



CMUA Project Delivery Limited

Financial Statements - 2021

CMUA Project Delivery Limited

Statement of Comprehensive Revenue and Expenses

For the period ended 30 June 2021

	Notes	Actual 2021
Revenue		
Grants - Governance & Early Works		327,462
Total revenue		327,462
Expenses		
Consultants Fees		64,191
Management services		4,000
Audit fee		8,844
Insurance		6,356
Recruitment Fees		48,349
Legal Fees		26,733
Staff Travel		5,736
Service Contracts (Director Fees)	2(b)	163,034
Sundry expenses		221
Total expenses		327,464
Surplus / (deficit) before tax		(2)
Tax expenses		-
Surplus / (deficit) after tax		(2)
Total comprehensive revenue and expense		(2)

The accompanying notes for part of and are to read in conjunction with these financial statements.

CMUA Project Delivery Limited

Statement of Movement in Equity

For the period ended 30 June 2021

	Notes	Actual 2021
Opening equity (1 July 2020)		-
Accumulated Losses		(2)
Closing equity (30 June 2021)		<u>(2)</u>

The accompanying notes for part of and are to read in conjunction with these financial statements.

CMUA Project Delivery Limited

Statement of Financial Position

As at 30 June 2021

	Notes	Actual 2021
<u>Current assets</u>		
Receivables		78,244
Total current assets		<u>78,244</u>
Total assets		<u>78,244</u>
<u>Current Liabilities</u>		
Bank overdraft		2
Payables		78,244
Total current Liabilities		<u>78,246</u>
Total liabilities		<u>78,246</u>
Net Assets		<u>(2)</u>
<u>Equity</u>		
Accumulated losses		(2)
Total equity		<u>(2)</u>



Director
23 November 2022



Director
23 November 2022

The accompanying notes for part of and are to read in conjunction with these financial statements.

CMUA Project Delivery Limited

Statement of Cash flows

For the period ended

30 June 2021

	Notes	Actual 2021
<u>Cash flows from operating</u>		
Receipts from grants		258,982
Payments to suppliers		(258,984)
Total cash flows from operating		(2)
Net cash flows		(2)
Opening bank		-
Closing bank		(2)

The accompanying notes for part of and are to read in conjunction with these financial statements.

CMUA Project Delivery Limited

Notes to the financial statements

1 Accounting policies

Reporting Entity

These are the financial statements of CMUA Project Delivery Limited (the “Company”)

The Company is registered under the Companies Act 1993 and is domiciled in New Zealand. The Company is a Council Controlled Organisation as defined by section 6 of the Local Government Act 2002.

The Company was established to deliver the development of the Canterbury multi-use arena for the Council and is fully funded by Council. The Council will own the facility and appoint a suitable operator when it is completed.

Accordingly, the Company has designated itself as a public benefit entity for the purposes of New Zealand Financial Reporting Standards (NZ PBE). The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand (NZ GAAP). They comply with NZ PBE and other applicable financial reporting standards as appropriate for Tier 2 public benefit entities.

As the Company has elected to report under Tier 2 PBE standards, it has applied disclosure concessions, where available. The criteria under which the Company is eligible to report under Tier 2 PBE Standards are as follows:

- (a) the Company is not publicly accountable; and
- (b) the Company’s total expenses for the period being reported are below the \$30 million threshold for Tier 1 reporting.

Where disclosure concessions have been applied by the Company, these are discussed in the accounting policies affected.

The financial statements of the Company have been prepared in accordance with the Companies Act 1993 and the Local Government Act 2002.

The financial statements of the Company are for the period ended 30 June 2021. The financial statements were authorised for issue by the Board of Directors on 23 November 2022.

Basis of financial statement preparation

The financial statements have been prepared on an historical cost basis.

The functional and presentation currency is New Zealand dollars.

Judgements, estimates and assumptions

In preparing these financial statements the Company has been required to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances. These estimates and assumptions form the basis for making judgements about

the carrying values of assets and liabilities, where these are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are regularly reviewed. Any change to estimates is recognised in the year if the change affects only that year, or into future years if it also affects future years. In the process of applying the Company's accounting policies, management has made the following judgements estimates and assumptions that have had the most significant impact on the amounts recognised in these financial statements.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

Goods and Services Tax

The financial statements are prepared exclusive of GST with the exception of receivables and payables that are shown inclusive of GST. Where GST is not recoverable as an input tax it is recognised as part of the related asset or expense. The net amount of GST recoverable from, payable to, the Inland Revenue Department is included as part of receivables or payable in the statement of financial position.

