NGÂTIMANAWA
INCORPORATION

Annual Reports

To 30 June 2026

Proprietors of Ngātimanawa Inc

DIRECTORY

COMMITTEE OF MANAGEMENT

Tawhiri Morehu (Chairman)
Patrick McManus
Pouwhare Rewi
Maramena Vercoe
Renata White
Stan Heather
Charlie Teddy

SECRETARY Murray Patchell

OFFICE AND SHARE REGISTRY

Awhi Rōpū Consultants Ltd
1227 Ranolf St
Rotorua

Telephone 072427228
Email: ownerservices@arconsultants.co.nz

WEBSITE www.ngatimanawaincorporation.co.nz

FARM ADVISOR

Peter Livingston
AG First

SOLICITORS

JB Morrison Rotorua
-Helen Nathan
-Curtis Bidois

BANKERS Bank of New Zealand

PROPRIETORS OF NGATIMANAWA INC

TABLE OF CONTENTS

Page 1. Directory

2. Contents

3. Agenda

4. Minutes of 2025 AGM.

6. Chairman's Report

9. Farm Report

15. Financial Summary

19. Shareholders Grant Policy
    - schedule

21. Tangiharuru Apa Trust
    - Financial summary to 31 March 2026
    - Education Grants Report to 31 March 2026
    - Education Grants Policy

25. Financial Statements to 30 June 2026

2026 ANNUAL GENERAL MEETING

at Painoaiho Marae,
on Saturday 14th November 2026 at 10.00am.

AGENDA

1. Apologies.
2. Minutes.
3. Annual Reports & Financial Statements.
4. Appointment of Share Valuer.
5. Distribution.
6. Election of two members to the committee of management for 3 year terms. Tawhiri Morehu and Maramena Vercoe retire by rotation and are available for re-election and do not require renomination. Nominations for other candidates signed by a shareholder and the candidate closed at 4.30pm on Tuesday 10th November 2026 with the Secretary via email to murray@arconsultants.co.nz Proxies closed with the Secretary at 10.00am on Thursday 12th November 2026. Voting will be by registered shareholders at the hui.
7. General Business.

PLEASE NOTE THAT SPEAKING AND VOTING RIGHTS AT THE MEETING ARE RESTRICTED TO REGISTERED SHAREHOLDERS OF THE INCORPORATION.

NGATIMANAWA INCORPORATION

MINUTES OF THE 2025 ANNUAL GENERAL MEETING OF SHAREHOLDERS HELD AT TIPAPA MARAE ON SATURDAY 15TH NOVEMBER 2025 AT 10AM.

CHAIRMAN: Tawhiri Morehu.

SECRETARY: Murray Patchell.

MIHI & KARAKIA: Jack Tupe.

ATTENDANCE: 30

APOLOGIES: 23 *(Patti Sutton/Yvonne Rewi) Carried*

MINUTES: Of the previous annual general meeting held on 16th November 2024 were read by the Secretary and confirmed.
(Patti Sutton/Minnie Pouwhare) Carried

CHAIRMAN'S REPORT:
Chairman tabled and read his report highlighting the record profit achieved

RESOLVED: "That the Chairman's report be adopted."
(Tawhiri Morehu/Pouwhare Rewi) Carried

FARM REPORT: Peter Livingston presented his farm report.

RESOLVED: "That the farm report be received."
(Pouwhare Rewi/Jack Tupe) Carried

In presenting his report Peter noted:
- 25% of income comes from Beef production
- The $10.16 per kg milks solid payment and strong dividend payment by Fonterra
- Fonterra disinvestment will result in a $2 per share payment in May 2026 ($574,300).
- The MAPIP study funded from a $60,000 MPI grant is progressing and recommendations for future options will result
- The priority is to maintain the core business but diversify into other appropriate areas.

Jack Tupe commended the committee and farm management on the work being done at Matera.

FINANCIAL REPORT:
Murray Patchell tabled the financial statements for the year ended 30 June 2025 and presented a summary overview highlighting the record profit of $1,598,908 before tax, the significant cash held and reserves being build up putting the Incorporation in a very strong financial position.

RESOLVED: "That the financial report for the year ended 30 June 2025 be received."
(Ngarangi Rikiriki/Charlie Teddy) Carried

Hapimana Higgins advised his son has qualified in dentistry and is looking to set up a mobile health clinic. He is seeking an investment of $300,000 and will submit a letter of support. The secretary advise that it is the shareholders who decided on the application of income.

SHARE VALUER: **RESOLVED**: "That PKF Tauranga, Chartered Accountants be appointed share valuer."

(Renata White/Ruiha Rikiriki) *Carried*

DISTRIBUTION: **RESOLVED**: "That the $90,000 be approved for owners grants as per the policy tabled."

(Pat McManus/Ngarangi Rikiriki) *Carried*

ELECTION: The Secretary advised that as no further nominations had been received Pat McManus and Charlie Teddy were reappointed for 3 year terms.

TANGIHARURU APA TRUST:

Murray Patchell took the meeting through the financial summary, investment update and education grant details for the Trust.

RESOLVED: "That the Tangiharuru Apa Trust report be received."

(Pouwhare Rewi/Renata White) *Carried*

Patti Sutton queried the policy on secondary students and Pat McManus responded. She also queried if more focus should be given to community grants and for tertiary student the second year of study is the area of greatest need.

GENERAL BUSINESS:

1. Hapimana Higgins stated his view that Moewhare belonged to his family under mana whenua and he intended to take it back. He was happy to talk to anyone about that.
2. Patti Sutton commended the committee for the great job they were doing.
3. A speaker thanked the Tangiharuru Apa Trust for the recent grant supporting the October iwi wānanga attended by 80 persons. A report is coming.
4. **RESOLVED**: "That a koha of $3,000 be made to Tipapa Marae for hosting the AGM."

(Marilyn Clarke/Minnie Pouwhare) *Carried*

Meeting closed at 11.15am with Karakia from Jack Tarei Te Moni.

Signed as a correct record

_____ **CHAIRMAN**

Proprietors of Ngātimanawa Inc
Chairman's Report 2026

Tēnā koutou katoa,

It is my privilege to present the Chairman's Report for 2026. I warmly welcome all shareholders, whānau, advisers and guests joining us today at Painoaiho Marae, and we extend our sincere appreciation to the hau kāinga for hosting us and for the manaakitanga shown to everyone present.

Farm and Financial Performance

The Incorporation has delivered another sound result in a year that continued to require disciplined farm management. Total farm-trading revenue increased to **$4.299 million**, supported by a strong cattle-trading result, while the net farm surplus was **$1.504 million**. After other income, expenses and tax, the Incorporation recorded a net profit after tax of **$1.562 million**.

Our financial position has strengthened further. At 30 June 2026, cash and bank balances stood at **$1.844 million**, total equity had increased to **$22.385 million**, and the BNZ term loan had reduced to **$1.320 million**. These results provide a solid platform for considered reinvestment, prudent debt management and long-term resilience.

Strategy and Future Direction

During the year, the Committee reviewed a strategy discussion paper for the period 2026–2032. Its central message is clear: before pursuing major expansion, we should first maximise the performance of our existing assets. The immediate opportunities are to improve labour and time efficiency, feed utilisation, herd quality, milk quality, performance monitoring and the structure of the dairy and beef/grazing operations.

The strategy identifies a pathway to grow annual net cash profit over the next five years while continuing to invest in kaimahi, housing, plant and machinery, herd improvement, water and irrigation options, and climate resilience.

External opportunities—including another farm, the managed investment portfolio and the possible development of additional land—will be assessed carefully. Any investment must be supported by robust due diligence, fit our capacity and make a clear contribution to shareholder value.

Investments and Shareholder Grants

The forestry lease continues to provide annual income of **$49,000** which we are investing in a managed investment portfolio. This portfolio had a year-end value of approximately **$353,000**. Together with our other investments, these funds support diversification and give the Incorporation greater flexibility when future opportunities arise.

The Committee recommends that the shareholder grant remain unchanged from last year at a total of **$90,000**, including a **minimum grant of $150** for eligible shareholders who have supplied current contact and banking details. Shareholder approval of this recommendation will be sought by resolution at today's meeting.

Committee Rotation

There have been no changes to the Committee of Management during the year. In accordance with the rotation requirements, **Tawhiri Morehu** and **Maramena Vercoe** retire by rotation and are eligible to stand for re-election.

Protection and Responsible Use of the Whenua

The Committee has a duty to protect and manage the whenua for the benefit of all shareholders. During the year, the Māori Land Court granted permanent and mandatory injunctions, an order for recovery of the Ngatimanawa B4 land, and transmission of those orders to the High Court for enforcement in relation to an unauthorised occupation. This serves as a clear reminder that entering or occupying Incorporation land without written authority is not acceptable. Any unlawful or unauthorised occupation will be addressed firmly, fairly and through the proper legal processes. This is necessary to protect farm

operations, kaimahi, stock, neighbouring road users and the collective interests of more than 1,500 shareholders.

Shareholder Engagement and Acknowledgements

We encourage shareholders to complete successions and keep their contact and banking details current with the share registry team. Please encourage your whānau to do the same. Information and forms remain available on our website: www.ngatimanawaincorporation.co.nz.

