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*Rotorua Energy Charitable
Summary Annual Report 2023*

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MISSION STATEMENT

To manage and enhance the assets held in trust and distribute income for the long term benefit of the Rotorua District Community.

VISION

The Trust's vision for the Rotorua District is:
A safe and vibrant district where people are proud to live, work and play and where young people want to come and raise families.

directory

TRUSTEES

Grahame Hall *QSO, JP - Chairman*
Jo-Anne La Grouw *MNZM - Deputy Chairman*
Judith Keaney *QSM (retired 13 November 2010)*
Rt Hon. Paul East *QC, CNM*
Trevor Maxwell *MNZM*
Sandra Kai Fong *(elected 13 November 2010)*
Lyall Thurston *QSO, JP*

DIRECTORS

Perpetual Capital Management Limited
Rt Hon. Paul East *QC, CNM, Rotorua*
Falcon Clouston *BA, BSc Economics, AF InstD Wellington*
John Green *BCA, CA, Rotorua*
Samford Moler *(Intr) Doctor of Jurisprudence (Harvard),
BA (Hons), Auckland*

MANAGEMENT TEAM

Chief Executive
Stuart Burns *BMS, FCA, CRIP, FCIS, MInstD*
Chief Investment Officer
Peter Halligan *BA, BSc (Hons), Dip Bus*
Investment Analyst
Michael Wyeth *Bcom*
Accountant
Andrea Thompson *AC*
Donations Assessor
Alison Perrin *BA, JP*
Accounts and Investment Administrator
Edith Tisink
Office Administrator / Secretary
Lisa Anne Thompson

ADVISORY TEAM

Legal
Simpson Grierson, Auckland
Investment
Perpetual Capital Management Limited, Rotorua
Audit
Hes Casey, Rotorua
Banking
Bank of New Zealand Limited
Australia & New Zealand Banking Group Limited

OFFICE

Physical Address
1358 Eruera Street, Rotorua
Postal Address
P O Box 1418, Rotorua, 3040
Telephone
07 347 6239
Facsimile
07 347 6305
Email
admin@rotoruatrust.org.nz
Web Site
www.rotoruatrust.org.nz

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chairman's review

Kia Ora, Greetings

I am pleased to report that despite the prolonged difficult economic environment, Rotorua Trust has continued to maintain a high level of support to the local community, donating more than \$3.8 million over the past financial year.

Sadly, almost everyone in our community knows someone who has faced the challenge of living with cancer. A major health risk, it is the country's leading cause of death and a major cause of hospitalisation. One in three New Zealanders will have some experience of the disease, either personally or through a friend or relative.

This is something Trustees are well aware of and as a consequence, the Trust has this year invested more than \$1 million to assist with the establishment of facilities to help those people in the Rotorua community requiring treatment.

The New Cancer Society's Lions Lodge in Hamilton is a 'home away from home' for Rotorua residents undergoing cancer treatment at the Waikato Regional Cancer Centre. Over 360 people from the Rotorua area used the previous lodge facilities over the past five years; 75 people used it just last year.

The new \$15.6 million, purpose-built lodge, which opened to guests in February 2011, can accommodate 200 more people each year. It has 55-bedrooms and five family units, as well as IT facilities and activity, therapeutic massage and meeting rooms, a library and lounges. The 'R.E.C.T. Room', funded by the Rotorua Trust, is the venue for a wide range of meetings, support groups, information sessions and seminars, as well as 'Look Good Feel Better' courses.

The Rotorua Trust Chemotherapy and Medical Day Stay Unit at Rotorua Hospital will accommodate nine chairs and one bed plus three medical day-stay beds. The old unit had five chairs. It is estimated that the number of people using the unit will increase from 2,000 to more than 3,500 by 2021.

Currently under construction, the new unit is due to be opened on 29 July this year as part of the new inpatient building opening ceremony and commissioning.

Aside from this major focus on cancer support, the Trust has continued to provide a wide level of support to numerous groups operating in our community. Full details of all of the Trust's donations for the year are set out in the "Community Support" section of this annual report.

This year has not been an easy one from an economic viewpoint and Trustees along with the directors and management of Perpetual Capital Management Limited have continued to have to make some hard decisions in this challenging economic climate.

