

**Toi Foundation
Financial Statements
for the year ended 31 March 2025**

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Foundation directory

Settlement	30 May 1988
Principal place of business	121 Gill Street New Plymouth
Discretionary beneficiaries	As per the Trust Deed
Trustees	Chris Ussher Dianne Mason (appointed on 20th January 2025) Robin Brockie Iqbal Haque Nicola Ngarewa Liana Poutu Ryan Eagar Wharehoka Wano Dion Tuuta John O'Sullivan
Auditors	Ernst & Young Limited Auckland
Bankers	TSB Bank New Plymouth
Solicitors	Buddle Findlay Wellington

STATEMENT OF SERVICE PERFORMANCE

FINANCIAL YEAR 2025

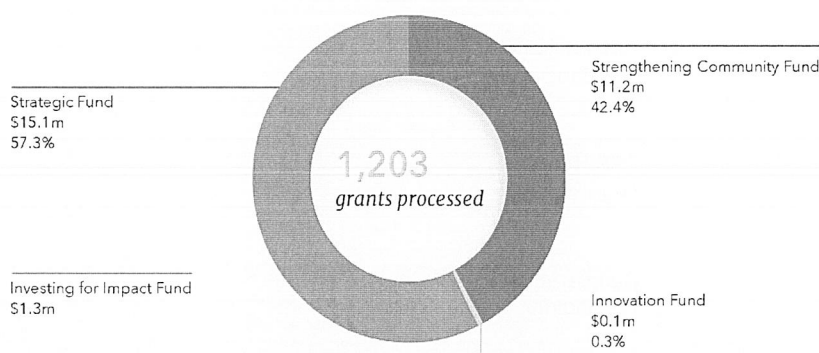
In the 2024/25 financial year, Toi Foundation distributed \$26.4 million in funding support across Taranaki. That's around \$209 for every person in our region – the highest per capita giving of any community trust in Aotearoa. We supported 1,203 funding applications – an 8% increase from last year – helping a wide range of people, groups, and projects to thrive.

It's worth noting that how we report funding can sometimes paint an incomplete picture. Some of our larger, longer-term grants – including those for Te Kāhui Maunga o Ngā Kura ā Iwi and TOPEC – are treated as future commitments. That means they aren't included in this year's financial total, even though the decisions and intent to support these initiatives have been made. It's a technical detail, we know – but it matters. If we included these major grants, our total grant making would exceed \$28.8 million – a reflection of our ongoing commitment to backing the people, places, and projects of Taranaki.

What matters most is that support is reaching where it's needed – and thanks to strong returns from TSB and Fisher Funds, we continue to provide high levels of annual grant making that deliver real impact across our region. As always, our focus remains on backing the people of Taranaki – empowering communities to lead the change they want to see.

How we're making a difference

FUND TYPE:



DATA COMMENTARY:

1,203 grants totalling \$26.4m were processed across the Strengthening Community and Strategic and Innovation Fund. This amount includes multi-year amounts from previous years that were paid in FY25. This represents a 3.9% decrease from the previous financial year, FY24, during which \$27.4m (1,114 grants) were distributed. The two organisations that accessed the Investing for Impact fund were Ka Uruora Affordable Housing and Te Kāhui Maru Trust.

The Statement of Service Performance (SSP) graphs reflect a total of \$26.4m in grants approved by the Toi Foundation for the fiscal year ending 31 March 2025. However, after accounting for \$0.3m in withdrawn and refunded grants from previous years, the net amount disclosed in the financial statements is \$26.0m. This reconciliation is detailed in the Toi Foundation Summary Financial Statements on page 24.

FY 24 COMPARISON: 1,114 grants processed

Strengthening Community Fund: \$9.5m (34.7%)

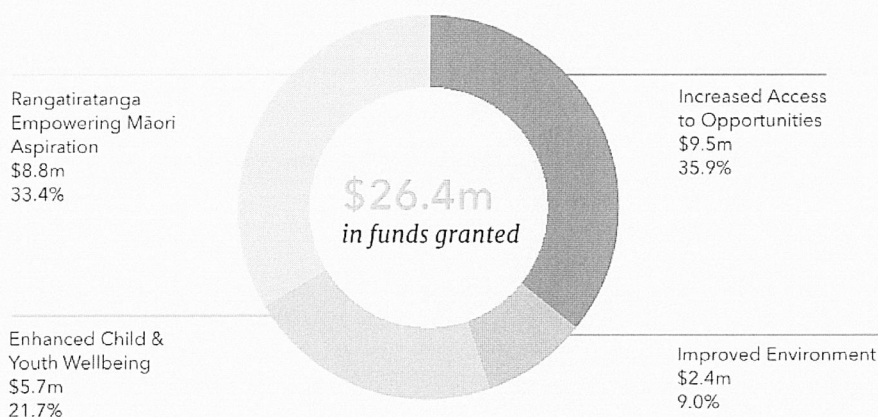
Innovation Fund: \$0.5m (1.2%)

Strategic Fund: \$17.4m (63.5%)

Investing for Impact Fund: \$0.67m (0%)

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

FOCUS AREA:



DATA COMMENTARY:

Toi Foundation has four focus areas that support our purpose statement and the long-term goal of a thriving, inclusive, and equitable Taranaki.

For the purpose of this analysis, grants are tagged to the main focus area only, even if they support more than one. Each of the amounts in the infographic also include multi-year grants committed from previous years and paid in FY25.