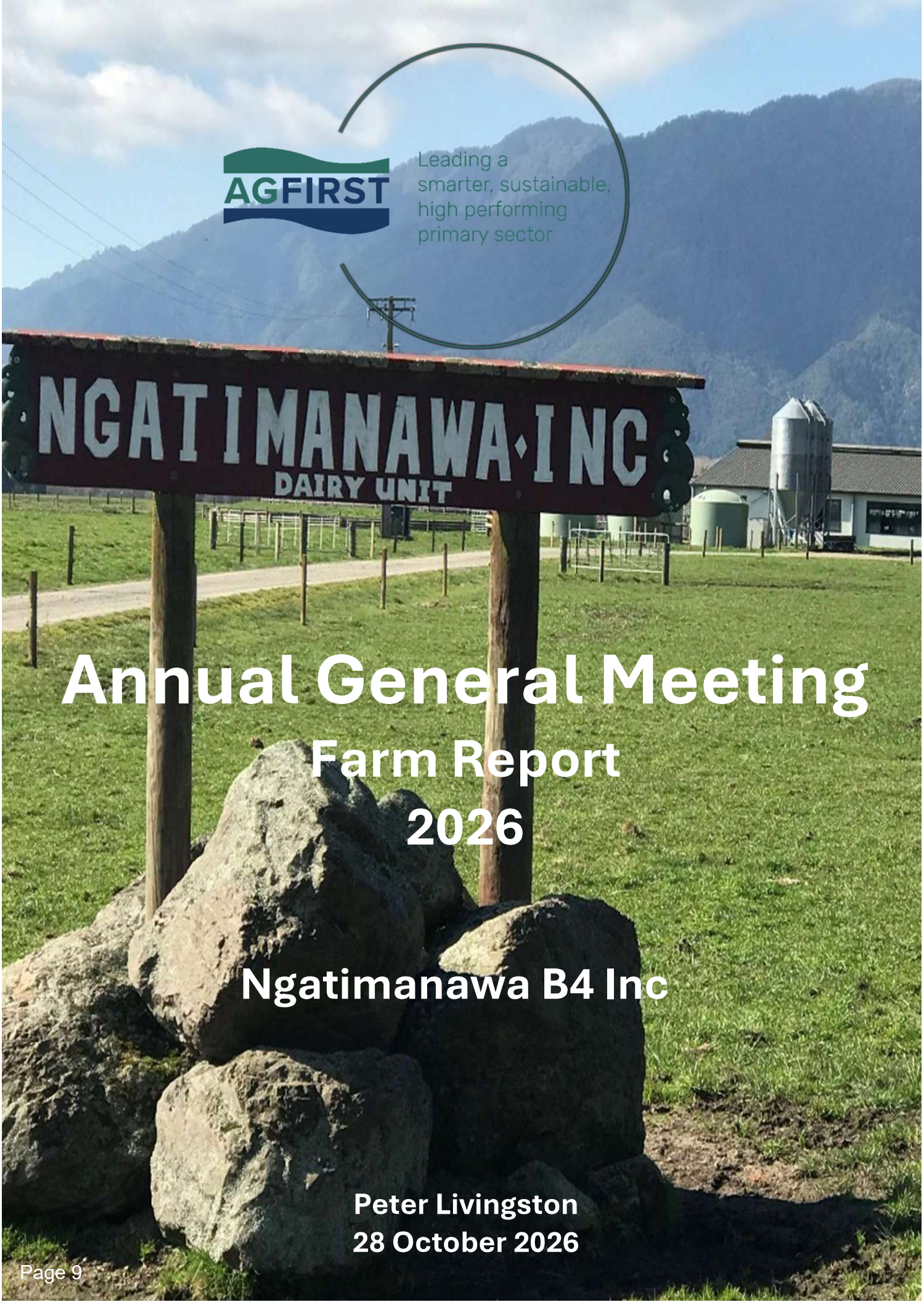
On behalf of the Committee, I thank Stan and Aroha for their leadership of the farming operation, and all our kaimahi for their hard work and commitment throughout the year. I also acknowledge Peter Livingston and the AgFirst team, Murray Patchell and the team at Awhi Rōpu Consultants, our accountants, legal advisers and all others who have supported the Incorporation.

I also thank my fellow Committee members for their steady governance, robust discussion and shared commitment to protecting and growing the Incorporation for present and future generations.

Closing Remarks

The year ahead gives us good reason for confidence, but it also calls for focus. Our task is to convert a strong balance sheet and a sound farming base into sustainable performance, disciplined investment and enduring benefits for shareholders. Thank you for your continued support, and I wish you and your whānau a safe and enjoyable festive season.

Nāku noa, nā
Tawhiri Morehu
Chairman



Annual General Meeting

Farm Report

2026

Ngatimanawa B4 Inc

Peter Livingston
28 October 2026

1.0 Background

The Incorporation remains in a strong position to take advantage of the current "favourable" times that pastoral farming is enjoying. The returns from milk and red meat are at historical peaks. For both, industry forecasts over the next 2 – 3 years, at least, continue to suggest that prices for agricultural products are likely to remain well above their 5 – 10-year averages.

Ngatimanawa B4 Incorporation has re-invested back into its core business of farming at a strong rate over the last couple of decades. This was part of the strategy to look after the base business and continue to maintain the ability to take full advantage of these "good times" as they roll around. That's right now!

Management understands farming is cyclical in nature, so continued improvement in performance inside the farm gate must occur. This will include better farm system implementation, improving stock quality and productivity, higher feed utilisation rates and control of the costs of production. These are all features of the strategic plan.

As mentioned last year, the changing weather patterns and forecast warmer temperatures over time are increasingly being factored into future plans.

The financial outcome for the 2025/26 year has again been very strong. It is important to note though that there are numerous pressures coming on the expense side of the profit equation. After a couple of years of "lower" farm input related inflation, the 2025/26 year recorded some notable increases in key costs.

The milk payout prospects for the FYE 2027 and FYE 2028 look very promising again and there is evidence that this could reach $10.00 /kg MS again.

Following on from the MPI funded project on Land Use Capability and future use, the C.O.M. has held additional strategic planning discussion during 2026. Diversification opportunities, to manage future risk, are again high on the list of items being evaluated. However, the core business remains pastoral farming so incremental improvement in that must also occur. The options to adopt new farm technology to help this cause are numerous and some others are in development phase. As mentioned last year, this may play a strong part in helping ruminant livestock, such as cattle, reduce Greenhouse Gas emissions.

The sale of part of the Fonterra Ltd Consumer Brand's business to "Lactalis" went ahead in April 2026. This provided a $2.00 / share tax paid capital distribution to back to shareholders. Given that the Incorporation holds 287,150 Fonterra shares, the return of this capital was a significant event in 2025/26. Furthermore, with the strength of the Fonterra business it is notable that the value of its' shares has risen back up to around $5.80 / share since.

The 2024/25 and 2025/26 seasons' have provided strong profits. There is more to come in this space though, and the Incorporation is positioned to fully benefit.

2.0 Farm Overview

Land

The Incorporation has grown in productive capability in recent years and is now operated in 3 main parts.

Whirinaki Dairy Unit	419 ha approx Milking 900 – 950 cows and rearing up to 400 calves annually (dairy heifer replacements for the herd and beefies to take to Karatia)
Karatia Dairy Support and Beef Unit	268 ha approx Winters the in-calf cows and carries beef cross stock reared at Whirinaki Dairy. Provides silage back to the dairy unit
Matera Trust Lands	Leased land and 73 ha effective Runs the replacement dairy heifers from the Ngatimanawa herd.

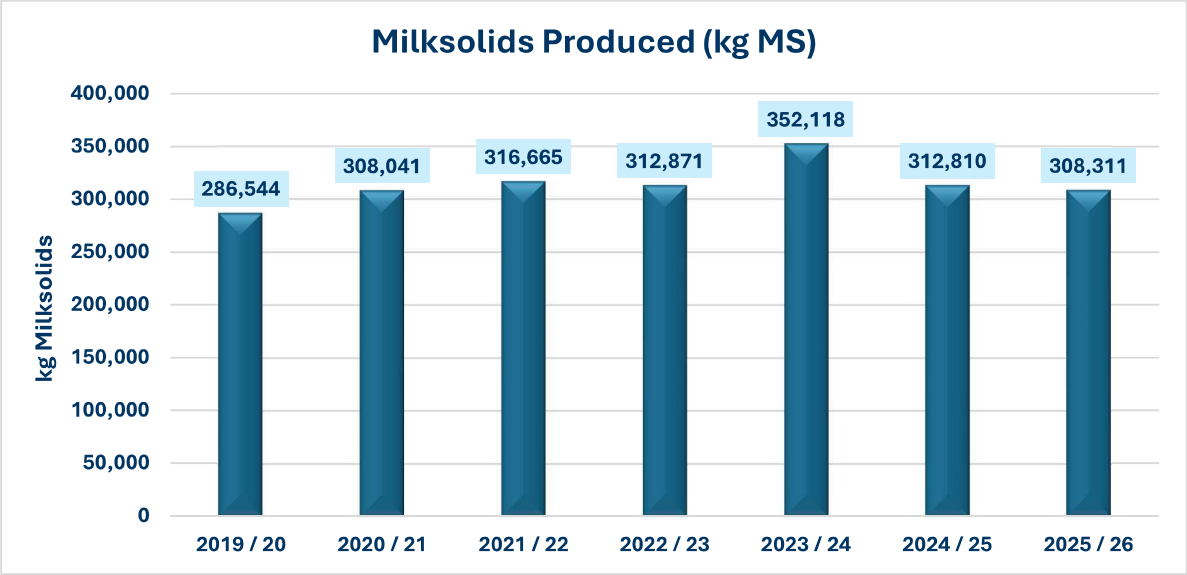
Stock Overview

Dairy	Wintered 999 cows and heifers in 2025 then milked 940 during the season Carried 172 replacement heifer calves
Beef	Carried extra cattle through winter 2025 (452) and 240 autumn born weaners Winter 2026 = 339 beef R2 yr + R3yr olds Beef cattle are mainly sold as forward store R2 yr olds but carrying extra "older" cattle in winter 2026 is designed to take advantage of a very strong return now.