The Trust triennial election took place in November 2010. I would like to take this opportunity to acknowledge the work and support of retiring trustee, Judy Keaney, over the past 16 years and to welcome Sandra Kai Fong, who is already making a valuable contribution to the Trust.

In closing, I would like to sincerely thank my fellow trustees, our management team, and the board and management team of Perpetual Capital Management Limited for their efforts and support over the past year.

Thank you.



Grahame W Hall, QSO, JP
Chairman



investment review

The financial year ended 31 March 2011 has seen a lot less volatility compared with the prior couple of years from an investment standpoint. Following the massive loss of value in 2009, markets have now recovered a substantial proportion of their value.

The continued support for markets by central banks with particularly low interest rates has meant cheap capital has been readily available for all manner of uses and is helping aid the recovery. Economies however, remain patchy and uncertain, sometimes in recovery mode while at other times weaker.

The investment portfolio recorded a gain of four percent for the year, which was below the market benchmark. This is a disappointing outcome given our expectations but we need to bear-in-mind that the portfolio holds many long term investments and it can take time for these to reach their full potential. Furthermore, we were fortunate not to suffer losses as great as many other investors had had in prior years.

Reasonably good gains by Global Shares and New Zealand Fixed Interest were largely offset by flat returns from the Alternates and Property classes while New Zealand Shares provided only modest returns this year.

The continued rise in the New Zealand dollar against the US currency over the year once again negatively impacted the portfolio although this was partially offset by a fall against the Australian dollar. All investment classes, however, provided a positive return for the period which was pleasing.

Overall, given the Trust's set of assets and the probabilities involving investment characteristics the annual investment return is considered to fall within the normal range of expectations.

THE YEAR AHEAD:

Much has been achieved in the last year to stabilise investment markets with a concerted focus from central banks and the IMF, however, significant issues remain.

In particular, a threat to the continued recovery will hinge on the ability of the authorities to restrain inflation from getting out of control. This has already had a significant impact in emerging economies, however the key question will be around whether this problem now gets exported to the developed world. Another likely stumbling block may be how countries such as Greece and Portugal manage their large debt positions and whether belt tightening in the UK will be successful.

On a more positive note, corporate profits are looking better as companies have successfully restructured their balance sheets and a semblance of normality returns to economic conditions. In addition, with interest rates remaining very low the cost of doing business has improved and this is benefiting both companies and consumers alike.

Regardless of the market conditions that may lie ahead, by holding a diverse range of high quality investments the Trust continues to be able to meet its objectives in terms of cash flow requirements, protection from inflation and longer term capital growth.

governance

The Rotorua Energy Charitable Trust (Rotorua Trust) is a charitable trust established pursuant to the Energy Companies Act 1992. It is incorporated under the Charitable Trusts Act 1957 and the Charities Act 2005.

ROLE OF THE BOARD

The six trustees of Rotorua Trust are elected by voters from within the voting district of the Trust on a triennial basis and are responsible for the direction and supervision of the Trust's business.

The Board has determined that its principal responsibility is to manage and enhance the assets held by the Trust and distribute income for the long term benefit of the Rotorua district community.

In meeting this responsibility the Board approves the adoption of appropriate strategies and objectives and reviews the performance of the Trust against these objectives;

They also approve operating and donations budgets and review operating performance against budgeted performance;

DELEGATION OF AUTHORITY

The formulation and implementation of reporting procedures, other than those reserved specifically for the Board, are delegated to management. The Board monitors that delegation as part of the formal business of the Board meetings.

CONFLICTS OF INTEREST

It is recognised that trustees have a wide range of involvement in the Rotorua district community and as such the potential for conflict will arise from time to time.

In order to cover this eventuality, trustees disclose their involvement with other organisations; do not take part in discussion relating to organisations with which they have a relationship (unless the consent of fellow trustees is obtained) and do not vote on any matter where a conflict or potential conflict exists.

INVESTMENT

Investment decisions relating to the Trust's Perpetual Capital Fund are undertaken by the Trust's wholly owned subsidiary, Perpetual Capital Management Limited (PCML). PCML undertakes the management of the Perpetual Capital Fund in accordance with the terms of a formal Investment Management Agreement with the Rotorua Trust. The Board of PCML comprises four directors, three of whom are independent of the Rotorua Trust.