FY 24 COMPARISON: \$27.4M in funds granted

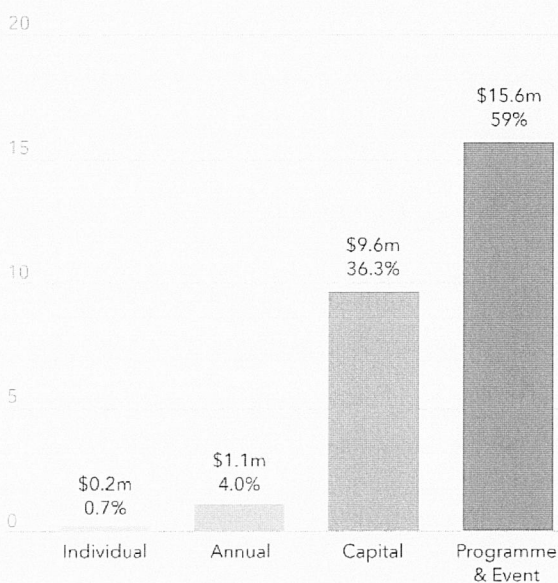
Increased Access to Opportunities: \$7.2m (26.2%)

Improved Environment: \$2.1m (7.7%)

Enhanced Child and Youth Wellbeing: \$6.2m (22.6%)

Rangatiratanga Empowering Māori Aspirations: \$11.9m (43.5%)

GRANT TYPE:



DATA COMMENTARY:

This information shows the distribution across all grant types.

The contribution of \$15.6m to Programme and Event supports the Foundation's desire to fund more in this area.

In FY25, four Foundation-Initiated Projects totalling \$1.2m were granted; these are included in the Capital, Programme, and Event totals.

FY 24 COMPARISON:

Individual: \$0.1m (0.3%)

Annual: \$1.2m (4.3%)

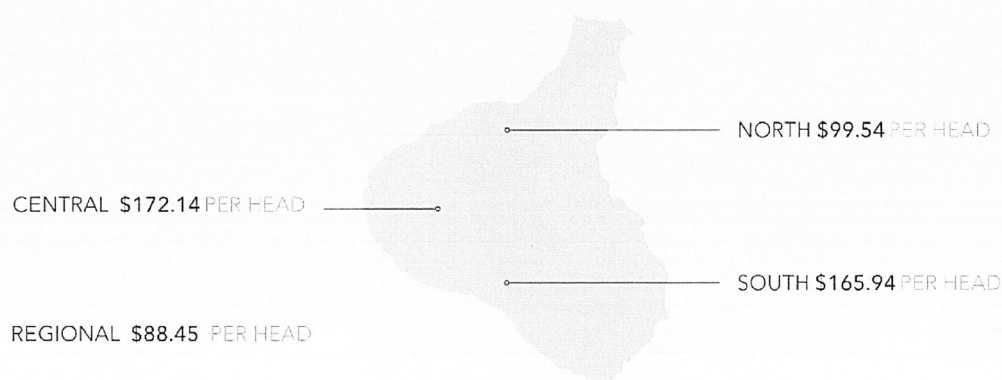
Capital: \$9.3m (33.9%)

Programme and Event: \$16.8m (61.4%)

Foundation-Initiated Project: \$0.0m (0.1%)

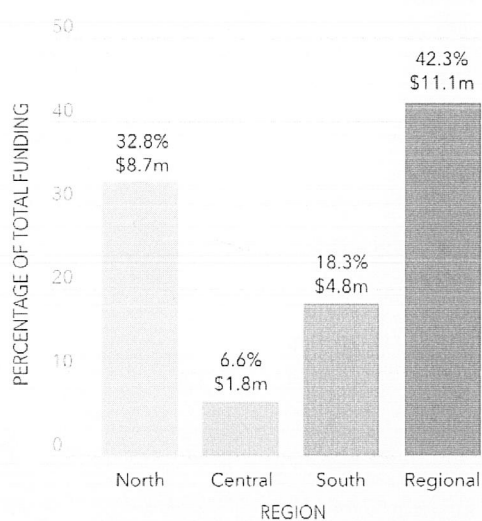
Summary of significant accounting policies and the accompanying notes form part of these financial statements.

REGIONAL SPREAD:



\$209.21 PER HEAD OF POPULATION*

All grants paid and committed to Taranaki and its people.
Also includes committed multi-year grants from previous years.
*Based on Taranaki population figures from NZ Census 2023 data.



DATA COMMENTARY:

This information shows all committed grants tagged to our region and the district areas of Taranaki across all funds, with a breakdown of distribution of funding per head, per district. North, Central and South regions align to our District Council boundaries.

Population Figures from NZ Census 2023

North - Population 87,000 (*New Plymouth District Council*)

Central - Population 10,149 (*Stratford District Council*)

South - Population 29,025 (*South Taranaki District Council*)

Regional - Population 126,015

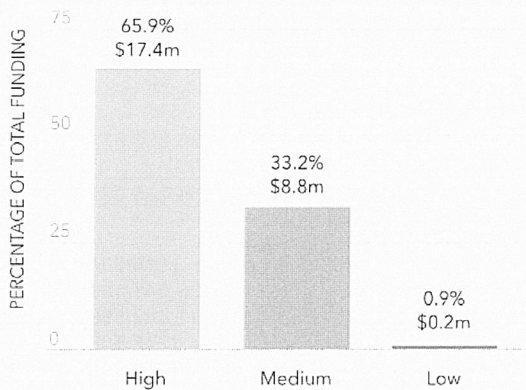
Grants tagged to Regional, benefit all three areas of North, Central and South Taranaki.

FY 24 COMPARISON:

North: \$6.6m (24%)	Central: 1.6m (6%)
South: \$6.2m (23%)	Regional: \$13m (47%)

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

LEVEL OF NEED:



Level of need focuses solely on the beneficiary or recipient of the service provided.

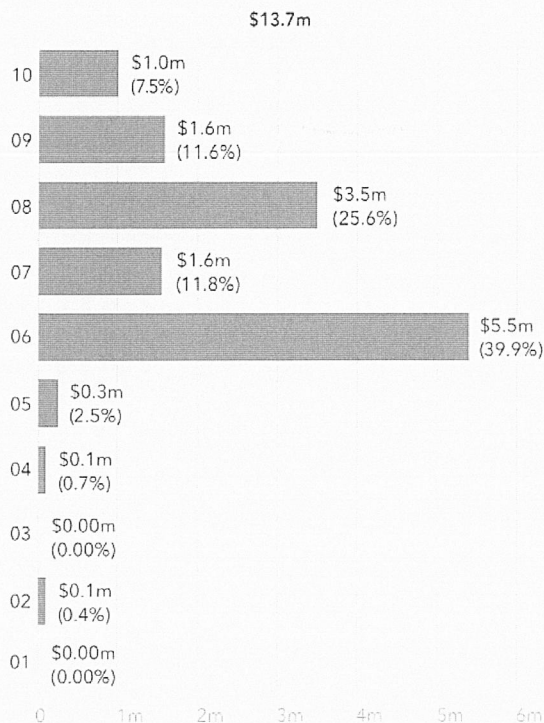
This information shows the number of committed grants tagged to the Level of Need indicators across the Strengthening Community and Strategic and Innovation Funds.