Production Profile

The farm has achieved an average production level of around 320,000 kg Milk Solids. The 2025/26 output was 308,311Kg which was slightly down on the previous 2024/25 year. This was mainly due to a less-than-ideal spring in 2025 (cold and wet), which limited per cow output for the first 75 days of the season.

Up until 2026/27, the farm milked all year round, including calving up to 25% of the herd in Autumn each year. During this last season the farm exited Autumn calving and stopped supplying winter milk, as winter milk supply premium payments were not available and winter feed costs increased markedly.



N. B The 2023/24 year saw a very favourable summer / autumn for feed grown (pasture/crops) on the back of regular rain. Production benefitted strongly.

Milk Quality has also improved but is still a long way from where we need to be.

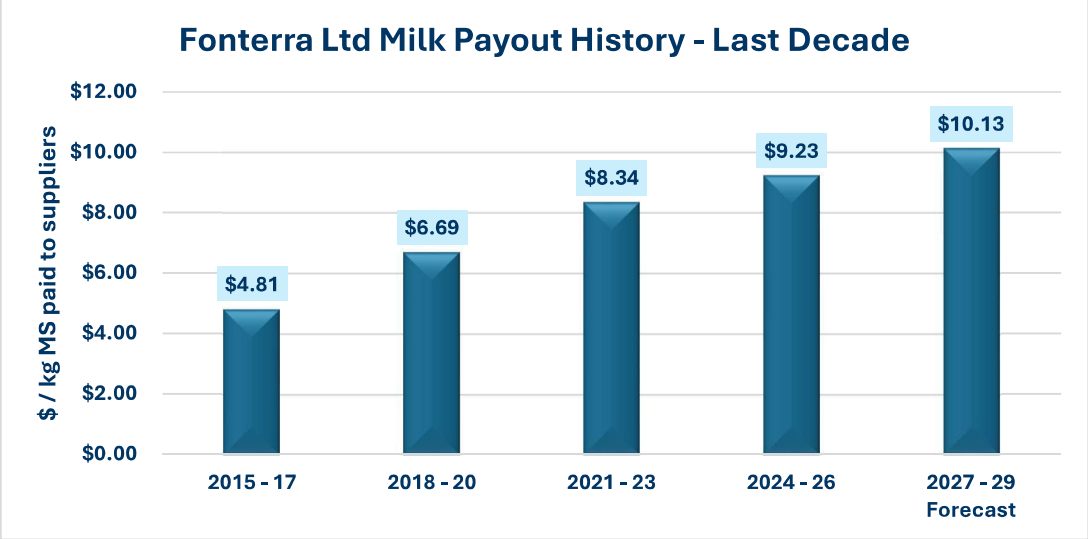
Rearing up to 400 calves / annum has reduced the number required to be sold as "bobby calves". This also provides an opportunity to utilise more of the feed grown on the Karatia farm directly into red meat protein production, for which returns are currently between $9.00 - $10.00 / kg of carcass. That is very high.

The overall stocking rate and level of farming intensity on the Incorporation's lands is low. This means the Greenhouse Gas emission rates, nutrient losses to groundwater and other environmental metric measures are very low in comparison to those of the wider industry. This was highlighted in the Land Use Capability study completed in 2024/25. The aim is to at least hold this status.

3.0 Product Returns

The milk payout from Fonterra Ltd was down from $10.16 / kg MS in 2025 to $9.69 / kgMS in 2026 but a higher dividend on Fonterra shares was received. The forecast milk payout for the 2026/27 season is currently for somewhere above $9.50 to $10.00/kgMS (current NZX Futures Market Contract settlements are suggesting around $10.25-$10.30 / kg MS is possible).

Fonterra continues to indicate a strong dividend payment is forecast back to its' shareholders (between 65 to 85 cents / share less retentions). This represents a return of over 12% on the value of those shares. They are turning into a favourable asset to hold after being of limited value for a while earlier in the decade as Fonterra negotiated its way through tough times and a significant restructure process. At one stage no dividend was paid to shareholders.



4.0 Operating Costs

The FYE 2026 annual statements reflect an increase in farm operating costs of $172,988. This is mainly due to significant increases in the costs for Animal Health, Electricity, Fertiliser, and Hay / Silage making.

Another significant input into farm related Repairs and Maintenance took place during 2025 / 26 as the Incorporation took the opportunity to improve the state of the farms' dwellings. This work is on-going and will conclude this coming year.

Whilst fuel costs rose sharply, the level of maintenance needed on vehicles and plant reduced.

As we know all too well; Rates, Insurances and other compliance costs just keep on rising and seem to know no boundaries!!!

We are experiencing further price rises in 2026 / 27 so a close watch on inputs is being maintained.

After a couple of "quieter" years, the farm input related inflation rate could hit 8-10% again in 2026/27.

5.0 Strategic Planning

In July the C.O.M reviewed the strategic direction and plan out to at least 2032. Some of the key points to note are:

BNZ Loan Balance	Low
Funds in bank/managed accounts	Strong
Equity Position	Very significant and increasing fast

The C.O.M felt that the short to medium term priority is still to keep striving for better performance from current operations whilst looking at other opportunities as they arise. The priority actions are:

- Time management & labour efficiency – develop the skill base further
- Improved feed utilisation and convert more directly to product
- Harder push to improve the quality and genetic merit of the dairy herd
- More in-depth monitoring and analysis of data-sharper decision-making
- Milk quality lift to increase milk production and earn premiums on offer
- Keep evaluating new technologies and adopt when beneficial
- Diversify the feed / forage mix to account for the forecast warmer temperatures ahead.
- Continue to manage and enhance the environmental footprint

Financially the Incorporation can see a pathway to take the current $1.6 M operating surplus, before tax, to between $1.85 - $2.0 M annually.

Diversification and growth are part of the equation. Numerous land use options have been evaluated, and some could come into focus over the next decade.

Part of the growth strategy is likely to include purchasing additional farms.

The need to continue to build resilience in the face of climate change is well in focus. The signs of change are clear, and one cannot ignore their likely impact on "typical" pastoral and crop-based farming systems in the future.

6.0 Summary

A "Great time to be a farmer!". Yes Indeed! When the good times arrive, one must be ready to take full advantage as is the case for the Incorporation now.

Ngatimanawa B4 Inc. spent a long period investing for the future. The medium-term future is looking very bright, and the Incorporation is gaining the reward.

It remains a strong team effort, and appreciation goes to all involved. Thanks to the on-farm team, COM and Murray (team at AR Consultants) for the on-going support. AGFirst appreciates the opportunity to continue to help guide the Incorporation in these prosperous times.

Long may they continue!

Disclaimer:

The content of this report is based upon current available information and is only intended for the use of the party named. All due care was exercised by AgFirst in the preparation of this report. Any action in reliance on the accuracy of the information contained in this report is the sole commercial decision of the user of the information and is taken at their own risk. Accordingly, AgFirst disclaims any liability whatsoever in respect of any losses or damages arising out of the use of this information or in respect of any actions taken in reliance upon the validity of the information contained within this report.

PROPRIETORS OF NGATIMANAWA INC

SUMMARY OF FINANCIAL RESULTS

The Incorporation's financial statements were prepared by PKF Accountants and are included in this report. As required by section 276A of Te Ture Whenua Māori Act 1993, as Secretary I certify that the financial statements give a reasonable representation of the financial position and financial performance of the Incorporation. The financial year-end balance date is 30 June 2026. The following is a summary of the key financial points.

NET OPERATING SURPLUS:

	2025	2026
INCOME		
Milk Solids Income	3,182,613	2,903,070
Cattle Trading Surplus	916,606	1,346,681
Dividends Received	179,927	219,327
Forest lease rental	49,000	49,000
Lease Income	16,800	12,300
Rebates and other income	9,705	8,322
Interest and investment income	23,233	20,471
TOTAL INCOME	**$4,377,884**	**$4,559,171**
LESS EXPENDITURE		
Farm Operating Expenses	1,792,288	1,965,276
Mortgage Interest	156,007	89,237
Depreciation and loss on disposal	104,959	97,962
Administration costs	165,545	202,427
Rates	96,159	132,938
Repairs and Maintenance	316,723	331,419
Vehicle Expenses	80,855	81,181
Insurance	66,439	54,120
TOTAL EXPENDITURE	**$2,778,975**	**$2,954,559**
OPERATING SURPLUS	**$1,598,908**	**$1,604,612**
LESS TAXATION	**$195,379**	**$42,510**
NET PROFIT AFTER TAX	**$1,403,530**	**$1,562,102**