DONATIONS

Donation requests are received and processed by management.

The requests, together with management recommendations, are presented to the Board where a formal decision is made.

At the commencement of each financial year the Board determines the allocation and level of donation funding to various sectors. The Board also appoints individual Trustees to act as spokesperson for these sectors.

COMMITTEES

The Board has formally established two sub committees to assist with the operation of the Trust:

Executive - (GW Hall, JM LaGrouw)

This committee is responsible for:

- Monitoring the systems of corporate governance.
- Establishing and reviewing the remuneration policy for the Board, directors of subsidiary companies and staff.
- Reviewing the chief executive's performance and remuneration.

Audit - (JM Green, JM LaGrouw, LG Thurston)

This committee is responsible for:

- Identifying, assessing and managing business and organisational risk and assisting the Board in the discharge of its financial reporting responsibilities.
- Reviewing the effectiveness of internal control systems.
- Providing a formal forum for the Board, auditors and staff.
- Agreeing with the external auditors on the nature, scope and cost of the audit.
- Ensuring the Board meets financial reporting requirements and that external reporting of information is of a high quality.

Trustee	Board meetings held during the year	Number attended
GW Hall	13	13
JM La Grouw	13	13
PC East	13	10
SM Kai Fong	5	3
JA Keaney	8	8
TH Maxwell	13	10
LG Thurston	13	13

community support

Donations approved for the year ended 31 March 2011

	TOTAL \$
Allergy New Zealand Inc	5,000
Alzheimer's Society Rotorua Inc	2,000
Anglican Care (Waikapu) Ltd	15,000
Arawa Scout Group	750
Arts and Media Projects Trust	5,000
Arts Rotorua Charitable Trust - 2011 Festival of the Arts	125,000
Arts Rotorua Charitable Trust - Concert for the Elderly	4,000
Atamira Dance Collective Charitable Trust	8,000
Athletics New Zealand Inc	15,000
Auckland Symphony Orchestra Inc	5,000
Bainbridge House Charitable Trust	6,000
Bay of Plenty Blues Club Inc	12,000
Bay of Plenty Disabled Sailing Trust	4,265
Bay of Plenty Hockey Association Inc	10,000
Bay of Plenty Regional Science Fair	3,000
Blind Indoor Bowling Club	250
BOP Mathematical Association	1,228
Cancer Society's Lions Lodge	300,000
Catholic Diocese of Hamilton	6,100
Child Cancer Foundation - Lakes Branch	5,000
Churches Education Commission	10,000
Energy Options Charitable Company Ltd	25,000
Enviro-Challenge New Zealand Charitable Trust	5,000
Environmental Education for Resource Sustainability Trust	3,835
Geyser Community Foundation	30,000
Geysersland Lions - Carols by Candlelight	5,000
Girls Brigade 3 and 4 Rotorua Company	2,500
Globalfest Rotorua Charitable Trust	20,000
Halogen Foundation	5,000
Hannah's Bay Community Restoration Trust	9,000
Hindsight Project	19,550
Hindu Council of New Zealand Inc	10,000
IHC New Zealand Inc - Rotorua Branch	5,000
Inspiring Communities	500
John Paul College	129,775
Kaharoa Kokako Trust	8,000
Lake Okareka Pre-school Education Group	2,000
Lakes Arthritis Pool Group	3,000
Lakes District Health Board - Chemotherapy Unit	670,000
Lakes Water Quality Society	5,000
Life Education Trust - Rotorua	4,000
Lymona Playcentre	2,000
Manakitanga Aotearoa Trust	25,000
Mokola Community Association Inc	10,000
National Council of Woman of New Zealand Inc - Rotorua	2,000
National Lions Convention	2,000
New Zealand Aria Trust	15,000
Ngati Rangiwewehi Charitable Trust	6,000
Ngongotaha Free Kindergarten	3,000
Older Persons Community Centre Trust	15,000
Opera in the Pa	20,000
Operating Costs Support to 90 Community Organisations	314,675
Opus Chamber Orchestra	18,000
Parents Inc	5,300
Philanthropy New Zealand	20,000
Phillips Search and Rescue Trust	25,000
Presbyterian Support - Rotorua	4,473
QE Health	12,000
RAVE - Arts @ RAVE	10,000
RAVE - Programmes	24,900
Raporoa College	8,075
Raporoa Lions Club	5,000
Raporoa Order of St John	4,600
Resource Teachers of Learning and Behaviour Eastern Cluster	20,000
Rhapsody Rotorua	15,000
Rhama Broadcasting Group Inc	5,000
Ronald McDonald House - Auckland Trust	16,245
Rotary Club of Rotorua Sunrise	3,500

