

**The Waikato Community Trust
Incorporated
Financial Statements
for the year ended 31 March 2025**



Contents

	Page
Directory	2
Auditor's Report	3
Financial Statements	
Statement of Comprehensive Revenue and Expenses	5
Statement of Changes in Trust Funds	6
Statement of Financial Position	7
Statement of Cash Flows	8
Statement of Service Performance	9
Notes to the Financial Statements	
1 Statement of Accounting Policies for the year ended 31 March 2025	11
2 Summary of Significant Accounting Policies	11
3 Risk Management of Financial Instruments	12
4 Investment Revenue	17
5 Investments	17
6 Commitments: Investments	19
7 Auditor's Remuneration	19
8 Property, Plant and Equipment	19
9 Trust Funds	21
10 Related Party Transactions	23
11 Reconciliation of Net Surplus/(Deficit) to Net Cash Flow from Operating Activities	24
12 Events Occurring After the Balance Date	24
13 Trustee Meetings and Honoraria	25
14 Contingent Liabilities: Grants and Sponsorships	25
15 Grants	26

Directory

Principal activities:	Investment and maintenance of the Trust Capital and the provision of grants to community groups in the greater Waikato area
Trustees:	<p>Eketone, Janise (retired Co-Deputy Chair 21 November 2024 & appointed Chair 22 November 2024)</p> <p>Flatt, Christopher (reappointed Deputy Chair 22 November 2024)</p> <p>Dol, Robert</p> <p>Feng, Chong</p> <p>Garrett, Mike (appointed 20 January 2025)</p> <p>McLennan, Vicky (retired Chair 21 November 2024 & resumed Trustee 22 November)</p> <p>Noonan, Michael</p> <p>Quinn, Jacob (retired 20 January 2025)</p> <p>Rahman, Anjum</p> <p>Ranui, Tarena</p> <p>Singh, Parmindar (retired 20 January 2025)</p> <p>Tangaroa-Daniel-Malietoa, Metua (reappointed 20 January 2025)</p> <p>Taituha-Toka, Glenda (appointed 20 January 2025)</p> <p>Ulmer, Sarah (appointed 20 January 2025)</p> <p>Williamson, Ken (appointed 20 January 2025)</p>
Chief Executive:	Turton, Dennis
Accountants:	<p>PricewaterhouseCoopers</p> <p>Hamilton</p>
Auditors:	<p>KPMG</p> <p>Hamilton</p>
Bankers:	<p>Bank of New Zealand</p> <p>Auckland</p>
Address:	<p>4 Little London Lane</p> <p>Hamilton 3240</p>
Website:	<p>www.trustwaikato.co.nz</p>

Independent Auditor's Report

To the Trustees of The Waikato Community Trust Incorporated

Report on the audit of the financial report

Opinion

We have audited the accompanying financial report which comprises:

- the statement of financial position as at 31 March 2025;
- the statements of comprehensive revenue and expenses, changes in trust funds and cash flows for the year then ended;
- notes, including a summary of significant accounting policies and other explanatory information; and
- the statement of service performance on pages 9 to 10.

In our opinion, the accompanying financial report of The Waikato Community Trust Incorporated (the **Trust**) on pages 5 to 34 presents fairly in all material respects:

- the Trust's financial position as at 31 March 2025 and its financial performance and cash flows for the year ended on that date; and
- the service performance for year ended 31 March 2025 in that the service performance information is appropriate and meaningful and prepared in accordance with the Trust measurement bases or evaluation methods.
- In accordance with Public Benefit Entity International Public Sector Accounting Standards (**PBE Standards**) issued by the New Zealand Accounting Standards Board.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (**ISAs (NZ)**) and the audit of the statement of service performance in accordance with the New Zealand Auditing Standard 1 (Revised) *The Audit of Service Performance Information (NZ AS 1 (Revised))*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of The Waikato Community Trust Incorporated in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (**IESBA Code**), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) and NZ AS 1 (Revised) are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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



Other information

The Trustees, on behalf of the Trust, are responsible for the other information. The other information comprises information included in the Annual Report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears materially misstated.

If, based on the work we have performed, we conclude there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the Trustees. Our audit work has been undertaken so that we might state to the Trustees those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, none of KPMG, any entities directly or indirectly controlled by KPMG, or any of their respective members or employees, accept or assume any responsibility and deny all liability to anyone other than the Trustees for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of Trustees for the financial report

The Trustees, on behalf of the Trust, are responsible for:

- the preparation and fair presentation of the financial report in accordance with PBE Standards issued by the New Zealand Accounting Standards Board;
- implementing the necessary internal control to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error;
- the selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present service performance information that is appropriate and meaningful in accordance with PBE Standards;
- the preparation and fair presentation of service performance information in accordance with the entity's measurement bases or evaluation methods, in accordance with PBE Standards;
- overall presentation, structure and content of the service performance information in accordance with PBE Standards; and
- assessing the ability of the Trust to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial report

Our objective is:

- to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but it is not a guarantee that an audit conducted in accordance with ISAs NZ and NZ AS 1 (Revised) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate and collectively, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-14-1/>

This description forms part of our independent auditor's report.



The Waikato Community Trust Incorporated
Statement of Comprehensive Revenue and Expenses
For the year ended 31 March 2025

Statement of Comprehensive Revenue and Expenses

For the year ended 31 March 2025

	Note	2025 \$'000	2024 \$'000
Revenue			
Interest, Dividends and Other Investment Movements	4	17,536	36,532
Rental Revenue		15	15
Other revenue		17	-
Total Revenue		<u>17,568</u>	<u>36,547</u>
Gain / (Loss) on Disposal of Property, Plant and Equipment		-	(1)
Expenses			
Employee Benefits		(1,255)	(1,176)
Investment Expenses		(2,623)	(2,820)
Trustee Honoraria	13	(180)	(184)
Other Expenses		(655)	(699)
Depreciation and Impairment	8	(79)	(88)
Total Expenses		<u>(4,792)</u>	<u>(4,967)</u>
Surplus/(Deficit) for the Year before Distributions		<u>12,776</u>	<u>31,579</u>
Grants	15	(12,722)	(20,524)
Sponsorships		(80)	(78)
Operating Surplus/(Deficit)		<u>(26)</u>	<u>10,977</u>
Other Comprehensive Revenue and Expenses			
Land Revaluation Surplus	8	2,033	-
Total Comprehensive Revenue and Expenses for the Year		<u>2,007</u>	<u>10,977</u>

The above statement of comprehensive revenue and expenses should be read in conjunction with the accompanying notes.



The Waikato Community Trust Incorporated
Statement of Changes in Trust Funds
For the year ended 31 March 2025

Statement of Changes in Trust Funds

For the year ended 31 March 2025

	Base Capital Value \$'000	Investment Fluctuation Reserve \$'000	Grants Reserve \$'000	Land Revaluation Reserve \$'000	Comprehensive Revenue and Expenses \$'000	Total Trust Funds \$'000
Balance as at 1 April 2024	360,975	35,028	12,188	2,223	-	410,414
Comprehensive Income						
Surplus/(Deficit) for the Year	-	-	-	-	(26)	(26)
Other Comprehensive Income						
Land Revaluation Surplus	-	-	-	2,033	-	2,033
Transfer to/(from) Reserves	<u>11,190</u>	<u>(8,494)</u>	<u>(2,723)</u>	<u>-</u>	<u>26</u>	<u>-</u>
Balance as at 31 March 2025	<u>372,165</u>	<u>26,535</u>	<u>9,465</u>	<u>4,256</u>	<u>-</u>	<u>412,421</u>
	Base Capital Value \$'000	Investment Fluctuation Reserve \$'000	Grants Reserve \$'000	Land Revaluation Reserve \$'000	Comprehensive Revenue and Expenses \$'000	Total Trust Funds \$'000
Balance as at 1 April 2023	350,121	25,331	21,762	2,223	-	399,437
Comprehensive Income						
Surplus/(Deficit) for the Year	-	-	-	-	10,977	10,977
Other Comprehensive Income						
Transfer to/(from) Reserves	<u>10,854</u>	<u>9,697</u>	<u>(9,574)</u>	<u>-</u>	<u>(10,977)</u>	<u>-</u>
Balance as at 31 March 2024	<u>360,975</u>	<u>35,028</u>	<u>12,188</u>	<u>2,223</u>	<u>-</u>	<u>410,414</u>

The above statement of changes in trust funds should be read in conjunction with the accompanying notes.