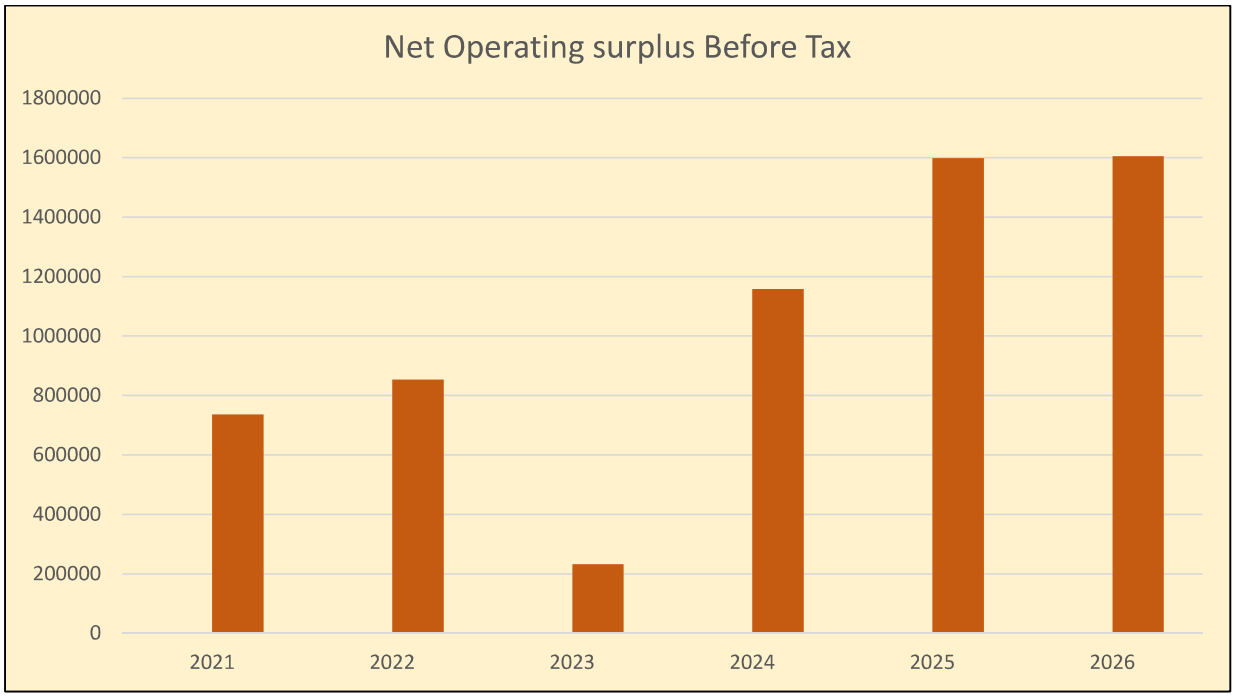
Cattle trading includes an increase in livestock valuation over the previous year of $554,000.
Milksolids production in 2026 was 308,311 kgMS, generating current-season income of $2,459,600, compared with 312,810 kgMS and $2,815,448 in 2025. Including deferred income, gross milk production income was $2,903,070. Taxation decreased due to livestock value adjustments outside of the accounts.

Total farm working expenses increased to $2,697,002 from $2,457,857. Repairs and Maintenance totalled $331,419, including Farm Houses of $187,342, general Repairs and Maintenance of $76,284, Fences of $19,628, Plant and Equipment of $16,284, Water Supply of $13,975 and Flooding Damage of $8,327.

Refer to the full annual accounts provided for more detail on income and expenditure.

The Incorporation tax rate is 17.5%. Income tax expense for 2026 was $42,510. After tax payments and credits, the accounts record an income tax refund due of $107,052 at 30 June 2026.

NET OPERATING SURPLUS/DEFICIT



Net Operating Surplus for the year ended 30 June 2026 is determined for accounting and tax purposes on an accrual basis, including the final milk payout which is received after balance date.

Distribution by way of shareholders grants totalled $60,522 ($58,743 last year).

Capital expenditure and revaluation additions totalled $955,903 during the year. Significant additions included:

- Land revaluations — $767,527
- Land development — $109,114
- Farm house window joinery — $34,387
- New kitchen — $16,992
- Plant and equipment — $21,032
- Animal shelter — $6,850

Assets and Liabilities:

	2025	2026
Assets		
Cash at Bank	1,147,483	1,843,720
Current Assets (Receivables, Prepayments and Tax)	610,672	726,292
Silage	298,900	296,550
Livestock	2,948,350	3,502,350
Shares (Fonterra etc)	1,483,632	1,371,138
Craigs Investment Portfolio	273,949	353,475
Land & Buildings	13,777,449	14,691,773
Vehicles & Equipment	399,195	342,812
NZ Units (Carbon)	1,173,806	1,115,400
TOTAL ASSETS	**$22,113,437**	**$24,243,510**
Less Liabilities		
Current Liabilities (Accounts payable and accruals)	217,458	297,930
Tax payable	61,976	-
Bank Mortgage	1,915,000	1,320,000
Unclaimed Dividends	240,306	240,089
TOTAL LIABILITIES	**$2,434,740**	**$1,858,019**
NET ASSETS (EQUITY)	**$19,678,697**	**$22,385,491**

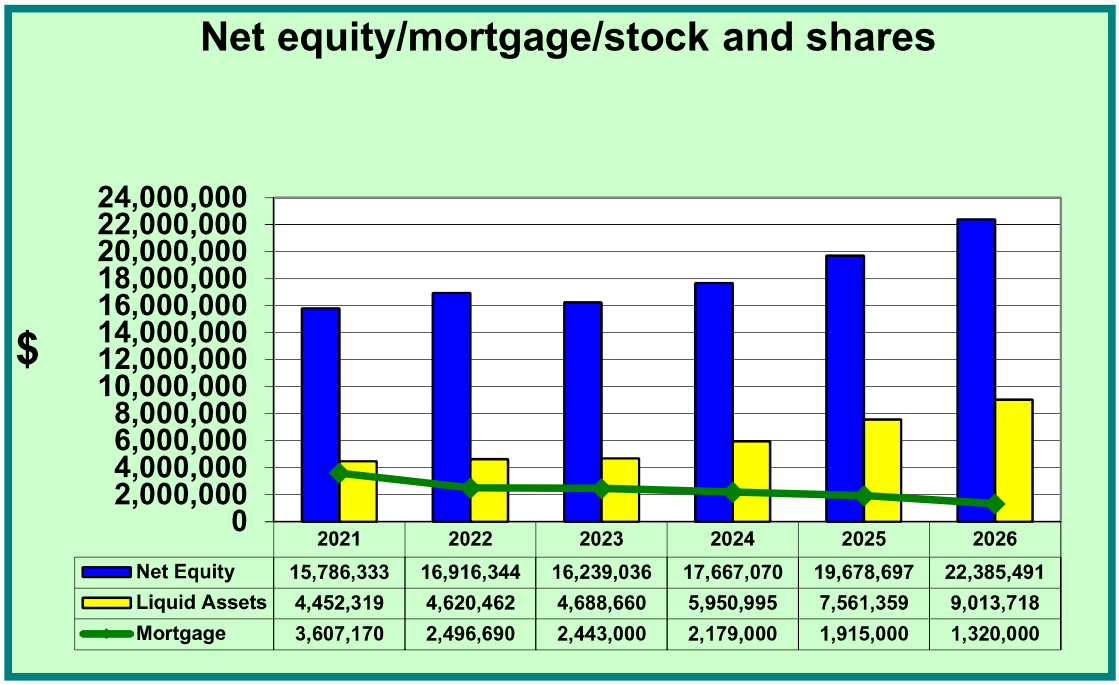
At 30 June 2026 the BNZ term loan balance was $1,320,000 at a fixed interest rate of 5.69%. Total borrowings reduced by $595,000 during the year, from $1,915,000 at 30 June 2025.

Movement in Asset Values:-

Fonterra shares were valued at $1,234,745 at 30 June 2026, compared with $1,355,348 at 30 June 2025. During the year, a Fonterra share capital return of $574,302 was recognised in capital reserves.

The value of 20,280 NZ Units (carbon credits) was $1,115,400 at 30 June 2026, compared with $1,173,806 in 2025.

The committee policy is to invest annual forestry rental into the Craigs investment portfolio to develop a future fund for forestry investment and diversify off-farm resources. The portfolio was valued at $353,475 at 30 June 2026, up from $273,949 in 2025.



	2021	2022	2023	2024	2025	2026
Net Equity	15,786,333	16,916,344	16,239,036	17,667,070	19,678,697	22,385,491
Liquid Assets	4,452,319	4,620,462	4,688,660	5,950,995	7,561,359	9,013,718
Mortgage	3,607,170	2,496,690	2,443,000	2,179,000	1,915,000	1,320,000

Liquid assets available cover bank debt approximately 6.7 times, compared with nearly four times last year. These comprise:

- Cash at bank
- Trade receivables less Trade payables
- Consumables (Hay, silage)
- Livestock
- Shares (Portfolio fund, Fonterra, LIC and Ballance shares)
- NZ Carbon Credits

Overall net equity increased by $2,706,794 in the year ended 30 June 2026, a 13.8% increase, reflecting the net profit after tax, capital reserve movement and asset revaluations.
The Incorporation is in a very sound financial position and is well placed to consider future options.

Shareholders:

The Incorporation share registry contains 254,503 shares held by 1503 shareholders. Share parcels range from less than 1 share to the largest holding of 8207 shares. Contact details are held for 454 shareholders holding 93,431 shares (36.7% of the shares).

The net equity for one share is $87.96 ($77.32 last year).

Shareholders are encouraged to do successions to increase the level of engagement with the Incorporation. Information on successions can be located on the Maori Land Court website located at this address - https://maorilandcourt.govt.nz/your-maori-land/succession/. When doing successions for Trusts the Court needs to be notified if shares are held in the Incorporation. Registration forms are available from our website.

