



# New Zealand Gazette

OF THURSDAY, 13 JUNE 2013

---

WELLINGTON: FRIDAY, 14 JUNE 2013 — ISSUE NO. 76

---

## EASTERN AND CENTRAL COMMUNITY TRUST INCORPORATED

### FINANCIAL STATEMENTS

PURSUANT TO SECTION 13 OF THE  
COMMUNITY TRUSTS ACT 1999

EASTERN AND CENTRAL COMMUNITY TRUST INC

**INDEX**

TRUST DIRECTORY

TRUSTEES' REPORT

GOVERNANCE REPORT AND HISTORY OF THE TRUST

STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF CHANGES IN EQUITY

STATEMENT OF FINANCIAL POSITION

STATEMENT OF CASH FLOWS

NOTES TO THE FINANCIAL STATEMENTS

AUDITOR'S REPORT

SCHEDULE OF COMMUNITY PAYMENTS

ANNUAL DONATION LIST

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**DIRECTORY****TRUSTEES**

CLAIRE MATTHEWS	Pahiatua	Chair
BEV EDLIN	Levin	Retired December 2012
RON GARROD	Masterton	
ANNA HANSEN	Hastings	Appointed July 2012
STEPHEN KERR	Masterton	
MARK KILMISTER	Napier	
KAYE MCAULAY	Martinborough	
DAME MARGARET MILLARD	Palmerston North	
BRUCE MILLS	Feilding	Deputy Chair
GEOFF MILNER	Gisborne	
CAREN RANGI	Napier	
ROBYN RAUNA	Gisborne	

**TRUST MANAGER**

JOHN MCKENZIE

**BANKERS**

WESTPAC

**AUDITORS**

STAPLES RODWAY HAWKES BAY

**FINANCIAL ADVISORS**

MCA NZ LIMITED

**REGISTERED OFFICE**

1<sup>st</sup> FLOOR, WESTERMAN'S BUILDING,  
102-104 RUSSELL STREET SOUTH,  
PO BOX 1058,  
HASTINGS 4122

## TRUSTEES' REPORT

On behalf of the Trustees I am pleased to present the Annual Report of the Trust for the year ending 31 March 2013.

While the volatility of financial markets continues, creating uncertainty about the future outlook, the past financial year provided an environment in which the Trust was able to realise a better financial performance from its investments. This has allowed the Trust to continue to meet the needs of our communities for financial assistance.

### DONATIONS

During the year the Trust approved 657 donations, totalling a net \$4.5 million. The number of applications received during the year decreased to 857, a fall of nearly 6% over the previous year. The Trust approved 77% of those applications, while 184 applications (21%) were declined and 16 applications (2%) were withdrawn by the applicant. All applications received, except those withdrawn by the applicant, were presented to the Board for consideration.

The average request of \$13,506 was higher than the previous year, while the average donation amount approved decreased, from \$5,366 to \$4,924, reflecting the reduced donations budget available. As a result the ratio of the average request to the average donation increased slightly for 2012/13 to 2.74.

The Trust values its unique relationship with the four Regional Sports Trusts operating within our region, and the funding we provide to them continues to generate strong benefits for their communities. The support for the Regional Sports Trusts was reduced slightly from the previous year, as part of the overall reduction in the donations budget. The Trust's Summer Reading Programme, has now completed its 16<sup>th</sup> successful year of operation. The Summer Reading Programme now covers a wider age range than it did when it started, as well as now offering a condensed mid-winter programme. The Trustees appreciate the continued efforts of the staff at the participating libraries, particularly those on the organising committee, in offering this programme – we recognise that the success of the programme would not be possible without their on-going support. A further series of 'Maths is Fun' programmes was supported by the Trust, in several locations throughout the region during the school holidays.

### FINANCIAL

As at 31<sup>st</sup> March 2013, the Trust's net assets were \$145.7 million, which was an increase of \$8.5 million from the previous year. The net gain from investments for the year was \$14.4 million, which after the payment of administration expenses and donations led to the Trust's overall net surplus of \$8.5 million. The surplus includes \$7.7 million of unrealised gains on our investments, related to changes in currency values as well as market movements.

The Trust continued its policy of being 50% hedged on average during the last financial year, and hedging gains partly offset the unrealised losses due to changing currency values. The Trust is adjusting its investment strategy to place greater emphasis on income rather than growth, to ensure its continued ability to meet community requests for funding, which can only be done from income. The Trust has also determined to move away from managed fund investments to direct holding of equity investments, and this change in strategy has been implemented in the early part of the 2013/2014 financial year.

The Trust's net assets were \$9.0 million above the adjusted capital base of the Trust of \$136.7 million. The Trust continues to be managed efficiently, with operating expenses for the year 8% below budget, at \$1.3 million, and slightly less than the previous year. In part this reduction in operating expenses is due to the introduction of electronic delivery of documentation to trustees in early 2012.

**TRUSTEES**

During the year the term of two trustees expired. Kaye McAulay (Martinborough) and Bruce Mills (Feilding) were both reappointed for a further term of four years. The Trust welcomed Anna Hansen (Hastings), who was appointed to fill a vacancy on the Trust. Dr Bev Edlin (Levin) resigned in December 2012, and the Trust wishes to record its thanks to Bev for her valuable contribution as a trustee. Bev's replacement was appointed in the 2013 appointment round.

I would like to record my appreciation to all the Trustees involved with the Trust over the past twelve months for their assistance and support to the Trust, and also to me as chair.

**STAFF**

The Trust is fortunate to have had no changes in staff over the last twelve months. Bev Watkins, Raewynne Jacobs, Jill Wolland and Patricia Devlin continued to process all applications for donations as well as manage the administration of the Trust with professionalism and skill. The Trustees recognise and appreciate the contribution the staff make to the efficient operation and continued success of the Trust, under the excellent leadership of the trust manager, John McKenzie. We wish to place on record our sincere thanks to Bev, Raewynne, Jill, Patricia and John for their continued passion, professionalism and commitment to the Trust.

**LOOKING AHEAD**

The introduction of web-based applications has been slower to implement than expected, and has not yet occurred. It is now anticipated that this will occur during the latter part of 2013, allowing the advantages for both applicants and the Trust to be realised; however, paper-based applications will continue to be accepted.

While the Trust continues to hope for a more certain financial environment, it is unlikely this will be realised in the short-term. The 2013/14 financial year will continue to offer challenges for the management of the Trust's investments. The Trust regularly reviews its policies with a view to protecting its assets for the benefit of our communities today, as well as in the future. The better financial performance in this financial year has allowed the Trust to make a modest increase to the donations budget for the 2013/14 year, and Trustees look forward to continuing to support our communities.



Claire Matthews, PhD  
Chair  
24 May 2013

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**GOVERNANCE**

The Board of Trustees has been appointed by the Minister of Finance to govern the Trust. The Board establishes the Trust's objectives, major strategies and the overall investment and donation policy framework. The Trust Manager has delegated authority within approved guidelines for the day to day management of the Trust. To assist in the process of Board governance, the Trustees have established three committees. Each committee has defined duties as listed. Their recommendations are reported to the Board for consideration. As required, the Board refers additional matters to the committees for consideration.

**Executive** – monitor investment performance, review fund managers' performance, consider investment policy and strategy, monitor compliance and appraise the Trust Manager.

**Audit & Risk** – liaise with the external auditor, review the annual audit plan, review audit findings, monitor compliance to relevant statutory requirements, monitor, review and report performance and recommendations of the auditor.

**Special Programmes** – monitor, review and report on the performance of the Regional Sports Trusts, the Summer Reading Programme, the Maths is Fun Programme and any other special programmes.

Conflicts of interest, whether actual or potential, must be disclosed to the Board and minuted. In such circumstances a trustee is not entitled to enter discussion or vote. The Annual Report is published in the Dominion Post and a public meeting is held in August each year.

**HISTORY OF THE TRUST**

The Hawke's Bay Savings Bank was established in 1962 and merged with the Manawatu-Wairarapa Savings Bank in 1972 to form the Eastern and Central Savings Bank. Over time the bank expanded to having more than 30 branches across the lower North Island.

When the government deregulated the banking industry in 1988 "Trust Bank Eastern & Central Community Trust Inc" was formed. The Trust was provided with shares in the Trust Bank Group to the value of \$11.8 million to hold for the benefit of the communities within the defined region. Although the region is specifically defined it broadly covers the Gisborne District, Hawke's Bay, Tararua, Wairarapa, Manawatu and Horowhenua, being the region of the original Eastern and Central Savings Bank.

In 1996 Westpac Bank purchased the Trust Bank Group and the Trust sold its shares for \$109 million. The starting capital of the Trust was set at \$90 million with \$19 million set aside in reserves. The proceeds from the sale were invested into a diversified range of asset classes (fixed interest, equities, property and cash), within New Zealand and overseas. Once Trust Bank Group was sold the Trust dispensed with the "Trust Bank" title and is now known as the "Eastern & Central Community Trust Inc".

The Trust has increased its capital by over 50% from \$90 million to \$136.73 million which more than covers inflation and population increases over this time, maintaining the real value of the Trust for future generations. It is the investment returns from these funds that has enabled the Trust to provide donations, and the Trust has provided nearly \$100 million in donations to its communities since 1988.

The Trust comprises a Board of up to 12 Trustees, representing the various regions within the Trust area, who are appointed by the Minister of Finance. Terms of appointment are usually for four years and trustees may serve more than one term.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2013**

	2013 \$	2012 \$
<b>REVENUE</b>		
<b>Realised Income</b>		
Dividend income on held for trading financial assets	967,983	2,135,869
Interest income on held for trading financial assets	3,212,512	3,478,360
Gain on derivatives	1,411,528	1,296,926
Gain on disposal on held for trading financial assets	1,055,638	2,134,788
Sundry income	888	-
	<u>6,648,549</u>	<u>9,045,943</u>
<b>Unrealised Income (losses)</b>		
Foreign exchange losses	(1,884,742)	(6,976,846)
Change in fair value of derivatives	(298,247)	1,665,789
Change in fair value of financial assets held for trading	9,911,141	(5,143,165)
	<u>7,728,152</u>	<u>(10,454,222)</u>
<b>TOTAL INCOME FROM INVESTMENTS</b>	<u>14,376,701</u>	<u>(1,408,279)</u>
<b>LESS EXPENSES</b>		
Administrative Expenses (note 5)	624,143	676,466
Personnel Expenses (note 5)	669,465	667,519
Net Community Donations (note 10)	4,549,456	4,703,796
<b>TOTAL EXPENSES</b>	<u>5,843,064</u>	<u>6,047,781</u>
<b>PROFIT/(LOSS) FOR THE YEAR</b>	<u>8,533,637</u>	<u>(7,456,060)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR ATTRIBUTABLE TO EQUITY</b>	<u>8,533,637</u>	<u>(7,456,060)</u>

The notes to the Financial Statements form part of and are to be read in conjunction with the above accounts

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2013**

	2013 \$	2012 \$
<b>EQUITY AT START OF PERIOD</b>	<b>137,162,019</b>	<b>144,618,079</b>
Comprehensive income for the year	8,533,637	(7,456,060)
<b>Total Recognised Revenue and Expenses</b>	<u>8,533,637</u>	<u>(7,456,060)</u>
<b>EQUITY AT THE END OF PERIOD</b> <i>(note 6)</i>	<u><b>145,695,656</b></u>	<u><b>137,162,019</b></u>

