true and correct record.” Ann Waitai/ Agnes Tomlinson

5. Matters arising from the 2022 Minutes None

6. Chairman’s Report:

Hari Benevides started by acknowledging the CoM's dedication to Morikaunui.

Over the last 7 years, under the leadership of manager Hamish Thompson, there has been extensive infrastructural development

With animal farming under political pressure, alternative income sources need to be explored.

The current calendar year is seeing estimated lamb prices down around a third, with wool proceeds covering less than half the shearing cost.

We mentioned the opportunity of planting trees for the ETS last year and this has started with 356 ha planted recently. Mouri Tūroa and Horizons has been involved in the project.

The Travel Koha is to be discontinued from next year.

“That the Chairman’s report be received.” Hari Benevides/Hone Tamehana

Discussion

Travel koha

There was considerable discussion about ending the travel koha, with arguments presented both for and against. The secretary pointed out that calling it a "travel koha" was misleading, as the majority of recipients lived locally. This led to numerous claims of unfairness that the CoM couldn't refute, making the continuation of the payment untenable. A mitigating factor in this decision was that with the Zoom option now included in our Constitution, distance is no longer a barrier to full participation.

Forestry and the Emissions Trading Scheme

There were several comments supporting the retirement of fragile land for permanent forestry and the consequential environmental benefits. It was applauded that participation in the ETS presented an opportunity for carbon related income in the future.

It was noted that land retirement and forestry, including riparian planting, had all been done in consultation with Horizons and was in line with its land use policy.

7. Financial Report

Glenn Brown presented his report, illustrated with PowerPoint graphs.

The reported profit for the year was \$160k.

”That the Financial as presented report be received.” Agnes Tomlinson/Olive Hawira

Comments

Nancy Tuaine commented via Zoom that it was a good presentation of the key data and was easy to understand.

Soraya Peke congratulated the manager and CoM on the profitability, commenting that wool continues to be an issue. made worse because of industry fragmentation

8. Appointment of Auditor:

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

9. Appointment of Share Valuer:

Doyle & Associates Ltd have offered themselves for election.

“That pursuant to s278 of the Act, Doyle & Associates Ltd be appointed as Share Valuer.”

Hari Benevides/ Allan Gilbert-Taurerewa

10. Dividend

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

Hari Benevides/Cerise McMaster

11. Charitable purposes payments

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

Hari Benevides / Phil Reweti

12. Committee of Management:

Hari Benevides and Harvey Bell retire by rotation and both offer themselves for re-election. There being no other nominations, both are duly elected.

13. Kaumatua koha

“That pursuant to s259(1d) of the Act it is hereby authorised that a grant in the sum of \$50 towards travel costs be paid by direct credit to any shareholder or shareholding Trust beneficiary attending this meeting who was born on or before the 1st of November 1963.”

Hari Benevides / Cerise McMaster

14. The Whanganui Trust

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

1. The chairman presented her report.
2. Glenn Brown presented the financial report illustrated with PowerPoint graphs.
3. "That Te Aroha be reappointed as the Independent Trustee."

Hari Benevides/Kataraina Millin Carried

The meeting closed at 11:45am.

END

Chairman's Report

Tena koutou nga rangatira

He Whakamura (*The Year in Review*)

One of the key factors in the farming calendar and livestock performance is the weather. Over the last year it has been variable with a dry summer followed by a wet winter and very warm September. The rain has caused its usual issues for internal roads, crossings and culverts resulting in the need for significant repairs.

Despite challenging conditions, feed quality and stock health remained good throughout the year.

Key to any forthcoming year is lambing and this went very well, with good survival rates and weaning weights.

Cattle sales were strategically timed to take advantage of strong Spring markets and manage cash-flow. The lamb and mutton markets remained challenging throughout the season.

The area now in forestry and the obligation to fence riparian area has necessitated an extensive fencing program. The cost has been supplemented by a contribution of \$99,000 from Horizons and continued collaboration with Mouri Turoa.

The cost of sub-dividing paddocks and the planned extension of the water reticulations bring obvious benefits to our ability to improve stock performance. Sub-division allows for improved permanent pasture to be planted.

He Putea (*Financial*)

As anticipated, our sheep and beef returns for the current year have been affected by reduced stock returns and rising input costs. The ever-increasing cost of essential inputs such as rates, fertiliser, insurance, animal health and shearing costs is affecting all farm businesses throughout Aotearoa.

The combined effect of decreased livestock prices and increased costs have led to a 13.1% reduction in our gross farm revenue per hectare, while total farm expenses per hectare have risen by 9.2%. This has resulted in a loss of \$482,000 for the year.