Use of Company Information

During the year, the Board received no notices from members or directors of Company requesting to use Company information received in their capacity as Members or Directors which would not otherwise have been available to them.

Donations

There were no donations made by the Company during the year.

Dividends

There have been no dividends declared for the year.

Auditors

The Auditor-General is the auditor under Section 15 of the Public Audit Act 2001 and Section 70 of the Local Government Act 2002. Audit New Zealand has been appointed to provide these services on behalf of the Auditor-General.

2 Specific Accounting Policies

Grant revenue

Grants received from the Council are the primary source of funding to the Company and are restricted for the purpose of the Company meeting its governance objectives in line with the funding agreement with the Crown for the construction of the new Canterbury multi-use arena "Te Kaha". Council, Government and non-government grants are recognised as revenue when they become receivable unless there is an obligation to return the funds if conditions of the grant are not met. If there is such an obligation, the grants are initially recorded as grant received in advance, and recognised as revenue when conditions of the grant are satisfied.

Remuneration of auditors

Audit New Zealand provided audit services and no other services.

Income taxes

The company is a member of the Christchurch City Council Tax Group.

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity. The Company expects to recover its operating costs over the life of the project from the Christchurch City Council result in a breakeven position and no income tax to pay.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits, and other short-term highly liquid investments with maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows, and in current liabilities on the statement of financial position.

Trade and other receivables

Trade and other receivables are initially measured at fair value less any recognition of any expected credit loss over the life of the assets less any provision for impairment.

Trade and Other Payables

Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method. They represent liabilities for goods and services received by the Company during and up to the end of the financial year and which remain unpaid as at balance date. The amounts are exclusive of GST.

Provisions

A provision is recognised in the statement of financial position when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of expenditures, the amount of which can be reliably estimated, will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Share capital

Ordinary shares are classified as equity. The Company has no issued capital.

Commitments for expenditure

There were no commitments for expenditure that were not otherwise accrued at 30 June 2021.

Contingent liabilities and contingent assets

There were no contingent assets or contingent liabilities as at 30 June 2021.

Related-party transactions

(a) Christchurch City Council

Council is the ultimate controlling party of the Company. The following transactions were carried out with related parties during the year:

The Company entered into a management services agreement with the Council to undertake accounting, payroll and other associated functions. The Company reimburses Council for the gross cost of the associated expenditure.

Pursuant to the management services agreement, the position of Project Director, is seconded to the Christchurch City Council for the duration of the project. The Christchurch City Council makes payments to the employee directly and accounts for employee taxes and other obligations including superannuation, ACC and annual and sick leave provisions.

(b) Key Management Personnel

All transactions occurred on normal trading terms and conditions.

Key management personnel includes the Directors and the Project Director.

The Company paid Directors fees of \$163,034 in the 2021 financial year.

The Company had incurred consultant fees of \$18,750 to Mr Murray Strong.

	Actual 2021
	Notes
Director fees	
Strong, Murray Mr	75,000
Bragg, Barry Mr	12,257
Peebles, Richard Mr	33,333
Reindler, Steven Mr	33,333
McCormack, Susan Ms	9,111
Total fees paid to directors	163,034

Events after balance date

Subsequent to balance date the company changed its name to Te Kaha Project Delivery Limited, Murray Strong resigned as Chair and Director, and Barry Bragg was appointed Chair with no impact on the financial statements for the year ended 30 June 2021.

Registered Office	53 Hereford Street Christchurch
Directors	Murray Strong Richard Peebles Stephen Reindler Barry Bragg Susan McCormack
Bankers	Bank of New Zealand
Auditors	Audit New Zealand on behalf of the Auditor General Christchurch

Director's Interests

The following Directors as at 30 June 2021 have made general disclosures of interest with respect to any transaction that may be entered into with certain organisations on the basis of their being a Director, Partner, Trustee or Officer of those organisations during the year:

Name	Role	Organisation	
STRONG, Murray Warren	Director	The Open Polytechnic Of New Zealand Limited	Appointed 01 Apr 2020
	Director	Tai Poutini Polytechnic Limited	Appointed 01 Apr 2020
	Director	Te Pakenga Work Based Learning Limited	Appointed 20 Apr 2021
McCormack, Susan Mary Anna	Shareholder	EYE TO EYE TRAINING LIMITED (1194215)(Removed)	50% (Jointly held)
	Shareholder	PALAZZI LIMITED (1198925)(Removed)	50% (Individually held)
	Shareholder	MML CONSULTING LIMITED (2165903)(Registered)	100% (Jointly held)
	Shareholder	EXCURIA LIMITED (1506574)(Removed)	50% (Jointly held)
	Shareholder	EXCURIA LIMITED (1506574)(Removed)	<1% (Individually held)
		INDAGO LEGAL SERVICES LIMITED (659198)(Removed)	Appointed 05 Oct 1994
	Director	THE LOAN RANGER LIMITED (845431)(Removed)	25% (Individually held)
	Shareholder	MCFADDEN MORTGAGE SERVICES LIMITED (802861)(Removed)	38% (Individually held)
	Shareholder	FORRADER SOLUTIONS LIMITED (1263213)(Removed)	26% (Jointly held)
	Shareholder	CRICHTON HORNE & ASSOCIATES LIMITED (1738278)(Removed)	31% (Jointly held)
	Director	MML CONSULTING LIMITED (2165903)(Registered)	Appointed 22 Sep 2008
	Director	EYE TO EYE TRAINING LIMITED (1194215)(Removed)	Appointed 03 Apr 2002
	Director	NEW ZEALAND SYMPHONY ORCHESTRA LIMITED (408200)(Removed)	Appointed 01 Aug 2003
	Director	SENSI PONSONBY LIMITED (1821677)(Removed)	Resigned 30 May 2006
	Director	EXCURIA LIMITED (1506574)(Removed)	Appointed 31 May 2004
	Director	PALAZZI LIMITED (1198925)(Removed)	Appointed 23 Apr 2002
	Director	SENSI COLOMBO LIMITED (1822697)(Removed)	Resigned 30 May 2006
	Director	THE LOAN RANGER LIMITED (845431)(Removed)	Appointed 19 Mar 1997
		MCFADDEN MORTGAGE SERVICES LIMITED (802861)(Removed)	Appointed 04 Oct 1996
	Shareholder	MML CUSTODIANS LIMITED (3544851)(Registered)	20% (Individually held)
	Director	MML CUSTODIANS LIMITED (3544851)(Registered)	Resigned 31 Mar 2019
	Director	MORTLOCK MCCORMACK INSURANCE TRUST CO. LIMITED (1881023)(Registered)	Resigned 31 Mar 2019
	Shareholder	MORTLOCK MCCORMACK INSURANCE TRUST CO. LIMITED (1881023)(Registered)	13% (Individually held)50% (Jointly held)
	Director	MCCORMACK MEDIATION LIMITED (3681217)(Removed)	Appointed 07 Dec 2011
	Shareholder	MCCORMACK MEDIATION LIMITED (3681217)(Removed)	20% (Individually held)
	Director	SENSI MERIVALE LIMITED (1821691)(Registered)	Resigned 30 May 2006
	Director	MML LIMITED (1647706)(Registered)	Resigned 31 Mar 2019
	Shareholder	MML LIMITED (1647706)(Registered)	20% (Individually held)