In the fiscal year 2025, 65.9% of the total grant amount, equivalent to \$17.4 million, was for projects identified as having a high level of need. This allocation aligns with the Toi Foundation's goal of prioritising funding for areas where the need is greatest.

FY 24 COMPARISON:

High: \$18.4m (67%)
Medium: \$8.6m (32%)
Low: \$0.4m (1%)

DEPRIVATION:



Deprivation is focused on location, with a score ranging from 10 to 1 assigned to region, districts and communities across Taranaki. The score of 10 is mapped to areas of greatest deprivation and 1 being mapped to areas of least deprivation.

This infographic excludes \$12.7m tagged regionally to Taranaki which has a deprivation score of 6.

Deprivation Scores:

Taranaki: 6

North Taranaki: 6

Central Taranaki: 7

South Taranaki: 8

Selected examples of community deprivation scores - Waitara (10), Oākura (2), Marfell (10), Mangorei (2), Midhurst (5), Stratford (8), Hāwera Central (9).

Deprivation scores are 2018 census based, but updated by Infometrics as 2023 census data becomes available.

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

Toi Foundation
Statement of Comprehensive Revenue and Expense
For the year ended 31 March 2025

Statement of Comprehensive Revenue and Expense

For the year ended 31 March 2025

	Note	2025 \$	2024 \$
Revenue			
Revenue from exchange transactions	6	30,235,321	34,273,600
Revenue from non-exchange transactions	6	-	588,263
Total Revenue		<u>30,235,321</u>	<u>34,861,863</u>
Expenses			
Depreciation and amortisation		(118,634)	(140,860)
Grants	9	(26,048,161)	(27,176,643)
Personnel		(1,822,596)	(1,670,888)
Consultancy fees		(277,539)	(431,695)
Trustee honoraria		(116,600)	(118,086)
Trustee expenses		(24,890)	(36,741)
Other expenses	7	(1,083,739)	(1,214,242)
Total Expenses		<u>(29,492,159)</u>	<u>(30,789,155)</u>
Fair value gain/(loss) on investment		<u>68,794</u>	<u>(20,885)</u>
Surplus for the year		<u>811,956</u>	<u>4,051,823</u>

These financial statements have been issued for and on behalf of the Trustees on 30th July 2025 by:

 Chairperson
  Trustee

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

Toi Foundation
Statement of Changes in Net Assets
For the year ended 31 March 2025

Statement of Changes in Net Assets
For the year ended 31 March 2025

	Foundation Capital \$	Reserve Fund \$	Retained earnings \$	Total Equity \$
Balance as at 1 April 2024	10,000,100	13,758,232	20,138,987	43,897,319
Surplus for the year	-	-	811,956	811,956
Transfer to reserves in the year		<u>1,500,000</u>	<u>(1,500,000)</u>	<u>-</u>
Balance as at 31 March 2025	<u>10,000,100</u>	<u>15,258,232</u>	<u>19,450,943</u>	<u>44,709,275</u>

	Foundation Capital \$	Reserve Fund \$	Retained earnings \$	Total Equity \$
Balance as at 1 April 2023	10,000,100	12,434,500	17,410,895	39,845,495
Surplus for the year	-	-	4,051,824	4,051,824
Transfer to reserves in the year	-	<u>1,323,732</u>	<u>(1,323,732)</u>	<u>-</u>
Balance as at 31 March 2024	<u>10,000,100</u>	<u>13,758,232</u>	<u>20,138,987</u>	<u>43,897,319</u>

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

Toi Foundation
Statement of Financial Position
As at 31 March 2025

Statement of Financial Position
As at 31 March 2025

	Note	2025 \$	2024 \$
Current Assets			
Cash and cash equivalents		635,540	909,039
Receivables under exchange transactions	10	389,316	162,865
Other financial assets		325,000	650,000
Receivables from related parties	11	29,107,067	31,602,490
Total Current Assets		30,456,923	33,324,394
Non-Current Assets			
Property, plant & equipment	13	5,884,522	3,582,502
Intangible assets		-	12,654
Other financial assets		1,605,226	910,005
Investment in subsidiaries	12	10,099,999	10,099,999
Total Non-Current Assets		17,589,747	14,605,160
Total Assets		48,046,670	47,929,554
Current Liabilities			
Payables under exchange transactions	14	475,430	316,215
Accruals		199,211	299,806
Employee entitlements		66,578	47,616
Grants payable		2,596,176	3,368,599
Total current liabilities		3,337,395	4,032,236
Total Liabilities		3,337,395	4,032,236
Net Assets		44,709,275	43,897,318
Equity			
Foundation capital	15	10,000,100	10,000,100
Retained earnings		19,450,943	20,138,986
Reserve fund	16	15,258,232	13,758,232
Total Equity		44,709,275	43,897,318

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

Toi Foundation
Statement of Cash Flows
For the year ended 31 March 2025

Statement of Cash Flows
For the year ended 31 March 2025

	Note	2025 \$	2024 \$
Cash flows from operating activities			
<i>Cash was provided from/(applied to):</i>			
Dividends received		28,000,000	31,800,000
Interest received		2,162,751	2,398,327
Other income		(200,681)	984,641
Grants paid		(26,820,585)	(31,698,055)
Payments to suppliers		(1,348,445)	(1,496,489)
Payments to employees		(1,732,803)	(2,007,806)
Payments to trustees		(116,600)	(118,086)
Net cash flow from operating activities	18	<u>(56,363)</u>	<u>(137,468)</u>
Cash flows from investing activities			
<i>Cash was provided from/(applied to):</i>			
Net cash movement of term investments		(370,221)	(14,333)
Purchase of property, plant and equipment		<u>(2,408,001)</u>	<u>(3,225,817)</u>
Net cash flow from investing activities		<u>(2,778,222)</u>	<u>(3,240,150)</u>
Cash flows from financing activities			
<i>Cash was provided from/(applied to):</i>			
Net related party borrowings provided		<u>2,561,086</u>	<u>3,638,373</u>
Net cash flow from financing activities		<u>2,561,086</u>	<u>3,638,373</u>
Net increase / (decrease) in cash and cash equivalents		(273,499)	260,755
Cash and cash equivalents at beginning of the year		<u>909,039</u>	<u>648,284</u>
Cash, cash equivalents, and bank overdrafts at the end of the year		<u>635,540</u>	<u>909,039</u>

Summary of significant accounting policies and the accompanying notes form part of these financial statements.