The Waikato Community Trust Incorporated
Statement of Financial Position
As at 31 March 2025

Statement of Financial Position
As at 31 March 2025

	Note	2025 \$'000	2024 \$'000
Current Assets			
Cash and Cash Equivalents		2,645	1,964
Accounts Receivables		146	2,125
Total Current Assets		2,791	4,089
Non-Current Assets			
Derivative financial instruments		847	-
Investments	5	403,103	405,777
Property, Plant and Equipment	8	8,125	6,113
Total Non-Current Assets		412,075	411,890
Total Assets		414,866	415,979
Current Liabilities			
Accounts Payable and Accruals		395	296
Derivative Financial Instruments		-	3,219
Grants Payable		2,050	2,050
Total Current Liabilities		2,445	5,565
Total Liabilities		2,445	5,565
Net Assets		412,421	410,414
Trust Funds			
Base Capital Value	9	372,165	360,975
Investment Fluctuation Reserve	9	26,535	35,028
Grants Reserve		9,465	12,188
Land Revaluation Reserve		4,256	2,223
Total Trust Funds		412,421	410,414

For and on behalf of the Trustees, who authorise the issue of these financial statements on the date shown below:

Trustee : 

Date: 17 July 2025

Trustee: 

Date: 17 July 2025

The above statement of financial position should be read in conjunction with the accompanying notes.



The Waikato Community Trust Incorporated
Statement of Cash Flows
For the year ended 31 March 2025

Statement of Cash Flows

For the year ended 31 March 2025

	Note	2025 \$'000	2024 \$'000
Cash Flows from Operating Activities			
Net Realisation of Investments		15,881	21,380
Interest Received		145	131
Other Income		32	15
GST (net)		<u>2</u>	<u>-</u>
		16,059	21,526
Grants		(12,722)	(20,524)
Sponsorships		(89)	(78)
Payments to Suppliers, Trustees and Employees		(2,510)	(2,472)
GST (net)		<u>-</u>	<u>(2)</u>
		(15,320)	(23,078)
Net Cash Flow from Operating Activities	11	739	(1,552)
Cash Flows from Investing Activities			
Purchase of Property, Plant and Equipment		<u>(58)</u>	<u>(26)</u>
Net Cash Flow from Investing Activities		(58)	(26)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		681	(1,578)
Cash and Cash Equivalents at the Beginning of the Year		<u>1,964</u>	<u>3,542</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		2,645	1,964

The above statement of cash flows should be read in conjunction with the accompanying notes.



Statement of Service Performance

For the year ended 31 March 2025

Trust Waikato's vision is for vibrant and resilient Waikato communities.

The Trust's purpose is to help organisations carry out charitable, cultural, philanthropic and recreational projects and other of benefit to people in its region. The mission is to invest wisely, grant effectively and be operationally agile. Refer to note 3 & note 5 for investments made and how risk is managed.

The Trust preserves capital and generates income to ensure funds available for distribution are maintained at a level suitable to achieve positive impact for future generations. Refer to note 9 for Base Capital Value and Grants Reserve.

Trust Waikato's goal is to achieve impact and influence at a regional level through effective philanthropy, leadership, and collaboration.

This is accomplished through supporting strategic initiatives that have the potential to deliver transformational change; and strengthening community vibrancy by investing in projects that support access and engagement.

Financial support for these initiatives is achieved through the trust's multiple grant types determined by the level of impact and investment:

- **Community Response** – Community Response grants are made to a range of projects that contribute to vibrant and resilient communities.
- **Community Impact** - Community Impact Grants support large-scale projects that aim to achieve transformational change for the people, families, communities and places where need is greatest.
- **Significant Capital Projects Fund** – Significant Capital Project grants are made to capital projects that support community participation through access to important facilities/other assets.

As seen in the table below, 442 grants were approved for a total of over \$13.6 million in 2025, providing significant funding to organisations and projects contributing to the vibrancy and resiliency of our local community.

	31 March 2025		31 March 2024	
	Grants Approved	Amount \$'000	Grants Approved	Amount \$'000
Community Response	414	8,147	465	9,108
Significant Capital Projects Fund	6	2,450	7	2,752
Community Impact	22	3,053	20	4,022
Total	442	13,650	492	15,882

The Trust's funding framework is designed to allocate grants that will deliver on the Trust's strategic priorities for impact. Selected by applicants applying for Community Response grants, the six strategic priorities outlined below facilitate improved outcomes for the highest need communities in the region and strengthen the community sector.

Furthermore, the Trust is guided by Ngaa Pou Rautaki and Mana Whakahaere Practice. Our commitments to equity, sustainability, impact and Te Tiriti o Waitangi support the Trust to achieve the vision of vibrant and resilient communities, and enable outcomes that can deliver transformational change. Our practice acknowledges the right of all people and communities to have autonomy over their own wellbeing and destiny.

The Waikato Community Trust Incorporated
Statement of Service Performance
For the year ended 31 March 2025
(continued)

	31 March 2025		31 March 2024	
Primary Strategic Priority self-selected	Grants Approved	Amount \$'000	Grants Approved	Amount \$'000
Enhancing the intergenerational well-being of children, young people and whaanau/families	255	7,227	284	7,438
Increasing resilience and connectivity in rural/small communities	81	1,348	99	1,706
Supporting key community stakeholders to strategically increase their capacity and capability	57	3,325	62	4,472
Increasing strength-based initiatives that achieve positive outcomes for Maaori	34	1,117	30	1,000
Enabling change-maker organisations through investment in innovation	11	518	13	694
Facilitating conversations about partnership and investing in collaboration	4	115	4	571
Total	442	13,650	492	15,882



1 Statement of Accounting Policies for the year ended 31 March 2025

1.1 Reporting Entity

These financial statements are for The Waikato Community Trust Inc ("the Trust"). The Trust is a not for profit charitable trust incorporated under the Charitable Trusts Act 1957, based in the Waikato and domiciled in New Zealand. Its principal activities are the investment and maintenance of the Trust capital and the provision of grants to community groups in the greater Waikato area.

The Trust Bank Waikato Community Trust was established under the Trustee Banks Restructuring Act 1988 and subsequently the Community Trusts Act 1999. The Trust Bank Waikato Community Trust Deed was executed on 30 May 1988 and the Trust was incorporated on 5 August 1988, with Trust capital of \$21,316,622. The name of the Trust was changed to The Waikato Community Trust Incorporated in December 1997. The Trust operates as Trust Waikato.

The financial statements of the Trust are for the year ended 31 March 2025. The financial statements were authorised for issue by the Trustees on 17 July 2025.

2 Summary of Significant Accounting Policies

2.1 Basis of Preparation

Statement of Compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP) and the Tier 1 Public Benefit Entities International Public Sector Accounting Standards (PBE IPSAS).

An entity is considered to be large if it has expenses over \$33 million (2024: \$33 million). For the financial year ended 31 March 2025, the Trust does not meet the definition of large as the Trust's total expenses are \$17.6 million (2024: \$25.6 million). However, the Trust has elected to continue preparing financial statements under Tier 1 PBE Standards.

Basis of Measurement

The financial statements have been prepared on the basis of historical cost, except for the revaluation of the following assets, which are stated at their fair value:

- Financial assets at fair value through the profit or loss component of the Statement of Comprehensive Revenue and Expenses
- Derivative financial instruments
- Land

The financial statements have been prepared on a going concern basis, and the accounting policies have been applied consistently throughout the year.

Functional and Presentation Currency

The financial statements are presented in New Zealand dollars, which is the Trust's functional and presentation currency, rounded to the nearest thousand dollars, aside from note 15, which is presented to the nearest dollar.

Changes in Accounting Policies

There have been no changes in accounting policies in the current period.

Critical accounting estimates

The preparation of financial statements in conformity with PBE IPSAS requires management to make certain critical accounting estimates, judgements and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. The estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and judgments are reviewed by management each year. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. Information about judgements made by management in applying accounting policies that have a significant effect on the amount recognised in the financial statements relate to Investments: Note 3(d) and Note 5, and Note 14: Contingent Liabilities: Grants and Sponsorships:

2 Summary of Significant Accounting Policies (continued)

2.2 Translation of Foreign Currency Transactions and Balances

Foreign currency transactions are translated into the functional currency (New Zealand dollars) using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Revenue and Expenses.

2.3 Income Tax

Income derived by the Trust is exempt income under Section CW 52 of the Income Tax Act 2007.

2.4 Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of Goods and Services Tax (GST), except for receivables and payables which are recognised inclusive of GST. The net amount of GST recoverable from or payable to Inland Revenue is included as part of receivables or payables. The GST component of cash flows arising from investing and financing activities which is recoverable from or payable to Inland Revenue is classified as operating cash flows.

3 Risk Management of Financial Instruments

The Trust objective when managing Trust capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns for the community. The Trust Board regularly reviews the Trust funds and the risks associated with the Trust funds.

The Trust activities expose it to a variety of financial risks which are managed through an ongoing process of identification, measurement and monitoring. The financial risks include market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and equity price risk), credit risk and liquidity risk.