Murray Patchell, CA
Secretary

Ngatimanawa Incorporation

DRAFT 2026 SHAREHOLDERS GRANT POLICY

A Shareholders grant in lieu of a dividend was adopted for the 2026 AGM. This grant is payable to the shareholders registered at 1st December 2026 who have supplied their bank account numbers and addresses. The grant is also available to shareholders, subject to the terms of the grants policy, up to the next AGM. The current policy in respect of the 2026 Shareholders Grant is as follows:-

1. For identification purposes the grant will be called the "2026 Shareholders Grant".
2. The sum of $90,000 has been set aside for 2026 Shareholders Grants.
3. The minimum payment is $150.
4. Payments to be made only to bank accounts and shareholders addresses must be held.
5. Payments will be calculated according to shareholding bands as per the attached schedule.
6. All shareholders with addresses are to be advised of the Shareholders Grant and those who have not provided bank accounts details will be asked to do so.
7. Sufficient funds will be retained to cover any Shareholders who are located after the payment date.
8. The Committee of Management reserve the right to make only one payment to a shareholder whose name may appear more than once on the share register where it is evident that those multiple names refer to one person.
9. Any shareholders who are located after the payment date will be entitled to the payment they would have received had their address and bank account details been known at the distribution date.
10. Any owners who succeed to shares after the payment date will be entitled to payment of the current shareholder's grant based on their shareholding where it has not been paid to the deceased shareholder.
11. Entitlement to the payment will expire on the date of the next AGM.
12. The Committee of Management reserve the right to amend this policy or draft new policy to cover any circumstance not covered or anticipated by this policy, in respect of payments to all beneficiaries or to any one or more beneficiaries and the Committee decisions in these matters will be final.

Shareholder Grant payments will be made from tax-free retained earnings that will be free of tax in the hands of the shareholders.

Approved……..

Chairman……..

NGATIMANAWA INCORPORATION

SHAREHOLDERS GRANT

Grant structure for distribution in lieu of dividend ($90,000).

Group	Share Range			Owners Grant	Owners with address and bank a/c
1	0 to	399.99	$	**150**	345
2	400 to	499.99	$	**177**	13
3	500 to	599.9999	$	**213**	8
4	600 to	699.9999	$	**248**	0
5	700 to	799.9999	$	**284**	3
6	800 to	899.9999	$	**318**	7
7	900 to	999.9999	$	**354**	11
8	1000 to	1099.9999	$	**390**	3
9	1100 to	1199.9999	$	**425**	1
10	1200 to	1299.9999	$	**459**	1
11	1300 to	1399.9999	$	**495**	1
12	1400 to	1499.9999	$	**530**	2
13	1500 to	1599.9999	$	**566**	1
14	1600 to	1699.9999	$	**602**	5
15	1700 to	1799.9999	$	**636**	0
16	1800 to	1899.9999	$	**672**	0
17	1900 to	1999.9999	$	**707**	0
18	2000 to	2499.9999	$	**884**	2
19	2500 to	2999.9999	$	**1,061**	1
20	3000 to	3999.9999	$	**1,413**	2
21	4000 to	4999.9999	$	**1,767**	2
22	5000 to	8207	$	**2,900**	1
TOTALS					**409**

Paid from Tax Free sources

TANGIHARURU APA TRUST

Annual Report to 31 March 2026

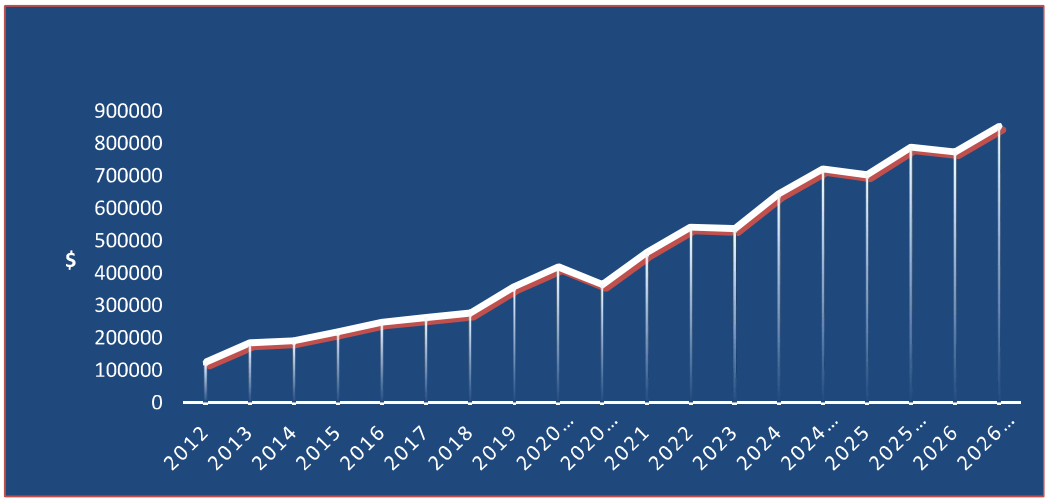
INCOME AND EXPENDITURE	2025	2026
INCOME		
Dividends and Interest	68,255	62,190
	$68,255	**$62,190**
LESS ADMINISTRATION EXPENSES		
Advertising	100	298
General Expenses	127	120
Investment Management Fees	5,681	7,287
Secretarial and Accounting	9,641	7,160
Subscriptions	190	202
	$15,739	**$15,067**
SURPLUS FOR YEAR	**$52,516**	**$47,123**
LESS GRANTS PAID		
Education Grants	2,700	2,150
	$2,700	**$2,150**
FUNDS FOR REINVESTMENT	**$47,116**	**$44,973**
INVESTMENT GAINS (LOSS)	**($551)**	**$36,988**
NET GAIN	**$46,565**	**$81,961**

The value of the investment portfolio on 31 March 2026 was $774,370 compared to $703,774 as at 31 March 2025. In October 2026 the portfolio was worth $854,321.

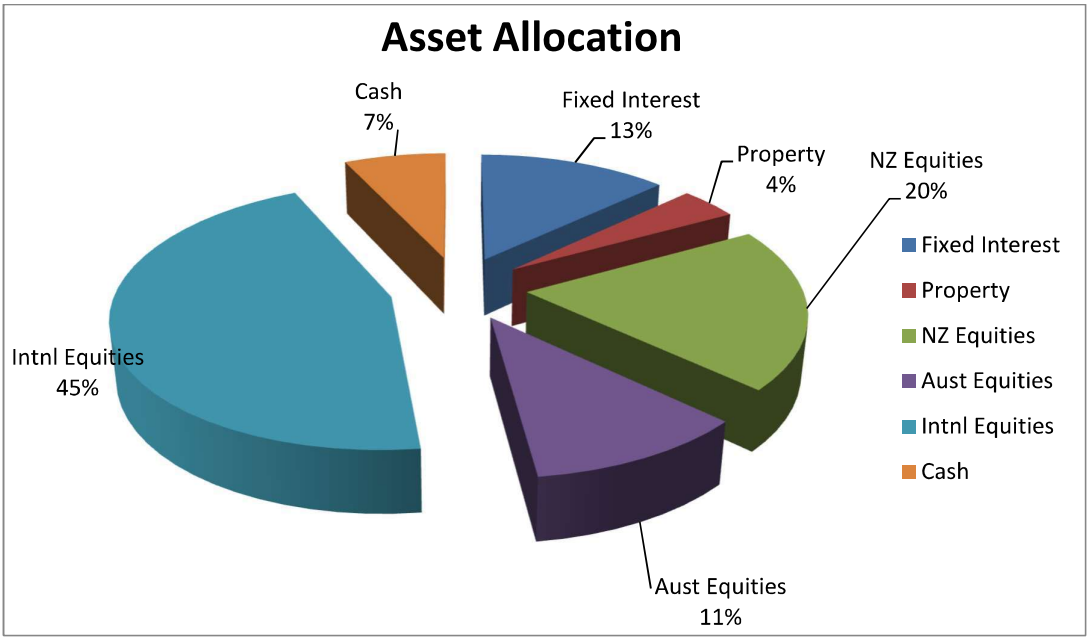
ASSETS	2025	2026
CASH AND RECEIVABLES	14,381	20,662
INVESTMENT PORTFOLIO	703,774	774,370
SHARES IN NGAHUINGA MOTUMAKO TRUST	4,312,097	4,117,204
TOTAL ASSETS	**$5,030,252**	**$4,912,236**

The Trust holds 87,603 shares in Ngahuinga Motumako Lands Trust and the value of these shares decreased by $194,893 in the year ended 31 March 2026 due to revaluations, mainly the reduction in NZ Carbon Credits.

The investment portfolio is managed by Craigs Investment Partners. For the 12 months to 31 March 2026 the portfolio had a return of 8.57%. Despite global volatility the investment markets have been strong this year. The return for the last 6 months was 11%. From inception in 2012 the annualised return has been 9.61% p.a.



The fund is invested in a spread of fixed interest, equities and property in NZ, Australia and international. The current asset allocation is:



TANGIHARURU APA TRUST

Education grants approved July 2026

The Trust partnered with the Māori Education Trust in 2022 to process education grant applications and our students received an additional top up payment from MET and Universities as set out below.

Tertiary:

First Name	Surname	Tertiary institution	Course	GRANT	MET Grant	TOTAL
April	O'Brien	Otago University	Bachelor of Health Science	250	50	300
Heni	Nuku	Te Whare Wananga o Awanuiarangi	Certificate in TE POKAITAHI REO	250	50	300
Louis	George	University of Auckland	Bachelor of Commerce	250	50	300
Erena	Nuku	Te Whare Wananga o Awanuiarangi	Bachelor of Environmental Studies	350	70	420
Kahukiwa	Wood	Victoria University of Wellington	Bachelor of Science	150	180*	330
Matilda	Te Heuheu	Te Wananga Aotearoa	Postgraduate Diploma in Bicultural Professional Supervision	150	30	180
June	Tahuriorangi	Te Wananga o Raukawa	Other not listed Te Reo Māori & Management	150	30	180
Hera	Merito	University of Otago	Graduate Certificate in Health Science-Cognitive Behaviour Therapy	150	30	180
			TOTAL	**$1700**	**$490**	**$2,190**

**includes $150 from Victoria Univesrsity*

Secondary School:

First Name	Surname	Secondary institution	Year	GRANT	MET Grant	TOTAL
Hegamanogi	Taleta	Te Kura ā Iwi o Whakatupuranga Rua Mano	11	150	30	180
Kaliyah Storm	Hepi-Rewi	Palmerston North Girls' High School	11	150	30	180
Diesel	Hepi-Rewi	Amana Christian School	10	150	30	180
		TOTAL		**$450**	**$90**	**$540**

TANGIHARURU APA TRUST

Trustees: The committee of Management of Ngatimanawa Incorporation.