Name	Role	Organisation	
	Director	SENSI HOLDINGS LIMITED (1821698)(Registered)	Resigned 30 May 2006
	Shareholder	SENSI HOLDINGS LIMITED (1821698)(Registered)	81% (Jointly held)
	Director	TE KAHA PROJECT DELIVERY LIMITED (5539525)(Registered)	Resigned 15 Jul 2021
	Director	LYTTELTON PORT COMPANY LIMITED (408061)(Registered)	Resigned 14 Nov 2007
	Shareholder	SWIFTPPOINT LIMITED (1193892)(Registered)	3% (Jointly held)
	Shareholder	SWIFTPPOINT LIMITED (1193892)(Registered)	3% (Individually held)
	Shareholder	MORTLOCK MCCORMACK LAW TRUSTEE COMPANY (2006) LIMITED (1941240)(Registered)	14% (Individually held)57% (Jointly held)
	Director	KIWIRAIL HOLDINGS LIMITED (4045602)(Registered)	Appointed 22 May 2017
REINDLER, Stephen	Director	Z Energy 2015 Limited	Appointed 01 May 2017
	Director	Z Energy Limited	Appointed 01 May 2017
	Director	Ports Of Auckland Limited	Appointed 01 Nov 2021
	Director	Reindlerco Limited	Appointed 12 Nov 2008
	Director	D & H Steel Construction Limited	Appointed 13 Feb 2019
	Director	Clearwater Construction Limited	Appointed 13 Feb 2019
	Director	Te Kaha Project Delivery Limited	Appointed 25 Aug 2020
	Director	Steel & Tube Holdings Limited	Appointed 28 Aug 2017
	Shareholder	Reindlerco Limited	1% (Individually held)
	Shareholder	RPL Accountants Limited	24% (Jointly held)
	Shareholder	Reindlerco Limited	98% (Jointly held)
PEEBLES, Richard Scott	Director	181 High Limited	Appointed 02 Apr 2015
	Director	Montreal 248 Limited	Appointed 02 Aug 2013
	Director	Riverside Limited	Appointed 03 Apr 2017
	Director	Hawthorne 314 Limited	Appointed 03 Dec 2020
	Director	Clarence 90 Limited	Appointed 03 Jun 2021
	Director	Wilton Close 2021 Limited	Appointed 04 Jun 2021
	Director	VSK Investments Limited	Appointed 07 Mar 2012
	Director	7990 Limited	Appointed 11 Mar 2002
	Director	880 Main North Road Limited	Appointed 13 Apr 2012
	Director	Gasson Street Properties Limited	Appointed 15 Dec 2003
	Director	Westbury Developments Limited	Appointed 16 Dec 2003
	Director	Rolly Limited	Appointed 16 May 2012
	Director	Hereford 76 Limited	Appointed 16 Sep 2014
	Director	Nuttall Drive Limited	Appointed 17 Jul 2013
	Director	Peebles Group Limited	Appointed 17 Sep 1998
	Director	Grants Road Holdings Limited	Appointed 18 Dec 2009
	Director	Parkhouse Investments Limited	Appointed 20 Jan 2017
	Director	Duncans Lane Limited	Appointed 20 Jun 2016
	Director	Braeburn Property Limited	Appointed 22 Mar 2018
	Director	Te Kaha Project Delivery Limited	Appointed 25 Aug 2020
	Director	Riverside Collective Limited	Appointed 27 Sep 2019
	Director	Wainui Bay Limited	Appointed 31 Jan 2005
	Director	Cranford 484 Limited	Appointed 31 Jul 2009
	Shareholder	Parkhouse Investments Limited	50% (Jointly held)
	Shareholder	Cranford 484 Limited	65% (Jointly held)
	Shareholder	Grants Road Holdings Limited	51% (Individually held)
	Shareholder	Hawthorne 314 Limited	50% (Jointly held)

Name	Role	Organisation	
	Shareholder	Clarence 90 Limited	50% (Jointly held) 50% (Individually held)
	Shareholder	Riverside Collective Limited	33% (Individually held) 33% (Individually held)
	Shareholder	Westbury Developments Limited	100% (Jointly held)
	Shareholder	Hereford 76 Limited	33% (Jointly held)
	Shareholder	Montreal 248 Limited	50% (Jointly held)
	Shareholder	South Island Commercial Limited	18% (Jointly held)
	Shareholder	R.P. Richardson Consultants Limited	66% (Jointly held)
	Shareholder	880 Main North Road Limited	100% (Jointly held)
	Shareholder	Rolly Limited	100% (Jointly held)
	Shareholder	7990 Limited	50% (Jointly held)
	Shareholder	Vsk Investments Limited	100% (Jointly held)
	Shareholder	Peebles Group Limited	83% (Jointly held) 25% (Individually held) 17% (Individually held)
	Shareholder	Braeburn Property Limited	100% (Jointly held)
	Shareholder	Wilton Close 2021 Limited	50% (Jointly held)
	Shareholder	Gasson Street Properties Limited	100% (Individually held)
BRAGG, Barry John	Director	Nuenz Limited	Appointed 01 Aug 2013
	Director	Stevenson Group Limited	Appointed 01 Feb 2014
	Director	Ngai Tahu Farming Limited	Appointed 01 Jul 2019
	Director	CRL Energy Company No 2 Limited	Appointed 04 Nov 2015
	Director	Ngai Tahu Forestry Limited	Appointed 06 Aug 2020
	Director	Ngai Tahu Wakatipu Holdings Limited	Appointed 06 Aug 2020
	Director	Proseed New Zealand Limited	Appointed 06 Aug 2020
	Director	Bragg Consulting Limited	Appointed 06 Dec 2012
	Director	Whata Tuatahi Gp Limited	Appointed 06 Jul 2021
	Director	Paenga Kupenga Limited	Appointed 09 Jun 2020
	Director	Te Kaha Project Delivery Limited	Appointed 11 Mar 2021
	Director	Quarry Capital Limited	Appointed 14 Dec 2018
	Director	Air Rescue Services Limited	Appointed 17 Dec 2002
	Director	Stevenson Holdings Limited	Appointed 17 Dec 2018
	Director	Verum Group Limited	Appointed 21 Jun 1996
	Director	Stevenson Mining Limited	Appointed 23 Feb 2018
	Director	Whitiara Centre Limited	Appointed 26 Jan 2022
	Director	Chicago Property Limited	Appointed 28 Nov 2017
	Shareholder	Bragg Consulting Limited	1% (Individually held) 98% (Jointly held)
	Shareholder	Chicago Property Limited	33% (Individually held)
	Shareholder	Mollett Lane Limited	8% (Jointly held)
	Shareholder	Farrell Commercial Construction Limited	8% (Individually held)