The notes to the Financial Statements form part of and are to be read in conjunction with the above accounts



## EASTERN AND CENTRAL COMMUNITY TRUST INC

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2013**

		2013 \$	2012 \$
<b>NON-CURRENT ASSETS</b>			
Financial Assets Held for Trading	(note 7)	135,838,175	130,678,052
Plant & Equipment	(note 8)	37,585	51,621
Te Kete Putea Ltd Partnership	(note 4)	108,630	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>135,984,390</b>	<b>130,729,673</b>
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	(note 9)	11,967,759	7,997,145
Short Term Advance	(note 4)	-	108,630
Derivatives		-	72,888
<b>TOTAL CURRENT ASSETS</b>		<b>11,967,759</b>	<b>8,178,663</b>
<b>TOTAL ASSETS</b>		<b>147,952,149</b>	<b>138,908,336</b>
<b>EQUITY</b>			
Trust Capital	(note 6)	136,734,669	133,134,669
Donation Reserve	(note 6)	8,960,987	4,027,350
<b>TOTAL EQUITY</b>		<b>145,695,656</b>	<b>137,162,019</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
		-	-
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables		205,290	219,813
Derivatives		225,359	-
Employee Entitlements		35,894	49,314
Donations Payable	(note 10)	1,789,950	1,477,190
<b>TOTAL CURRENT LIABILITIES</b>		<b>2,256,493</b>	<b>1,746,317</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>147,952,149</b>	<b>138,908,336</b>

These Financial Statements have been authorised for issue by the Trustees on 24th May 2013



Claire Matthews  
Chair



Kaye McAulay  
Audit & Risk Committee Chair

The notes to the Financial Statements form part of and are to be read in conjunction with the above accounts

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2013**

		<b>2013</b> <b>\$</b>	<b>2012</b> <b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash was provided from:			
Interest		430,480	334,291
Dividends		695,553	1,316,740
Investment Withdrawals		6,931,427	14,000,000
Derivatives		2,296,674	4,890,333
		<hr/> 10,354,134	<hr/> 20,541,364
Cash was applied to:			
Trustees and Employees		(647,412)	(624,894)
Suppliers of Other Goods & Services		(608,765)	(695,660)
Community Donations		(4,236,696)	(4,544,736)
Investment Deposits		-	(10,000,000)
Derivatives		(885,147)	(3,593,407)
		<hr/> (6,378,020)	<hr/> (19,458,696)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<i>(note 11)</i>	<hr/> <b>3,976,113</b>	<hr/> <b>1,082,668</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Cash was applied to:			
Loan Advance to ASB Community Trust		-	(24,482)
Purchase of Fixed Assets		(5,499)	(23,618)
		<hr/> (5,499)	<hr/> (48,100)
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(5,499)</b>	<b>(48,100)</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>3,970,614</b>	<b>1,034,568</b>
Add Cash at 1 April		7,997,145	6,962,577
<b>CASH &amp; CASH EQUIVALENTS AT 31 MARCH</b>	<i>(note 9)</i>	<hr/> <b>11,967,759</b>	<hr/> <b>7,997,145</b>

The notes to the Financial Statements form part of and are to be read in conjunction with the above accounts

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013****1. REPORTING ENTITY**

The Eastern and Central Community Trust Inc. is a Charitable Trust domiciled in New Zealand and incorporated in accordance with the provisions of the Community Trusts Act 1999.

The financial statements, for the year ended 31<sup>st</sup> March 2013, have been prepared in accordance with the Financial Reporting Act 1993. In accordance with Section 13 of the Community Trusts Act 1999 the Eastern and Central Community Trust Inc. is deemed to be a reporting entity for the purposes of the Financial Reporting Act 1993. The Eastern and Central Community Trust Inc. is primarily involved in the management of the investment of assets and the distribution of donations to the community within a designated lower North Island region of New Zealand.

**2. BASIS OF PREPARATION****a) Statement of Compliance**

The financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with New Zealand Equivalents to International Financial Reporting Standards ("NZ IFRS"), and other applicable Financial Reporting Standards, as appropriate for public benefit entities. They also comply with International Financial Reporting Standards.

The financial statements were approved by the Board of Trustees on 24<sup>th</sup> May 2013.

**b) Basis of Measurement**

The financial statements have been prepared on the historical cost basis modified as detailed in the specific accounting policies below.

**c) Functional and Presentation Currency**

These financial statements are presented in New Zealand dollars (NZD), which is the Trust's functional currency. All financial information has been rounded to the nearest dollar.

**d) Use of Key Estimates and Judgements**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of the income and expenses during the period. Actual results could differ from these estimates.

Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument.

Judgements are made by management in the application of NZIFRS that have a significant effect on the financial statements, and estimates with a significant risk of material adjustment in the next year are discussed in note 14, Financial Instruments.

**e) Standards, Amendments and Interpretations to Existing Standards that are not yet effective**

There are new or revised Accounting Standards and Interpretations on issue that are not yet effective. These include the following Standards and Interpretations that are applicable to the Trust and may have an impact on future financial statements.

**NZ IFRS 9**

NZ IFRS 9 Financial Instruments will be adopted by the Trust for the first time for its financial period ending 31 March 2016. The impact of NZ IFRS 9 has not yet been assessed.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**NZ IFRS 13**

NZ IFRS 13 Fair Value Measurement (effective for periods beginning on or after 1 January 2013 with initial application for the Trust being in the year ended 31 March 2014) consolidates fair value measurement guidance from across various IFRSs into a single standard, however does not change when fair value can or should be used. It is expected that the adoption of the standard will require additional disclosures related to fair value only.

**f) Proposed Changes to Financial Reporting Framework**

The External Reporting Board has confirmed that, in the future, New Zealand will adopt a multi-standards approach to financial reporting, which means that different financial reporting standards will apply to public benefit entities than will apply to for-profit entities. As a result, charities will be required to adopt new Public Benefit Entity Accounting Standards for not-for-profit entities. These standards, which are likely to become effective for the 2016 financial reporting year, have not yet been issued and the Trust is therefore unable to determine whether there will be any significant financial reporting impact.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The following are the particular accounting policies, which have a material affect on the measurement of results and financial position. They have been applied consistently to all periods presented in these financial statements.

**a) Foreign Currency Transactions**

Foreign currency balances are converted to NZD at the year end rate of exchange. Transactions completed during the year are converted at the rate applying at the date of the transaction. Any foreign exchange gain or loss on monetary items is included within the statement of comprehensive income as revenue.

**b) Financial Instruments**

The Trust classifies its financial instruments in the following categories: financial assets at fair value through profit or loss; loans and receivables; held to maturity financial assets; available for sale financial assets; financial liabilities at amortised cost. The classification depends on the nature of the instrument and the purpose for which the financial instruments were acquired. Management determines the classification of its financial instruments at initial recognition and re-evaluates this designation at every reporting date.

A financial instrument is recognised only when the Trust becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Trust's contractual right to the cash flows from the financial assets expire or if the Trust transfers the financial assets to another party without retaining control or substantially all risks and rewards of the asset.

Purchases and sales of investments are recognised on trade date, the date on which the Trust commits to purchase or sell the asset.

Financial assets are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition these instruments are measured as set out below.

*Financial assets at fair value through profit or loss*

Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the profit or loss in the period in which they arise. Financial assets held for trading, the investment in Te Kete Putea Limited Partnership and derivatives are classified as financial assets at fair value through profit or loss.

*Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are stated at amortised cost using the effective interest rate method less

## EASTERN AND CENTRAL COMMUNITY TRUST INC

accumulated impairment losses. Cash and cash equivalents and short term advances are classified as loans and receivables.

*Held to maturity financial assets*

These investments have fixed maturities and the Trust has the intention and ability to hold these investments to maturity. Any held to maturity investments held by the Trust are stated at amortised cost using the effective interest rate method less accumulated impairment losses. The Trust has no held to maturity financial assets in the reported period.

*Available for sale financial assets*

Available for sale financial assets include any financial assets not included in the above categories. Available for sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity. The Trust has no available for sale assets in the reported periods.

*Financial liabilities at amortised cost*

Trade and other payables and donations payable are recognised at amortised cost.

**c) Donations**

Donations are recognised as a liability of the Trust when they are approved by Trustees and notified to applicants notwithstanding that the applicants may still have to fulfil some conditions. Donations no longer required, or not fully utilised by donation recipients, are shown separately as donations written back.

**d) Revenue**

Dividends are recognised as income on the date that the Trust's right to secure payment is established and recorded net of any imputation tax credits. Interest income is recognised on a time proportion basis using the effective interest method.

**e) Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand, cash in banks, short term deposits and other highly liquid investments inclusive of accrued interest at balance date that are readily convertible into cash and which are subject to an insignificant risk of changes in value. The Trustees consider all bank deposits to be cash and cash equivalents, as they are available as cash for liquidity purposes. Deposits are sometimes longer than three months to obtain higher returns but are still considered cash and cash equivalents.

Cash and cash equivalents do not include cash or deposits held by the fund managers. Therefore, the Statement of Cash Flows does not reflect the cash flows within the fund managers' portfolios.

**f) Plant and Equipment**

Items of plant and equipment are recorded at cost less accumulated depreciation and impairment losses. The Trust has one class of plant and equipment being office furniture and fittings.

**g) Depreciation**

Depreciation is recognised in the statement of comprehensive income on a straight line basis on all tangible fixed assets at rates calculated to allocate the assets' cost less estimated residual value, over their estimated useful lives. Depreciation methods, useful lives and residual values are reassessed at the reporting date. The estimated life of assets is between 3 and 10 years.

**h) Impairment on items of Plant and Equipment**

The Trust's plant and equipment assets are reviewed at each balance date to determine whether there is any objective evidence of impairment. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the statement of comprehensive income.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**i) Employee Benefits**

Provision is made for salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably. Provisions in respect of employee entitlements expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

**j) GST**

GST inclusive accounting has been adopted, as the Trust is not registered for GST.

**k) Income Tax**

The Trust is exempt from income tax under section CW52 of the Income Tax Act 2007.

**l) Leases**

Operating lease payments are recognised in the statement of comprehensive income on a straight line basis.

**m) Cash Flows**

The cash flow statement is prepared inclusive of GST, which is consistent with the method used in the statement of comprehensive income. The following are the definitions of the terms used in the cash flow statement:

- Operating activities include all transactions and other events that are not investing or financing activities
- Investing activities include transactions relating to the acquisition, holding or disposal of investments
- Financing activities are those activities that change the equity of the Trust

**4. TE KETE PUTEA LIMITED PARTNERSHIP**

The Trust, in collaboration with the other participating community trusts, has;

- formed and registered a limited partnership under the name "Te Kete Putea Limited Partnership" to own, manage and operate the DMS Database (a donation management system database).
- incorporated a company under the name "Te Kete Putea General Partner Limited" to act as the general partner of the Limited partnership.

On registration of the limited partnership, the interest-free loan to the ASB Community Trust of \$108,630 has been repaid and the Trust has made its equivalent capital contribution to the limited partnership and received 456 of the 10,000 shares in the limited partnership.