2026 EDUCATION GRANTS POLICY

1. Persons who qualify for an education grant will be descendants of Tangiharuru and Apa.
2. Applicants must supply a clear whakapapa either endorsed by a recognised Ngati Manawa Kaumatua or Ngatimanawa Incorporation Committee member.
3. Students must be currently attending a NZQA (or overseas equivalent) tertiary institution on a fulltime or part-time basis or an institution or training scheme approved by the Trustees. The Trust will also provide grants for year 12 & 13 Secondary Students.
4. Part-time students will receive 50% of the full-time rate. Part-time students will include students doing 3 or less papers and short courses.
5. All students who qualify for a grant will receive an amount (which varies each year depending on total sum available and the number of approved students) per year of attendance determined by the Trustees. For 2026 the amount per year of continuous study is:
   1st Year $150
   2nd Year $250
   3rd Year $350
   4th Year $450
   5th Year $550
   6th Year $650
   Additional top up will be provided by MET
6. The amount for secondary students is $150.
7. The Trust will also make available 3 scholarships of $1500 each known as:

   Maurice Bird Scholarship
   Pererika Twist Scholarship
   Agriculture/Forestry Scholarship
8. The Trust has partnered with the Maori Education Trust (MET) and applications must be made on line through the MET Portal by 30th April 2027.
9. Incomplete or late applications will be rejected. The Trust or MET reserve the right to request further information from applicants.
10. Grants will be paid tax free from MET direct to successful applicants.
11. Any policy interpretation is entirely at the discretion of the Trustees.

Financial Statements

Ngatimanawa Incorporation
For the year ended 30 June 2026

Prepared by PKF Tauranga Limited

Contents

3 Compilation Report

4 Directory

5 Secretary's Statement

6 Approval of Financial Report

7 Milksolids Account

8 Dairy and Beef Cattle Trading Account

9 Forestry Account

10 Farm Working Account

12 Statement of Profit or Loss

14 Statement of Changes in Equity

15 Balance Sheet

17 Schedule of Investments

18 Notes to the Financial Statements

26 Fixed Assets and Depreciation Schedule

Compilation Report

Ngatimanawa Incorporation
For the year ended 30 June 2026

Compilation Report to the Committee of Management of Ngatimanawa Incorporation.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Ngatimanawa Incorporation for the year ended 30 June 2026.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Committee of Management is solely responsible for the information contained in the financial statements and have determined that the Special Purpose Reporting Framework used is appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Independence

We have no involvement with Ngatimanawa Incorporation other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on these financial statements.

PKF New Zealand Ltd is a member of PKF Global, the network of member firms of PKF International Limited, each of which is a separate and independent legal entity and does not accept any responsibility or liability for the actions or inactions of any individual member or correspondent firm(s).

PKF Tauranga

PKF Tauranga Limited
Chartered Accountants
23 Brown Street
Tauranga

Dated: 16 October 2026

Directory

Ngatimanawa Incorporation
For the year ended 30 June 2026

Nature of Business

Farming, agriculture, forestry and investment

Date of Formation

18 May 1972

Incorporation Number

70922

Address of Communications

PO Box 987

Rotorua 3040

Committee Members

Tawhiri Morehu (Chairperson)
Stan Heather (Trustee / Farm Manager)
Patrick McManus (Trustee)
Pouwhare Rewi (Trustee)
Maramena Vercoe (Trustee)
Renata White (Trustee)
Charles Teddy (Trustee)

IRD Number

021-795-402

Tax Status

Maori Authority

Secretary

Murray Lloyd Patchell

Chartered Accountants

PKF Tauranga Limited

23 Brown Street, Tauranga

Bankers

Bank of New Zealand

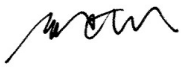
Secretary's Statement

Ngatimanawa Incorporation
For the year ended 30 June 2026

I, Murray Lloyd Patchell, Secretary of Ngatimanawa Incorporation, confirm that I have reviewed the financial statements of the Incorporation for the year ended 30 June 2026.

In accordance with section 276A of Te Ture Whenua Māori Act 1993, I am satisfied that these financial statements give a reasonable representation of the financial position and financial performance of the Incorporation for that financial year.

The financial statements have not been audited. This statement does not constitute an audit opinion or audit certificate.



Murray Lloyd Patchell

Secretary

Date 23 October 2026

.....

Approval of Financial Report

Ngatimanawa Incorporation
For the year ended 30 June 2026

The Committee of Management is pleased to present the approved financial report including the historical financial statements of Ngatimanawa Incorporation for the year ended 30 June 2026.

APPROVED

For and on behalf of the Committee of Management;



Committee Member

Date 23 October 2026



Committee Member

Date 23 October 2026

Milksolids Account

Ngatimanawa Incorporation
For the year ended 30 June 2026

Milksolids Trading Statement Ngatimanawa Incorporation

For the year ended 30 June 2026

	2026		2025	
	KgMS	Total $	KgMS	Total $
Monthly Production				
July	11,423	87,904	13,786	85,375
August	25,299	188,848	27,383	187,109
September	34,627	257,426	38,666	298,300
October	38,013	313,412	47,458	358,526
November	37,035	284,693	41,690	370,778
December	35,401	263,592	32,533	437,718
January	29,695	221,764	27,448	226,540
February	25,786	228,022	19,350	164,123
March	26,412	247,224	20,928	159,578
April	18,013	143,664	20,003	168,224
May	16,119	193,767	13,075	191,614
June	10,488	29,284	10,490	167,562
Current Season Total	**308,311**	**2,459,600**	**312,810**	**2,815,448**
Last Season Deferred Income				
Deferred Income		443,470		367,165
Gross Income from Milk Production		**2,903,070**		**3,182,613**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Dairy and Beef Cattle Trading Account

Ngatimanawa Incorporation
For the year ended 30 June 2026

	2026	2025
Cattle Trading Account		
Sales of Stock		
Bobby Calves	6,438	8,008
Heifer Calves	17,625	11,400
Bull Calves	41,055	87
R 1 yr Heifers	-	34,600
R 2yr Heifers	71,262	128,515
R 1yr Steers	34,880	10,400
MA Cows	178,633	104,971
M A Bulls	598,588	320,305
Beef MA Cows	-	37,045
R 2yr Beef Cross Heifers	22,930	-
R 2yr Beef Steers & Bulls	131,969	-
Total Sales of Stock	**1,103,381**	**655,331**
Purchases		
Purchases - M A Cows	310,700	-
Purchases - M A Bulls	-	42,000
Purchases - Heifer Calves	-	6,750
Total Purchases	**310,700**	**48,750**
Trading Surplus	792,681	606,581

	2026	2025
Trading Summary		
Trading Surplus	792,681	606,581
Add (Less) - Movement in Biological Assets	554,000	310,025
Gross Surplus	1,346,681	916,606

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Forestry Account

Ngatimanawa Incorporation
For the year ended 30 June 2026

	2026	2025
Forestry Income & Expenses		
Income		
Forest Lease	49,000	49,000
Total Income	**49,000**	**49,000**
Net Forestry Income	49,000	49,000

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Farm Working Account

Ngatimanawa Incorporation
For the year ended 30 June 2026

	2026	2025
Revenue from Farm Trading		
Milksolids Account Profit (Loss)	2,903,070	3,182,613
Cattle Trading Account Profit (Loss)	1,346,681	916,606
Forestry Account Profit (Loss)	49,000	49,000
Total Revenue from Farm Trading	4,298,751	4,148,219
Farm Working Expenses		
Farm Operating		
ACC Levies	10,732	9,998
Animal Health	129,042	104,826
Breeding	51,094	47,502
Calf Rearing	11,694	13,496
Cartage - Livestock & General	18,546	14,416
Dairy Shed	32,865	27,357
Planting - Natives	1,359	-
Dairy NZ Levy	14,879	13,858
Electricity	60,659	50,059
Feed	237,003	288,626
Fertiliser - Urea & Cartage	444,116	369,037
Grazing	43,313	47,063
Hay & Silage	348,190	188,939
Health and Safety	4,977	1,248
Lease Bulls	3,750	3,990
Protective Clothing	2,190	3,591
Resource Consent Expenses	590	513
Soil & Herbage Testing	2,017	1,179
Telephone & Tolls	2,699	2,675
Weed & Pest Control	4,448	17,451
Wages	541,114	586,466
Total Farm Operating	**1,965,276**	**1,792,288**
Repair & Maintenance		
Repairs & Maintenance	76,284	162,773
R&M - Flooding Damage	8,327	-
R&M - Farm Buildings	-	9,094
R&M - Effluent System	7,369	733
Farm Houses	187,342	19,375
R&M - Fences	19,628	23,288
R&M - Plant & Equipment	16,284	17,532
R&M - Races & Drains	2,210	75,514
R&M - Water Supply	13,975	8,414
Total Repair & Maintenance	**331,419**	**316,723**