We had a cash surplus of \$231,000 for the year. The reported loss includes *non cash* items, \$279,000 depreciation, \$408,000 livestock devaluation and \$26,000 investment asset decrease totalling \$713,000.

As the 550ha retired and planted in forestry reduced the area of land available for stock, the reduced stock numbers has a flow-on effect for stock returns.

This inevitable reduction is anticipated and the benefits from the forestry carbon income will not occur for 3 or 4 years. Over the next 10 years, our net farm surplus per hectare from the forested land is expected to increase from the last 5-year average overall of \$255 per hectare to approximately \$900 per hectare.

Until then, the Board will maintain a prudent approach to expenditure, limited to essential costs. In light of the modest trading cash surplus, the CoM is recommending a \$2.00 per share dividend again this year.

He Anga Whakamuri (*The Year Ahead*)

The last few years have seen considerable investment in infrastructure, establishing a future source of income from forestry carbon and upgrading of staff housing to get them fully compliant with statutory requirements. The last major project is improving the surrounds of the Manager's house to eliminate water pooling and access to buildings.

Travel Koha

As advised, last year was the last time the "Travel Koha" was to be paid.

The Whanganui Trust

In line with recent practice extracts from The Whanganui Trust Financial Report are included in the Morikau Report, along with the list of education award recipients. The full audited report is available on the Morikau.com website.

He Haerenga (*Station Visit*)

It is planned to have a shareholder station visit in mid-February. Details will be available on the website, including a booking form.

He Tangata (*The People*)

My thanks are extended to the Committee of Management, The Whanganui Trust, the management team of Hamish and Katrina Thompson, the station staff, our kaiwhakahaere Rehara, accountant Glenn Brown and the Whanau Morikau. We remain committed to the Kaupapa as kaitiaki of Morikau.

Nga mihi



Hari Benevides (Ms) Chairman

Financial Statements

Morikaunui Incorporation For the year ended 30 June 2024

Prepared by PKF Doyles Chartered Accountants Limited

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Approval of Financial Report

Morikaunui Incorporation For the year ended 30 June 2024

The Committee of Management are pleased to present the approved financial report including the historical financial statements of Morikaunui Incorporation for the year ended 30 June 2024.

APPROVED

For and on behalf of the Committee of Management.



Chairperson

Date 25 September 2024



Member of Committee of Management

Date 25 September 2024

Statement of Profit or Loss

Morikaunui Incorporation For the year ended 30 June 2024

	NOTES	2024	2023
Trading Income			
Beef Cattle Gross Surplus		748,410	969,393
Sheep Gross Surplus		1,629,351	2,192,551
Wool Gross Surplus		142,984	139,890
Loss on Horses		(1,000)	(8,500)
Total Trading Income		2,519,744	3,293,334
Other Income			
Dividends Received		35	1,730
Interest Received		798	1,143
PIE Income		22,500	22,364
Profit on Sale of Fixed Assets		-	7,000
Rebates		4,401	26,679
Sundry Farm Income	8	283,909	264,559
Unrealised Gains/(Losses) on Listed Investments		(58,022)	(21,793)
Unrealised Gains/(Losses) on Carbon Credits		28,875	(116,325)
Total Other Income		282,497	185,358
Total Income		2,802,241	3,478,692
Expenses			
Farm Administration Expenses		280,658	226,597
Farm Working Expenses		1,305,516	1,380,641
Finance Expenses		154,139	146,246
Personnel Expenses		611,852	676,775
Repairs and Maintenance		243,034	165,272
Vehicle Expenses		112,896	181,598
Administration and Other		296,794	270,975
Non Cash Expenses	16	279,649	271,683
Total Expenses		3,284,538	3,319,787
Net Profit (Loss) For The Year		(482,298)	158,905