1 Reporting entity

These financial statements (hereafter referred to as the "financial statements") comprise the financial statements of Toi Foundation (the "Foundation") for the year ended 31 March 2025. The Foundation is domiciled in New Zealand and incorporated under the Charitable Trust Act 1957. The Foundation is a community trust as defined in the Community Trusts Act 1999.

The nature of the Foundation's operations is investment and application of the Foundation funds for community benefit. The Foundation has been established to carry on activities for the benefit of the community within Taranaki.

The financial statements were authorised for issue by the Trustees on 30th July 2025.

2 Basis of Preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand (NZ GAAP). The Foundation is a Not-for-profit public benefit entity.

The financial statements have been prepared in accordance with Tier 1 Public Benefit Entity (PBE) Standards.

The Foundation has prepared these separate financial statements to provide more relevance to users, as the size and presentation of the consolidated financial statements does not facilitate a meaningful comparison of the Foundation's results for those users. The consolidated financial statements of the Foundation are prepared in accordance with Tier 1 PBE Standards. The consolidated financial statements of the Foundation can be obtained from the Foundation Chief Executive: PO Box 667, New Plymouth or by telephoning (06) 769-9471.

(b) Basis of measurement

The financial statements have been prepared on a historical cost basis, except for specific other financial assets that have been measured at fair value. The accrual basis of accounting has been used unless otherwise stated and the financial statements have been prepared on a going concern basis.

(c) Presentation currency

The financial statements are presented in New Zealand dollars. All numbers are rounded to the nearest dollar.

(d) Comparatives

The comparative financial period is 12 months.

(e) Changes in accounting policies

There have been no changes in accounting policies during the year.

(f) New standards and amendments issued but not yet adopted

PBE IPSAS 1- Disclosure of Fees for Audit Firm's Services

Effective from 1 January 2024, this amendment requires more detailed disclosure of fees paid to the Foundation's audit or review firm. The Foundation has updated its disclosures in Note 7 to comply with these new requirements.

At the date of authorisation of these financial statements, certain other new PBE Standards and amendments to existing standards have been published but are not yet effective, and have not been adopted early by the Foundation. The reported results and financial position of the Foundation are not expected to change materially on adoption of these pronouncements.

3 Summary of Significant Accounting Policies

The accounting policies of the Foundation have been applied consistently to all years presented in these financial statements.

The significant accounting policies used in the preparation of these financial statements are summarised below:

(a) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Subsequent costs are capitalised when it is probable that future economic benefits or service potential will flow to the Foundation and the cost can be measured reliably; otherwise, they are expensed as incurred.

Depreciation is calculated on a straight-line basis over the assets' estimated useful lives as follows:

Furniture and fittings: 4-14 years

Information technology (IT): 2-5 years

Leasehold improvements: 4-14 years

Other fixed assets: 2-14 years

The residual values, useful life, and depreciation methods of property, plant and equipment are reviewed and adjusted if appropriate at each balance date.

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits or service potential are expected from its use or disposal.

Impairment losses are recognised when the carrying amount exceeds the recoverable amount. Assets are reviewed annually for indications of impairment. Gains and losses on disposals are recognised in surplus or deficit when assets are derecognised.

All repairs and maintenance expenditure is charged to surplus or deficit in the year in which the expense is incurred.

(b) Impairment of Non-Financial Assets

Assets are reviewed annually for indicators of impairment. Where indicators exist, the recoverable amount is estimated, and any impairment loss is recognised in surplus or deficit. Reversals of impairment losses are recognised if there is a change in circumstances, but only to the extent that the asset does not exceed its original carrying amount.

(c) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument in another entity.

The classification of financial asset at initial recognition depends on the financial asset's contractual cash flows characteristics and the Foundation's business model for managing them. The Foundation initially measures a financial asset at its fair value plus transaction costs.

Financial assets at amortised cost

For a financial asset to be classified at amortised cost it needs to give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding. Amortised cost financial assets are held within a business model to collect contractual cash flows.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains or losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

The Foundation's financial assets at amortised cost includes cash and cash equivalents, trade and other receivables and related party receivables.

The Foundation recognises an allowance for expected credit losses (ECLs) which is based on the difference between contractual cash flows and those expected to be received.

Financial assets at fair value through surplus or deficit

3 Summary of Significant Accounting Policies (continued)

Financial assets at fair value through surplus or deficit are subsequently carried in the statement of financial position at fair value with net changes in fair value presented in 'fair value gain on investment' in the statement of comprehensive revenue and expense.

Financial assets are derecognised when the rights to receive cash flows from the asset have expired or the Foundation has transferred its rights to receive cash flows from the asset.

Financial liabilities at amortised cost

Financial liabilities are initially recognised at fair value net of directly attributable transaction costs.

The Foundation's financial liabilities include payables and grants payable.

Financial liabilities at amortised cost are subsequently measured at amortised cost using the EIR method. Gain and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(d) Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Foundation and revenue can be reliably measured. Revenue is measured at the fair value of consideration received.

The Foundation assesses its revenue arrangements against specific criteria to determine if it is acting as the principal or agent in a revenue transaction. In an agency relationship only the portion of revenue earned on the Foundation's own account is recognised as gross revenue in the Statement of Comprehensive Revenue and Expenses.

The following specific recognition criteria must be met before revenue is recognised:

Interest income

Interest income is accrued on a timely 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.

Dividend income

Dividend income is recognised on an accrual basis when the Foundation's right to receive payment has been established.