The Trust has entered into a hosting agreement with the limited partnership to provide it with data hosting, database and communication services utilising the DMS Database; the Trust has agreed to pay fees to the limited partnership of 7.93% of the operating costs.

**5. EXPENSES**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
<b>Administrative Expenses</b>		
Office administration	81,996	91,460
Advertising and promotion	65,718	140,049
Fees paid to the auditors for		
- audit of the financial statements	17,025	17,339
- accounts assistance	2,011	791
Depreciation	19,535	15,323
Rent and services	91,061	93,609
Professional expenses	91,102	71,049
Fund managers' fees	235,806	221,582
Donation expenses	998	10,762
Other expenses	<u>18,891</u>	<u>14,502</u>
	<b>624,143</b>	<b>676,466</b>

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**Personnel Expenses**

Trustees' remuneration	163,177	154,216
Trustees' meeting expenses & training	61,221	71,299
Trustees' liability insurance	8,711	8,246
Staff remuneration	404,607	393,392
Staff training and travel	14,582	22,539
KiwiSaver contributions	16,058	16,305
ACC levies	<u>1,108</u>	<u>1,522</u>
	<b>669,465</b>	<b>667,519</b>

**6. EQUITY****a) Trust Capital**

The initial Trust capital was set at \$90 million in 1997. The Trust capital has been increased over time as a surrogate for inflation and population growth within the region administered by the Trust. The Trustees periodically review the capital maintenance transfer. This year the Trustees determined to increase the capital by a further \$3.6 million (2012:\$3.6 million) to ensure the "real" capital of the Trust is maintained.

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Balance at the beginning of the year	133,134,669	129,534,669
Transfer from donations reserve	<u>3,600,000</u>	<u>3,600,000</u>
<b>Balance at the end of the year</b>	<b>136,734,669</b>	<b>133,134,669</b>

**b) Donations Reserve**

The Trustees retain all undistributed income in the donation reserve. The optimum level of the donation reserve is 25% of the capital base so that the annual donation distribution is able to be maintained when investment markets provide negative results.

Balance at the beginning of the year	4,027,351	15,083,410
Transfer (to) capital reserve	(3,600,000)	(3,600,000)
Gain/(Loss) for the year	<u>8,533,637</u>	<u>(7,456,059)</u>
<b>Balance at the end of the year</b>	<b>8,960,988</b>	<b>4,027,351</b>

<b>Donation Reserve as a % above Trust capital</b>	<b>6.5%</b>	<b>3.0%</b>
--	-------------	-------------

**c) Total Equity**

Trust capital	136,734,669	133,134,669
Donations reserve	<u>8,960,987</u>	<u>4,027,350</u>
<b>Equity balance at the end of the year</b>	<b>145,695,656</b>	<b>137,162,019</b>

**7. FINANCIAL ASSETS HELD FOR TRADING**

All portfolio investments are classified as fair value through profit or loss.

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Opening balance	130,678,052	140,700,077
Gain/(Loss) before fund manager fees	12,832,053	(4,705,285)
Withdrawals to fund donations (net)	<u>(7,671,929)</u>	<u>(5,316,740)</u>
<b>Closing Balance</b>	<b>135,838,176</b>	<b>130,678,052</b>

*Investments comprise (including cash held by the fund managers):*

Bonds	58,092,888	53,648,374
Equities (including property)	<u>77,745,288</u>	<u>77,029,678</u>
<b>Total Managed Funds</b>	<b>135,838,176</b>	<b>130,678,052</b>

## EASTERN AND CENTRAL COMMUNITY TRUST INC

<i>Held in:</i>	<b>New Zealand</b>	Bonds	44,407,599	40,952,865
		Equities (including property)	<u>15,012,878</u>	<u>12,768,917</u>
			<b>59,420,477</b>	<b>53,721,782</b>
	<b>Off Shore</b>	Bonds	13,685,289	12,695,509
		Equities (including property)	<u>62,732,410</u>	<u>64,260,761</u>
			<b>76,417,699</b>	<b>76,956,270</b>
			<u><b>135,838,176</b></u>	<u><b>130,678,052</b></u>

**8. PLANT & EQUIPMENT**

<b>Cost</b>	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Opening balance at beginning of year	166,387	171,472
Additions	5,499	23,618
Disposals	<u>(270)</u>	<u>(28,703)</u>
Closing balance at end of year	<b>171,616</b>	<b>166,387</b>

**Depreciation & Impairment Losses**

Opening balance at beginning of year	114,766	128,146
Depreciation for the year	19,535	15,323
Impairment	-	-
Disposals	<u>(270)</u>	<u>(28,703)</u>
Closing balance at end of year	<b>134,031</b>	<b>114,766</b>

**Carrying Amounts**

At beginning of year	51,621	43,326
At end of year	<b>37,585</b>	<b>51,621</b>

**9. CASH AND CASH EQUIVALENTS**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Current accounts	11,453	8,746
Call account	861,562	1,435,153
Petty cash	104	8
Short term deposits	<u>11,094,640</u>	<u>6,553,238</u>
<b>Total cash and cash equivalents</b>	<b>11,967,759</b>	<b>7,997,145</b>

**10. NET COMMUNITY DONATIONS**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Standard donations	1,392,655	1,741,980
Special donations	<u>3,265,700</u>	<u>3,108,700</u>
<b>Total community donations</b>	<b>4,658,355</b>	<b>4,850,680</b>
Less donations written back	<u>108,899</u>	<u>146,884</u>
<b>Net community donations</b>	<b>4,549,456</b>	<b>4,703,796</b>

Total of donations payable at year end was \$1,789,950 (2012:\$1,477,190). Included in donations payable was \$1,707,650 (2012:\$1,328,490) of donations which are subject to the applicants fulfilling certain conditions.



## EASTERN AND CENTRAL COMMUNITY TRUST INC

**11. RECONCILIATION OF OPERATING CASH FLOWS WITH NET SURPLUS**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Comprehensive income for the year	8,533,637	(7,456,060)
<i>Adjust for non-cash items:</i>		
Unrealised (gains)/losses on financial assets held for trading	(8,026,400)	12,120,011
Unrealised (gains)/losses on derivatives	<u>298,247</u>	<u>(1,665,789)</u>
Total unrealised (gains)/losses	(7,728,153)	10,454,222
Realised (gains)/losses on financial assets held for trading not paid in cash	(4,110,985)	(6,140,261)
Depreciation	19,535	15,323
Management fees not paid in cash	45,838	42,275
<i>Movement in working capital items:</i>		
Incr/(Decr) in trade & other payables & employee entitlements	(27,943)	8,109
Incr/(Decr) in donations payable	312,760	159,060
Net principal movement in financial assets held for trading	<u>6,931,424</u>	<u>4,000,000</u>
<b>Net operating cash flows</b>	<b>3,976,113</b>	<b>1,082,668</b>

**12. CONTINGENCIES & COMMITMENTS****Capital Commitments**

There are no capital commitments (2012:\$108,630).

**Operating commitments**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Less than 1 year	65,340	61,590
1 – 5 years	147,015	200,167
Over 5 years	<u>nil</u>	<u>nil</u>
	<b>212,355</b>	<b>261,757</b>

The lease on the present Westerman's premises expires on 30<sup>th</sup> June 2016.

In July 2010 the rent was market assessed but was limited to a 20% increase over the rent set in 2008. During the year ended 31 March 2013, \$65,340 was recognised as an expense in the statement of comprehensive income in respect of rent and other operating costs (2012:\$61,590).

The Trust is also committed to a proportion of operating expenses of Te Kete Putea Limited Partnership as detailed in note 4.

**Contingencies**

There are no contingent liabilities or contingent assets at balance date (2012:nil).

**13. RELATED PARTY TRANSACTIONS**

There have been no related party transactions during the year.

Trustees update their personal register of interests at each Trust Meeting. A folder containing each Trustee's register of interests is readily available to members of the public.

In addition, a record of all declarations of interests with any donation application is maintained and is also included in the Trustees' register of interests folder. Trustees abstain from discussion and decisions regarding donations to entities in which they have an interest.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

Key management personnel include the Trustees and Trust Manager. Short term benefits paid to key management personnel were \$320,036 (2012:\$301,101).

**14. FINANCIAL INSTRUMENTS**

The Trust has the following financial assets and liabilities which are shown at their fair value:

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
<b>Financial Assets</b>		
Cash and cash equivalents	11,967,759	7,997,144
Short Term Advance	-	108,630
Te Kete Putea Limited Partnership	108,630	-
Derivatives financial assets/(liabilities)	(225,359)	72,888
Financial Assets held for trading consisting of:		
NZ & Australia Equities	15,012,878	12,768,917
NZ Bonds	44,407,599	40,952,865
Off Shore Equities	62,732,410	64,260,762
Off Shore Bonds	<u>13,685,289</u>	<u>12,695,509</u>
	<b>135,838,176</b>	<b>130,678,052</b>
<b>Financial Liabilities</b>		
Accounts Payable	97,422	59,273
Donations Payable	<u>1,789,950</u>	<u>1,477,190</u>
	<b>1,887,372</b>	<b>1,536,463</b>

Risks arising for the Trust's financial assets and liabilities are inherent in the nature of the Trust's activities, and are managed through an ongoing process of identification, measurement and monitoring. The Trust is exposed to credit risk, liquidity risk and market risk (including currency, interest rate and pricing risks).

The Trust's income is generated from its financial assets. Liabilities which arise from its operations are met from cash flows provided by these assets.

Information regarding the fair value of assets and liabilities exposed to risk is regularly reported to the Trust's management, the Trust's Executive sub-Committee and ultimately the Board of Trustees. The Investment Portfolio is rebalanced, as necessary, to ensure that the asset classes remain within the strategic asset allocation ranges as set out in the Trust's Statement of Investment Policies and Objectives (SIPO). The Trustees regularly review the Trust's SIPO.

The SIPO sets out the Trust's primary investment objectives. These can be summarised as to:

- ensure that the investment fund is invested prudently;
- provide inter-generational equity with regard to distribution levels over time;
- ensure money is available for distribution, as required, to meet the needs and distribution policies of the Trust;
- maintain the value of the investment fund's capital base in real terms (CPI);
- maximise the funds available for distribution.

**The Investment Portfolio**

The Trust manages its Investment Portfolio in terms of its SIPO. The SIPO is monitored on a regular basis by the Board of Trustees and amended as necessary. The Portfolio's strategic asset allocation is reviewed annually. The strategic asset allocation was last reviewed in November 2012. MCA NZ Limited assists both management and the Trustees with investment advice and the portfolio management.

**Portfolio Characteristics**

The Trust has its investments in seven different portfolios and the performance of each asset is measured against an appropriate index:

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**NZ & Australia Equities**

The NZ & Australia Equity portfolio is managed by Forsyth Barr. The Investment mandate allows the Fund Manager to invest between 2.5% and 7.5% of the portfolio in companies listed on the NZ and Australia Stock Exchanges. The actual exposure at year end was 8.7% due to the growth in these assets (2012:7.8%). This portfolio is measured against the NZSX40 (net Dividend) Index.

