

TE KEKE TURA MORIORI IDENTITY TRUST
PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2019

TE KEKE TURA MORIORI IDENTITY TRUST

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TE KEKE TURA MORIORI IDENTITY TRUST
TRUST DIRECTORY
FOR THE YEAR ENDED 30 JUNE 2019

Address:	Kopinga Marae Waitangi Wharf - Owenga Road Chatham Islands
Date of Trust Deed:	Tuesday, 17 June 2008
Nature of Activities:	Moriori Culture is defined by the concepts of unity, peace and sharing. The nature of the activities undertaken by the Te Keke Tura Moriori Identity Trust is the relief of cultural "poverty" or "need" of all Moriori through the preservation, revival, support and promotion of Moriori identity, culture, language and heritage.
Trustees:	Julie Scrimgeour (appointed 12 July 2010) Maui Solomon (appointed 29 May 2008) Mark Preece (appointed 20 February 2016) Sharon Wadsworth (appointed 20 February 2016)
Accountants:	Findex NZ Limited Wellington
Auditors:	BDO Wellington Audit Limited Wellington
Bankers:	BNZ Westpac ANZ
Charity Group:	Hokotehi Moriori Trust Group CC43332

TE KEKE TURA MORIORI IDENTITY TRUST

ENTITY INFORMATION

FOR THE YEAR ENDED 30 JUNE 2019

Legal Name:	Te Keke Tura Moriori Identity Trust
Type of Entity:	Trust
Purpose/mission:	Moriori Culture is defined by the concepts of unity, peace and sharing. The nature of the activities undertaken by the Te Keke Tura Moriori Identity Trust is the relief of cultural "poverty" or "need" of all Moriori through the preservation, revival, support and promotion of Moriori identity, culture, language and heritage.
Structure:	The Trust is governed by a Board of Trustees who are charged with complying with the provisions of the Trust Deed. There are no management personnel.
Main sources of cash and resources:	The Trust received an initial settlement of \$6 million which has been invested. The Trust's main source of funds are investment returns received from its investments.
Methods used to raise funds:	The Trust does not externally fundraise.
Reliance on volunteers and donated goods or services:	The Trustees of the Trust are unpaid and therefore effectively donate their services. The Trust does not rely on any donated goods.

TE KEKE TURA MORIORI IDENTITY TRUST
STATEMENT OF SERVICE PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2019

Description of the Entity's Outcomes:

Te Keke Tura Moriori Identity Trust ("TKT") is part of the Hokotehi Moriori Trust ("HMT") group. The objectives of TKT are the relief of cultural "poverty" or "need" of all Moriori through the preservation, revival, support and promotion of Moriori identity, culture language and heritage including:

- To rebuild, reclaim and revive Moriori culture, heritage and identity.
- To promote better understanding and educational awareness among Moriori and the wider general public of Moriori culture, heritage and identity.
- To promote and foster better understanding of the Moriori legacy of peace.

Description of the Entity's Outputs:

The following grants to members were approved by the trustees in order to achieve the aims of TKT (note grants are recorded by TKT in accordance with TKT's accounting policy where grants are recorded in the year when these are approved by the Trustees and actual payment could be in the following year)

Recipient	Purpose	Actual This Year	Actual Last Year
Hokotehi Moriori Trust	Nursery Re-opening	25,000	-
Hokotehi Moriori Trust	Language Hui Attendance	11,000	-
Hokotehi Moriori Trust	Kopi Conservation and BioDiversity Ranger	30,000	-
Hokotehi Moriori Trust	Pitt Island Shed and Equipment	27,700	-
Hokotehi Moriori Trust	Member Hui and Outreach	15,000	-
Hokotehi Moriori Trust	Photographic Book on Rekohu - Part 1	2,000	-
Hokotehi Moriori Trust	Marae and Facilities Maintenance	113,000	-
Hokotehi Moriori Trust	Repatriation Committee Domestic Attendance Costs	25,000	-
Hokotehi Moriori Trust	Weaving Wananga	12,000	-
Carried Forward		260,700	-

TE KEKE TURA MORIORI IDENTITY TRUST
STATEMENT OF SERVICE PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2019

Description of the Entity's Outputs (Continued):

The following grants to members were approved by the trustees in order to achieve the aims of TKT (note grants are recorded by TKT in accordance with TKT's accounting policy where grants are recorded in the year when these are approved by the Trustees and actual payment could be in the following year)

Recipient	Purpose	Actual This Year	Actual Last Year
Brought forward from previous page		260,700	-
Billy King	Education Grant	3,500	-
Alysha Powell	Education Grant	2,110	2,610
Jasmin Watty	Education Grant	3,000	-
Torryn Lanauze-Phillips	Education Grant	3,000	-
Erin King	Education Grant	584	-
Thornton Lanauze-King	Education Grant	3,000	-
Tara Millar	Education Grant	-	2,500
Mecini Fowler	Education Grant	-	2,500
Lynette Webber	Education Grant	-	2,000
Jasmine Lanauze-King	Education Grant	-	3,000
Janaya Preece	Education Grant	3,500	3,500
Caleb Davis	Education Grant	-	2,000
Shanae Watts	Education Grant	-	3,500
Ethan Solomon	Education Grant	-	3,000
Ashley Mines	Education Grant	-	150
Deborah Goomes Reversal	Education Grant	(4,800)	-
Total Grants Approved		274,594	24,760