(e) Grants

Grants to eligible organisations are recognised as an expense in the Statement of Comprehensive Revenue and Expenses when they are approved by the Board of Trustees. Grants covering multiple years are recognised proportionately in each year they relate. Any grants approved by the Board of Trustees with any additional specified restrictions or conditions are recognised initially as contingent liabilities and are subsequently recognised as expenditure when the specified criterion for the grant has been met.

(f) Income tax

The Foundation is exempt from income tax under section CW 52 of the Income Tax Act 2007.

(g) Goods and services tax

The financial statements have been prepared on a GST exclusive basis as the Foundation is registered for GST.

3.1 Investment in Subsidiaries

Investments in subsidiaries are recognised at cost, less any accumulated impairment losses.

The carrying amount of each investment is reviewed at each reporting date to determine whether there is any indication of impairment. Any impairment losses are recognised in the Statement of Comprehensive Revenue and Expense.

Dividends received from subsidiaries are recognised in the surplus or deficit when the right to receive payment is established.

4 Significant accounting judgements, estimates, and assumptions

The preparation of financial statements in conformity with NZ IPSAS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Where material, information on significant judgements estimates and assumptions is provided in the relevant accounting policy or provided in the relevant note disclosure.

The estimates and underlying assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances. Estimates are subject to ongoing review and actual results may differ from these estimates. Revisions to accounting estimates are recognised in the year in which the estimate is revised and in future years affected.

The following are significant management judgements in applying the accounting policies of the Foundation that have a significant effect on the financial statements:

Impairment

An impairment loss is recognised for the amount by which the assets or cash-generating unit's carrying amount exceeds its recoverable amount. To determine the recoverable amount, management estimates expected future cash flows from each cash-generating unit and determines a suitable interest rate in order to calculate the present value of those cash flows. In the process of measuring expected future cash flows management makes assumptions about future operating results. These assumptions relate to the future events and circumstances.

Recognition of grants payable

The criteria used to determine whether or not a grant is payable or recognised as a contingent liability is disclosed in paragraph 3 (e). There are grants payable at year end of \$2,596,176 (2024: \$3,368,599).

5 Capital management policy

The Foundation's capital comprises its equity, represented by retained earnings and other reserves. The primary objective is to maintain adequate capital to support the Foundation's charitable activities. This is achieved by managing income, expenses, assets and liabilities effectively.

6 Revenue from Exchange and Non-Exchange Transactions

	Note	2025 \$	2024 \$
<i>Revenue from exchange transactions</i>			
Dividend revenue - Toi Foundation Holdings Limited	22	28,000,000	31,800,000
Overhead recovery revenue		70,831	73,316
Finance income	8	2,162,751	2,398,327
Gain on Sale Asset		1,739	1,957
Total revenue from exchange transactions		30,235,321	34,273,600
<i>Revenue from non-exchange transactions</i>			
GST refunds on registration		-	588,263
Total revenue from non-exchange transactions		-	588,263
Total revenue from exchange and non exchange transactions		30,235,321	34,861,863

7 Other Operating Expenses

	2025 \$	2024 \$
Accounting fees	105,814	125,981
Communication expenses	239,089	279,196
Facility and office expenses	127,319	104,129
General expenses	250,601	266,042
IT costs	198,111	197,479
Rent under operating leases	101,805	101,064
Research	61,000	140,351
Total Other Operating Expenses	<u>1,083,739</u>	<u>1,214,242</u>

Included in accounting fees are the total fees paid to the audit of the financial statements for the year ended 31 March 2025 were \$74,554 (2024: \$84,191). No other services were provided by the auditor during the year ended 31 March 2025 (2024: Nil).

8 Net Surplus from Finance Activities

	2025 \$	2024 \$
<i>Finance income</i>		
Interest income on loans	13,869	10,175
Interest income on term investments	65,918	94,995
Interest income on Toi Foundation Holdings Ltd	2,082,682	2,293,157
Interest income - Inland Revenue	282	-
Net surplus from finance activities	<u>2,162,751</u>	<u>2,398,327</u>

9 Grants

	2025 \$	2024 \$
Total grants committed	26,370,358	27,352,115
Less grants refunded / withdrawn from prior years	<u>(322,197)</u>	<u>(175,472)</u>
	<u>26,048,161</u>	<u>27,176,643</u>

Toi Foundation granted \$26,370,358 for the financial year ended 31 March 2025 (2024: \$27,352,115). However, 15 organisations either refunded or withdrew grants from prior years totalling \$322,197 (2024: \$175,472 was refunded or withdrawn from 14 organisations).

10 Receivables from Exchange Transactions

	2025 \$	2024 \$
GST Receivable	326,197	120,893
Prepaid expenses	62,869	41,972
Other receivables	250	-
Total receivables from exchange transactions	<u>389,316</u>	<u>162,865</u>

Trade receivables and other receivables are non-interest bearing. Therefore the carrying value of trade receivables and other receivables approximates their fair value.

10 Receivables from Exchange Transactions (continued)

At balance date, all overdue receivables have been assessed for impairment and appropriate allowances made. All receivables are subject to credit risk exposure. The maximum exposure to credit risk at the reporting date is the carrying amount receivables as disclosed above. The Foundation does not hold any collateral as security.

11 Receivables from related parties

	2025 \$	2024 \$
Current portion		
Inter-Company Loan to Toi Foundation Holdings Limited	29,104,760	31,597,052
Inter-Company interest receivable from TSB Bank Limited	<u>2,307</u>	<u>5,438</u>
	<u>29,107,067</u>	<u>31,602,490</u>

The receivables from related parties arise from:

Toi Foundation Holdings Limited acting as treasurer under a Treasury Services Agreement. The receivable is unsecured in nature. The loan is charged interest at 6.00% (2024: 6.00%). No provisions are held against receivables from related parties (2024: Nil).

Bank accounts are held with TSB Bank Limited which earn and accrue interest at current market rates.