**NZ Listed Property**

The NZ Listed Property portfolio is managed by Forsyth Barr. The Investment mandate allows the Fund Manager to invest between 1.25% and 3.75% of the portfolio in property companies listed on the NZ Stock Exchange. The actual exposure at year end was 1.5% (2012:1.4%). This portfolio is measured against the NZX Property Sector (net Dividend) Index.

**NZ Bonds**

The NZ Bond portfolio is managed by Forsyth Barr Esam Cushing Limited. The Investment mandate allows the Fund Manager to invest between 20% and 35% of the portfolio in bonds. The mandate places limits on the underlying investment categories, along with credit and duration restrictions. The actual exposure at year end was 30.1% (2012:29.5%). This portfolio is measured against the NZX Corporate A Grade Index.

**Off Shore Equities**

The Off Shore Equity portfolio is managed by State Street Global Advisors. The investment is in a pooled fund. The investment mandate allows the Fund Manager to invest between 40% and 60% of the portfolio in off shore equities. The actual exposure at year end was 41.1% (2012:45.1%). This portfolio is measured against the MSCI Gross (\$NZ) Index and the strategic policy is to be 50% hedged back to NZ dollars.

**Australian Listed Property**

The Australian Listed Property portfolio is managed by State Street Global Advisors. The investment is in a pooled index trust. The investment mandate allows the Fund Manager to invest between 1.25% and 3.75% of the portfolio in Australian listed property equities. The actual exposure at year end was 1.4% (2012:1.2%). This portfolio is measured against the S&P/ASX200 Property Accumulation Index and the strategic policy is to be 50% hedged back to NZ dollars.

**Off Shore Bonds**

The Off Shore Bond Securities portfolio is managed by Vanguard. The investment is in a pooled hedged index fund. The investment mandate allows the Fund Manager to invest between 5% and 10% of the portfolio in bonds. The actual exposure at year end was 9.3% (2012:9.1%). This portfolio is measured against the Citigroup WGBI Index and is fully hedged to Australian dollars. The strategic policy is to be 100% hedged back to NZ dollars.

**Cash**

The Cash Portfolio is managed by the Trust Manager. The mandate places limits on the underlying investment categories, along with credit and duration restrictions. The investment mandate allows the Trust Manager to invest between 2% and 10% of the portfolio in cash. The actual exposure at year end was 8.0% (2012:5.9%). The portfolio is measured against the NZX call rate.

**Performance against Policy**

The following table shows the actual performance, the benchmark performance and value added for all asset classes held by the Trust for the year ended 31<sup>st</sup> March 2013:

Asset	Actual Return (%)	Benchmark Return (%)	Value Added (%)
NZ & Aus Equities	23.3	23.7	- 0.4
NZ Property	21.9	16.9	+ 5.0
NZ Bonds	8.4	6.7	+ 1.7
Offshore Equities	10.7	9.0	+1.7
Aus Property	26.6	22.5	+ 4.1
Offshore Bonds	10.0	7.5	+2.5
Cash	4.0	2.5	+ 1.5
<b>TOTAL</b>	<b>10.6</b>	<b>9.9</b>	<b>+0.7</b>

## EASTERN AND CENTRAL COMMUNITY TRUST INC

The following table shows the actual performance, the benchmark performance and value added for all asset classes held by the Trust for the year ended 31<sup>st</sup> March 2012:

Asset	Actual Return (%)	Benchmark Return (%)	Value Added (%)
NZ & Aus Equities	2.9	1.5	+1.4
NZ Property	15.2	15.6	-0.4
NZ Bonds	7.1	6.8	+0.3
Offshore Equities	-8.2	-2.4	-5.8
Aus Property	-6.8	-11.1	+4.3
Offshore Bonds	7.0	9.6	-2.6
Cash	4.0	2.5	+1.5
<b>TOTAL</b>	<b>-0.4</b>	<b>-1.6</b>	<b>+1.2</b>

**Fair Value and Impairment**

As all of the financial instruments are revalued at year end to published prices there is no subjectivity as to whether the assets are impaired. The fair value equals the carrying value for all financial instruments.

**Credit Risk**

Credit risk represents the risk that a counterparty to a financial asset fails to discharge an obligation which will cause the Trust to incur a financial loss.

With regard to the credit risk arising for financial assets, the Trust's credit risk arises from any default by a counterparty. There is no security held over these assets.

Concentrations of risk arise when a number of financial instruments or contracts are entered into with the same counterparty or where a number of counterparties are engaged in similar business activities, geographic regions, or similar economic features that would influence their ability to meet their contractual obligations by reason of changes in economic, political or other conditions.

The Trust manages credit concentration risks through;

- a diversified and non-correlated basket of investments
- ensuring compliance with the individual mandate requirements of each investment.

The Trust Manager, Trust's investment advisor and the Trust's Board review the portfolios for compliance against each investment mandate on a regular basis. The Fund Managers ensure that the funds they manage comply with their mandates as defined in the SIPO.

As at 31<sup>st</sup> March 2013 the maximum exposure to credit risk for New Zealand corporate bonds is detailed in the table below. The credit quality of the Trust's NZ Bond portfolio is managed by the Trust using Standard and Poor's rating categories.

	AAA to AA-	A+ to A-	BBB+ to BB-	Unrated	2013 \$	2012 \$
Corporate Bonds	0%	29.3%	60.2%	10.5%	33,794,075	37,660,368
Cash	100%				10,613,524	3,292,497
<b>Total</b>					<b>44,407,599</b>	<b>40,952,865</b>

**Liquidity Risk**

Liquidity risk is the risk that the Trust will encounter difficulties in meeting the obligations associated with its financial liabilities. This risk is managed through the Trust's investment in a diversified portfolio of financial assets.

The Trust's investment portfolio during the year under review consisted of only listed securities which under normal market conditions are readily convertible to cash. In addition the Trust maintains sufficient cash and cash equivalents to meet normal operating requirements, as well as the timing of the commitments below.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

At balance date all trade and other payables were current, and are normally settled on the 20<sup>th</sup> of the month following invoice date.

Committed but unpaid donations are held as current liabilities pending the satisfaction of conditions under which the donations were made. At balance date committed but unpaid donations totalled \$1,789,950 (2012:\$1,477,190).

These committed and unpaid donations at 31<sup>st</sup> March 2013 had the following profile:

<b>Financial Year Approved</b>	<b>Number of Grants Outstanding</b>	<b>Value \$</b>
2012	10	343,500
2013	81	1,446,450
<b>Total</b>	<b>91</b>	<b>1,789,950</b>

Committed but unpaid donations at 31<sup>st</sup> March 2012 had the following profile:

<b>Financial Year Approved</b>	<b>Number of Grants Outstanding</b>	<b>Value \$</b>
2011	16	193,490
2012	97	1,283,700
<b>Total</b>	<b>113</b>	<b>1,477,190</b>

#### **Market Risk**

Market risk embodies the potential for both loss and gains and includes currency risk, interest risk and price risk.

The Trust's investment strategy and the management of the investment risk are detailed in the SIPO. The Trust's investments are diversified across a range of assets including New Zealand and Overseas equities, New Zealand and Overseas bonds, New Zealand and Australian property and cash. Within each asset class there are defined policies and mandates to ensure diversification, to minimise investment risk and to limit exposure to any one investment. Each asset class has a defined target allocation and is managed within a defined allocation range.

In addition, the Trust has a Risk Management Policy which includes a Tactical Asset Allocation Policy. This policy is to identify times when the Trustees should instigate a process to review the short term investment strategy of the Trust.

#### **a) Currency Risk**

Currency risk is the risk that the fair value of, or future cash flows from, financial assets will fluctuate due to changes in foreign exchange rates. The Trust has exposure to currency risk through its investments in offshore equities and bonds. The strategic investment policy requires full hedging of currency risk for overseas bonds, when held, and 50% hedging, on average, of currency risk for overseas equities. When exchange rates are at extreme levels (e.g. plus or minus more than 2 standard deviations from the long term average) the percentage of hedging is varied as determined by the Trust's currency policy (e.g. raised up to 100% or decreased down to 0%). Currency hedging on overseas equities has been reduced marginally through the year. Hedging decisions have been constantly reviewed. Currency risk is self managed with the Bank of New Zealand with a range of tolerance.

The Trust manages its foreign exchange risk by using forward exchange contracts to cover varying amounts of its foreign currency exposure. Such forward exchange contracts have the economic effect of converting foreign currency denominated balances into NZ dollars. These forward exchange contracts are not treated as hedges for accounting purposes. All contracts are with the Bank of New Zealand which has a Standard and Poor's Rating of AA.

## EASTERN AND CENTRAL COMMUNITY TRUST INC

At balance date the Trust's exposure to currency risk was as follows:

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Foreign currency denominated assets	80,904,305	80,032,172
Less forward foreign exchange contracts	<u>46,045,000</u>	<u>42,680,000</u>
Unhedged currency exposure at 31 March	<b>34,859,305</b>	<b>37,352,172</b>

Geographic location of Overseas Investments:

USA/Canada	13,288,205	12,068,754
UK/Europe	3,963,033	10,601,529
Japan/Asia	18,397,921	17,250,737
Emerging Markets	7,285,593	7,324,290
Australia	<u>37,969,553</u>	<u>32,786,862</u>
	<b>80,904,305</b>	<b>80,032,172</b>

The following table details the three-month forward foreign exchange contracts outstanding as at 31<sup>st</sup> March 2013:

<b>Currencies</b>	<b>Buy Amount NZD</b>	<b>Deal Rate 5 Feb &amp; 1 Mar 2013</b>	<b>Valuation Rate 31 Mar 2013</b>	<b>Gain/(Loss) NZD</b>
Australian Dollars	25,685,000	0.8093	0.8022	(226,496)
British Pounds	2,010,000	0.5324	0.5509	67,490
Japanese Yen	2,330,000	77.338	78.452	32,996
US Dollars	16,020,000	0.8389	0.8337	(99,350)
<b>TOTAL</b>	<b>46,045,000</b>			<b>(225,359)</b>

The following table details the three-month forward foreign currency contracts outstanding as at 31<sup>st</sup> March 2012:

<b>Currencies</b>	<b>Buy Amount NZD</b>	<b>Deal Rate 8 Feb 2012</b>	<b>Valuation Rate 31 Mar 2012</b>	<b>Gain/(Loss) NZD</b>
Australian Dollars	22,600,000	0.7764	0.7889	358,166
Euros	3,180,000	0.6275	0.6120	(80,522)
British Pounds	1,800,000	0.5235	0.5116	(41,773)
Japanese Yen	1,500,000	63.788	67.054	72,847
US Dollars	13,600,000	0.8314	0.8171	(235,830)
<b>TOTAL</b>	<b>42,680,000</b>			<b>72,888</b>

The Australian Listed Property Index Trust, the Off Shore Bond Securities Index Fund and the Australian shares held within the NZ & Australia Equity portfolio are reported in AUD by the fund managers. The remaining offshore equity investments are:

- Managed by State Street Global Advisors (Boston, USA).
- Invested in 27 individual country common trust funds.
- Reported by the fund manager in the fund's base currency of USD.