community support

	TOTAL \$
Rotary Club of Rotorua West	4,130
Rotorua BluesFeast Trust	10,000
Rotorua Boys' High School	28,875
Rotorua Breast Cancer Trust	3,000
Rotorua Budget Advisory Service Inc	3,500
Rotorua Camera Club Inc	4,000
Rotorua Careers Expo Trust	10,000
Rotorua Chamber of Commerce and Industry	10,000
Rotorua Christmas Parade Charitable Trust	4,000
Rotorua Civic Arts Trust	50,000
Rotorua Community Toy Library Inc	5,000
Rotorua Community Youth Centre Trust	33,000
Rotorua Creative Art Trust	20,000
Rotorua District Cadet Unit	7,500
Rotorua District Community Law Centre Trust	2,000
Rotorua District Council - Community Arts Projects	20,000
Rotorua District Council - Events Attraction Funding	84,000
Rotorua District Council - Industry Training Graduation	3,500
Rotorua District Council - International Day of Older Persons	1,500
Rotorua District Council - Lighting for Youth Spaces	25,000
Rotorua District Council - New Year's Mardi Gras	10,000
Rotorua District Council - Youth Week 2010	14,000
Rotorua District Principals' Association	20,000
Rotorua Dog Obedience Club Inc	7,500
Rotorua Energy Charitable Trust Undergrounding Project	120,000
Rotorua Ethnic Council Inc	1,700
Rotorua Girls' High School	24,300
Rotorua Gospel Broadcasting Charitable Trust	5,000
Rotorua KartSport Development Trust	300,000
Rotorua Lakes High School	15,600
Rotorua Lakes Volunteer Coastguard Inc	25,000
Rotorua Lakeside Concert Charitable Trust - Lakeside 2011	125,000
Rotorua Music School Inc	5,500
Rotorua Musical Theatre	15,000
Rotorua Parents Centre	5,200
Rotorua School for Young Parents Trust	800
Rotorua Society of Model Engineers	1,000
Rotorua Television Trust	20,000
Rotorua Young Achievers Awards	6,000
Royal New Zealand Foundation for the Blind	25,000
Schizophrenia Fellowship Rotorua Inc	1,125
Scholarships - Waiariki Institute of Technology - Whare Takura 2011	20,000
Scholarships - JWI Lapper Memorial Apprenticeship 2011	10,000
Scholarships - Tertiary Study Awards	361,000
Sport Bay of Plenty Charitable Trust Board Inc	34,000
St Francis Wharau Aroha Early Childhood and Family Support Centre	5,000
St John's Presbyterian Church	8,000
St Mary's Catholic Church	2,000
Stage Challenge Foundation	3,500
Te Amorangi Trust Museum Inc	4,613
Te Arawa Pouako I Te Rao Society Inc	15,000
Te Kura Kaupapa Maori O Ruamata	2,025
Te Kura O Te Koutu	400
Te Papa Takaro O Te Arawa Trust	5,000
Te Puna Whakaora Children's Health Camps	25,000
The Gifted Children's Advancement Charitable Trust	25,000
Trinity Presbyterian Church	8,000
Trust Waikato Symphony Orchestra	3,000
Waikite Valley Scout Group	7,000
Westam Heights Community Association Inc	5,000
Westam Heights High School	47,125
Whakarewarewa Village Charitable Trust	10,000
	\$3,892,914
Prior year donations cancelled	(25,808)
TOTAL	\$3,867,106

*Cancer Society's Lions Lodge, Hamilton
and Rotorua Trust Chemotherapy and
Medical Day Stay Unit, Rotorua*



"We have received wonderful support from individuals, organisations, trusts and foundations, including the Rotorua Trust."