12 Investment in Related Parties

	2025 \$	2024 \$
Shares in Toi Foundation Holdings Limited	<u>10,099,999</u>	<u>10,099,999</u>
	<u>10,099,999</u>	<u>10,099,999</u>

13 Property, Plant and Equipment

	Building Fit Out \$	IT \$	Freehold Buildings - work in progress \$	Furniture & Fittings \$	Other Fixed Assets \$	Total \$
2025						
<i>Gross carrying amount</i>						
Opening balance	561,373	253,324	3,194,919	130,321	236,402	4,376,339
Additions	-	33,301	2,359,567	3,580	11,554	2,408,002
Closing balance	<u>561,373</u>	<u>286,625</u>	<u>5,554,486</u>	<u>133,901</u>	<u>247,956</u>	<u>6,784,341</u>
<i>Accumulated depreciation</i>						
Opening balance	(302,312)	(215,845)	-	(83,516)	(192,164)	(793,837)
Depreciation charge for the year	(39,344)	(34,044)	-	(13,225)	(19,368)	(105,981)
Balance as at 31 March 2025	<u>(341,656)</u>	<u>(249,889)</u>	<u>-</u>	<u>(96,741)</u>	<u>(211,532)</u>	<u>(899,818)</u>
As at 31 March 2025	<u>219,717</u>	<u>36,735</u>	<u>5,554,485</u>	<u>37,161</u>	<u>36,424</u>	<u>5,884,522</u>

13 Property, Plant and Equipment (continued)

2024

Gross carrying amount

Opening balance	561,373	237,434	-	116,095	235,620	1,150,522
Additions	-	15,890	3,194,919	14,226	782	3,225,817
Closing balance	<u>561,373</u>	<u>253,324</u>	<u>3,194,919</u>	<u>130,321</u>	<u>236,402</u>	<u>4,376,339</u>

Accumulated depreciation

Opening balance	(262,968)	(173,271)	-	(71,690)	(172,147)	(680,076)
Depreciation charge for the year	(39,344)	(42,574)	-	(11,826)	(20,017)	(113,761)
Closing balance	<u>(302,312)</u>	<u>(215,845)</u>	<u>-</u>	<u>(83,516)</u>	<u>(192,164)</u>	<u>(793,837)</u>

As at 31 March 2024	<u>259,061</u>	<u>37,478</u>	<u>3,194,919</u>	<u>46,806</u>	<u>44,238</u>	<u>3,582,502</u>
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14 Payables under Exchange Transactions

	2025 \$	2024 \$
<i>Current</i>		
Accounts payables	<u>475,430</u>	<u>316,215</u>
Total creditors and other payables from exchange transactions	<u>475,430</u>	<u>316,215</u>

15 Foundation Capital

	2025 \$	2024 \$
Capital	100	100
Equity	<u>10,000,000</u>	<u>10,000,000</u>
	<u>10,000,100</u>	<u>10,000,100</u>

Equity comprises 20,000,000 fully paid shares at 50 cents each.

16 Reserve Fund

The reserve fund has been established as a contingency fund against fluctuation in the Toi Foundation Holdings Limited annual dividends. This fund shall be sufficient to meet 100% of annual operating costs, 50% of new grants budget (excluding multi-year grants) and all future years multi-year grants. The balance at 31 March 2025 is \$15,258,232 (2024: \$13,758,232).

17 Financial Instruments

(a) Financial instrument risk management

The Foundation has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

17 Financial Instruments (continued)

(a) Financial instrument risk management (continued)

The Foundation has policies in place to manage these risks, ensuring no speculative transactions are entered into. The Foundation does not actively trade financial instruments, and exposure limits are regularly monitored.

(i) Credit risk

Credit risk is the risk of financial loss if a counterparty fails to meet its obligations. The Foundation's exposure to credit risk primarily arises from cash and cash equivalents, receivables, and other financial assets. The maximum exposure to credit risk at balance date equals the carrying amounts of these financial assets in the statement of financial position. The Foundation manages credit risk by regularly monitoring its financial counterparties.

(ii) Liquidity risk

Liquidity risk is the risk that Group is unable to meet its day-to-day obligations.

Management will ensure that a Liquidity Buffer of at least \$5m is maintained to protect the Foundation in the event of cash flow shortfall.

The Liquidity Buffer can comprise of:

- Undrawn committed debt facilities;
- Cash; and
- Cash equivalents

Treasury will maintain a 12-month cashflow forecast to identify future requirements.

The Foundation's financial liabilities have contractual maturities (including interest payments where applicable) as summarised below:

	Carrying Amounts \$	Total Contractual Cash Flows \$	0 - 6 months \$	6-12 months \$
2025				
Non-derivative financial liabilities				
Trade payables and other payables	475,430	475,430	475,430	-
Grants payable	<u>2,596,176</u>	<u>2,596,176</u>	<u>2,596,176</u>	-
Total	<u>3,071,606</u>	<u>3,071,606</u>	<u>3,071,606</u>	-
2024				
Non-derivative financial liabilities				
Trade payables and other payables	316,215	316,215	316,215	-
Grants payable	<u>3,368,599</u>	<u>3,368,599</u>	<u>3,368,599</u>	-
Total	<u>3,684,814</u>	<u>3,684,814</u>	<u>3,684,814</u>	-

Market risk is the risk that changes in market prices, such as interest rates will affect the Foundation's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(iii) Interest rate risk

Interest rate risk is the risk that cash flows from a financial instrument will fluctuate because of changes in market interest rates.

The Foundation is exposed to interest rate risk primarily on its interest bearing financial assets. Management actively review exposure to interest rate risk. The Foundation's interests in term investments all pay fixed interest rates and the interest risk exposure is considered immaterial.

Interest rate risk profile

At the reporting date the interest rate profile of interest-bearing financial instruments was:

17 Financial Instruments (continued)

(a) Financial instrument risk management (continued)

The attributable interest rates on financial assets depend on the category. Cash and cash equivalents are at 0.00%. A term deposit of \$180,000 with an interest rate of 4.60% matures on 23 September 2027 (2024: \$180,000 with an interest rate of 4.60%), and a term deposit of \$325,000 with an interest rate of 5.00% matures on 11 August 2025 (2024: \$650,000 with an interest rate of 6.05%).