TE KEKE TURA MORIORI IDENTITY TRUST
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Revenue			
Interest Received		<u>251,902</u>	234,231
Total Revenue		<u>251,902</u>	<u>234,231</u>
Less Expenses			
Bank Fees		216	155
Grants Approved	2	<u>274,594</u>	<u>24,760</u>
Total Expenses		<u>274,810</u>	<u>24,915</u>
Net Surplus/ (Loss) for the Year		<u><u>(22,908)</u></u>	<u><u>209,316</u></u>

The notes to the financial statements on Pages 9 to 11 form part of this statement

TE KEKE TURA MORIORI IDENTITY TRUST
STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Net (Loss)/Surplus for the Year		(22,908)	209,316
Equity at Beginning of the Year		7,083,995	6,874,679
Equity at End of the Year		<u>7,061,088</u>	<u>7,083,995</u>


The notes to the financial statements on Pages 9 to 11 form part of this statement

TE KEKE TURA MORIORI IDENTITY TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2019


	Note	2019 \$	2018 \$
Equity			
Trust Settlement		6,000,000	6,000,000
Retained Surplus		1,061,088	1,083,995
Total Equity		<u>7,061,088</u>	<u>7,083,995</u>
Current Assets			
Current Assets			
Cash and Bank Accounts	3	323,241	479,502
Term Deposits (ANZ)		3,333,553	6,612,226
Interest Accrual		23,068	18,842
Kopi Holdings Limited	4	3,550,000	-
Total Current Assets		<u>7,229,863</u>	<u>7,110,570</u>
Total Assets		<u>7,229,863</u>	<u>7,110,570</u>
Current Liabilities			
Grants Payable		-	7,800
Hokotehi Moriori Trust	4	168,775	18,775
Total Current Liabilities		<u>168,775</u>	<u>26,575</u>
Total Liabilities		<u>168,775</u>	<u>26,575</u>
Net Assets		<u>7,061,088</u>	<u>7,083,995</u>



Trustee

29 October 2019

Date



Trustee

29 October 2019

Date

The notes to the financial statements on Pages 9 to 11 form part of this statement

TE KEKE TURA MORIORI IDENTITY TRUST
STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Cashflows from Operating Activities			
Cash was provided from:			
Grants Refunded		-	-
Interest Received		247,676	234,893
Total Cash Inflows from Operating Activities		<u>247,676</u>	<u>234,893</u>
Cash was applied to:			
Grants to Hokotehi Moriori Trust		113,700	170,800
Grants to Other Parties		18,694	19,760
Other Operating Expenses		216	155
Total Cash Outflows from Operating Activities		<u>132,610</u>	<u>190,715</u>
Net Cashflows from Operating Activities		<u>115,066</u>	<u>44,178</u>
Cashflows from Investing Activities			
Cash was provided from:			
Term Deposits		3,278,673	-
Total Cash Inflows from Investing Activities		<u>3,278,673</u>	<u>-</u>
Cash was applied to:			
Term Deposits		-	112,226
Total Cash Outflows from Investing Activities		<u>-</u>	<u>112,226</u>
Net Cashflows from Investing Activities		<u>3,278,673</u>	<u>(112,226)</u>
Cashflows from Financing Activities			
Cash was applied to:			
Kopi Holdings Limited Loan		3,550,000	-
Total Cash Outflows from Financing Activities		<u>(3,550,000)</u>	<u>-</u>
Net Cashflows from Financing Activities		<u>(3,550,000)</u>	<u>-</u>
Net Movement in Cash		(156,261)	(68,048)
Opening Cash Balance		479,502	547,550
Closing Cash Balance		<u>323,241</u>	<u>479,502</u>
Represented by:			
Cash Balances	3	323,241	479,502
Total Cash Balances		<u>323,241</u>	<u>479,502</u>

The notes to the financial statements on Pages 9 to 11 form part of this statement

TE KEKE TURA MORIORI IDENTITY TRUST
NOTES TO AND FORMING PART OF THE PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2019

Note 1 - Statement of Accounting Policies

Reporting Entity

The Te Keke Tura Moriori Identity Trust ("the Trust") was established pursuant to a Deed of Trust dated 17 June 2008.

Basis for Preparation

The Trust 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 of 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 performance report is presented in New Zealand dollars and all numbers are stated in whole dollars.

Specific Accounting Policies

The following accounting policies which materially affect the measurement of financial performance and financial position have been applied:

Revenue Recognition

Interest is recognised on an accrual basis.