*Judy Gould, CEO,
Waikato / Bay of Plenty
Division, Cancer Society
of New Zealand*

PHOTOS - Cancer Society's Lions Lodge kindly supplied by the Waikato / Bay of Plenty Division, Cancer Society of New Zealand



"Lakes DHB is extremely grateful to the Rotorua Trust for the support given to the establishment of the new Chemotherapy and Medical Day Stay Unit. The new unit will provide a wonderful healing environment for those receiving treatment."

Cathy Cooney, CEO, Lakes DHB



ABOVE PHOTO - The building containing the Rotorua Trust Chemotherapy and Medical Day Stay Unit at Rotorua Hospital.

summary financial statements

Income statement

For the year ended 31 March 2011 In New Zealand dollars		2011	2010
	Note		
Revenue			
Interest		1,101,174	1,831,431
Dividends		1,612,145	1,815,181
Rental income		2,957,963	2,487,790
		<u>5,671,282</u>	<u>6,134,402</u>
Gain and Other Income			
Investment property revaluation		(2,172,949)	(1,129,280)
Share of income of associate		(388,478)	128,877
Net gain / (loss) on financial assets		1,913,632	11,244,961
Other income		119,503	322,223
		<u>(528,292)</u>	<u>10,566,881</u>
Total Income		5,142,990	16,701,083
Operating Expenses			
Trust Management			
Audit		10,823	8,014
Depreciation and Loss / (Gain) on disposal of Assets		46,797	25,975
Election expenses		78,174	-
Employee remuneration	6	297,285	264,817
Other expenses		210,851	202,026
Public and statutory reporting		44,199	43,909
Trustee fees and Expenses	4	130,223	129,481
		<u>818,352</u>	<u>674,222</u>
Investment Management			
Audit		20,800	17,898
Audit - Internal		2,850	-
Brokerage		74,591	194,758
Depreciation and Loss / (Gain) on disposal of Assets		5,889	2,871
Directors' fees	5	150,000	140,018
Employee remuneration	6	436,212	460,139
Interest		676,528	451,390
Other expenses		515,907	382,439
		<u>1,882,777</u>	<u>1,649,513</u>
		<u>2,701,129</u>	<u>2,323,735</u>
Surplus for the year		2,441,861	14,377,348

Balance sheet

For the year ended 31 March 2011 In New Zealand dollars		2011	2010
	Note		
TRUST FUNDS			
		<u>125,846,757</u>	<u>127,338,522</u>
Represented by:			
Current Assets			
Cash and cash equivalents		5,882,174	6,839,254
Other assets		526,150	2,901,826
Total Current Assets		<u>6,408,324</u>	<u>9,641,080</u>
Non-current Assets			
Equity securities		79,379,826	72,330,674
Debt securities		18,927,995	21,278,209
Investment property		32,912,000	34,077,700
Property, plant, and equipment		741,662	728,422
Artwork		2,254,825	2,097,932
Loans		706,400	740,000
Investment in associate		7,133,611	7,522,089
Total Non-current Assets		<u>142,056,319</u>	<u>138,775,026</u>
TOTAL ASSETS		148,464,643	148,416,106
Current Liabilities			
Creditors and employee entitlements		573,610	2,909,976
Derivative financial instruments		502,939	52,635
Loans and borrowings		17,430,145	14,000,000
Donations	8	1,911,192	414,973
Total current Liabilities		<u>20,417,886</u>	<u>17,377,584</u>
Non-current Liabilities			
Donations	8	2,200,000	3,700,000
Total Non-current Liabilities		<u>2,200,000</u>	<u>3,700,000</u>
TOTAL LIABILITIES		22,617,886	21,077,584
NET ASSETS		125,846,757	127,338,522

The accompanying notes form an integral part of these summary financial statements.

summary financial statements

Statement of cash flows

For the year ended 31 March 2011
In New Zealand dollars

Net cash inflow / (outflow) from operating activities
Net cash inflow / (outflow) from investing activities
Net cash inflow / (outflow) from financing activities
Net increase / (decrease) in cash and cash equivalents
Cash and cash equivalents at the start of the year
Cash and cash equivalents at the end of the year