Exposure to currency risk:

<b>Currencies</b>	<b>AUD at 31 Mar 2013 NZD</b>	<b>USD at 31 Mar 2013 NZD</b>	<b>AUD at 31 Mar 2012 NZD</b>	<b>USD at 31 Mar 2012 NZD</b>
Equities/Bonds	20,235,666	60,668,639	17,376,537	62,655,634

The following NZD exchange rates applied during the year:

<b>Currencies</b>	<b>Average monthly Mid-Rate for 2012/13</b>	<b>Average monthly Mid-Rate for 2011/12</b>
Australian Dollar	0.7895	0.7720
US Dollar	0.8146	0.8068

## EASTERN AND CENTRAL COMMUNITY TRUST INC

**Sensitivity Analysis for Currency:**

A 10 per cent movement of the NZD against the following currencies at 31 March would have increased (decreased) profit or loss by the amounts shown below. The analysis includes the mitigating effects of hedging policies. This analysis assumes that all other variables, in particular interest rates, remain constant. The comparisons for 2012 have been modified to account for the effects of hedging policy.

Effect in NZD:

<b>Effect of Movements in NZD</b>	<b>Profit or (Loss) 31 March 2013 \$</b>	<b>Profit or (Loss) 31 March 2012 \$</b>
10% fall in NZD/AUD	363,908	260,068
10% rise in NZD/AUD	(297,746)	(212,765)
10% fall in NZD/USD	3,370,480	3,480,869
10% rise in NZD/USD	(2,757,665)	(2,847,983)

**b) Interest Rate Risk**

The Trust's investments in fixed rate securities are subject to interest rate risk. The Trust's SIPO requires a fixed rate security to have a minimum of a BBB- rating or equivalent grade. The maximum exposure to each fixed security is controlled by the credit rating so that the higher the credit rating, the higher the allowable exposure. Short term deposits are invested for periods up to 365 days taking into account current interest rates.

The Trust's cheque and call accounts are interest bearing. Any movement in interest rates on these accounts is minimal and not considered to be material.

At the reporting date the interest rate profile of the Trust's interest bearing financial instruments was:

	<b>Carrying Amount 2013 \$</b>	<b>Carrying Amount 2012 \$</b>
Fixed Rate Instruments	58,574,005	56,909,115
Variable Rate Instruments	11,486,539	4,736,397
<b>Total</b>	<b>70,060,543</b>	<b>61,645,512</b>

**Sensitivity Analysis for Fixed Rate Instruments:**

A change of 100 basis points (1%) in interest rates for the entire period reported would have increased or (decreased) profit or loss by the amounts shown. The analysis is performed on the same basis for 2012.

<b>Fixed Rate Instruments</b>	<b>Cash Flow Sensitivity 31 March 2013 \$</b>	<b>Cash Flow Sensitivity 31 March 2012 \$</b>
100 basis points increase	548,078	583,257
100 basis points decrease	(548,078)	(583,257)

**Sensitivity Analysis for Variable Rate Instruments:**

A change of 100 basis points (1%) in interest rates for the entire period reported would have increased (decreased) profit or loss by the amounts shown below. The analysis is performed on the same basis for 2012.

<b>Variable Rate Instruments</b>	<b>Cash Flow Sensitivity 31 March 2013 \$</b>	<b>Cash Flow Sensitivity 31 March 2012 \$</b>
100 basis points increase	102,183	61,563
100 basis points decrease	(102,183)	(61,563)



## EASTERN AND CENTRAL COMMUNITY TRUST INC

**c) Pricing Risk**

Pricing risk is the risk that the value of the instrument will fluctuate as a result of changes in market price (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuers or all factors affecting all instruments traded in the market. As the majority of the funds' financial instruments are carried at fair value with fair value changes recognised in the statement of comprehensive income, all changes in market conditions will directly affect investment income.

Price risk is managed by the Trust by constructing a diversified portfolio of instruments traded on various markets. The SIPO sets down the guidelines for this diversification.

**Sensitivity Analysis for Pricing Risk:**

The Trust's financial assets are priced at fair value. The effect on the Trust's statement of comprehensive income and balance sheet as at 31<sup>st</sup> March 2013, due to a possible change in market factors is represented in the following table:

Financial Asset	Sensitivity Range (-1 to +1 Standard Deviations)	Sensitivity Impact \$,000
NZ/Australian Equities	-9.9% to 26.4%	-2,948 to 7,999
NZ Bonds	1.1% to 9.9%	480 to 4,404
NZ Cash	2.8% to 5.2%	332 to 626
Overseas Equities	-9.6% to 23.6%	-4,123 to 10,162
Overseas Bonds	1.7% to 10.3%	237 to 1,396
Property	-10.2% to 24.2%	-437 to 1,035
<b>Total Portfolio</b>	<b>-4.4% to 17.4%</b>	<b>-1,385 to 5,492</b>

There is a 68% probability that the return in any one year will be within the range -4.4 to 17.4%.

The effect on the Trust's statement of comprehensive income and balance sheet as at 31<sup>st</sup> March 2012, due to a possible change in market factors is represented in the following table:

Financial Asset	Sensitivity Range (-1 to +1 Standard Deviations)	Sensitivity Impact \$,000
NZ/Australian Equities	-10.1% to 26.6%	-2,650 to 7,067
NZ Bonds	3.0% to 12.5%	1,231 to 5,117
NZ Cash	4.6% to 6.9%	370 to 562
Overseas Equities	-9.3% to 26.3%	-4,367 to 12,350
Overseas Bonds	3.5% to 12.5%	443 to 1,611
Property	-9.4% to 25.4%	-336 to 905
<b>Total Portfolio</b>	<b>-3.8% to 19.9%</b>	<b>-1,353 to 6,681</b>

There is a 68% probability that the return in any one year will be within the range -3.8% to 19.9%.

These sensitivity analyses are based on the volatility of each asset class and the investment portfolio as a whole, as measured by plus or minus one standard deviation. The overall effect of the Trust's diversified portfolio of uncorrelated financial assets is to reduce volatility and stabilise investment returns over time.

**Fair Value Hierarchy**

The following fair value information provides an analysis of the financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 on the degree to which the fair value is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).



## EASTERN AND CENTRAL COMMUNITY TRUST INC

Level	Financial Assets	at 31 March 2013 \$	at 31 March 2012 \$
1	Financial assets held for trading	135,946,806	130,678,052
2	Derivative financial assets/(liabilities)	(225,359)	72,888
3	Investment – TKP Ltd Partnership	108,630	-

There were no transfers between levels during the year.

**Fair value of financial instruments not carried at fair value**

Loans and receivables and financial liabilities carrying amounts are a reasonable approximation of fair value.

The fair value estimates were determined by the following methodologies and assumptions:

*Cash and cash equivalents, term deposits and short-term advances*

The reported amount approximates fair value because they are receivable in the short term.

*Trade and other payables and donations payable*

The reported amount approximate fair value because they are payable in the short term.

**15. TRUSTEES' ATTENDANCE AND REMUNERATION**

Trustees' remuneration for meeting attendance and annual honorarium is set by the Minister of Finance.

Trustees are also reimbursed for travel costs. Details of the Trustees' attendance and remuneration are:

Trustee	Two Day Trust Meetings attended	Sub-Committee Meetings attended	Fees \$
Bev Edlin	4 of 4	9 of 10	10,154
Ron Garrod	5 of 6	8 of 9	13,200
Anna Hansen	4 of 4	3 of 4	6,923
Stephen Kerr	6 of 6	5 of 5	13,200
Mark Kilmister	6 of 6	7 of 7	12,000
Claire Matthews	6 of 6	17 of 20	26,400
Kaye McAulay	6 of 6	12 of 16	13,200
Margaret Millard	6 of 6	6 of 7	13,200
Bruce Mills	5 of 6	13 of 17	16,500
Geoff Milner	6 of 6	7 of 11	13,200
Caren Rangi	6 of 6	7 of 11	12,000
Robyn Rauna	2 of 6	3 of 6	13,200
<b>Total Fees</b>			<b>163,177</b>

**16. TRUSTEES' INDEMNITY LIABILITY INSURANCE**

Trustees' indemnity liability insurance of \$8,711 (2012:\$8,246) has been paid by the Trust as approved by the Trustees under the Community Trusts Act 1999.

**17. SUBSEQUENT EVENTS**

The Trustees have determined to improve the realised yield of the investment portfolio. This will result in a change of fund managers and investment mandates. This change is expected to occur in May and June 2013 (nil -2012).

**INDEPENDENT AUDITOR'S REPORT****To the Trustees of Eastern & Central Community Trust****Report on the Financial Statements**

We have audited the financial statements of Eastern & Central Community Trust (the Trust) on pages 5 to 23, which comprise the statement of financial position as at 31 March 2013, and the statement of financial performance, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Trustees' Responsibility for the Financial Statements***

The Trustees are responsible for the preparation of these financial statements in accordance with generally accepted accounting practice in New Zealand and that give a true and fair view of the matters to which they relate and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our capacity as auditor we have no relationship with, or interests in Eastern & Central Community Trust.

***Opinion***

In our opinion, the financial statements on pages 5 to 23

- comply with generally accepted accounting practice in New Zealand
- comply with New Zealand Equivalents to International Financial Reporting Standards
- give a true and fair view of the financial position of Eastern & Central Community Trust as at 31 March 2013 and of its financial performance and its cash flows for the year then ended.

**Report on Other Legal and Regulatory Requirements**

In accordance with the Financial Reporting Act 1993, we report that:

- we have obtained all the information and explanations we have required.
- in our opinion, proper accounting records have been kept by Eastern & Central Community Trust as far as appears from our examination of those records.



Staples Rodway Hawkes Bay Partnership  
24 May 2013  
Hastings, New Zealand

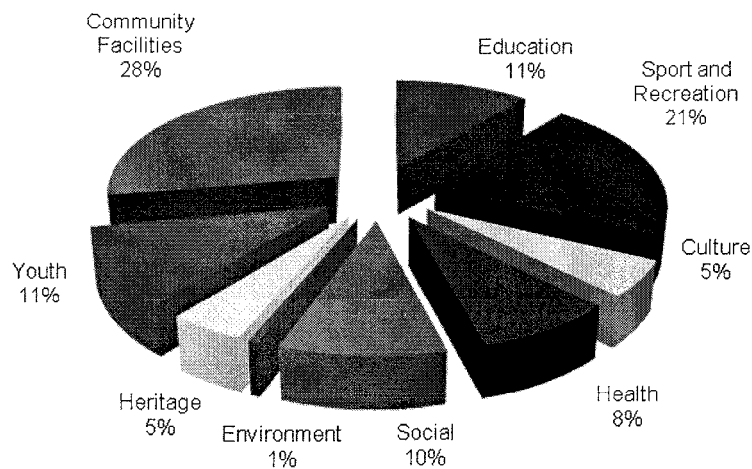
## EASTERN AND CENTRAL COMMUNITY TRUST INC

**SCHEDULE OF COMMUNITY PAYMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

**DONATIONS BY REGION**

	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Gisborne District	892,800	586,940
Hawke's Bay	1,395,400	1,522,820
Tararua	123,200	190,340
Wairarapa	415,700	777,535
Manawatu	978,580	1,116,295
Horowhenua	402,100	247,500
Regional	450,575	409,250
<b>TOTAL DONATIONS</b>	<b>4,658,355</b>	<b>4,850,680</b>

An itemised list of all donations is available at [www.ecct.org.nz](http://www.ecct.org.nz) or free of charge, from the Trust Manager, Eastern & Central Community Trust Inc, PO Box 1058, Hastings 4156.