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

Balance Sheet

Morikaunui Incorporation As at 30 June 2024

	NOTES	30 JUN 2024	30 JUN 2023
Equity			
Capital	5	260,876	260,876
Retained Earnings	6	1,536,885	2,124,922
Reserves	7	26,662,283	13,790,770
Total Equity		28,460,043	16,176,568
Assets			
Current Assets			
Cash and Bank	9	54,697	117,959
Trade and Other Receivables		557,497	222,089
Income Tax Receivable	4	2	117
Other Current Assets	10	166,650	211,379
Total Current Assets		778,847	551,544
Non-Current Assets			
Investment in Shares	12	721,123	779,145
Property, Plant and Equipment	11	25,503,938	11,699,617
Livestock on Hand	13	3,986,753	5,186,009
Whanganui Trust - Loan (Re Unclaimed Dividends)	18	1,361,977	1,338,078
Other Non-Current Assets	14	-	117,226
Total Non-Current Assets		31,573,791	19,120,075
Total Assets		32,352,638	19,671,619
Liabilities			
Current Liabilities			
Trade and Other Payables		74,503	188,352
Whanganui Trust - Interest Payable on Loans	18	131,211	-
GST Payable		135,316	216,489
Employee Entitlements		89,085	101,947
Loans			
Whanganui Trust - Loan	18	1,573,000	1,573,000
Whanganui Trust Short Term Loan	18	500,000	-
Whanganui Trust - Unclaimed Dividends Due	18	27,504	77,185
Total Loans		2,100,504	1,650,185
Total Current Liabilities		2,530,618	2,156,973
Non-Current Liabilities			
Unclaimed Dividends (Due to Shareholders)		1,361,977	1,338,078
Total Non-Current Liabilities		1,361,977	1,338,078
Total Liabilities		3,892,594	3,495,051
Net Assets		28,460,043	16,176,568

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

Notes to the Financial Statements

Morikaunui Incorporation For the year ended 30 June 2024

1. Reporting Entity

Morikaunui Incorporation is a Maori Incorporation under the Te Ture Whenua Maori Act 1993 and is a sheep and beef farm. The special purpose financial report was authorised for issue in accordance with a resolution of the Committee of Management dated 11 October 2024.

2. Statement of Accounting Policies

Basis of Preparation

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

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

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

Specific Accounting Policies

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

(a) Revenue Recognition

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

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

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

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

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

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

(b) Livestock

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

(c) Accounts Receivable

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

These financial statements have been audited.

(d) Property, Plant and Equipment and Investment Property

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

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

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

Land

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

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

Development Expenditure

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

(e) Income Tax

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

(f) Investments

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

These financial statements have been audited.

(g) Financial Instruments

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

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

(h) Goods and Services Tax

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

(i) 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.

	2024	2023
3. Tax Reconciliation		
Net Profit/(Loss) before tax	(482,298)	158,905
Permanent Differences		
Changes in Livestock Numbers - Sheep	197,622	111,362
Changes in Livestock Numbers - Cattle	210,147	106,081
Increase/(Decrease) Tax Value of Sheep	(123,986)	(63,291)
Increase/(Decrease) Tax Value of Cattle	(176,220)	(110,119)
Increase/(Decrease) Tax Value of Horse	(1,000)	(8,500)
Non Deductible Expenditure	145,757	123,301
Non Assessable Income	15,428	129,404
Imputation Credits Assessable	3,428	5,981
Development Expenditure Deductible Capitalised	(300,000)	(526,511)
Donation to Donee Organisation	(12,500)	(17,147)
Tax Losses approved by the IRD	(1,772,911)	(1,679,258)
Prior Year Adjustments	-	-
Losses from conversion of ICA Credits	(19,591)	(34,179)
Total Permanent Differences	(1,833,826)	(1,962,876)
Timing Differences		
Audit Fee Accrual	3,500	1,300
Holiday pay accrual movement	(12,823)	29,760
Total Timing Differences	(9,323)	31,060
Total adjustments	(1,843,149)	(1,931,816)
Total Loss	(2,325,447)	(1,772,911)
Taxable income (loss to carry forward)	(2,325,447)	(1,772,911)

These financial statements have been audited.

	2024	2023
4. Income Tax		
Opening Balance	117	7
Plus - Tax Refunds	(120)	(10)
Less - Prior Year Tax Refunds Correction	3	-
Less - RWT Paid	2	120
Income Tax (Receivable)	2	117

	2024	2023
5. Capital		
Issued Shares - 46620 Shares	260,876	260,876
Total Capital	260,876	260,876

	2024	2023
6. Retained Earnings		
Retained Earnings		
Opening Balance	2,124,921	2,181,643
Plus		
Net Profit/(Loss)		
Net Profit/(Loss)	(482,298)	158,905
Subtotal	1,642,623	2,340,548
Less		
Distributions		
Grants & Scholarships	12,500	29,147
Dividend Paid	93,240	186,480
Total Distributions	105,740	215,627
Total Retained Earnings	1,536,883	2,124,921

These financial statements have been audited.