The Trust has policies to manage the risks associated with financial instruments. The Trust is risk averse and seeks to minimise exposure from its treasury activities. The Trust has established investment policies. These policies do not allow the Trust to enter into any transactions that are speculative in nature.

The Trust uses the services of an independent and professional investment advisor to pursue an investment policy considered appropriate for the Trust. The Trust selects fund managers according to their style and specialist skills, based on due diligence and recommendations from our investment advisors.

(a) Market Risk

Market risk is the risk that the fair value of future cash flows from financial assets and liabilities will fluctuate due to changes in market variables such as foreign currency exchange rates, interest rates and equity prices. Market risk is managed and minimised by ensuring that all investment activities are undertaken in accordance with established mandate limits and the investment strategies and policies set out by the Trust.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial assets. The Trust holds investments in domestic and global bonds. The Trust's investments in global bonds are held in pooled funds. In determining the volatility factor for interest rate risk, the Trust has analysed the average annual absolute movement in the yields of 10 year New Zealand and US Government bonds. US Government bonds are used as a proxy for global bond markets. Based on this, the Trust has adopted a volatility factor for interest rate risk of 0.40% (2024: 0.75%) for Trust cash, domestic bond and global bond portfolios.

Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Trust is exposed to currency risk both directly through investments denominated in a foreign currency and also indirectly when investment funds invest in foreign currency securities.

3 Risk Management of Financial Instruments (continued)

(a) Market Risk (continued)

The Trust's usual practice is to hedge close to 100% of its foreign exchange risk by using a separate currency overlay or investing in a hedged pool. The Trust may choose to vary its hedging position when there is strong evidence that the currency appears to be in an extreme position. At such a time the variation will not go below 50% hedging of all foreign exposure. Such forward exchange contracts have the economic effect of converting foreign currency denominated balances into New Zealand Dollars. These forward exchange contracts are not treated as hedges for accounting purposes.

In determining the volatility factor for currency risk, the Trust has examined the average absolute divergence between the unhedged and hedged annual returns of the MSCI World Index ex Australia (in NZ Dollar terms) over the past 10 years. Based on this, Trust Waikato has adopted a volatility factor for currency risk of 10% (2024: 10%) for the unhedged portion of the Trust's global investments.

	2025 \$'000	2024 \$'000
At balance date the Trust exposure to currency risk was as follows:		
Financial Assets with Currency Exposure	271,321	255,663
Hedged Currency Exposure at End of the Year	<u>(220,228)</u>	<u>(210,834)</u>
Unhedged Currency Exposure at the End of the Year	<u>51,092</u>	<u>44,828</u>
	2025 \$'000	2024 \$'000
Unhedged Currency Exposure:		
USA and Canada	15,009	9,617
United Kingdom and Europe	2,244	2,180
Australia	33,114	32,262
Japan	<u>725</u>	<u>769</u>
Unhedged Currency Exposure at the End of the Year	<u>51,092</u>	<u>44,828</u>

Price Risk

Price risk is the risk that the fair value of financial assets will increase or decrease as a result of changes in market prices, whether these changes are caused by factors specific to individual assets or factors affecting all financial assets in the market. The Trust is exposed to price risk relating to investments held by the Trust and classified as financial assets at fair value through the profit or loss component of the Statement of Comprehensive Revenue and Expenses, comprising Australasian equities, global equities, unlisted property, infrastructure, private equity and global credit investments.

In determining the volatility factor for price risk, the Trust has examined the average market return over the past 10 years for each of the investment classifications. Based on this, Trust Waikato has adopted the following volatility factors for price risk for the Trust's investments: Australasian equities 10% (2024: 11%), global equities 14% (2024: 16%), unlisted property 9% (2024: 8%), infrastructure 9% (2024: 10%), private equity 20% (2024: 25%) and global credit 9% (2024: 11%).

3 Risk Management of Financial Instruments (continued)

(a) Market Risk (continued)

The following table summarises the sensitivity of the Trust's financial assets and liabilities to interest rate risk, foreign exchange risk and other price risk.

	Volatility Factor 2025	Volatility Impact 2025 \$'000	Volatility Factor 2024	Volatility Impact 2024 \$'000
Interest Rate Risk	0.40 %	412	0.75 %	776
Currency Risk (including DFI*)	10.00 %	5,109	10.00 %	4,483
Price Risk:				
Australasian Equities	10.00 %	2,806	11.00 %	3,041
Global Equities	14.00 %	13,135	16.00 %	16,165
Unlisted Property	9.00 %	4,537	8.00 %	4,334
Infrastructure	9.00 %	7,679	10.00 %	8,029
Private Equity	20.00 %	2,345	25.00 %	2,434
Global Credit	9.00 %	2,759	11.00 %	3,232
Total Risk		38,783		42,494

* Derivative Financial Instruments

(b) Credit Risk

Credit risk is the risk that a third party will default on its obligation to the Trust, causing the Trust to incur a loss.

The maximum credit exposure for each class of financial instrument is represented by the total carrying amount of cash equivalents, accounts receivable, and investments

The Trust's arrangements with fund managers limit the amount of credit exposure to any one institution. The Trust has processes in place to review the credit exposure and credit quality of funds prior to the funds being deposited with financial institutions.

Due to the timing of its cash inflows and outflows, the Trust invests surplus cash with registered banks. The Trust policy for term deposits requires that deposits are placed with financial institutions registered under the Reserve Bank of New Zealand Act 1989 that have an investment grade credit rating of AA- or higher from Standard and Poor's.

The Trust manages credit concentration risks through:

- maintaining a diversified and non-correlated basket of investments across traditional and alternative classes;
- selecting diverse fund managers;
- ensuring compliance with the individual mandate requirements of each fund manager, where appropriate.

The Trust's investment advisors and management review the portfolio for compliance against each investment mandate on a regular basis and report findings to the Board of Trustees.

Impairment

The Trust assesses the expected credit losses associated with its financial assets on a forward-looking basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables, the Trust applies the simplified approach permitted by PBE IPSAS 41, which requires expected lifetime losses to be recognised.

3 Risk Management of Financial Instruments (continued)

(b) Credit Risk (continued)

Based on the following factors, the Trust has determined their expected credit loss to be nil:

- There have never been any instances of default historically.
- The balance of trade receivables is all current.
- The nature of the items comprising trade receivables are almost wholly certain to be received.
- All cash deposits are held with BNZ, which has a Standard & Poor's rating of AA-.

(c) Liquidity Risk

Liquidity risk is the risk that the Trust will encounter difficulty raising funds to meet commitments as they fall due.

Prudent liquidity risk management implies maintaining sufficient cash and the ability to close out market positions.

In meeting its liquidity requirements, the Trust maintains a level of investments that can be converted into cash at short notice.

The Trust's financial liabilities comprise accounts payable and accruals, unconditional unpaid grants and derivative financial instruments. At balance date, all accounts payable and grants payable were current and are settled normally within one month of balance date. Derivative Financial Instruments represent forward exchange contracts used to manage foreign currency exposure. Any liability regarding these will be settled normally within two months of balance date.

(d) Fair Value of Financial Instruments

The following table analyses Financial Instruments carried at fair value by valuation method. The different levels are defined as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets. The quoted market price is the current bid price at close of business.

Level 2: inputs other than quoted prices included in level 1 that are observable for the asset, either directly (as prices) or indirectly (derived from prices). Prices are derived from quoted market value of underlying equity or fixed interest securities.

Level 3: inputs for the asset that are not based on observable market data (unobservable data)

The fair value of infrastructure investments is provided to the Trust by the fund manager, who in turn engaged an independent valuer to provide a valuation using the discounted cash flow method, which involves projecting the future cash flows generated by an investment or business and discounting those cash flows at an appropriate rate of return.

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

The fair value of the investment in global credit is provided to the Trust by the fund manager, who determines fair value based on the net asset value adjusted for transaction costs. Listed securities are valued by the fund manager using the last available market close price on the relevant exchange and other assets are valued at their recoverable amount. Valuations of recoverable amounts include assumptions made by the valuer. Liabilities are valued at cost.

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

3 Risk Management of Financial Instruments (continued)

(d) Fair Value of Financial Instruments (continued)

	2025 \$'000	2024 \$'000
Level 1		
Australasian Equities	28,062	27,648
New Zealand Fixed Interest	-	30,776
New Zealand Cash	-	26,347
	<u>28,062</u>	<u>84,771</u>
Level 2		
Global Equities	93,818	101,029
Global Fixed Interest	50,912	46,393
Derivative Financial Instruments	846	(3,219)
New Zealand Fixed Interest	29,420	-
New Zealand Cash	22,769	-
	<u>197,765</u>	<u>144,203</u>
Level 3		
Private Equity	11,726	9,737
Infrastructure	85,323	80,287
Unlisted Property	50,412	54,176
Global Credit	30,661	29,384
	<u>178,122</u>	<u>173,584</u>
	2025 \$'000	2024 \$'000
Movements in Level 3 Financial Instruments		
Balance at the Beginning of the Year	173,584	180,793
Plus Additional Investments	5,248	3,018
Realised/Unrealised Gains/(Losses) Recognised in the Statement of Comprehensive Revenue and Expenses	5,832	8,818
Interest Income	106	101
Management Fees Recognised in the Statement of Comprehensive Revenue and Expenses	(1,384)	(1,597)
Less Withdrawals	(5,265)	(17,548)
Balance at the End of the Year	<u>178,122</u>	<u>173,584</u>

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value at each balance date with the resulting gain or loss recognised in the Statement of Comprehensive Revenue and Expenses.