**Donations by Sector**

## LIST OF DONATIONS BY REGION

### for year ended 31 March 2013

**CONFLICT OF INTEREST POLICY** – Trustees must disclose to the Board any actual or potential conflicts of interest. All disclosures are minuted. Trustees who have disclosed an interest do not participate in the discussion and are not entitled to vote. A Register of Interest is available for public scrutiny at the Trust Office.

#### GISBORNE DISTRICT

Age Concern - Tairāwhiti	3,500
Air Training Corps - No 14 Squadron	1,500
Alzheimer's Society Gisborne Inc	3,500
Arohaina Resource Centre	3,500
Barnardo's New Zealand - Gisborne	3,500
Citizens Advice Bureau - Gisborne	1,000
Cobham School	2,500
Eastland Sports Foundation Education Trust	57,600
Eastland Sports Foundation Education Trust	30,000
Eastland Triathlon & Multisport Club Inc	3,500
Eastwoodhill Trust Board	3,500
Equippers Church Gisborne	4,000
Friends of Rere Charitable Trust	9,900
Gisborne Bowling Club Inc.	500
Gisborne Boys' High School	5,000
Gisborne Budget Advisory Service Incorporated	1,000
Gisborne City Vintage Railway Inc	3,000
Gisborne District Council	250,000
Gisborne Free Kindergarten Assn Inc	30,000
Gisborne Gymnastics Club Inc	3,500
Gisborne Land Search & Rescue Charitable Trust	4,000
Gisborne Museum of Art & History Trust	100,000
Gisborne Rotary Charitable Trust	1,500
Gisborne Rowing Club	3,000
Gisborne Stroke Support Group	4,000
Gisborne Tairāwhiti Rugby League Inc	3,500
Gisborne Volunteer Centre	3,500
Hiruharama Marae	3,500
HSOB Sports Club Inc - Gisborne	2,000
Ilminster Intermediate School	15,000
Life Education Community Trust - Gisborne	20,000
Mangapapa Playcentre	3,000
Midway Surf Life Saving Club Inc	3,500
New Life Christian School	3,000
New Zealand Red Cross	14,500
Nga Taonga a Nga Tamatoa Trust	30,000
Ngatapa Rugby & Associated Sports Club	3,500
NZ Mountain Safety Council - Gisborne Branch	3,000
Open Home Foundation of NZ Inc - Hawke's Bay Branch	2,000
Pakirikiri Marae	25,000
Poverty Bay Rugby Football Union Inc	9,900
Rape Crisis Gisborne Inc	4,000
Reynolds Hall	60,000
Rutene Road Kindergarten	3,000
St Andrew's Church - Tolaga Bay	3,500
Sunshine Service Incorporated	20,000
Supergrans Tairāwhiti Trust	3,000
Tairāwhiti Beneficiary Advocacy Trust	4,000
Tairāwhiti Community Arts Trust	3,500
Tairāwhiti Community Law Trust	3,500
Tairāwhiti Dist Maori Wardens Assn Inc	4,000
Tairāwhiti Environmental Centre Inc.	9,900
Tairāwhiti Rural Education Activities Pgme	10,000
Te Aowera Marae Trustees	3,500
Te Hapara Whanau Aroha Centre	3,500
Te Kura Kaupapa Māori O Mangatuna	5,000
Te Puna Reo O Pūhi Kaiti	3,000
Te Runanga O Ngāti Porou	15,000
Te Unga Mai Trust	35,000
Te Uranga O Te Ra Sports & Recreation	2,000
Te Whare Tu Wahine Gisborne Women's Refuge Inc	4,000

#### CONT... GISBORNE DISTRICT

Te Whare Whai Matauranga o Turanga Literacy House Turanga	3,500
Tokomaru Bay Alcohol & Drug Counselling Support Services	1,000
Tolaga Bay Bowling Club Inc	3,500
Uawa FM Media Centre Charitable Trust	3,500
Wainui Playcentre	2,500
Whinray Ecological Charitable Trust	1,500
<b>TOTAL GISBORNE DISTRICT</b>	<b>\$892,800</b>

#### HAWKE'S BAY

@ Heart Hawke's Bay	4,000
Age Concern - Flaxmere	3,500
Age Concern - Hastings	3,500
Age Concern - Hastings	3,500
Age Concern - Napier	3,500
Alzheimer's Society Hastings Inc	20,000
Alzheimer's Society Napier Inc	20,000
Amputee Society of Hawke's Bay East Coast Inc	1,000
Anglican Care - Growing Through Grief - Central Hawkes Bay	3,000
Anglican Care - Pakeke Centre	3,500
Barnardo's New Zealand - Hawke's Bay Area	3,500
Basketball Hawke's Bay Inc	3,500
Bay Independent Hockey Club	3,000
Bay Railway Modellers Inc	500
Birchleigh Polo Club	3,000
Birthright Hawke's Bay Child & Family Care Trust	3,500
Bluff Hill Bowling Club Inc	1,000
Bowls Napier Inc	2,000
Brain Injury Association Hawke's Bay Inc	3,500
Bridge Pa Sports Club Incorporated	4,000
Burlington Marching Teams	1,800
Canteen - Hawkes Bay Branch	3,500
Carlyle Kindergarten	3,000
Central & Southern Hawke's Bay Show Jumping Group	1,000
Central Hawke's Bay College	4,000
Central Hawke's Bay District Council	50,000
Central Hawke's Bay Food Bank	3,000
Central Hawke's Bay Netball Assn	3,500
Central Hawke's Bay Rugby Sports Club Inc	7,000
Central Hawke's Bay Support & Counselling Services	4,000
CHB Whanau Aroha Centre	4,000
Childwatch Safety Houses Napier Inc	400
Choralairs	300
Christian Fellowship for Disabled Hawke's Bay	2,000
Christian Love Link Napier Inc.	3,500
Citizens Advice Bureau - Napier	3,000
Citizens Advice Bureau - Wairoa	3,000
City of Hastings Pipe Band Inc	2,000
Crearts Inc	3,500
Creative Hastings	8,000
Diabetes NZ Hawke's Bay Incorporated	4,000
Disability Information Trust	
Hawke's Bay	3,000
DOVE - Hawke's Bay Inc	3,500
EARTH Gardens Charitable Trust	3,500



**Eastern & Central  
COMMUNITY  
TRUST**

P O Box 1058  
102-104 Russell Street Sth  
HASTINGS

Phone 06 878 7200  
Fax 06 878 9550

E-Mail enquiry@ecct.org.nz

#### CONT.... HAWKE'S BAY

Eastern Netball Region Inc	3,500
Ebbett Park School	3,500
Epic Ministries Inc.	3,500
Eskview Community Playgroup	2,000
Eskview Kindergarten	3,500
Fastpitch Softball Corporation	2,500
Flaxmere College	5,000
Flaxmere Planning Committee	1,500
Four's Company	500
Frimley Park Kindergarten	2,500
Frimley School	4,500
Genesis Reforestation Project	3,000
Gifted Education Centre	4,000
Girl Guides - Omatua Committee	3,500
Girl Guides - Tuki Tuki District	3,000
Girl Guides - Waipukurau District	1,500
Greendale Tennis Club Inc	5,000
Guthrie Smith Trust Board	6,000
Harold Mayo Kindergarten	2,000
Hastings Blossom Festival Trust	3,000
Hastings Blossom Festival Trust	3,000
Hastings Boys' High School	20,000
Hastings Central School	4,500
Hastings District Council	25,000
Hastings Rugby and Sports Club Inc.	3,000
Hastings Tennis and Squash Club Inc	4,000
Havelock North Canoe Polo Club Incorporated	650
Havelock North High School	15,000
Havelock North Playcentre	3,000
Havelock North Primary School	1,500
Havelock North Squash Rackets Club Inc	2,000
Hawke's Bay Agricultural & Pastoral Soc. Inc.	50,000
Hawke's Bay BMX Club Inc	750
Hawke's Bay Cricket Association	8,000
Hawke's Bay District Committee of the NZ Theatre Federation	500
Hawke's Bay Golf Club Inc	3,500
Hawke's Bay Helicopter Rescue Trust	20,000
Hawke's Bay Hockey Assn	3,500
Hawke's Bay Junior Rockers Incorporated	3,000
Hawke's Bay Karting Club Inc.	4,000
Hawke's Bay Lawn Tennis & Squash Club Inc	25,000
Hawke's Bay Live Poets' Society	1,000
Hawke's Bay Multiple Sclerosis Society	4,000
Hawke's Bay Multisports Club Inc	2,600
Hawke's Bay Opera	3,000
Hawke's Bay Playcentre Assn	3,000
Hawke's Bay Regional Orchestra	3,500
Hawke's Bay Road Safety Compliance Trust	3,500
Hawke's Bay Roller Derby	2,000
Hawke's Bay Samoan Advisory Council Inc	1,000

**CONT... HAWKE'S BAY**

Hawke's Bay Softball Association	3,500
Hawke's Bay Softball Umpires Assn	2,000
Hawke's Bay Squash Rackets Club Inc	8,000
Hawke's Bay Trail Running Club Inc	1,300
Hawke's Bay Volunteer Coastguard Inc	3,500
Hawke's Bay Woodturners' Guild	1,500
HB Tenpin Bowling Foundation	500
Hearing Association - Hastings	500
Hearing Association - Napier	500
Henry Hill School	4,000
Heretaunga Intermediate School	15,000
Heretaunga Seniors	3,000
Heretaunga Women's Centre	3,500
Hohepa Homes Trust Board	20,000
Irongate Kindergarten	3,000
Jireh Charitable Trust Hawkes Bay	3,500
Ka Hao Te Rangatahi Ki Te Matau A Maui Trust	3,000
Kairakau Beach Development Society	4,000
Kairakau Marine Club Inc	3,000
Kaisen Trust	2,000
Kaiwaitau Kids Club	1,500
Karamu Sports Development Club Inc	3,000
Keirunga Homestead Theatre	700
Kith & Kin Whaanau Whaanui Families Additions Trust	1,500
Kiwi Adventure Trust	6,000
Koru Youth Trust	4,000
Kowhai Special School	4,000
Lifeline - Hawke's Bay Inc	2,000
Lindisfarne College	4,500
Mahia Hunt Incorporated	1,000
Mangateretere School	2,500
Maraetotara Tree Trust	3,500
Marching Hawke's Bay Assn Inc	1,000
Marewa Cricket Club Inc	1,000
Men's Restoration House Trust	2,000
Mohaka School	9,100
Napier Aero Club Inc	3,000
Napier Baptist Church	3,000
Napier City Council	3,000
Napier Civic Choir Inc	1,000
Napier Community Foodbank Trust	3,000
Napier Contract Bridge Club Inc	1,000
Napier District Masonic Trust	1,200
Napier Dog Training Club	3,000
Napier Family Centre Inc	25,000
Napier Friendly Neighbour Service Inc	2,500
Napier Girls' High School	4,500
Napier Judo Club Inc	3,500
Napier Marist Football Club Inc	3,500
Napier Parents' Centre	2,000
Napier Performing Arts Competitions Society Inc	1,000
Napier Repertory Players Inc.	3,500
Napier Skating Club Inc	3,500
Napier Tech Hockey Club Inc	1,100
Napier Technical Old Boys' Cricket Club	3,000
Napier Technical Old Boys' Football Club Inc	3,000
Napier Technical Sports & Recreational Organisation Inc	20,000
National Youth Drama School Trust	2,500
Nelson Park School	2,500
NZ Concert Bands Association Inc	1,000
Nga Kairauhii Charitable Trust	3,000
Nga Marae o Heretaunga Charitable Trust	25,000
Nga Taonga Taakaro ki te Matau a Maui	4,000
Nga Tukemata O Kahungunu Charitable Trust	3,500
Nuhaka Tennis Club	1,500
NZ National Horse & Pony Show Assn Inc	1,500
NZ Singing School Trust	3,000
Ocean Beach Kiwi Surf Life Saving Club Inc	25,000
Omakere Playcentre	3,000
Opapa Railway Heritage Trust Inc.	1,000
Otane Playcentre	1,400