	2024	2023
7. Reserves		
Land Revaluation Reserve		
Opening Balance	7,870,134	7,870,134
Movement for the period	13,662,000	-
Total Land Revaluation Reserve	21,532,134	7,870,134
Realised Capital Reserve		
Opening Balance	499,777	499,777
Total Realised Capital Reserve	499,777	499,777
Livestock Revaluation Reserve		
Opening Balance	5,420,859	5,739,260
Movements for the period	(790,487)	(318,401)
Total Livestock Revaluation Reserve	4,630,372	5,420,859
Total Reserves	26,662,283	13,790,770
	2024	2023

8. Sundry Farm Income

Environmental Planting Subsidies	47,250	-
Fencing Subsidies	183,814	187,359
Hive Rental	44,500	60,960
Other	8,345	16,240
Total Sundry Farm Income	283,909	264,559
	2024	2023

9. Cash and Bank

BNZ - Current Account	57,148	5,241
BNZ - Call Account	-	113,675
BNZ - Credit Cards	(2,451)	(957)
Total Cash and Bank	54,697	117,959
	2024	2023

10. Other Current Assets

Carbon Credits on Hand	166,650	137,775
Farm Supplies on hand	-	58,604
Rent Paid in Advance (Grazing)	-	15,000
Total Other Current Assets	166,650	211,379

These financial statements have been audited.

11. Property, Plant & Equipment 2024

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Freehold Land	22,185,000	-	-	22,185,000
Property Improvements	204,818	1,940	95,482	109,336
Development Expenditure	1,193,711	5,900	1,188,296	5,415
Forestry	93,261	-	-	93,261
Buildings	968,507	8,755	232,523	735,984
Development Plans 2016	789,313	31,180	409,250	380,063
Bridges	260	-	260	-
Plant & Equipment	446,195	40,117	261,696	184,499
Development Plans 2017-2023	1,951,812	122,437	442,042	1,509,770
Furniture & Fittings - Station	27,232	682	23,132	4,100
Motor Vehicles	667,164	64,637	371,626	295,538
Office Equipment	12,557	868	11,583	974
	28,539,830	276,514	3,035,890	25,503,939

Property, Plant & Equipment 2023

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Freehold Land	8,523,000	-	-	8,523,000
Property Improvements	204,818	2,149	93,542	111,276
Development Expenditure	1,193,711	5,900	1,182,396	11,315
Forestry	48,535	-	-	48,535
Buildings	968,507	8,551	223,769	744,738
Development Plans 2016	789,313	34,624	378,070	411,243
Bridges	260	-	260	-
Plant & Equipment	433,570	39,487	224,800	208,770
Development Plans 2017-2018	1,625,812	99,743	319,605	1,306,206
Furniture & Fittings - Station	25,333	477	22,450	2,883
Motor Vehicles	654,103	64,063	324,293	329,180
Office Equipment	12,557	1,703	10,715	1,842
	14,479,519	256,698	2,779,091	11,699,618

These financial statements have been audited.

	2024	2023
12. Investment in Shares		
Ballance Agri-Nutrients Ltd - 16,479	133,480	133,480
Farmlands Co-Operative Society Ltd - 3,556	4,372	4,372
Innate Immunotherapeutics Ltd - 1,349	-	100
PGG Wrightson Ltd - 354	448	1,444
Property for Industry Ltd - 271,080	582,823	639,749
Total Investment in Shares	721,123	779,145

	2024	2023
13. Livestock on Hand		
Beef Cattle on Hand	1,785,681	2,034,641
Horses on Hand	2,500	3,500
Sheep on Hand	2,198,572	3,147,868
Total Livestock on Hand	3,986,753	5,186,009

	2024	2023
14. Other Non-Current Assets		
Deposit on Tree Planting	-	72,500
Farm Forestry	-	44,726
Total Other Non-Current Assets	-	117,226

	2024	2023
15. Retained Earnings Prior to 2004		
Opening Balance	1,727,450	1,913,930
Dividends	(93,240)	(186,480)
Total Retained Earnings Prior to 2004	1,634,210	1,727,450

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

	2024	2023
16. Non Cash Items		
Depreciation	276,514	256,698
Loss on Sale of Fixed Assets	3,134	14,985
Total Non Cash Items	279,649	271,683

	2024	2023
17. Related Party Transactions with The Whanganui Trust		
Donations Paid	12,500	17,147
Interest Paid	131,211	110,974
Total Related Party Transactions with The Whanganui Trust	143,711	128,121

These financial statements have been audited.