Trust Waikato has assessed the fair value of its Level 3 investments after taking advice from its fund managers. Level 3 investments are typically valued based on valuation models which use a combination of observable and unobservable market data. Valuation models that employ significant unobservable inputs require a higher degree of judgement and estimation in the determination of fair value. This includes the selection of the appropriate valuation model to be used, determination of expected future cash flows of the underlying private equity investment being valued, and selection of appropriate discount rates. Management have made extensive enquiries of fund managers to determine the valuation techniques used and to confirm that these techniques are in accordance with international best practice. However, there remains significant estimation uncertainty in relation to the fair value of these investments.

4 Investment Revenue

Accounting policy

Revenue from Exchange Transactions

Exchange revenue is revenue received in exchange for goods or services of approximate equal value.

Investment Income

Investment income comprises interest and dividend income on funds invested, gains and losses on the disposal of investments, changes in the fair value of investments, foreign currency gains and losses, and gains and losses on hedging instruments. Interest income is recognised as it accrues, using the effective interest method. Dividend income is recognised on the date that the Trust's right to receive payment is established.

	2025 \$'000	2024 \$'000
Net Increase/(Decrease) in Investments	21,872	39,281
Net Increase/(Decrease) in Derivatives	(5,777)	(5,168)
Dividends	83	13
Interest	<u>1,358</u>	<u>2,406</u>
	<u>17,536</u>	<u>36,532</u>

5 Investments

Accounting policy

Trust Waikato holds investments to generate income, through interest, dividends and increases in value, as well as for maintaining Trust Capital.

The Investments the Trust holds are financial assets and any changes in their fair value are reported through the Statement of Comprehensive Revenue and Expenses.

The Trust chooses to designate its financial assets at fair value through surplus or deficit. This is because investment income is the primary source of revenue for the Trust, while the group of investments is managed and evaluated on a fair value basis, in accordance with the Trust's risk management and investment strategy.

After initial recognition, financial assets in this category are measured each reporting period at their fair values with gains or losses on remeasurement recognised in the surplus or deficit.

All financial assets are reviewed for impairment at the end of reporting periods and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairment losses are recognised in the Statement of Comprehensive Revenue and Expenses.

	2025 \$'000	2024 \$'000
Movements in Managed Funds		
Balance at the Beginning of the Year	405,777	392,249
Movement in Market Value and Investment Income Net of Fees	20,965	39,185
Net Redemptions	<u>(23,639)</u>	<u>(25,658)</u>
Balance at the End of the Year	<u>403,103</u>	<u>405,777</u>

5 Investments (continued)

	2025 Target Strategic Asset Allocation %	2025 Actual Asset Allocation \$'000	2024 Target Strategic Asset Allocation %	2024 Actual Asset Allocation \$'000
Global Assets				
Global Equities	23		25	
Generation Investment Management LLP		45,608		42,742
Schroder Sustainable Core Fund Ltd		35,972		46,081
Northcape Capital		12,239		12,207
		<u>93,818</u>		<u>101,029</u>
Australasian Equities	7.5		10	
Devon Funds Management Ltd		11,525		11,380
Mint Asset Management Ltd		16,536		16,268
		<u>28,062</u>		<u>27,648</u>
Private Equities	5		5	
Pencarrow Private Equity Ltd Fund IV		-		355
Pencarrow Private Equity Ltd Fund V		5,859		7,875
Pencarrow Private Equity Ltd Fund VI		1,339		1,507
Nuveen		4,529		-
		<u>11,726</u>		<u>9,737</u>
Unlisted Property	15		15	
Investa Wholesale Funds Management Ltd		35,328		38,361
QIC Ltd Town Centre Fund Group		15,084		15,815
		<u>50,412</u>		<u>54,176</u>
Infrastructure	15		15	
Utilities Trust of Australia		53,274		49,598
HRL Morrison & Co PIP Ltd		2,632		4,318
HRL Morrison & Co PIP II Ltd		6,340		6,117
HRL Morrison & Co PIP SE		15		18
HRL Morrison & Co IP		23,063		20,236
		<u>85,323</u>		<u>80,287</u>
Global Credit	7.5		7.5	
Bentham Asset Management Ltd		30,661		29,384
		<u>30,661</u>		<u>29,384</u>
Impact Investment	2.5		2.5	
		<u>-</u>		<u>-</u>
Income Assets				
New Zealand Fixed Interest	7.5		5	
ANZ Investments Ltd		-		30,776
Nikko Bond		29,420		-
		<u>29,420</u>		<u>30,776</u>
Global Fixed Interest	12		10	
PIMCO Global Advisors (Ireland) Ltd		15,687		14,950
Wellington Management Company LLP		35,225		31,443
		<u>50,912</u>		<u>46,393</u>
New Zealand Cash	5		5	
ANZ Investments Ltd		-		26,347
Nikko Cash		22,769		-
		<u>22,769</u>		<u>26,347</u>
Investments at Fair Value	<u>100 %</u>	<u>403,103</u>	<u>100 %</u>	<u>405,777</u>

6 Commitments: Investments

	2025			Expected
	Commitment	Contribution	Commitment	Contribution
	\$'000	to date	Balance	within 1 year
		\$'000	\$'000	\$'000
HRL Morrison & Co PIP Ltd	8,000	7,971	29	29
HRL Morrison & Co PIP II Ltd	6,000	5,800	200	200
HRL Morrison & Co PIP SE	1,586	1,373	213	-
Nuveen	10,859	4,638	6,221	2,285
Pencarrow Private Equity Ltd - Fund V	10,000	8,675	1,325	-
Pencarrow Private Equity Ltd - Fund VI	10,000	2,150	7,850	1,500
	<u>46,445</u>	<u>30,607</u>	<u>15,838</u>	<u>4,014</u>

	2024			Expected
	Commitment	Contribution to	Commitment	Contribution
	\$'000	date	Balance	within 1 year
		\$'000	\$'000	\$'000
HRL Morrison & Co PIP Ltd	8,000	7,971	29	29
HRL Morrison & Co PIP II Ltd	6,000	5,800	200	200
HRL Morrison & Co PIP SE	1,586	1,373	214	-
Pencarrow Private Equity Ltd - Fund IV	15,000	14,550	450	-
Pencarrow Private Equity Ltd - Fund V	10,000	8,600	1,400	250
Pencarrow Private Equity Ltd - Fund VI	10,000	2,000	8,000	1,900
	<u>50,586</u>	<u>40,294</u>	<u>10,292</u>	<u>2,379</u>

7 Auditor's Remuneration

	2025	2024
	\$'000	\$'000
Amounts received, or due and receivable, by the auditor of the trust for:		
Audit of Financial Statements	<u>47</u>	<u>45</u>
	<u>47</u>	<u>45</u>

There were no non audit services provided by KPMG during the year (2024: Nil).

8 Property, Plant and Equipment

Accounting policy

Land is measured at fair value at the date of revaluation. All other items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

8 Property, Plant and Equipment (continued)

(i) Depreciation

Depreciation is recognised in the Statement of Comprehensive Revenue and Expenses on a straight-line basis over the estimated useful lives of each item of property, plant and equipment apart from Land.

Class of asset depreciated	Estimated useful life	Depreciation rates
Land	100 years +	0%
Land Improvements	10-20 years	5 - 10%
Buildings	100 years	1%
Motor vehicles	4 years	25%
Office Equipment	3 -10 years	10% - 33%
Art & Artefacts	100 years	1%

Depreciation methods and useful lives are reassessed at each financial year-end.

(i) Impairment

The carrying amount of all assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. The Trust recognises any impairment loss in the Statement of Comprehensive Revenue and Expenses and the carrying amount of assets are adjusted to the recoverable amount which is the higher of fair value less costs to sell and value in use.