	2025 \$	2024 \$
<i>Fixed Interest Instruments</i>		
Financial assets	<u>1,140,540</u>	1,739,039
Total	<u>1,140,540</u>	<u>1,739,039</u>

18 Reconciliation of Cash Flows from Operating Activities

	2025 \$	2024 \$
Surplus for the year	811,956	4,051,823
<i>Add non-cash items</i>		
Depreciation and amortisation	118,634	140,860
Fair value gain/(loss) on investments	<u>(68,794)</u>	<u>20,885</u>
Total non-cash items	<u>49,840</u>	<u>161,745</u>
<i>Add/(deduct) movements in working capital</i>		
(Increase)/Decrease in other receivables	(223,317)	(115,408)
Increase/(Decrease) in creditors and other payables	(713,804)	(4,219,817)
Increase/(Decrease) in employee entitlements	<u>18,962</u>	<u>(15,812)</u>
Net movement in working capital items	<u>(918,159)</u>	<u>(4,351,037)</u>
Net cash outflow from operating activities	<u>(56,363)</u>	<u>(137,469)</u>

19 Contingent Assets and Contingent Liabilities

The Foundation has no material contingent assets (2024: Nil).

	2025 \$	2024 \$
Multi-year commitments	4,200,000	7,700,000
Conditional grants	<u>2,500,000</u>	<u>-</u>
Total contingent liabilities	<u>6,700,000</u>	<u>7,700,000</u>

Contingent grants are donations approved but the distribution is subject to the donees meeting certain conditions.

20 Commitments

Capital commitments

Toi Foundation has approved the redevelopment of a property in Gill Street New Plymouth.

Toi Foundation has approved a \$1.80m interest-free loan commitment to an Affordable Housing Impact Investment Initiative (2024: \$1.80m). As at 31 March 2025 \$1.19m had been drawn down (2024: \$0.52m) leaving a balance of \$0.61m (2024: \$1.28m) which is expected to be drawn over the next two financial years.

21 Events After the Reporting Date

There are no material events subsequent to balance date which are otherwise not disclosed in the financial statements of the Foundation.

22 Related Party Transactions

Related party transactions arise when an entity or person has the ability to significantly influence the financial and operating policies of the Foundation.

The Foundation has a related party relationship with its Trustees and other key management personnel.

The Foundation is the ultimate parent of Toi Foundation Holdings Limited and owns a 100% interest. Toi Foundation Holdings Limited is the sole shareholder of TSB Bank Limited. The Foundation holds various term investments with TSB Bank Limited. Toi Foundation Holdings Limited also owns 100% of shares in Toi Foundation Investments Limited. Toi Foundation Investments Limited has an 66.01% investment in the subsidiary company FFML TopCo Limited.

FFML TopCo Limited holds 100% of the ownership of FFML Holdco Limited. FFML Holdco Limited holds 100% of the shares of Fisher Funds Management Limited.

Toi Foundation Holdings Limited, Toi Foundation Investments Limited and FFML TopCo Limited's principal place of business is in New Zealand.

Transactions with related parties

The following transactions were carried out with related parties:

	2025 \$	2024 \$
a) Revenue		
Toi Foundation Holdings Limited	408,349	394,422
Toi Foundation Holdings Limited - Dividend income	28,000,000	31,800,000
Toi Foundation Holdings Limited - Interest income	2,082,682	2,293,157
TSB Bank Limited - Interest income	65,918	94,996
	<u>30,556,949</u>	<u>34,582,575</u>

Toi Foundation recovers a portion of staff costs from entities within the group for the support functions provided on an annual basis at an agreed total amount that is estimated at the beginning of each year. This is recovered through Toi Foundation Holdings Limited.

During the year a number of grants/donations have been paid by Toi Foundation to various community organisations where key management has a position which is considered to be part of the control of the benefiting organisation.

	2025 \$	2024 \$
b) Expenses		
Other related parties - Services	<u>101,506</u>	91,958
	<u>101,506</u>	<u>91,958</u>

22 Related Party Transactions (continued)

Services were received during the year from entities which had a Trustee of Toi Foundation in a position of control.

	2025 \$	2024 \$
c) Grants/Donations to related interests		
Grants/Donations paid	5,600,871	9,845,708
Grants/Donations payable	<u>1,121,595</u>	<u>421,500</u>
	<u>6,722,466</u>	<u>10,267,208</u>

The above related interests have been compiled based on a specific definition of related interests where staff and/or trustees hold a position of control within a community organisation. Such conflicts are disclosed by the staff and/or trustees, and during consideration of any grants/donations, connected staff and/or trustees have no involvement in such decisions.

	2025 \$	2024 \$
d) Year end balances with related parties		
<i>Receivables from related parties:</i>		
Receivables Loan - Toi Foundation Holdings Limited	29,104,760	31,597,052
Receivables - TSB Bank Limited	2,307	5,438
Term investments - TSB Bank Limited	<u>505,000</u>	<u>830,000</u>
	<u>29,612,067</u>	<u>32,432,490</u>

The receivables from related parties arise from Toi Foundation Holdings Limited acting as treasurer under a Treasury Services Agreement. The receivable is unsecured in nature. The loan is charged interest at 6.00% (2024: 6.00%). No provisions are held against receivables from related parties (2024: Nil).

Bank accounts are held with TSB Bank Limited which earn and accrue interest at current market rates.

e) Key management personnel compensation

The Foundation has a related party relationship with its key management personnel. Key management personnel include the Foundation's Board of Trustees, and the Leadership team. There are 10 appointed Trustees on the Foundation's Board.

Key management personnel compensation includes the following expense:

	2025 \$	2024 \$
Net Salaries - Leadership team	<u>1,066,578</u>	<u>961,647</u>
Number of full time equivalent individuals recognised as key management personnel:	6.0	6.0
Trustees honoraria	<u>116,600</u>	<u>118,086</u>

23 Publishing Requirements

A comprehensive list itemising all grant recipients will be on the Foundation's Website in August 2025.

A copy of the list of grants is available to anyone upon request from the Foundation's office, PO Box 667, New Plymouth and is also listed on our website <https://www.toifoundation.org.nz/grants/grants-paid>.