	2024	2023
18. Related Party Assets or (Liabilities)		
Whanganui Trust - Interest Payable on Loans	(131,211)	-
Whanganui Trust - Unclaimed Dividends Due	(27,504)	(77,185)
Whanganui Trust - Loan	(1,573,000)	(1,573,000)
Whanganui Trust Short Term Loan	(500,000)	-
The Whanganui Trust Loan - Unclaimed Dividends	1,361,977	1,338,078
Total Related Party Assets or (Liabilities)	(869,739)	(312,107)
	2024	2023
19. Māori Authority Tax Credits		
Opening Balance		
Opening Balance	118,907	112,460
Add Tax Credits		
RWT	5	121
ICA	3,742	6,336
Total Add Tax Credits	3,747	6,457
Less Tax Refund Prior Years		
Tax Refund Received	120	10
Total Māori Authority Tax Credits	122,534	118,907

20. Taxation Losses

Accumulated Taxation losses of \$2,325,447 (2023:\$1,772,911) are available to offset against future Income.

21. Emissions Trading Scheme

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

The Incorporation has received its entitlement of 3,300 NZU units (i.e. 60 tonnes per ha). The dollar value of these units received has been recognised in the financial statements at a market value at June 2024 of \$50.50 per unit.

22. BNZ Credit Facilities

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

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

23. Capital Commitments

The Incorporation has no capital commitments as at 30 June 2024 (2023:nil).

These financial statements have been audited.

24. Related Parties

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

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

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

25. Contingent Liabilities

The Incorporation has no contingent liabilities and no guarantees as at 30 June 2024. (2023:Nil)

26. Events Occurring After Balance Date

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

INDEPENDENT AUDITOR'S REPORT

To the Members of Morikaunui Incorporation

Opinion

We have audited the financial statements of Morikaunui Incorporation, which comprise the Balance sheet as at 30 June 2024, and the statement of profit or loss and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Morikaunui Incorporation in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Emphasis of Matter – Basis of Accounting

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

Restriction on Responsibility

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

Committee of Management's Responsibility for the Financial Statements

The Committee of Management are responsible on behalf of the entity for determining that the SPFR for FPEs framework adopted is acceptable in Morikaunui Incorporation's circumstances, the preparation of financial statements, and for such internal control as the Committee of Management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

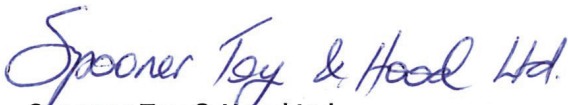
Our objectives are to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit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

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

www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/

Report on Other Legal and Regulatory Requirements

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



Spooner Toy & Hood Ltd

Whanganui

11 October 2024

SUPPLEMENTARY SCHEDULES

FOR THE YEAR ENDED 30 JUNE 2024

2024 Livestock Summary

Sheep				Cattle			
		Nos				Nos	
Opening Stock		17,482		Opening Stock		1,711	
Natural Increase		19,300	135%	Natural Increase		752	87%
Purchases		42		Purchases		109	
Sales				Sales			
	Per Head				Per Head		
Lambs	\$ 103	(12,787)	\$ 1,317,493	M A Cows	\$ 1,050	(237)	\$ 248,904
Ewes	\$ 108	(5,063)	\$ 544,377	2yr Heifers	\$ 1,008	(198)	\$ 199,553
Rams	\$ 161	(79)	\$ 12,702	2 yr Bulls	\$ 1,228	(324)	\$ 397,902
				Bulls	\$ 2,893	(12)	34,720
				2yr Steers	\$ 1,128	(143)	\$ 161,375
				1 yr Bulls	\$ 920	(69)	\$ 63,507
		(17,929)	\$ 1,874,572			(983)	\$ 1,105,961
		18,895				1,589	
Deaths & Missing		(2,070)	5.6%	Deaths & Missing		(54)	2.1%
Closing Stock		16,825		Closing Stock		1,535	