	2011	2010
Net cash inflow / (outflow) from operating activities	(513,820)	70,511
Net cash inflow / (outflow) from investing activities	(4,085,786)	(26,405,977)
Net cash inflow / (outflow) from financing activities	3,642,526	13,200,000
Net increase / (decrease) in cash and cash equivalents	(957,080)	(13,135,466)
Cash and cash equivalents at the start of the year	6,839,254	19,974,720
Cash and cash equivalents at the end of the year	5,882,174	6,839,254

Statement of comprehensive income

For the year ended 31 March 2011
In New Zealand dollars

Surplus for the year
Other comprehensive income-
Available-for-sale fair value reserve - net change in fair value:
Asset revaluation
Other comprehensive income / (loss) for the year
Total comprehensive income / (loss) for the year

	2011	2010
Surplus for the year	2,441,861	14,377,348
Other comprehensive income- Available-for-sale fair value reserve - net change in fair value: Asset revaluation	(58,650) (7,870)	60,288 (78,121)
Other comprehensive income / (loss) for the year	(66,520)	(17,833)
Total comprehensive income / (loss) for the year	2,375,341	14,359,515

Statement of changes in equity

For the year ended 31 March 2011
In New Zealand dollars

Opening Trust funds
Total comprehensive income for the year
Donations approved
Closing Trust funds

	2011	2010
Opening Trust funds	127,338,522	115,220,124
Total comprehensive income for the year	2,375,341	14,359,515
Donations approved	(3,867,106)	(2,241,117)
Closing Trust funds	125,846,757	127,338,522

The accompanying notes form an integral part of these summary financial statements.

notes to the summary financial statements

1. REPORTING ENTITY

The Rotorua Energy Charitable Trust (the "Trust") is a charitable trust established on 3 June 1994, pursuant to the Energy Companies Act 1992 and was incorporated under the Charitable Trusts Act 1957 on 2 November 1995. The Trust and its subsidiaries were registered as charitable entities under the Charities Act 2005 on 30 June 2008.

2. SUMMARY FINANCIAL STATEMENTS

These are the summary financial statements of the Rotorua Energy Charitable Trust as at and for the year ended 31 March 2011 and comprise the operations of the Trust and its subsidiaries (together referred to as the "Group"). The specific disclosures included in these summary financial statements have been extracted from the full annual financial statements dated 16 June 2011.

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

The summary financial report cannot be expected to provide as complete an understanding as provided by the full financial statements of the income, comprehensive income, changes in equity, balance sheet and cash flows of the Group.

An unmodified audit opinion has been received on the full financial statements for the year ended 31 March 2011. A copy of the full trust financial statements for the year ended 31 March 2011 is available on the trust website www.rotoruaatrust.org.nz or alternatively may be obtained by contacting the Trust on (07) 347 6239.

notes to the summary financial statements

3. BASIS OF PREPARATION

(a) *Statement of compliance*

The full financial statements, from which this summary has been extracted, have been prepared in accordance with the provisions of section 9(b) of the Trust Deed and Generally Accepted Accounting Practice in New Zealand (NZ GAAP), applying the New Zealand equivalents to International Financial Reporting Standards (NZ IFRS), and its interpretations as appropriate to public benefit entities. The Trust is a reporting entity and its financial statements comply with NZ GAAP.

The financial statements were approved by trustees on 16 June 2011.

(b) *Specific accounting policies*

All specific accounting policies have been applied on the same basis as those used in the full financial statements of the Trust.