	Carrying amount 1 Apr 2024 \$'000	Current year additions/ (disposals) \$'000	Current year depreciation \$'000	Revaluation surplus \$'000	Cost / revaluation 31 Mar 2025 \$'000	Accumulated depreciation 31 Mar 2025 \$'000	Carrying amount 31 Mar 2025 \$'000
2025							
Art & Artefacts	38	-	-	-	43	(5)	38
Buildings	3,121	-	(44)	-	3,663	(586)	3,077
Land	2,777	-	-	2,033	4,810	-	4,810
Land Improvements	103	3	(9)	-	183	(86)	97
Motor Vehicles	16	-	(4)	-	48	(36)	12
Office Equipment	58	55	(21)	-	271	(180)	91
Total	6,113	58	(79)	2,033	9,018	(893)	8,125

	Carrying amount 1 Apr 2023 \$'000	Current year additions / (disposals) \$'000	Current year depreciation \$'000	Revaluation surplus \$'000	Cost / revaluation 31 Mar 2024 \$'000	Accumulated depreciation 31 Mar 2024 \$'000	Carrying amount 31 Mar 2024 \$'000
2024							
Art & Artefacts	38	-	-	-	43	(5)	38
Buildings	3,149	17	(44)	-	3,671	(550)	3,121
Land	2,777	-	-	-	2,777	-	2,777
Land Improvements	111	-	(9)	-	172	(69)	103
Motor Vehicles	22	-	(5)	-	48	(32)	16
Office Equipment	79	8	(29)	-	230	(172)	58
Total	6,176	25	(88)	-	6,941	(828)	6,113

Land fair value was reviewed as at 31 March 2025 based on the current market value assessed by a registered valuer. The valuation took account of observable market prices in active markets. Where estimates were used they were made on the basis of appropriate valuation techniques. The valuer determined the land values at 2 London Street and 4 Little London Lane were \$4.810 million. (2024: \$2.777 million).

9 Trust Funds

Accounting policy

Base Capital Value

Following the sale of the Trust shares in Trust Bank New Zealand Limited in April 1996, the Trustees agreed that the value of the Trust at that time should be maintained for the benefit of current and future generations living in the Waikato region. For this purpose, the Trustees agreed that \$169,800,000 would be considered as the initial capital of the Trust and adjusted each year to reflect changes in inflation and regional population, as deemed appropriate by the Trustees.

The Base Capital Value is the initial capital adjusted for inflation and regional population growth on an annual basis.

Investment Fluctuation Reserve

The Trustees have adopted an investment strategy with a targeted long term annual rate of return of 5.56% (2024: 7.04%) of the Trust portfolio value. Recognising that actual returns are likely to fluctuate from year to year, the Trust retains the variation from the target in an Investment Fluctuation Reserve, up to a maximum of 25% of the Base Capital Value, so that in years when investment returns are less than the target, sufficient funds are available to meet expenditure and make grants. If the Trust fund falls below the value that needs to be maintained for the benefit of current and future generations, the levels of expenditure and grants are reviewed by the Trust.

Grants Reserve

The current grant policy is to distribute annually as grants 4% (2024: 4%) of Base Capital Value, which is the value of the Trust fund that should be maintained for the benefit of current and future generations. The Trustees recognise that for a number of reasons this might not always be achievable and that there will be inevitable fluctuations between the grants distributed and the actual target. The surplus after transfers to the Base Capital Reserve and the Investment Fluctuation Reserve is held in the Grants Reserve. Funds in the Grants Reserve may be used to grant to extraordinary projects, which are in line with the Trust's priorities.

Land Revaluation Reserve

The Land Revaluation Reserve is used to record increases and decreases on the revaluation of land.

	2025 \$'000	2024 \$'000
Base Capital Value		
Balance at 1 April	360,975	350,121
Transfer from Comprehensive Income	11,190	10,854
Balance at 31 March	372,165	360,975

Base Capital Value is adjusted on a quarterly compounding basis for inflation and regional population growth.

	2025 %	2024 %
Annual Adjustment to Base Capital Value		
Inflation	2.50	2.50
Population Growth (Waikato Region)	0.60	0.60
	3.10	3.10

Population Growth has been taken as 50% of the Waikato Intergrated Scenario Explorer Model's average growth for 2025.

Inflation has been taken based on the 10 year, 20 year and 30 year average inflation rates, the RBNZ inflation target band, and the 10 year government bonds pricing.

9 Trust Funds (continued)

	2025 \$'000	2024 \$'000
Investment Fluctuation Reserve		
Balance at 1 April	35,028	25,331
Transfer (to)/from Comprehensive Income	<u>(8,493)</u>	<u>9,697</u>
Balance at 31 March	<u>26,535</u>	<u>35,028</u>

The Investment Fluctuation Reserve has an upper limit of 25% of the Base Capital Value. Excess comprehensive income over and above the Investment Fluctuation Reserve limit is transferred to the Grants Reserve as set out in the Trust Financial Policy. In years when investment returns are less than the target, an appropriate amount is transferred from the Investment Fluctuation Reserve to the Base Capital Value.

	2025 \$'000	2024 \$'000
Grants Reserve		
Balance at 1 April	12,188	21,762
Transfer (to)/from Income	<u>(2,723)</u>	<u>(9,574)</u>
Balance at 31 March	<u>9,465</u>	<u>12,188</u>

	2025 \$'000	2024 \$'000
Land Revaluation Reserve		
Balance at 1 April	2,223	2,223
Transfer (to)/from Income	<u>2,033</u>	<u>-</u>
Balance at 31 March	<u>4,256</u>	<u>2,223</u>

10 Related Party Transactions

Transactions with related party organisations totalled \$344,989 (2024: \$329,989) during the year. Interests were declared when these transactions were considered and key management personnel took no part in deliberations relating to organisations in which they had an interest. There was \$Nil payable at balance date (2024: \$Nil).

2025

Organisation	Nature of Related Party	Nature of Transaction	Amount \$'000
Inclusive Aotearoa Collective Tāhono	Trustee is a Project Lead	Grant	67
Young Workers Resource Centre	Trustee is the Chair of the Landlord	Grant	16
Child Cancer Foundation Inc	CEO is the Chair	Grant	2
Ta Rauhi	Staff member is a Trustee	Grant	55
Waikato Seeds for Change Charitable Trust	Common board member	Grant	70
South Waikato Pacific Islands Community Services Trust	Trustee is the Chair	Grant	30
Shama Ethnic Women's Trust	Trustee is a Contractor	Grant	66
Northern United Sports Club Inc	Trustee is the Vice President	Grant	4
Perry Outdoor Education Trust	Trustee is a Director	Grant	35
			<u>345</u>

2024

Organisation	Nature of Related Party	Nature of Transaction	Amount \$'000
Inclusive Aotearoa Collective Tāhono	Trustee is a Project Lead	Grant	67
Shama Ethnic Women's Trust	Trustee is a Contractor	Grant	70
The Salvation Army New Zealand Trust	Trustee is a Volunteer	Grant	45
Coromandel Independent Living Trust	Common board member	Grant	65
Child Cancer Foundation Inc	CEO is the Chair	Grant	2
Young Workers Resource Centre	Trustee is the Chair of the Landlord	Grant	16
No. 3 District Federation of New Zealand Football Inc	Trustee is the Vice President of Affiliated Club	Grant	20
Northern United Sports Club Inc	Trustee is the Vice President	Grant	4
Melville Association Football Club Inc	Trustee is a Director	Grant	6
Perry Outdoor Education Trust	Trustee is a Director	Grant	35
			<u>330</u>

10 Related Party Transactions (continued)

	2025 \$'000	2024 \$'000
Compensation		
The key management personnel (Trustees and Management), is set out below:		
Short term Trustee and Employee benefits	<u>447</u>	<u>423</u>
	<u>447</u>	<u>423</u>

Conflicts of interest

During the year, Trustees and staff were required to declare when they had either a direct or indirect conflict of interest in a matter being considered by the Trust. During the course of the year, 9 such instances were recorded (2024: 10). A register of those interests is available for inspection at the Trust.

11 Reconciliation of Net Surplus/(Deficit) to Net Cash Flow from Operating Activities

	2025 \$'000	2024 \$'000
Surplus/(Deficit)	(26)	10,977
(Profit)/Loss on Sale of Property, Plant and Equipment (Note 8)	-	1
Depreciation and Impairment	<u>79</u>	<u>88</u>
Total Non-Cash Items	<u>79</u>	<u>89</u>
Add/(Less) Movements in Working Capital Items		
(Increase)/Decrease in Accounts Receivable	1,978	(1,995)
(Increase)/Decrease in Investments	2,674	(13,528)
Increase/(Decrease) in Derivative Financial Instruments	(4,066)	2,940
Increase/(Decrease) in Accounts Payable and Accruals	<u>100</u>	<u>(37)</u>
Net Movement in working Capital Items	<u>686</u>	<u>(12,618)</u>
Net Cash Inflow/(Outflow) from Operating Activities	<u>739</u>	<u>(1,552)</u>

12 Events Occurring After the Balance Date

On the 17th of April 2025, the Trustees appointed Charter Hall as Trust Waikato Industrial Property Fund manager and approved \$10 million to be invested in the Charter Hall Prime Industrial Fund. The Trustees also approved changes to hedge ratios on some underlying foreign currency investments as recommended by JANA.