Morikaunui Incorporation

SUPPLEMENTARY SCHEDULES

FOR THE YEAR ENDED 30 JUNE 2024

Governance, Shareholder meetings & Admin details

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

*includes Committee fees

Committee Fees and Travel for 2024

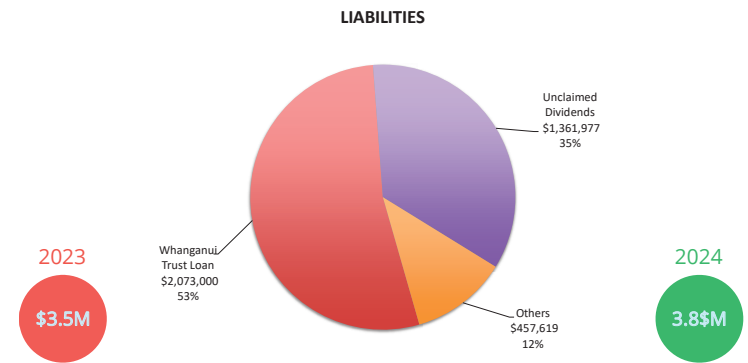
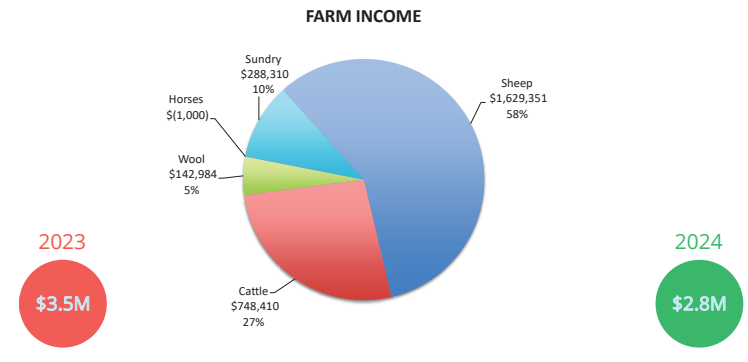
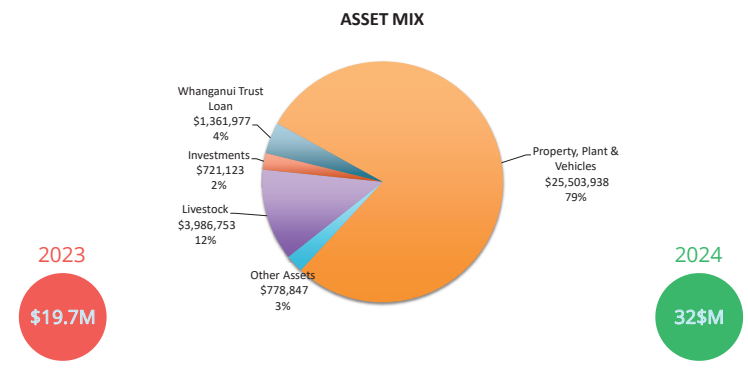
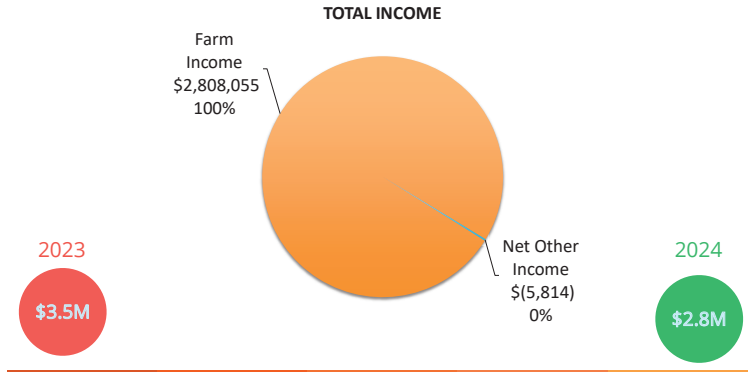
	Fees	Travel
	\$	\$
Hari Benevides	13,307	4,632
Hera Smith	4,400	380
K Millin	6,400	984
Turama Hawira	7,200	609
William Konui	3,200	684
Harvey Bell		1,410
Siani Walker	4,800	69
	\$39,307	\$8,768

Farm Performance Analysis

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

Effective Farm Surplus

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



Statement of Financial Performance

The Whanganui Trust For the year ended 30 June 2024

	NOTES	2024	2023
Revenue			
Donations, fundraising and other similar revenue	1	12,500	17,147
Interest, dividends and other investment revenue	2	154,926	126,481
Total Revenue		167,426	143,628
Expenses			
Costs related to providing goods or service	3	19,405	21,561
Grants and donations made	4	34,550	26,750
Other expenses	3	5,421	4,383
Total Expenses		59,376	52,694
Surplus/(Deficit) for the Year		108,050	90,935

Statement of Financial Position

The Whanganui Trust As at 30 June 2024

'What the entity owns?' and 'What the entity owes?'