	2026	2025
Farm Vehicle Expenses		
Fuel & Oil	49,654	39,251
Vehicle Repairs/Hire	14,397	23,929
Tractor Repairs	17,131	17,675
Total Farm Vehicle Expenses	**81,181**	**80,855**
Rates & Insurance		
Insurance	48,042	60,330
Rates	112,265	96,159
Rates - Water	20,673	-
Insurance - Committee	6,078	6,109
Total Rates & Insurance	**187,057**	**162,599**
Farm Administration		
Supervision & Consultancy	34,414	35,113
Lease Land	3,032	3,032
Legal Costs	10,706	1,048
Payroll Processing Fees	1,525	1,586
Secretarial and Accounting	64,442	54,414
Share Register	10,666	9,119
Survey Costs	4,500	-
Valuation Fees	2,783	1,080
Total Farm Administration	**132,068**	**105,391**
Total Farm Working Expenses	**2,697,002**	**2,457,857**
Farm Operating Surplus Before Depreciation	1,601,749	1,690,362
Depreciation and Amortisation		
Depreciation	97,962	104,103
Loss on disposal of Assets	-	856
Total Depreciation and Amortisation	**97,962**	**104,959**
Net Farm Surplus (Loss)	1,503,787	1,585,403

Statement of Profit or Loss

Ngatimanawa Incorporation
For the year ended 30 June 2026

	NOTES	2026	2025
Revenue			
Net Farm Surplus		1,503,787	1,585,403
Total Revenue		**1,503,787**	**1,585,403**
Other Income			
Fonterra Dividends		215,363	114,860
Dividends Received		3,964	65,067
PIE Income		4,791	6,794
Interest Received		15,680	16,439
Land Lease Income		12,000	9,000
Rebates Received		1,564	4,736
Rental Income		300	7,800
Silage Proceeds		5,400	-
Sundry Income		1,359	4,969
Total Other Income		**260,420**	**229,666**
Expenses			
Administration			
Advertising, Stationery, Printing		3,051	1,108
Annual General Meeting		6,551	6,919
Bank Charges		203	524
Chairman's Honorarium		10,000	10,000
Committee Fees & Expenses		41,912	34,146
General Expenses - Farm		112	-
Koha		3,400	3,200
Staff Training		-	426
Subscriptions		3,349	2,903
Website Expenses		1,781	928
Total Administration		**70,359**	**60,154**
Interest, Rent and Lease			
Interest - Other		1,647	3,308
Loan Interest		87,590	152,699
Total Interest, Rent and Lease		**89,237**	**156,007**
Total Expenses		**159,596**	**216,161**
Surplus Before Tax		**1,604,612**	**1,598,908**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

	NOTES	2026	2025
Taxation and Adjustments			
Non Assessable Income			
Grants Income		12,000	48,000
Total Non Assessable Income		**12,000**	**48,000**
Non Deductible Expenses			
MAPIP Project Expenses - Land Use		12,000	48,000
Total Non Deductible Expenses		**12,000**	**48,000**
Income Tax Expense		42,510	195,379
Total Taxation and Adjustments		**42,510**	**195,379**
Net Profit (Loss) After Tax		**1,562,102**	**1,403,530**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Statement of Changes in Equity

Ngatimanawa Incorporation
For the year ended 30 June 2026

	2026	2025
Equity		
Retained Earnings (Taxable)		
Opening Balance	4,454,568	3,051,038
Net Profit (Loss) for The Year	1,562,102	1,403,530
Total Retained Earnings (Taxable)	**6,016,670**	**4,454,568**
Retained Earnings (Tax Free)		
Opening Balance	179,034	237,777
Shareholders grants	(60,522)	(58,743)
Total Retained Earnings (Tax Free)	**118,511**	**179,034**
Capital		
Opening Balance	132,032	132,032
Total Capital	**132,032**	**132,032**
Capital Reserves		
Opening Balance	933,757	933,757
Fonterra Shares Capital Return	574,302	-
Total Capital Reserves	**1,508,059**	**933,757**
Revaluation Reserve		
Opening Balance	13,979,306	13,312,465
Movements	630,912	666,841
Total Revaluation Reserve	**14,610,218**	**13,979,306**
Total Equity	**22,385,491**	**19,678,697**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Balance Sheet

Ngatimanawa Incorporation
As at 30 June 2026

	NOTES	30 JUN 2026	30 JUN 2025
Assets			
Current Assets			
Cash and Bank			
BNZ Cheque ($300k OD)		202,049	103,723
BNZ - Oncall Account		1,341,671	1,043,760
ANZ Term Deposit (Mat. 02.12.26) 3.05%		300,000	-
Total Cash and Bank		**1,843,720**	**1,147,483**
Trade and Other Receivables		544,433	561,253
Prepayments		57,163	49,419
Consumable Supplies		296,550	298,900
GST Receivable		17,643	-
Biological Assets		3,502,350	2,948,350
Income Tax Receivable		107,053	-
Total Current Assets		**6,368,912**	**5,005,406**
Non-Current Assets			
Investment in Shares and debentures		1,724,613	1,757,581
Property, Plant and Equipment		15,034,585	14,176,644
New Zealand Units (20,280)		1,115,400	1,173,806
Total Non-Current Assets		**17,874,598**	**17,108,032**
Total Assets		**24,243,510**	**22,113,437**
Liabilities			
Current Liabilities			
Trade and Other Payables		191,635	89,013
GST Payable		-	14,912
Income Tax Payable		-	61,976
Employee Entitlements		69,545	76,783
Forest Lease Received in Advance		36,750	36,750
Loans - Current Portion		240,000	96,000
Total Current Liabilities		**537,930**	**375,434**
Non-Current Liabilities			
Term Loans		1,080,000	1,819,000
Unclaimed Dividends		240,089	240,306
Total Non-Current Liabilities		**1,320,089**	**2,059,306**
Total Liabilities		**1,858,019**	**2,434,740**
Net Assets		**22,385,491**	**19,678,697**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

	NOTES	30 JUN 2026	30 JUN 2025
Equity			
Capital		132,032	132,032
Capital Reserve		1,508,059	933,757
Revaluation reserves		14,610,218	13,979,306
Retained Earnings		6,135,181	4,633,602
Total Equity		**22,385,491**	**19,678,697**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Schedule of Investments

Ngatimanawa Incorporation
For the year ended 30 June 2026

	2026	2025
Available for Sale Financial Assets		
Ballance Agri-Nutrients Ltd (10,830)	97,470	97,470
Craig's Investment Portfolio	353,475	273,949
Fonterra Co-operative Group Ltd (287,150)	1,234,745	1,355,348
Livestock Improvements Corporation Ltd (32,436)	38,923	30,814
Total Available for Sale Financial Assets	**1,724,613**	**1,757,581**

The accompanying notes form part of these financial statements. These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.

Notes to the Financial Statements

Ngatimanawa Incorporation
For the year ended 30 June 2026

1. Reporting entity

Ngatimanawa Incorporation is a Māori Incorporation which was originally vested in New Zealand under section 438 of the Maori Affairs Act 1955 and continues under section 251of Te Ture Whenua Maori Act 1993.

The Incorporation is engaged in the business of Farming, agriculture, forestry and investment.

2. Statement of accounting policies

Basis of preparation

These financial statements have been prepared in accordance with the Special Purpose Financial Reporting Framework for For-Profit Entities (SPFR for FPEs) published by Chartered Accountants Australia & New Zealand (CA ANZ).

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

Use of estimates and judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are disclosed where applicable in the relevant notes to the financial statements.

Historical cost

These financial statements have been prepared on a historical cost basis, except as noted otherwise below. The financial statements are presented in New Zealand dollars (NZ$) and all values are rounded to the nearest NZ$, except when otherwise indicated.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a basis consistent with those of the previous period.

Revenue recognition

Goods Sold

Revenue from the sale of goods is measured at the fair value of the consideration received. Revenue is recognised when the significant risks and rewards of ownership have been transferred to the buyer and when the right to receive payment is established.

Dairy Income

Dairy income is recognised when the revenue associated with the transactions can be measured reliably, or an invoice is raised for the rendering of goods. Goods are recognised when the significant risks and rewards of ownership have been transferred, the Incorporation retains neither involvement nor control over the goods sold, it is probable that economic benefits will flow to the Incorporation and the costs incurred in respect of the transaction can be measured reliably.

Rental Income

Rental Income from investment properties is recognised in the statements of financial performance on a straight line basis over the term of the lease. Contingent rentals are recognised as income in the reporting period in which they are earned.

Finance Income and Expenses

Finance income comprises interest income on funds invested dividend income and gains on the disposal of available for sale financial assets. Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Incorporation and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Finance expenses comprise impairment losses, losses arising from transactions denominated in currencies other than the Incorporation's functional currency, and interest recognised on financial assets (except for trade payables).

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Incorporation and the amount of income can be measured reliably).

Other Income

Other income is recognised in the statement of comprehensive income when the revenue associated with the transactions can be measured reliably for the rendering of goods and services.

Inventories

Inventories are stated at the lower of cost, determined on a first-in-first-out basis, and net realisable value.

The cost of inventories includes the cost of direct materials, direct labour and a proportion of the manufacturing overhead, based on the normal capacity of the facilities, expended in putting the inventories in their present location and condition.

Biological assets

Biological assets comprise dairy and beef livestock and are measured at fair value based on current market valuations for livestock of similar age, breed, condition and quality. Changes in the carrying value of biological assets are recognised in profit or loss.