There have been no other material events subsequent to 31 March 2025, which would require accrual or disclosure in these financial statements.

13 Trustee Meetings and Honoraria

The Trust Board held 9 formal meetings during the year. The following table records Trustee attendance at those formal meetings:

	Meetings Available to attend	Meeting attendance	2025 Honorarium amount \$'000	2024 Honorarium amount \$'000
McLennan, Vicky (Chair)	9	9	23	28
Eketone, Janise (Co-Deputy Chair)	9	7	21	17
Flatt, Christopher (Co-Deputy Chair)	7	7	17	17
Dol, Robert	7	7	14	14
Feng, Chong	8	8	14	14
Matatahi, Huirama	-	-	-	9
Noonan, Michael	9	9	15	15
Quinn, Jacob	6	5	11	14
Rahman, Anjum	9	7	14	14
Ranui, Tarena	8	8	14	8
Singh, Parmindar	6	6	11	14
Stewart, Barbara	-	-	-	6
Tangaroa-Daniel-Malietoa, Metua	8	8	14	14
Ulmer, Sarah	2	2	3	-
Taituha-Toka, Glenda	2	2	3	-
Garrett, Mike	2	2	3	-
Williamson, Ken	2	2	3	-
Total Remuneration			180	184

In addition, during the year Trustees participated in committee meetings, Trust consultations with the community sector and a range of professional development opportunities. Trustees were also invited to 41 events and meetings within the community and were able to achieve representation at approximately 17 of those meetings.

14 Contingent Liabilities: Grants and Sponsorships

In the process of applying the Trust's accounting policies, management have made judgements regarding whether or not discretionary grants are payable at year end or if discretionary grants are contingent liabilities at year end. Grants payable are discretionary grants where there are no significant conditions attached or where the significant conditions attached to the grants have been met at balance date. Grants payable are recorded at notional value.

Grants that are classified as contingent liabilities at balance date are discretionary grant obligations that are reliant on fulfilment of certain conditions in future years. Sponsorships that are classified as contingent liabilities at balance date are sponsorship contracts which are reliant on fulfilment of certain conditions in future years. The following contingent liabilities exist for grants and sponsorships that have been approved in the current or previous years.

	2025 \$'000	2024 \$'000
Grants	9,531	4,219
Sponsorships	76	75
	9,607	4,294
	2025 \$'000	2024 \$'000
Subject to fulfilment of the conditions, the contingent liabilities are payable as follows:		
Not later than 1 year	3,444	3,504
Later than 1 year and not later than 5 years	6,163	790
	9,607	4,294

15 Grants

Accounting Policy

Grants are included in the Statement of Comprehensive Revenue and Expenses when the grant has been approved by the Trustees, the recipient has been notified and when all significant conditions attached to the grant have been met.

15.1 Current Year Grants

The Trust granted \$13,649,942 to 430 individual organisations in the greater Waikato region during the year ended 31 March 2025 (2024: \$15,882,013 to 481 organisations).

* These grants are approved on a When Projects Proceeds (WPP) basis.

	NZ\$
Significant Capital Project Funds Grants	
Hamilton Marist Rugby Football Club Inc	600,000
Home of Cycling Charitable Trust*	500,000
Northern Districts Cricket Association*	500,000
Society of St Vincent de Paul - Hamilton	200,000
St Andrews Presbyterian Church - Te Awamutu	350,000
Whangamata Surf Life Saving Club Inc	300,000
Total	<u>2,450,000</u>
Community Impact Grants	
Apakura Runanga Trust Board	120,000
Foundation North	21,495
K'aute Pasifika Trust	50,000
Matawhaanui Trust	500,000
Maungatautari Ecological Island Trust	100,000
Ngati Naho Kaitiaki Society Inc	100,000
Oho Mauri Solutions Charitable Trust	200,000
Okapu Marae	98,325
Pivot Bail Charitable Trust	135,000
Predator Free Hauraki Coromandel Community Trust	150,000
Puniu River Care Inc	50,000
Rainbow Hub Waikato	140,000
Raukawa Charitable Trust	150,000
Te Riu o Waikato Ltd	100,000
Te Whakakitenga o Waikato Inc	188,000
Turangawaewae Trust Board	50,000
Waahi Whaanui Trust*	250,000
Waikato District Council	250,000
Waikato Institute of Technology	80,000
Waikato RiverCare Inc	150,000
Waikato Wellbeing Project	150,000
Young Women's Christian Association of Hamilton Inc	20,000
Total	<u>3,052,820</u>
Community Response Grants	
A Rocha Aotearoa New Zealand	6,000
Abbeyfield Waikato Inc	1,000
Age Concern Hamilton Inc	25,000
Al Rasool Foundation of Waikato	5,000
Alfs Imperial Fifth Waikato Dragoons Inc	1,000
Angel Casts Charitable Trust	2,500
Anxiety New Zealand Trust	4,000
Aroha Cruise In Society Inc	2,000
Arthritis New Zealand (Mateponapona Aotearoa)	5,000
Arts For Health Community Trust	21,000
Arum Aikido Club	1,000
Asthma and Respiratory Services (Waikato) Inc	10,000

15 Grants (continued)

Athletics Waikato Bay of Plenty Inc	18,000
Auckland District Kidney Society Inc	8,000
Barnardos New Zealand Inc	15,000
Bellyful New Zealand Trust	5,000
Big Buddy Mentoring Trust	9,000
Blue Light Ventures Inc - North Waikato	3,600
Blue Light Ventures Inc - Tokoroa	10,000
Bowel Cancer Aotearoa Charitable Trust	4,000
Brain Injury Waikato Inc	15,000
Brain Tumour Support Trust New Zealand	4,500
Cambridge Autumn Festival Trust	1,500
Cambridge Community House Trust	18,500
Cambridge Disability Enterprise Inc	10,000
Cambridge Elim Community Trust	5,000
Cambridge Life Skills Institute Trust	10,000
Cambridge Netball Centre Inc	3,500
Cambridge Toy Library Inc	1,000
CanTeen Aotearoa Inc	7,000
CAPS Hauraki Inc	40,000
Catholic Family Support Services	30,000
Catholic Womens League Hamilton Diocese	2,100
Cerebral Palsy Society of New Zealand Inc	4,000
Chamber Music New Zealand Trust Board	1,000
Child Cancer Foundation Inc	2,100
ChildPlayWorks Charitable Trust	6,000
Children 1st Charitable Trust	3,600
Childrens Bible Ministries Inc	20,000
Christians Against Poverty New Zealand	6,000
Citizens Advice Bureau Cambridge Inc	4,000
Citizens Advice Bureau Hamilton Inc	10,000
Citizens Advice Bureau Te Awamutu Inc	6,000
Clarence Street Theatre Trust	35,000
Claudlands Bowling Club (Inc)	10,000
Colville Community Health Trust	14,000
Colville Junction Charitable Trust	21,500
Colville School Board of Trustees	10,000
Community Link Trust	20,000
Community Wellness Charitable Trust	4,000
Complex Chronic Illness Support Inc	4,500
Coromandel Community Recreational Society	8,000
Coromandel Independent Living Trust	65,000
Coromandel Youth Support Association Inc	5,000
Creative Waikato	650,000
Crunch Arts Trust	2,000
D.R. Congolese Lineal Descendants (COLID) Inc	1,000
Dance Therapy NZ	5,000
Deaf Aotearoa Holdings Ltd	9,000
Dementia Waikato Charitable Trust	15,000
Desert Spring Ministries Trust Inc	20,000
Diabetes New Zealand	5,000
Diversity Counselling New Zealand	35,000
Dress For Success Hamilton Trust	12,000
EarthDiverse Trust	8,000
Eastern Coromandel Community Services Trust	43,000
Efalata Trust	4,000
Endangered Species Foundation of New Zealand	5,000
English Language Partners New Zealand Trust - Waikato	50,000
Epilepsy Association of New Zealand Inc	3,000
Epilepsy Waikato Charitable Trust	8,000
EquiPotential NZ Inc	25,000
EVelocity Charitable Trust	4,000