**CONT... HAWKE'S BAY**

Pacific Surf Life Saving Club Inc	6,800
Parents Inc	3,000
Paul Hunter Centre Inc	3,500
Peoples Advocacy Society Inc - Napier	3,500
Peterhead School	5,000
Piping and Dancing Assn of NZ Inc - Hawke's Bay	2,000
Porangahau Country Club Inc	1,500
Porritt Primary School	1,000
Poukawa School	5,000
Presbyterian Support Services - East Coast	3,000
Public Dreams Charitable Trust	3,000
Pukehou School	5,000
Pukemokimoki Marae Trust	5,300
Puketapu School	3,000
Purena Koa Rehua Youth Services O Heretaunga Inc.	3,500
Radio Kidnappers Charitable Trust	3,500
Rainbow Umbrella Charitable Trust	4,000
Returned Services Association Inc - Napier	3,000
Returned Services Association Inc - Takapau & District	500
Richmond School	4,500
Ricochet Trampoline Club	1,900
Riding for the Disabled - Hastings	8,000
Riding for the Disabled - Napier Group	3,500
RNZ Plunket Society - Hawke's Bay Area Inc	8,000
Rotary Club of Taradale Incorporated	1,000
Royal New Zealand Ballet	3,500
RSPCA - Hastings & Districts	15,000
Rudolf Steiner School - Hastings	50,000
Rugby League Hawke's Bay Inc	3,000
Saints Softball Club Inc	3,500
Samoa Methodist Church Hastings Parish	3,000
Scout Association - Rata Olsen Scout Group	1,200
Scout Association - Waipau	500
Sounds of Hawke's Bay Chorus Inc	2,000
Spirit of Napier Lions Club Inc	1,000
Sport Hawke's Bay	94,800
Sportslink Charitable Trust	4,000
Springhill District Society Inc	2,000
Squash Eastern Inc	1,300
SSG Foundation Inc	3,000
St Andrew's Presbyterian Church - Hastings	20,000
St Columba's Presbyterian Church - Taradale	3,000
St John's College	4,000
St John's Presbyterian Church - Hastings	3,000
St Joseph's Maori Girls College	20,000
St Joseph's School - Hastings	1,000
St Oran's Community Trust	800
St Patrick's School - Napier	4,500
St Vincent de Paul Society - Napier	3,500
Summer in the Parks	2,000
Takapau Community Health Charitable Trust	9,000
Tamatea Kindergarten	3,000
Taradale Cricket Club Inc.	2,500
Taradale Rugby and Sports Club Inc	3,500
Taradale Sports Association Inc	2,000
Te Ora Hou Hawke's Bay Inc	2,000
Te Poho O Te Rehu Marae	7,000
Te Rakato Social Services Trust	2,000
Te Roopu Huihuanga Hauora Trust	3,500
Te Tai Timu Trust	3,500
Te Timatanga Ararau Trust	15,000
Te Whakaritorito Trust	3,500
The Limit Hawke's Bay Trust	3,500
The Nui Trust	3,500
Theatre Hawke's Bay Inc	2,000
Tidal Arts Inc.	2,000
Tikokino Playcentre	1,500

**CONT... HAWKE'S BAY**

Tikokino School	1,000
Toki Incorporated	500
Tour of the Bay Inc.	500
Twin City Riding Club	2,500
Vintage Car Club of NZ Inc - Hawke's Bay Branch	9,500
Volunteering Hawkes Bay	3,400
Volunteering Hawkes Bay	36,000
Waipawa Country United Junior Rugby Club	3,000
Waipawa Lawn Tennis Club	3,000
Waipawa Primary School	2,000
Waipawa Sports Club Inc	4,000
Wairoa Agricultural & Pastoral Society Inc.	35,000
Wairoa Budget Advisory Service Inc	2,000
Wairoa Disability Transport Service Inc	9,900
Wairoa District Heritage and Museum Trust	3,500
Wairoa Scottish Country Dance Club	1,200
Wairoa Senior Citizens Assn Inc	4,000
Wairoa Young Achievers Trust	4,000
Wellstop Inc	800
Wellstop Inc	3,400
Western Suburbs Rugby and Sports Club	2,800
Westshore Surf Life Saving Club Inc	3,500
Whatever It Takes Trust Inc	40,000
<b>TOTAL HAWKE'S BAY</b>	<b>\$1,395,400</b>

**TARARUA**

Akitio Recreation and Sports Club	15,000
Anglican Care - Growing Through Grief - Southern Hawke's Bay	3,000
Dannevirke Central Kindergarten	9,500
Dannevirke Community Toy Library	2,500
Dannevirke Sports Club Inc	20,000
Dannevirke Tigers Rugby League Club Inc	3,500
Eketahuna Health Centre Trust Inc	3,000
Hearing Association Inc - Southern Hawke's Bay	500
Kumeroa Domain Board	2,000
Mangatainoka School	3,000
Pahiatua Golf Club Inc	1,500
Pongaroa Golf Club Inc	500
Returned Services Association Inc - Dannevirke & District	1,000
Riding for the Disabled - Tararua	3,500
Scandinavian Festival Trust	2,000
Tararua Family Services Inc	3,500
Tararua Rural Education Activities Programme Inc	3,500
Te Ahu A Turanga Marae	1,700
Te Hika o Papauma Marae	40,000
Te Kohanga Reo O Kaitiki	3,000
Totara College of Accelerated Learning	1,000
<b>TOTAL TARARUA</b>	<b>\$123,200</b>

**WAIRARAPA**

Access Radio Wairarapa Charitable Trust	3,000
Anglican Parish of Tinui	1,000
Autism NZ Wairarapa Branch	4,000
Bowls Wairarapa Inc	3,500
Cancer Society of NZ Wairarapa Centre Inc.	3,000
Carterton Golf Club	3,000
Carterton Kindergarten	3,500
Carterton Senior Citizens Assn	500
Carterton Senior Citizens Assn	500
CCS Disability Action Wairarapa Incorporated	1,000
Central Districts Cat Fanciers Assn Inc	300
Citizens Advice Bureau - Wairarapa	2,000
Cobblestone Trust	20,000
Featherston Community Centre Charitable Trust	6,300



**CONT... WAIRARAPA**

Gladstone School	2,500
Greytown Arts Festival Inc	2,000
Greytown Community Gym Incorporated	6,700
Greytown Community Sport & Leisure Society Inc	3,500
Greytown Football Club	1,200
Greytown Toy Library	500
Hearing Association - Wairarapa	3,500
Kahurangi All Day Kindergarten	1,000
Kahutara Playgroup	2,000
King Street Artworks Inc	3,500
Lansdowne Kindergarten	3,500
Learn n Live Ministries Trust	25,000
Life Education Trust - Wairarapa & Southern Hawke's Bay	20,000
Lifeline - Wairarapa Inc	3,500
Literacy Wairarapa Incorporated	3,000
Manaia Kindergarten	1,000
Martinborough Kindergarten	2,000
Masterton Agricultural & Pastoral Assn Inc	9,000
Masterton Amateur Theatrical Society Inc	9,900
Masterton Apostolic Church	2,000
Masterton Community Toy Library	2,500
Masterton Foodbank Inc	3,000
Masterton Golf Club Inc	3,500
Masterton Primary School	4,500
Mauriceville School	15,000
Mauriceville West Reserve Committee	1,500
Meta Riddiford Kindergarten	2,000
Ngati Kahungunu ki Wairarapa Charitable Trust	20,000
NZ Assn of Radio Transmitters - Wairarapa Amateur Radio Club Inc	500
Oasis Charitable Trust - Wairarapa	3,500
Port Nicholson Ponake Cycling Club	500
Presbyterian Support Services - Central	4,000
RNZ Plunket Society - Masterton Central Branch	1,500
RNZ Plunket Society - Wairarapa Branch Inc	9,500
South Wairarapa Adult Learning Assn	1,900
Sport Wellington	52,800
St Andrew's Union Church - Greytown	1,500
St Mark's Anglican Church	2,000
St Matthew's Church - Masterton	500
St Patrick's School - Masterton	500
Stopping Violence Services Wairarapa Inc	3,500
Street Youth Ministries Trust Inc	3,000
Te Ore Ore Maori Committee Inc	1,000
Te Runanga o Ngai Tumapuhia a rangi ki Wairarapa	400
Wairarapa Agricultural & Pastoral Assn Inc	12,000
Wairarapa Arts Festival Trust	20,000
Wairarapa Bush Rugby Football Union Inc	15,000
Wairarapa Community Centre Trust	40,000
Wairarapa Health History Group	3,500
Wairarapa Hockey Association Inc	4,000
Wairarapa Mathematical Association Inc	600
Wairarapa Organisation for Older Persons	4,000
Wairarapa Regional All Weather Track Trust	4,000
Wairarapa Rescue Trust	2,000
Wairarapa Resource Centre Incorporated	2,000

**CONT... WAIRARAPA**

Wairarapa Show Jumping Group	3,000
Wairarapa Stars Trust	3,500
Wairarapa Women's Centre Inc	2,000
Wairarapa Youth Concert Band Inc	1,000
Westside Playcentre	3,000
Woops-A-Daisies Leisure Marching Team	600
<b>TOTAL WAIRARAPA</b>	<b>\$415,700</b>