Toi Foundation
Toi Foundation Summary Financial Statements
As at 31 March 2025

Toi Foundation Summary Financial Statements

Statement of Comprehensive Revenue and Expenses for the Year Ended 31 March 2025

	2025 \$	2024 \$
Revenue		
Dividend revenue	28,000,000	31,800,000
Overheads recovery revenue	70,831	73,316
Interest revenue	2,162,751	2,398,327
Other revenue	1,739	590,220
Total Revenue	<u>30,235,321</u>	<u>34,861,863</u>
Expenses		
Grants - paid	26,048,161	27,176,643
Other operating expenses	3,443,998	3,612,512
Total Expenses	<u>29,492,159</u>	<u>30,789,155</u>
Surplus for the year	<u>743,162</u>	<u>4,072,708</u>
Fair value of investment	68,794	(20,885)
Total Comprehensive Revenue and Expenses	<u>811,956</u>	<u>4,051,823</u>

Statement of Changes in Net Assets for the Year Ended 31 March 2025

	Foundation Capital \$	Reserve Fund \$	Retained Earnings \$	Total Equity \$
Balance at 1 April 2024	10,000,100	13,758,232	20,138,987	43,897,319
Surplus for the year	-	-	811,956	811,956
Transfer to reserves in the year	-	1,500,000	(1,500,000)	-
Balance as at 31 March 2025	<u>10,000,100</u>	<u>15,258,232</u>	<u>19,450,943</u>	<u>44,709,275</u>
Balance at 1 April 2023	10,000,100	12,434,500	17,410,895	39,845,495
Surplus for the year	-	-	4,051,824	4,051,824
Transfer to reserves in the year	-	1,323,732	(1,323,732)	-
Balance as at 31 March 2024	<u>10,000,100</u>	<u>13,758,232</u>	<u>20,138,987</u>	<u>43,897,319</u>

Statement of Financial Position As at 31 March 2025

	2025 \$	2024 \$
Assets		
Current assets	30,456,923	33,324,394
Non-current assets	17,589,747	14,605,160
Total assets	48,046,670	47,929,554
Liabilities	3,337,395	4,032,236
Equity	44,709,275	43,897,318
Total liabilities and equity	48,046,670	47,929,554

Statement of Cash Flows for the Year Ended 31 March 2025

	2025 \$	2024 \$
Net cash flow from operating activities	(56,363)	(137,468)
Net cash flow from investing activities	(2,778,222)	(3,240,150)
Net cash flow (used in) financing activities	2,561,086	3,638,373
Net increase/(decrease) in cash and cash equivalents	(273,499)	260,755
Cash and cash equivalents at the beginning of the year	909,039	648,284
Cash and cash equivalents at the end of the year	635,540	909,039

Reporting Entity

These summary financial statements comprise the financial statements of Toi Foundation (the "Foundation"), for the year ended 31 March 2025. The Foundation is domiciled in New Zealand and incorporated under the Charitable Trust Act 1957. The Foundation is a community trust as defined in the Community Trusts Act 1999.

The nature of the Foundation's operations is investment and application of the Foundation funds for community benefit. The Foundation has been established to carry on activities for the benefit of the community within Taranaki.

The financial statements were authorised by the Trustees on 30th July 2025.

Basis of Preparation

The full financial statements were prepared in accordance with Tier 1 Public Benefit Entity (PBE) Standards as issued by the New Zealand External Reporting Board (XRB).

These summary financial statements have been prepared in compliance with PBE FRS 43: Summary Financial Statements. These summary financial statements have been extracted from the full financial statements and do not include all the disclosures provided in the full financial statements and do not provide as complete an understanding as provided by the full financial statements. The full financial statements were authorised for issue by the Trustees on 30th July 2025. The full financial statements have been audited with an unmodified audit opinion issued on those financial statements for both periods the financial statements cover.

Presentation Currency

The financial statements are presented in New Zealand dollars. All numbers are rounded to the nearest dollar.

Comparatives

The comparative financial period is 12 months.

	2025 \$	2024 \$
Grants		
Total grants committed	26,370,358	27,352,115
Less grants refunded / withdrawn from prior years	<u>(322,197)</u>	<u>(175,472)</u>
	<u>26,048,161</u>	<u>27,176,643</u>

Toi Foundation granted \$26,370,358 for the financial year ended 31 March 2025 (2024: \$27,352,115). However, 15 organisations either refunded or withdrew grants from prior years totalling \$322,197 (2024: \$175,472 refunded or withdrawn grants from 14 organisations).

Contingent Assets and Contingent Liabilities

The Foundation has no material contingent assets (2024: Nil)

	2025 \$	2024 \$
Contingent Liabilities		
Multi-year commitments	4,200,000	7,700,000
Conditional grants	<u>2,500,000</u>	<u>-</u>
	<u>6,700,000</u>	<u>7,700,000</u>

Events after the Reporting Date

There are no material events subsequent to balance date which are not otherwise disclosed in the financial statements of the Foundation.

Related Party Transactions

The Foundation is the ultimate parent of Toi Foundation Holdings Limited and owns a 100% interest. Toi Foundation Holdings Limited is the sole shareholder of TSB Bank Limited. The Foundation holds various term investments with TSB Bank Limited. Toi Foundation Holdings Limited also owns 100% of shares in Toi Foundation Investments Limited. Toi Foundation Investments Limited has an 66.01% investment in the subsidiary company FFML TopCo Limited.

FFML TopCo Limited holds 100% of the ownership of FFML Holdco Limited. FFML Holdco Limited holds 100% of the shares of Fisher Funds Management Limited.

Toi Foundation Holdings Limited, Toi Foundation Investments Limited and FFML TopCo Limited's principal place of business is in New Zealand.

Separate Financial Statements

The Foundation has prepared these separate financial statements to provide more relevance to users, as the size and presentation of the consolidated financial statements does not facilitate a meaningful comparison of the Foundation's results for those users. The consolidated financial statements of the Foundation are prepared in accordance with Tier 1 PBE Standards.

The consolidated financial statements of the Foundation can be obtained from the Foundation Chief Executive:

PO Box 667, New Plymouth or by telephoning (06) 769-9471