15 Grants (continued)

Families Autism and Behavioural Support Trust	27,000
Family Relationship Services Trust	16,000
FASD-CAN Inc	5,000
Frankton Railway Combined Sports Club Inc	4,000
Friendship House (Huntly) Community Charitable Trust	34,000
Future Te Aroha Trust	11,000
Galaxy Waikato Touch Club Inc	1,000
Garden to Table Trust	3,000
Glenview Community Centre Inc	30,000
Gorkhali Football Club Waikato Inc	1,000
Graeme Dingle Foundation Waikato	55,000
Hamilton Arts Trust	10,000
Hamilton Bengali Association	3,000
Hamilton Children and Families Trust	4,000
Hamilton Chinese Golden Age Society Inc	3,000
Hamilton Christian Nightshelter Trust	35,000
Hamilton Christmas Charitable Trust	10,000
Hamilton City Netball Centre	35,000
Hamilton Combined Christian Foodbank Trust	35,000
Hamilton Disability Arts Festival Trust	1,000
Hamilton Gardens Summer Festival Foundation	50,000
Hamilton Harrier Club Inc	10,000
Hamilton Household Budgeting Advisory Trust	20,000
Hamilton Indoor Bowling Sub-Centre Inc	1,000
Hamilton Methodist Social Services Trust	35,000
Hamilton Multicultural Services Trust	85,000
Hamilton New Life Community Trust	2,000
Hamilton Operatic Society Inc	20,000
Hamilton Science Awards Trust	8,000
Hamilton South Community Centre Association Inc	34,000
Hamilton Woodturners Inc	1,800
Hauraki Maori Trust Board	42,000
Hauraki Reuse Centre	10,000
He Mana Toi Moehau Trust	6,000
Hearing Dogs for Deaf People New Zealand	1,800
Hearing House Services Ltd	6,000
Heart Kids New Zealand Inc - Waikato branch	4,500
Hohou te Rongo Kahukura - Outing Violence	30,000
Hope Rising Farm Charitable Trust	10,000
Hot Water Beach Lifeguard Service Inc	20,000
Huntly Gymnastics Club Inc	4,000
Huntly Mining and Cultural Museum Society Inc	8,000
IHC New Zealand Inc	20,000
Impact Hub Waikato Ltd	80,000
Inclusive Aotearoa Collective Tāhono	66,889
Indian Cultural Society (Waikato) Inc	2,000
Insight Endometriosis Charitable Trust	12,000
InterlockNZ Trust	3,000
Kai-A-Te-Mata Marae	10,000
Kainga Aroha Society Inc	25,000
Kaitiakitanga Charitable Trust	3,000
K'aute Pasifika Trust	50,000
KidsCan Charitable Trust	7,500
Kidz Social Services Charitable Trust	3,000
Kihikihi Police House and Temple Cottage Charitable Trust	1,000
Kiwi Challenge Foundation	3,000
La Leche League - Hamilton	1,000
Leamington Croquet Club Inc	1,000
Leukaemia and Blood Cancer New Zealand	8,000
Life Education Trust Central Plateau	10,000
Lifelink/Samaritans Inc	8,000

15 Grants (continued)

Literacy Aotearoa Charitable Trust - Waikato	17,000
Live Better (Cultural Centre Trust)	10,000
Living Well Trust	15,000
Louise Perkins Foundation	9,000
Loving Arms Charitable Trust	12,000
Make A Wish Foundation of New Zealand Trust	3,000
Male Support Services Waikato	20,000
Maniapoto Sports and Cultural Association Inc	2,000
Maori Women's Welfare League - Tainui Regional Council	20,000
Matamata Community Mens Shed Inc	3,500
Matamata Geriatric Day Care Centre	1,000
Mathematics for a Lifetime Charitable Trust	1,000
Maungatautari Ecological Island Trust	40,000
McKenzie Centre Trust	40,000
Meat the Need	3,500
Mercury Bay Community Support Trust	8,000
Mercury Bay Museum Trust Board Inc	6,000
Mighty River Harmony	1,000
Misty Flicks Film Festival Trust	3,000
Moehau Environment Group Inc	8,000
Morrinsville Agricultural and Pastoral Society Inc	4,000
Morrinsville Art Gallery Charitable Trust	10,000
Morrinsville Community House Inc	25,000
Morrinsville Golf Club Inc	2,000
Morrinsville Historical Society Inc	5,000
Motai Tangata Rau	10,000
Motor Neurone Disease New Zealand Charitable Trust	3,000
Mo'ui Lelei Health and Wellness Charitable Trust Inc	1,000
Muscular Dystrophy Northern Inc	2,000
Neighbours Day Aotearoa Charitable Trust	2,500
Nepal New Zealand Waikato Friendship Society Inc	3,000
Netball Waikato Bay of Plenty Zone Inc	40,000
Neurogenesis Trust	2,900
New Zealand China Friendship Society Inc	1,000
New Zealand Continenence Association Inc	3,800
New Zealand Council of Victim Support Groups Inc	27,000
New Zealand Land Search and Rescue Inc	10,000
New Zealand Red Cross Inc	40,000
New Zealand Sikh Society Inc	2,000
New Zealand Williams Syndrome Association	3,000
Nga Kaihoe o Aotearoa (Waka Ama New Zealand) Inc	25,000
Nga Tai Whakarongo Whanau Hoe Waka Inc	1,700
Ngaruawahia Community Youth Holiday Programme Inc	11,000
Ngati Haua Iwi Trust	20,000
Ngati Maru Runanga Trust	20,000
Ngāti Tumutumu Trust	10,000
Ngunguru i te po me te ao Safety Education Trust	5,000
No. 3 District Federation of New Zealand Football Inc	20,000
North Waikato Transport Trust	10,000
Northern Districts Cricket Association	50,000
Northern United Sports Club Inc	4,000
NZ Family and Foster Care Federation Inc	9,000
NZ Spring Arts Association Inc	1,200
Onemana Surf Life Saving Club Inc	5,000
Onewhero Society of Performing Arts Inc	2,500
Orange Sky New Zealand Ltd	10,000
Orchestras Central Trust	50,000
Otorohanga Maori Wardens Association	4,000
Otorohanga Riding for the Disabled Association Inc	3,000
Otorohanga Tennis Club Inc	1,000
Otorohanga Toy Library Inc	1,000

15 Grants (continued)

Pacific Rose Festival Trust	2,500
Paeroa Community Support Trust	55,000
Paeroa Lawn Tennis and Squash Rackets Club Inc	2,000
Paeroa Toy Library	1,000
Para Kore Marae Inc	15,000
Parent to Parent - Waikato Branch	3,200
Parents Centre Aotearoa	4,500
People First New Zealand Inc	3,000
People Relying On People Inc	10,000
Perry Outdoor Education Trust	35,000
Pet Refuge New Zealand Charitable Trust	3,000
Phoenix House Charitable Trust	1,000
Pirongia Te Aroaro o Kahu Restoration Society Inc	10,000
Play It Strange Trust	3,000
Positive Change Programmes Charitable Trust	7,000
Poutama Rites of Passage Trust	5,000
Presbyterian Support Services (Northern)	10,000
Prison Care Ministries	14,000
Puniu River Care Inc	40,000
Raglan & District Museum Society Inc	6,000
Raglan Community Arts Council Inc	12,000
Raglan Community Media Inc	8,000
Raglan Community Patrol Charitable Trust	1,000
Raglan District Community Vehicle Trust	1,800
Raglan Maori Wardens Charitable Trust Inc	2,000
Raglan Rugby Sports Club Inc	3,500
Raglan Surf Life Saving Club	35,000
Rainbow Chinese Community Centre Charitable Trust	6,000
Raleigh Street Christian Centre Inc	10,000
Rangatahi Support Trust	10,000
Rauawaawa Kaumatua Charitable Trust	60,000
RAW 2014 Ltd	30,000
Recreate NZ	14,000
Re-Creators Charitable Trust	5,000
Refugee Orientation Centre Trust	45,000
Riding For The Disabled - Cambridge Inc	4,000
Riverlea Theatre & Arts Centre Inc	25,000
Ronald McDonald House Charities New Zealand Trust	10,000
Rotongaro-Huntly Pony Club Inc	1,000
Rototuna Indoor Recreation Centre Trust	35,000
Royal New Zealand Foundation of the Blind Inc	10,000
Rural Youth and Adult Literacy Trust	10,000
Shama Ethnic Women's Trust	66,000
Sir Edmund Hillary Outdoors Education Trust	20,000
Smart Waikato Trust	20,000
Social Innovation Ltd	59,000
Society of St Vincent de Paul - Hamilton	35,000
South East Kirikiriroa Community Association Inc	25,000
South Waikato Arts Trust	1,000
South Waikato Pacific Islands Community Services Trust	30,000
Special Olympics New Zealand	5,000
Sport Waikato	750,000
Squash Waikato Inc	8,000
Starfish Social Services Trust	30,000
StarJam Charitable Trust	27,000
Steampunk the Thames Inc	3,500
Stepping Out Hauraki Inc	7,000
Storytime Foundation Trust Board	2,000
Stragglers Rod and Kustom Club	2,000
Stroke Foundation Hamilton	1,600
Student Volunteer Army Foundation	10,000