Grants

Grants made by the Trust are recognised when approved by the Trustees.

GST

This performance report has been prepared inclusive of GST as the Trust is not registered for GST.

Taxation

The Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for exemptions.

Cash and bank accounts

Bank accounts and cash in the Statement of Cashflows comprise cash balances and bank balances (including short-term deposits) with original maturities of 90 days or less.

Term Deposits

Current term deposits are those with original maturities between 91 days and 12 months. Non-current term deposits are those with maturity dates greater than 12 months.

Tier 2 PBE Accounting Standards Applied

The Board has not adopted any Tier 2 PBE Accounting Standards in the preparation of these accounts.

Changes in Accounting Policies

There have been no changes in accounting policies during the year. All accounting policies have been applied on a basis consistent with those used in previous years.

TE KEKE TURA MORIORI IDENTITY TRUST
NOTES TO AND FORMING PART OF THE PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2019

Note 2 - Grants Paid

	2019	2018
	\$	\$
Hokotehi Moriori Trust	25,000	-
Hokotehi Moriori Trust	11,000	-
Hokotehi Moriori Trust	30,000	-
Hokotehi Moriori Trust	27,700	-
Hokotehi Moriori Trust	15,000	-
Hokotehi Moriori Trust	2,000	-
Hokotehi Moriori Trust	113,000	-
Hokotehi Moriori Trust	25,000	-
Hokotehi Moriori Trust	12,000	-
Billy King	3,500	-
Alysha Powell	2,110	2,610
Jasmin Watty	3,000	-
Torryn Lanauze-Phillips	3,000	-
Erin King	584	-
Thornton Lanauze-King	3,000	-
Tara Millar	-	2,500
Mecini Fowler	-	2,500
Lynette Webber	-	2,000
Jasmine Lanauze-King	-	3,000
Janaya Preece	3,500	3,500
Caleb Davis	-	2,000
Shanae Watts	-	3,500
Ethan Solomon	-	3,000
Ashley Mines	-	150
Deborah Goomes Reversal	(4,800)	-
Total Grants Paid	<u>274,594</u>	<u>24,760</u>

Note 3 - Cash and Bank Accounts

	2019	2018
	\$	\$
ANZ 00 Account	-	118,950
ANZ 25 Account	90,802	-
BNZ 00 Account	2,058	4,312
BNZ 25 Account	17	17
BNZ 83 Account	191,309	317,158
Westpac 00 Account	20	70
Westpac 25 Account	39,034	38,995
Total Cash and Bank Accounts	<u>323,241</u>	<u>479,502</u>

TE KEKE TURA MORIORI IDENTITY TRUST
NOTES TO AND FORMING PART OF THE PERFORMANCE REPORT
FOR THE YEAR ENDED 30 JUNE 2019

Note 4 - Related Party Balances

	2019	2018
	\$	\$
Related Party Receivables		
Kopi Holdings Limited	<u>3,550,000</u>	<u>-</u>
	3,550,000	-
Related Party Payables		
Hokotehi Moriori Trust	<u>168,775</u>	<u>18,775</u>
	168,775	18,775
Total Related Party Balances	<u><u>3,381,225</u></u>	<u><u>(18,775)</u></u>

Te Keke Tura Moriori Identity Trust (TKT) and Hokotehi Moriori Trust (HMT) are related because, pursuant to the TKT Trust Deed, HMT has the right to appoint two Trustees to TKT from among the Trustees of HMT. TKT and Kopi Holdings Limited (Kopi) are related because HMT holds a 100% shareholding in Kopi, and are therefore subject to common control.

A resolution was passed by all Trustees of TKT on 15 November 2018, resolving to approve an unsecured loan from TKT to Kopi for the amount of \$3,550,000, repayable on demand. This was drawn down on 26 November 2018, and has an interest rate of 5% per annum, payable monthly.

Note 5 - Events After Balance Date

There have been no material events after balance date that require adjustment to or disclosure in the financial statements.

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF TE KEKE TURA MORIORI IDENTITY TRUST**

Report on the Performance Report

Opinion

We have audited the performance report of Te Keke Tura Moriori Identity Trust ("the Trust"), which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 June 2019, the statement of financial position as at 30 June 2019 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 performance report presents fairly, in all material respects:
 - the entity information for the year ended 30 June 2019;
 - the service performance for the year then ended; and
 - the financial position of the Trust as at 30 June 2019, and its financial performance, and cash flows for the year then endedin accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, 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) *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* ("ISAE (NZ) 3000 (Revised)"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of the Trust 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, the Trust.

Responsibilities of the Trustees for the 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 performance report on behalf of the Trust which comprises:
- the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, 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) for such internal control as the Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the

related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the Trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Who we Report to

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

BDO Wellington Audit Limited

BDO Wellington Audit Limited
Wellington
New Zealand
29 October 2019