For income tax purposes, livestock is valued in accordance with the applicable livestock valuation rules under the Income Tax Act 2007, including the Herd Scheme where applicable. Differences between financial reporting values and tax values are adjusted in determining taxable income.

Accounts receivable

Accounts receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

Property, plant and equipment

The entity has the following classes of property, plant and equipment:

Account	Method	Rate
Land and Improvements	No Depreciation	N/A
Buildings	Diminishing Value	0%
Buildings	Straight Line	0% - 11.4%

Plant and Equipment	Diminishing Value	0% - 60%
Development Expenditure	Straight Line	0%

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

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising from derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Upon derecognition, the asset revaluation reserve relating to the assets disposed shall be transferred to retained earnings.

Depreciation has been calculated in accordance with rates permitted under the Income Tax Act 2007 except for those revalued assets stated otherwise.

Property, plant and equipment - revaluation

Land and Improvements are valued at the Rating Valuations of 2026. These valuations are carried out every three years.

The Incorporation's land is classified as Maori Freehold land as per the Te Ture Whenua Maori Act 1993 and as such there is a restriction on the sale or disposal of this corpus land.

Intangible assets

Intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is recognised in profit or loss in the year in which the expenditure is incurred.

Impairment of non-financial assets

At each reporting date, the Incorporation assesses whether there are indicators that a non-financial asset may be impaired.

Where an impairment indicator exists, the recoverable amount of the asset is estimated. An impairment loss is recognised where the carrying amount exceeds its recoverable amount.

Any impairment loss is recognised in profit or loss, except where the asset is carried at a revalued amount and the applicable accounting policy requires the loss to be recognised against a revaluation reserve.

Financial instruments - financial assets

At initial recognition the entity determines the classification of financial assets as either held at fair value, cost or amortised cost. Financial assets are measured initially at fair value, estimated at the transaction price less any associated transaction costs.

Amortised cost

Includes assets where the entity intends to earn contractual cash flows in the nature of principal and interest payments. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired, as well as through the amortisation process.

Cost

Equity instruments are classified as held at cost. Assets are stated at cost less any accumulated impairment loss. Gains and losses are recognised in profit or loss when the assets are derecognised or impaired.

Fair value

Financial assets not held at amortised cost or cost are held at fair value and include financial derivatives such as forward contracts and interest rate swaps. Assets are subsequently measured at fair value only when the fair value of the instrument can

be reliably measured based on a quoted price for an identical asset in an active market. Where no active market price is available the instrument shall be measured at a prior year's fair value less any accumulated impairment loss.

Gains and losses are recognised in profit or loss for movements in the fair value of the assets and when the assets are derecognised.

Financial instruments - financial liabilities

Financial liabilities, including borrowings and bank overdrafts, are initially measured at fair value net of transaction costs and are subsequently measured at amortised cost using the effective interest method. Interest expenses are recognised in profit or loss on an effective yield basis.

Provisions

Provisions are recognised when the entity has an obligation which can be reliably measured at balance date as a result of a past event and it is probable that the entity will be required to settle the obligation.

Where the entity expects some or all of a provision to be reimbursed the reimbursement is recognised as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in profit or loss net of any reimbursement.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the obligation at balance date. Movements in the best estimate are recorded in profit or loss.

Employee Benefits

Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Incorporation in respect of services provided by employees up to the reporting date.

New Zealand Units (NZUs)

New Zealand Units (NZUs) are initially recognised at fair value upon receipt.

NZUs are subsequently measured at fair value based on indicative market prices at each reporting date. Changes in fair value are recognised in the revaluation reserve within equity.

Income tax

Income tax is accounted for using the taxes payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue.

Goods and services tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

3. Audit

These financial statements have not been audited.

4. Related parties

There have been no material related party transactions other than those have already been disclosed as follows:

	2026	2025
Committee Fees and expenses paid		
Tawhiri Morehu (Chairman's Honorarium)	10,000	10,000
Tawhiri Morehu	5,000	5,000
Charles Teddy	6,391	5,105
Partick McManus	6,761	5,804
Maramena Veroce	5,456	3,135
Rewi Pouwhare	6,152	5,000
Renata White	6,152	5,000
Stan Heather	6,000	5,000
Total Committee Fees and expenses paid	**51,912**	**44,044**

	2026	2025
5. Biological Assets		
Balance at the end of the year:		
Livestock on hand	3,502,350	2,948,350
Total Balance at the end of the year:	**3,502,350**	**2,948,350**
Total Biological Assets	**3,502,350**	**2,948,350**

Schedule of dairy & beef cattle on hand at Market Value at 30 June 2026

Dairy Cattle	Opening Qty	Opening value	Closing Qty	Closing value
R 1yr Heifers	172	172,000	140	173,250
R 2yr Heifers	136	235,875	164	357,200
MA Cows	863	1,678,100	930	2,300,050
Calves & Weaners	240	168,000	-	-
R 1yr Bulls	100	87,675	-	-
R 2yr Bulls	302	506,100	-	-
R 2yr Steers & Beef Heifers	-	-	189	311,850
R 3yr Steers & Bulls	50	100,600	150	360,000
Total	**1,863**	**2,948,350**	**1,573**	**3,502,350**

6. BNZ Loans

As at balance date, the Incorporation has the following borrowings with Bank of New Zealand:

Loan	BNZ Term Loan -14
Loan Drawn Date	22 September 2025
Loan Outstanding at 30.06.26	1,320,000
Interest Rate	5.69%

The loans are secured by security interests in all present and hereinafter acquired property of Ngatimanawa Incorporation; all present and hereinafter acquired investment securities held from time to time by the Incorporation that are issued by Fonterra Co-operative Group Ltd, supply #22206; the 2005 Same 95 Tractor; 2014 Massey Ferguson Tractor; a registered first mortgage over property situated at 1028 Kopuriki Road and any other investment securities that are part of any such securities.

7. Property, plant and equipment

	2026	2025
Land		
Land & Improvements	16,705,792	15,829,151
Accumulated depreciation - improvements	(2,138,623)	(2,125,678)
Total Land	**14,567,169**	**13,703,473**
Buildings		
Buildings at cost	62,951	56,101
Accumulated depreciation - buildings	(23,929)	(19,039)
Total Buildings	**39,022**	**37,063**
Plant and Equipment		
Plant and equipment at cost	789,176	768,143
Accumulated depreciation - plant and equipment	(558,000)	(516,823)
Total Plant and Equipment	**231,175**	**251,320**
Furniture and Fittings		
Furniture and fittings at cost	76,643	25,264
Accumulated depreciation - furniture and fittings	(23,734)	(23,440)
Total Furniture and Fittings	**52,909**	**1,824**
Office Equipment		
Office equipment at cost	1,477	1,477
Accumulated depreciation - office equipment	(394)	(123)
Total Office Equipment	**1,083**	**1,353**
Vehicles		
Vehicles at cost	374,943	374,943
Accumulated depreciation - vehicles	(264,389)	(228,420)
Total Vehicles	**110,554**	**146,523**
Other Development Expenditures		
Development Expenditure at cost	41,673	41,673
Accumulated depreciation - Development Expenditure	(9,000)	(6,586)
Total Other Development Expenditures	**32,673**	**35,087**
Total Property, plant and equipment	**15,034,585**	**14,176,644**

	2026	2025
8. Income Tax expense		
Net Profit (Loss) Before Tax	1,604,612	1,598,908
Additions to Taxable Profit		
Deferred Milksolids	(76,306)	(20,132)
Depreciation on buildings	1,350	1,408
Increase (decrease) in Holiday Pay Provision	(7,238)	18,911
Imputation Credits Received	85,294	26,745
Total Additions to Taxable Profit	**3,100**	**26,932**
Deductions from Taxable Profit		
Livestock tax adjustment	877,406	356,561
Losses Carried Forward	-	-
Total Deductions from Taxable Profit	**877,406**	**356,561**
Taxable Profit (Loss)	730,305	1,269,279
Tax Payable at 17.5%	127,803	222,124
Deductions from Tax Payable		
Opening Balance	(61,976)	(156,220)
Prior period tax paid (refunded)	209,080	288,808
Imputation credits on dividends received	85,294	26,745
Other tax paid	2,458	815
Total Deductions from Tax Payable	**234,856**	**160,148**
Income Tax Payable (Refund Due)	(107,052)	61,976

	2026	2025
9. Maori Authority Credit Account		
At balance date MACA credits available to shareholders were:		
Opening Balance	681,699	365,330
Credits		
Imputation credits converted to losses	-	-
Income Tax Paid	193,563	282,227
Resident Withholding Tax Paid	17,975	7,396
Imputation credits on dividends received	85,294	26,745
Total Credits	**296,832**	**316,368**
Debits		
Imputation Credits Attached to Dividends	-	-
Income Tax Refund	-	-
Total Debits	**-**	**-**
Closing Balance	**978,530**	**681,699**

10. Capital commitments

There are no other known material capital commitments at balance date (2025: $0)

11. Contingent labilities

The Incorporation received New Zealand Units (NZUs) from the Ministry of Agriculture and Forestry for its pre 1990 forest under the Emissions Trading Scheme. The Incorporation is required to surrender the NZUs if they deforest and introduce a new land use. The financial effect of returning NZUs has not been quantified because the Incorporation has all intention of replanting the land and therefore anticipates no obligation to return NZUs in the future.

Other than the above there are no known material contingent liabilities at balance date (2025: $0).

12. Events subsequent to balance date

There have been no material events subsequent to balance date requiring adjustment to or disclosure in these financial statements. (2025: Subsequent to balance date, a lump sum payment of $415,000 was made towards the BNZ loan. Other than this, there were no material subsequent events noted).