3. Statutory deadline

CMUA was required under section 67(5) of the Local Government Act 2002 to complete its audited financial statements by 30 November 2021. This timeframe was not met because Audit New Zealand was unable to complete the audit within this timeframe due to an auditor shortage and the consequential effects of Covid-19, including lockdowns.

4. Legislative compliance

CCC Six Limited was originally a shelf company created as part of the 2013 – 2016 Three Year Plan to hold potential investments for the Christchurch City Council. The company was exempt from being a CCO under section 7 of the Local Government Act 2002.

CCC Six Limited changed its name to CMUA Project Delivery Limited and adopted a constitution in August 2020.

CMUA remained exempt under section 7 of the Local Government Act and no Statement of Intent was prepared for the 2020/21 financial year.

Independent Auditor's Report

To the readers of CMUA Project Delivery Limited's financial statements for the year ended 30 June 2021

The Auditor-General is the auditor of CMUA Project Delivery Limited (the Company). The Auditor-General has appointed me, Chantelle Gernetzky, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements of the Company on his behalf.

Opinion

We have audited:

- the financial statements of the Company on pages 1 to 8, that comprise the statement of financial position as at 30 June 2021, the statement of comprehensive revenue and expenses, statement of movement in equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion:

- the financial statements of the Company on pages 1 to 8:
 - present fairly, in all material respects:
 - its financial position as at 30 June 2021; and
 - its financial performance and cash flows for the year then ended; and
 - comply with generally accepted accounting practice in New Zealand in accordance with NZ PBE IFRS, and other applicable financial reporting standards, as appropriate for Tier 2 public benefit entities.

Our audit was completed on 23 November 2022. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board of Directors and our responsibilities relating to the financial statements, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

Our responsibilities under those standards are further described in the responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

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

Responsibilities of the Board of Directors for the financial statements

The Board of Directors is responsible on behalf of the Company, for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand.

The Board of Directors is responsible for such internal control as it determines is necessary to enable it to prepare financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible on behalf of the Company for assessing the Company's ability to continue as a going concern. The Board of Directors is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Board of Directors intends to liquidate the Company, or to cease operations, or has no realistic alternative but to do so.

The Board of Directors' responsibilities arise from the Local Government Act 2002.

Responsibilities of the auditor for the audit of the financial statements

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

Reasonable assurance is a high level of assurance but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers, taken on the basis of these financial statements.

We did not evaluate the security and controls over the electronic publication of the financial statements.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our

opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- We obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board of Directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- We evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Our responsibilities arise from the Public Audit Act 2001.

Other Information

The Board of Directors is responsible for the other information. The other information comprises the information included on pages 9 to 12 but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financials or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the Company in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1: International Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with, or interests in, the Company.

A handwritten signature in black ink, appearing to be 'Chantelle Gernetzky', written in a cursive style.

Chantelle Gernetzky
Audit New Zealand
On behalf of the Auditor-General
Christchurch, New Zealand