	NOTES	30 JUN 2024	30 JUN 2023
Assets			
Current Assets			
Bank accounts and cash	5	66,558	323,002
Accrued Interest Receivable		730	678
Debtors and prepayments			
Related party receivables (current)			
Morikaunui Incorporation - Interest on Loans Receivable	9	131,211	-
Morikaunui Incorporation - Unclaimed Dividends (current year)	9	27,504	77,185
Morikaunui Incorporation - Short Term Loan	9	500,000	-
Total Related party receivables (current)		658,715	77,185
Total Debtors and prepayments		658,715	77,185
Other Current Assets			
BNZ Term Deposits	5	274,832	459,800
Total Other Current Assets		274,832	459,800
Total Current Assets		1,000,835	860,664
Non-Current Assets			
Investments	5	18,973	17,351
Morikaunui Incorporation - Advance	9	1,573,000	1,573,000
Total Non-Current Assets		1,591,973	1,590,351
Total Assets		2,592,808	2,451,015
Liabilities			
Current Liabilities			
Creditors and Accrued Expenses	6	16,245	6,401
Total Current Liabilities		16,245	6,401
Non-Current Liabilities			
Loans			
Loans	6	1,361,977	1,338,078
Total Loans		1,361,977	1,338,078
Total Non-Current Liabilities		1,361,977	1,338,078
Total Liabilities		1,378,222	1,344,479
Total Assets less Total Liabilities (Net Assets)		1,214,586	1,106,537
Accumulated Funds			
Trust Capital	7	1,214,586	1,106,537
Total Accumulated Funds		1,214,586	1,106,537

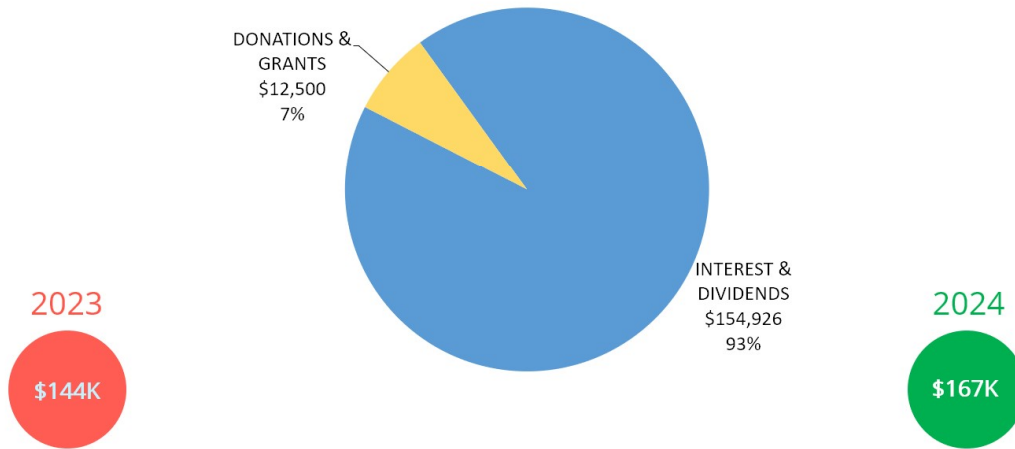
The Financial Statements are to be read in conjunction with the accompanying notes. These statements have been audited.

The Whanganui Trust - Education Awards 2024

Post-Graduate		University		Education Grant		University	
Haukapuanui Vercoe	Auckland	PHD	Civil Engineering	Erena Page	Victoria	BA.	Cultural Arts
Sonny Te Atakarauria Te Hemapo Vercoe	Auckland	PhD	Civil Engineering	Gemma Stephanie Walsh	ditto	LLB / BA	Law & Māori Studies
				Heta Potiki Mako	ditto	BA	Te Reo Māori & Criminology
				Meteria-Hinekorangi Doyle	ditto	BCom / LLB	Finance & Minor Economics
Mikaere Tohill	AUT	BA	Oral Health	Neve Duxfield	ditto	MA	Forensic Psychology
Ally Ataria	Massey	BA	Design	Tara Ngatai-Broughton	ditto	PG Dip	Nursing Science with Prescribing
Matthew Kahurangi Clark	Te Whare Wananga O Waikato	BA	TREO & Psychology	Te Puni Ohorere Malcolm Doyle	ditto	BCom / LLB	INTL Business & Minor in TREO
Maia Aroha Clark	Victoria	BA	Int. Relations, TREO	Year 13			
Sophie Tuohy	Victoria	LLB	Law	Mihiwaiora Edwards	Hamilton Girls High		
Jordan Hemopo	Waikato	BBus / LLB	Accounting	Rakeinohowhetu Hawira	Whanganui City College		
Maia Waudby	Waikato	BA	Bus Analytics, Maori & Indigenous Studies	Te Awanui Rice Edwards	Palmerston North Boys High School		
Education Grant							
Hineraukura Edwards	AUT	BHSc	Oral Health				
Maia Staples - Fletcher	AUT	Diploma	Communicarion Design				
George Miles	Canterbury	MA	Strength & Conditioning Science				
Mihiroa Pauling	Canterbury	BA	Science				
Angela Puru	Open P-tech	BA	Business Management				
Caitlin Huria	Otago	BMLSc	Medical Laboratory Science				
Evangeline McNeill	Otago	BA	Dental Surgery				
Hannah Huria	Otago	BA	Nursing				
Kalissiana Edmonds	Te Rito Maioha Hamilton	BA	Teaching, Early Childhood Education				
Chontelle Wallace	Te Wananga o Aotearoa	MA	Education				
Daniel Taura	ditto	Diploma	Small Business Management				
Jamie Wharepapa-Gray	ditto	Diploma	Rongoa				
Jamie-Lee Coleman	ditto	Diploma	Te Reo Māori - TREO				
Joan Waetford - Menehira	ditto	BA	Social Work				
Jody- Anne Takiari	ditto	MA	Maori Education				