15 Grants (continued)

Stuttering Treatment and Research Trust (Auckland)	2,000
Sunset Beach Lifeguard Service Inc	35,000
Supporting Families in Mental Illness NZ (SFNZ) Ltd	4,000
Swim Waikato Inc	29,000
Tainui Historical Society Inc	10,000
Tainui Teachers Association Society Inc	10,000
Tairua Care and Friendship Club Inc	4,000
Tairua Information and Community Services Society Inc	8,000
Tairua Surf Life Saving Club Inc	20,000
Taki Rua Productions Society Inc	3,000
Tangata Tiriti - Treaty People Inc	25,000
Tangata Whenua Community and Voluntary Sector Research Centre Inc	10,000
Taumarunui Community Kokiri Trust	20,000
Taumarunui High School & Community Trust	10,000
Taumarunui Whakaarotahi Trust	10,000
Taumarunui Youth and Community Trust	30,000
Taurikura NZ Ltd	40,000
Te Ahi Kaa Training and Social Services Centre Inc	15,000
Te Ahurei a Rangatahi Charitable Trust	45,000
Te Aroha & District Museum Society Inc	2,500
Te Aroha Croquet Club Inc	4,000
Te Aroha Family Budgeting Services Inc	5,000
Te Ataarangi ki roto o Tainui	15,000
Te Awamutu Group Riding for the Disabled Association Inc	4,000
Te Awamutu Rugby Sports and Recreation Club Inc	25,000
Te Awamutu Youth Development Trust	9,000
Te Awanui a Rua Charitable Trust	11,000
Te Kaahu Te Kohanga Reo	5,000
Te Kauwhata Agricultural and Pastoral Association	1,500
Te Kauwhata and Districts Information and Support Centre	35,000
Te Kauwhata Health Awareness Society Inc	20,000
Te Kauwhata Rugby Sports Club Inc	2,000
Te Kuiti 4H Community Trust	2,500
Te Kuiti and District Historical Charitable Trust	3,500
Te Kuiti Community House Trust	50,000
Te Ohu Whakaita Charitable Trust	40,000
Te Pahu Hall Society Inc	10,000
Te Po ki te Ao Marama Tihei Mauriora	5,000
Te Rapa Rugby Sports Club Inc	1,600
Te Rauhi	55,000
Te Rongopai Community Trust	40,000
Te Tamawai Trust	20,000
Te Toi Ora ki Whaingaroa	50,000
Te Whakaruruhau 2013 Inc	70,000
Te Whanau Putahi Trust	22,000
Te Whangai Trust Board	10,000
Te Whare o Te Ata Fairfield/Chartwell Community Centre Trust Inc	30,000
Te Whare Toi o Ngaaruwaahia Inc	20,000
Thames Coast Kiwi Care Inc	6,500
Thames Community Centre	12,000
Thames Music Group Inc	1,000
Thames Pensioner Housing Trust	10,000
Thames Valley Hockey Association Inc	5,000
Thames Valley Tangata Ora Trust	6,000
The Asian Network Inc	7,500
The Basket Hauraki	3,000
The Boys' Brigade in New Zealand Inc	2,100
The Cake Detective Charitable Trust	1,000
The Community Waikato Trust	650,000
The Coromandel Heritage Trust	5,000
The Flagstaff Club Inc	4,000

15 Grants (continued)

The Hamilton Squash and Tennis Club (Inc)	3,500
The Hearing Association Hamilton and Districts Branch Inc	8,000
The Kids in Need Waikato Charitable Trust	11,000
The Lucy Foundation	7,000
The National Foundation for the Deaf and Hard of Hearing Manatapu Inc	4,000
The One Victoria Trust Board Inc	27,000
The Open Home Foundation of New Zealand	40,000
The Order of St John Central Regional Trust Board	5,000
The Order of St John Northern Region Trust Board	5,000
The Parkinson's New Zealand Charitable Trust	12,000
The Place Charitable Trust Board	3,500
The Raglan Community House Charitable Trust	31,000
The Salvation Army New Zealand Trust	45,000
The Serve Trust	20,000
The Stroke Foundation of New Zealand Ltd	15,000
The Te Awamutu Bible Chapel Trust	1,500
Thrive Otorohanga Youth Trust	20,000
Tirau Over 50's Club	1,000
Tirau Senior Citizens	1,000
Toi Aringa Trust	1,500
Tokoroa and Districts Womens Support Centre Inc	20,000
Tokoroa Community Foodbank Trust	3,000
Tokoroa Council of Social Services	45,000
Tokoroa Senior Citizens and Welfare Centre Inc	5,600
Toy Box Toy Library	1,000
Transform Aotearoa Charitable Trust	30,000
True Colours Children's Health Trust	30,000
TupuOra Education and Development Ltd	5,000
Turn and Gymnastic Circle Inc	5,000
United Community Centre	3,000
Voices from the Spectrum	16,000
Volunteering Waikato	70,000
Waahi Paa Marae	30,000
Waihi Beach Community Centre	8,000
Waihi Beach Lifeguard Services Inc	40,000
Waihi Budget Service Inc	7,500
Waihi Community Resource Centre	50,000
Waikato Arab Social Club	3,000
Waikato Area Girls Brigade	1,000
Waikato Basketball Council Inc	15,000
Waikato Bay of Plenty Division of Cancer Society of New Zealand (Inc)	16,833
Waikato Clay Target Club Inc	1,400
Waikato Community Broadcasting Charitable Trust	35,000
Waikato Community Hospice Trust	25,000
Waikato Compassion Meditation Trust	1,000
Waikato Contemporary Dance Projects Trust	1,000
Waikato Environment Centre Trust	100,000
Waikato Equitherapy Inc	5,000
Waikato Ethnic Family Services Trust	10,000
Waikato Hockey Association Inc	20,000
Waikato Institute for Leisure and Sport Studies Trust	30,000
Waikato Japanese Community Trust	5,000
Waikato Masters Swimming Club	1,000
Waikato Multicultural Council Inc	1,300
Waikato Museum Te Whare Taonga o Waikato	10,000
Waikato Paraplegic and Physically Disabled Association Inc	15,000
Waikato Refugee Forum	18,000
Waikato Regional Council	40,000
Waikato Regional Volleyball Association Inc	25,000
Waikato Rocks Trust	10,000
Waikato Scout and Guide Gang Show	3,600

15 Grants (continued)

Waikato Seeds for Change Charitable Trust	70,000
Waikato Senior Indian Citizens Association Inc	3,500
Waikato Society of Arts Inc	5,000
Waikato Society of Potters Inc	6,000
Waikato Somali Friendship Society Inc	5,000
Waikato Somali Society Inc	2,000
Waikato Tennis Trust Inc	5,000
Waikato Tongan Community Charity Trust	8,000
Waikato Touch Association Inc	18,000
Waikato Water Polo Club Inc	10,000
Waitomo Christian Fellowship	95,000
Wana Tamariki Trust	8,000
Waru Rua Rima Charitable Trust	10,000
West Hamilton Probus Club	1,000
Western Community Association Inc	70,000
Whangamata Community Swimming Pool Inc	20,000
Whangamata Summer Festival Inc	3,000
Whangamata Surf Life Saving Club Inc	45,000
Whangamata Youth Trust	8,500
Wharauora Marae	20,000
Whitianga Community Services Trust	50,000
Womens Institute Community Trust - Waikato	6,600
YMCA North Inc	12,000
YMCA of South Waikato	50,000
Young Women's Christian Association of Hamilton Inc	35,000
Young Workers Resource Centre	16,000
Youth Encounter Ministries Trust	2,000
Youthline Auckland Charitable Trust	8,000
Youthtown Inc	10,000
YSAR Trust	5,000
Zeal Youth Trust Aotearoa	35,000
Total	<u>8,147,122</u>
 Total 2025 Grants	 <u>13,649,942</u>

15 Grants (continued)

15.2 Reconciliation of Grants

Total grants approved	<u>13,649,942</u>
Less: Future conditional commitments included in above:	
Home of Cycling Charitable Trust	500,000
Northern Districts Cricket Association	500,000
Waahi Whaanui Trust	250,000
	<u>-</u>
	1,250,000
Add: Past conditional commitments paid during the year	
Huntly Mining and Cultural Museum Society Inc	112,000
Whitianga Community Services Trust	290,000
	402,000
Less: Payments of grants payable at beginning of year	
Creative Waikato	650,000
Sport Waikato	750,000
The Community Waikato Trust	650,000
	<u>2,050,000</u>
Add: Grants approved during the year and payable at end of year	
Creative Waikato	650,000
Sport Waikato	750,000
The Community Waikato Trust	650,000
	<u>2,050,000</u>
Less: Grants refunded from current year	
Waikato Institute of Technology	80,000
	<u>80,000</u>
Total grants for the year shown in the Statement of Comprehensive Revenue and Expenses	<u>12,721,942</u>