**MANAWATU**

Abuse & Rape Crisis Support	
Manawatu Incorporated	3,000
Alliance Francaise de Palmerston North Inc	3,500
Amesbury Christian Counselling Services Inc	1,500
Amitabha Buddhist Centre	20,000
Anglican Parish of Oroua	8,000
Arohanui Hospice Foundation	9,500
Ashhurst Junior Soccer Club	2,800
Ashhurst Kindergarten	3,000
Ashhurst Playcentre	500
Ashhurst School	5,000
Ashhurst Volunteer Fire Brigade	2,000
Autism New Zealand Inc - Manawatu Branch	1,000
Barnardo's New Zealand - Manawatu	3,500
Bhutanese Society of Palmerston North	3,000
Big Brothers Big Sisters of Manawatu	4,000
Bike Manawatu Inc.	2,000
Brain Injury Association Central Districts Inc.	3,500
Cancer Society of NZ - Central Districts Division	8,000
Canteen - Manawatu	3,500
Carnot Private School Trust	500
Central Normal School	1,600
Christian Leaders Association - Palmerston North	2,000
Citizens Advice Bureau - Palmerston North	3,500
Cloverlea Kindergarten	1,500
Disabled Persons Assembly - Palmerston North & Districts	9,000
English Language Partners Palmerston Nth	1,000
Environment Network Manawatu Inc.	4,000
Epilepsy Association of NZ Inc - Wanganui/Manawatu Horowhenua	3,500
ESNZ Dressage	3,000
Eventing Central Districts	500
Feilding Baptist Church	30,000
Feilding Bible Chapel	8,000
Feilding Dog Training Club	2,000
Feilding Intermediate School	3,000
Feilding Rugby Football Club Inc	3,000
Feilding United Association Football Club Inc	3,500
Financial Freedom Trust	3,500
Floral Art of New Zealand Inc	
Manawatu Area	1,000
Freyberg Old Boys' Rugby Football Club Inc.	4,000
Friends at Court Society (Manawatu) Inc	300
Girl Guides - Palmerston North East District	1,100
Girls' Brigade - 7th Palmerston North Company	800
Green Hub Trust	3,500
Halcombe Playcentre	3,500
Hokowhitu Football Club	3,500
Hokowhitu Village Centre Inc	3,500
Housing Advice Centre	3,500
Journeys To Wellbeing	3,500
Kingston Street Chapel	20,000
Kopane School	11,000

**CONT... MANAWATU**

Life Education Trust - Manawatu	20,000
Lions Club of Fitzherbert Charitable Trust	1,000
Malamalama Moni Aoga Amata EFKS	
Palmerston North Inc	7,000
Manawatu Access Radio Charitable Trust	1,500
Manawatu Badminton Assn Inc.	1,400
Manawatu Chinese Community Trust	2,500
Manawatu Cricket Assn Inc	45,000
Manawatu Home Budgeting Service Inc	3,500
Manawatu Hunt Inc	1,000
Manawatu Jazz Club	3,000
Manawatu Model Railway Club Incorporated	1,500
Manawatu Performing Arts Competition Soc. Inc.	1,000
Manawatu Pregnancy Centre Trust	3,500
Manawatu Rose Society Inc	1,500
Manawatu Rugby Football Union Inc	13,200
Manawatu Rural Support Service Inc	3,500
Manawatu Savage Club Inc	1,600
Manawatu Scottish Society Pipe Band	2,000
Manawatu Showgrounds Skating Club Inc	3,500
Manawatu Softball Umpires Assn	750
Manawatu Sports Foundation	3,000
Manawatu Sports Foundation	94,800
Manawatu Tenants Union Inc	1,000
Manawatu Toy Library Assn Inc	2,000
Manawatu Triathlon Club	3,500
Manchester House Social Services Society Inc	30,000
Manchester Kindergarten	1,000
MASH Trust Board	9,000
Massey Taekwondo	3,000
Massey University Foundation	75,000
Massey University Handball Club	1,000
Methodist Social Service Centre	4,000
Middle Districts Sports Flying Club Inc	900
Milson Kindergarten	500
Milverton Kindergarten	3,500
Mount Biggs School	2,800
Netball Manawatu Centre Inc	9,900
Newbury School	40,000
Northern Club Manawatu Inc	4,000
NZ National Secondary Schools	
Minibike Racing Club Inc	2,000
Palmerston Nth Adventist Christian School	1,000
Palmerston Nth Chinese School	3,500
Palmerston Nth City Council	100,000
Palmerston Nth Community Arts Council Inc	3,500
Palmerston Nth Community Patrol Charitable Trust	2,500
Palmerston Nth Community Services Council	4,000
Palmerston Nth Contract Bridge Club	2,500
Palmerston Nth Green Bike Trust	3,500
Palmerston Nth Historical Society Inc	1,000
Palmerston Nth Parents' Centre Inc	1,000
Palmerston Nth Squash Club Inc	1,500
Palmerston Nth Street Van Inc	3,000
Palmerston Nth Taekwon-Do Academy	2,000
Palmerston Nth Theatre Trust Inc	4,000
Palmerston Nth Women's Refuge Inc	4,000
Parent Teachers Association Feilding High School	1,000
Parent to Parent - Manawatu	3,500
Parentline Manawatu Inc	3,500
Parents Inc. - Palmerston North	2,000
Parkinsonism Society - Manawatu	7,000
Pascal Street Community Trust	3,500
Phoenix Inc. - Palmerston North	3,500
Red Kiwi Orienteering Club	3,500

**CONT... MANAWATU**

Reformed Church of Palmerston	
North Trust Board	30,000
Renaissance Singers Inc	3,000
Riding for the Disabled - Manawatu Group	3,500
Riverdale Kindergarten - Palmerston North	500
RNZ Plunket Society - Manawatu/Wanganui	9,000
RNZE Charitable Trust	4,000
Roslyn School	1,700
Rudolf Steiner School Trust - Manawatu	3,000
Ryder Cheshire Foundation	900
Samaritans Manawatu Inc	2,000
Sanson Community Advancement Trust	530
Sanson Community Hall	4,000
Scout Association - Milson Scout Group	3,500
Shepherd's Rest Trust	2,500
Somerset Kindergarten	1,000
Special Olympics Manawatu	3,500
SPELADD NZ Inc	4,000
St Peter's College	1,500
Step 'n' Thyme Leisure Marchers	300
Supergrans Manawatu Charitable Trust	1,400
Supporting Families in Mental Illness	2,000
Te Kawau Memorial Recreation Centre Inc.	3,500
Te Manawa Museums Trust	2,000
Te Manawa Services Charitable Trust	3,300
Te Tikanga Marae	40,000
Te Whare Akonga - Open Learning Centre Manawatu	3,500
Te Whare O Nga Wahine Palmerston	
Nth Women's Centre	4,000
The Salvation Army - Palmerston North Corps	20,000
The Science Centre Incorporated	2,000
U3A Manawatu Incorporated	1,500
Voice Thru Your Hands Trust	1,500
Volunteer Resource Centre - Manawatu & Districts	4,000
West End Kindergarten	2,000
Woodville Old Folks Assn Inc	3,500
Youthline Palmerston North Inc.	3,000
<b>TOTAL MANAWATU</b>	<b>\$978,580</b>

**HOROWHENUA**

Age Concern - Horowhenua	3,500
Central Bowling Club Levin Inc	20,000
Central Districts Equine Society Inc	20,000
Coast Access Radio Trust	1,000
English Language Partners	
Horowhenua Kapiti Inc	3,500
Fale Pasifika Horowhenua	3,500
Foxton Combined Churches' Choir	400
Foxton Historical Society Inc	2,000
Foxton Horse Tram Society Inc	3,000
Foxton Surf and Lifesaving Club Inc	1,500
Happy Hookers' Leisure Marching Team	500
Horowhenua Adult Literacy Scheme Inc	3,500
Horowhenua Agricultural Pastoral & Industrial Assn	20,000
Horowhenua District Council	75,000
Horowhenua District Health	
Transportation Trust	3,000
Horowhenua Family History Group Inc	1,000
Horowhenua Historical Society	4,000
Horowhenua Kids Teens & Family Trust	9,900
Horowhenua Savage Club	1,000
Horowhenua Supergrans Inc	4,000
Koputaroa Hall Society Inc	3,000

**CONT... HOROWHENUA**

Levin Adventure Park Charitable Trust	3,500
Levin Basketball Association Inc	4,000
Levin Budget Service	4,000
Levin Christian Care Charitable Trust	3,500
Levin College Old Boys Rugby Club Inc	1,000
Levin Community Patrol	2,000
Levin Gymsports Inc.	1,200
Levin Little Theatre Society Inc.	15,000
Levin Model Railway Club Incorporated	2,000
Levin Old Boys' Cricket Club	1,000
Levin Playcentre	3,500
Levin Tennis Club	30,000
Levin Waitarere Surf Life Saving Club Inc	2,500
Life Education Trust - Kapiti/Horowhenua	3,500
Mana Tamariki Incorporated Society	20,000
Moutoa Pony Club	800
Ngatokowaru Marae	15,000
NZ Radio for the Print Disabled Inc	3,500
NZ Stairway Society Inc	3,500
Otaki Women's Health Group Inc	2,500
Pipes and Drums of Horowhenua	2,000
Poroutawhao School	4,000
Rotary Club of Foxton Inc Charitable Trust	2,000
Rotary Club of Levin Charitable Trust	40,000
RSPCA - Horowhenua Branch	2,900
Samaritans of Horowhenua Inc	1,000
Shannon Old Folks Club Inc	4,000
Shannon Primary School	700
Te Horowhenua Trust	20,000
TS Tutira Horowhenua Branch of Sea Cadet Assn	2,000
Waiopahu College	4,500
Weraroa Cricket Club Inc	9,500
Western Netball Inc	700
Zion Family Centre Trust	3,500
<b>TOTAL HOROWHENUA</b>	<b>\$402,100</b>

**REGIONAL**

Alan Duff Charitable Foundation	2,800
Barnardo's New Zealand	3,500
Camp Quality Wellington Central	3,500
Chamber Music New Zealand Trust	7,000
Child Cancer Foundation Inc - Hawke's Bay	3,500
EnCRead'n Summer Reading Programme	212,000
Epilepsy Association of New Zealand	3,000
Funding Information Service	2,475
Motor Neurone Disease Assn of NZ Inc.	4,000
Muscular Dystrophy Assn of NZ - Wellington Branch	3,500
New Zealand Canoe Polo Association Inc	3,500
New Zealand Mounted Games Assn Inc	3,000
No.4 District Federation of NZ Soccer Inc	7,000
NZ Federation of Family Budgeting Services Inc	4,000
NZ Howard League for Penal Reform Inc	3,500
NZ Land Search and Rescue Incor	15,000
NZ Orienteering Federation	8,000
Parents Inc	3,500
Prisoners Aid and Rehabilitation Trust	3,500
Rimutaka Inline Hockey Club Inc	1,800
Ronald McDonald House Auckland Trust	3,500
Ronald McDonald House Wellington Trust	8,000
Royal New Zealand Foundation for Blind	8,000
Special Olympics New Zealand	20,000
SPELD New Zealand Incorporated	1,000
Stage Challenge Foundation	3,500
Stroke Foundation of NZ- Central Region	14,000
Taki Rua Productions Society Inc	3,500
Talk Link Trust	3,500
Tangata Whenua Community & Voluntary Sector Research Inc.	3,500
Te Potiki National Trust Limited	12,000
The Life Flight Trust	3,500
Wairarapa Rural Education Activities Programme	64,000

**CONT... REGIONAL**

Wellington Museums Trust Inc.	3,500
YWCA Auckland	1,000
<b>TOTAL REGIONAL</b>	<b>\$450,575</b>
<b>SUMMARY TOTALS</b>	
<b>Gisborne</b>	<b>\$892,800</b>
<b>Hawke's Bay</b>	<b>\$1,395,400</b>
<b>Taranaki</b>	<b>\$123,200</b>
<b>Wairarapa</b>	<b>\$415,700</b>
<b>Manawatu</b>	<b>\$978,580</b>
<b>Horowhenua</b>	<b>\$402,100</b>
<b>Regional</b>	<b>\$450,575</b>

Total Donations for year ended  
31 March 2013 total \$4,658,355