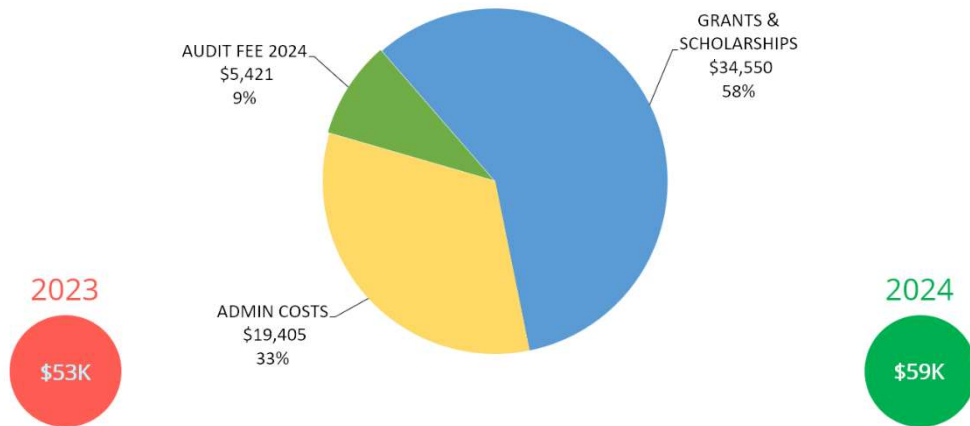
THE WHANGANUI TRUST – SUMMARY OF INCOME
FOR THE YEAR ENDED 30 JUNE 2024

INCOME



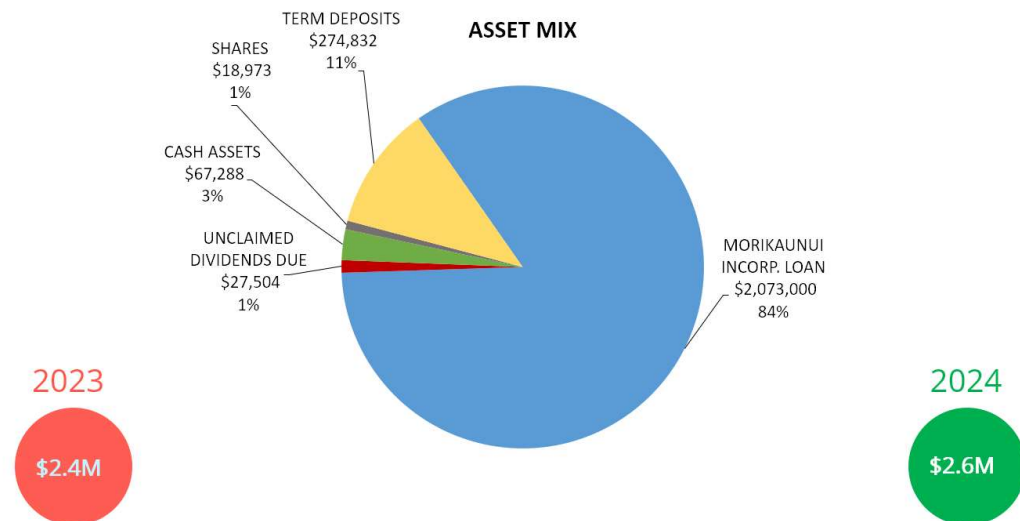
THE WHANGANUI TRUST – SUMMARY OF EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2024

EXPENSES



THE WHANGANUI TRUST – SUMMARY OF ASSETS
FOR THE YEAR ENDED 30 JUNE 2024

ASSET MIX



PO Box 641, 32 Taupo Quay, Whanganui
Kaiwhakahaere: Rehara Tamehana
Tel: 06 348 7218 rebara@morikau.nz

Morikau.com