4. TRUSTEE FEES AND EXPENSES

Trustee fees and expenses paid during the year or due and payable are as follows:

In New Zealand dollars	2011	2010
PC East	19,360	18,949
GW Hall	35,276	34,263
SM Kai Fong	4,864	0
JA Keaney	12,098	18,949
JM La Grouw	19,925	19,495
TH Maxwell	19,290	18,863
LG Thurston	19,410	18,962
	<u>130,223</u>	<u>129,481</u>

5. DIRECTORS FEES

Directors fees paid during the year or due and payable to members of the Board of Perpetual Capital Management Limited are as follows:

In New Zealand dollars	2011	2010
FRS Clouston	37,500	35,004
P C East	37,500	35,005
J M Green	37,500	35,004
S L Maier (Jnr)	37,500	35,005
	<u>150,000</u>	<u>140,018</u>

6. EMPLOYEE REMUNERATION

During the year the following number of employees in the group received remuneration (including the value of other benefits) of at least \$100,000:

	Number of employees	
	2011	2010
240,000 - 250,000	1	0
230,000 - 240,000	0	2
210,000 - 220,000	1	0

7. GROUP ENTITIES

Subsidiaries

	Ownership interest (%)	
	2011	2010
Thirteen Fifty Eight Limited	100	100
Thirteen Fifty Eight Investments Limited	100	100
Perpetual Capital Management Limited	100	100
RotoruaTrust Perpetual Capital Fund Limited	100	100

All subsidiary companies are incorporated in New Zealand and have a balance date of 31 March.

8. DONATIONS

Donations approved have been accounted for on the following basis:

In New Zealand dollars	2011	2010
Donations Approved	3,867,106	2,241,117
Donations unpaid from prior year	4,114,973	6,014,875
	<u>7,982,079</u>	<u>8,255,992</u>
Less: Donations Paid	3,870,887	4,141,019
	<u>4,111,192</u>	<u>4,114,973</u>
Represented by:		
Current Donations		
Unpaid at balance date	411,192	414,973
Payable Next Financial Year	1,500,000	0
	<u>1,911,192</u>	<u>414,973</u>
Non Current Donations		
Payable 2012 Financial Year	0	1,500,000
Payable 2013 Financial Year	0	0
Payable 2014 Financial Year	1,500,000	1,500,000
Payable 2015 Financial Year	700,000	700,000
	<u>2,200,000</u>	<u>3,700,000</u>
	<u>4,111,192</u>	<u>4,114,973</u>

auditor's report



Iles Casey
Chartered Accountants

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Trustees of The Rotorua Energy Charitable Trust

Report on the Financial Statements

The accompanying summary financial statements, which comprise the summary balance sheet as at 31 March 2011, the summary income statement, summary statement of changes in equity, summary statement of comprehensive income and summary cash flow statement for the year then ended, and related notes, are derived from the audited financial statements of The Rotorua Energy Charitable Trust for the year ended 31 March 2011. We expressed an unmodified audit opinion on those financial statements in our report dated 16 June 2011.

The summary financial statements do not contain all the disclosures required for full financial statements under generally accepted accounting practice in New Zealand. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of The Rotorua Energy Charitable Trust.

Trustees' Responsibility for the Summary Financial Statements

The trustees are responsible for the preparation of a summary of the audited financial statements in accordance with FRS-43: *Summary Financial Statements*.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810, "Engagements to Report on Summary Financial Statements".

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

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of The Rotorua Energy Charitable Trust for the year ended 31 March 2011 are a fair summary of those financial statements, in accordance with FRS-43.

A handwritten signature in blue ink that reads "Iles Casey".

16 June 2011

Chartered Accountants
Rotorua



trustees and management team

Left to right front

*Grahame Hall, Jo-Anne La Grouw, Lyall Thurston,
Trevor Maxwell, Paul East, Sandra Kai Fong*

Left to right rear

*Peter Halligan, Alison Perrin, Edith Tissing, Andrea Thompson,
Michael Wyeth, Stuart Burns, Lee-Anne Thompson*

notice of annual general meeting

Notice is hereby given that the **17th Annual General Meeting** of the Rotorua Energy Charitable Trust will be held in the Concert Chamber at the Rotorua Convention Centre, Fenton Street, Rotorua, on Thursday, 21 July 2011, commencing at 7 pm.

All members of the public are welcome to attend.

full financial statements

A full set of the annual financial statements, including the Auditor's Report is available on the Trust's web site www.rotoruatrust.org.nz

Alternatively, you are welcome to call the Trust on 07 347 6239, email admin@rotoruatrust.org.nz, or write to PO Box 1418 Rotorua 3040 to obtain a copy.