

**Community
Trust South**



TE POU ARATAKI POUNAMU O MURIHIKU

Performance Report
For the year ended 31 March 2025

Community Trust South
Performance Report
For year ended 31 March 2025

Contents:

	Page
Trust Information	2
Statement of Service Performance	4
Statements of Comprehensive Revenue and Expense	7
Statements of Changes in Net Assets / Equity	8
Statements of Financial Position	9
Statements of Cash Flows	10
Statement of Accounting Policies and Explanatory Notes	11
Independent Auditor's Report	29

Community Trust South

Performance Report

For year ended 31 March 2025

in New Zealand Dollars (\$000s)

TRUST INFORMATION

Trust Entity

The financial statements represented are those for the reporting entity Community Trust South (the "Parent"), its subsidiaries and associates (together the "Group").

Community Trust South ("the Trust") is an 'in perpetuity' trust formed under the Trustee Banks Restructuring Act 1988 and was incorporated under the Charitable Trusts Act 1957, and operates under the Community Trusts Act 1999. The financial statements comply with the Financial Reporting Act 2013.

As a not-for-profit Public Benefit Entity (PBE) domiciled in Invercargill New Zealand, the Trust distributes grants to qualifying organisations in the South region, Stewart Island, Queenstown, Arrowtown and Glenorchy. Through its granting programme the Trust aspires to, achieve a thriving South by empowering communities to fulfil their aspirations, demonstrate our commitment to Te Tiriti o Waitangi principles, and to protect and grow our investment fund for the benefit of our community and future generations.

Group Structure

Community Trust South Group consists of the Trust and its controlled entities, Invest South GP Limited and Invest South Limited Partnership. Controlled entities are all those entities over which the Trust has the power to govern the financial and operating policies of other entities so as to benefit from that entity's activities.

Trustees

The Trust is governed by a Board consisting of up to ten trustees appointed by the Minister of Finance. Trustees are appointed for an initial term of up to four years and may, at the conclusion of their term, be appointed for a further term of up to four years. The Governance Charter provides the framework under which the Board and its Committees operate.

Trustees at 31 March 2025 were

Trustee	Date Appointed
Margot Hishon (Chair)	January 2025
Stephen Canny (Deputy Chair)	June 2019
Leanne Samuel	August 2021
Leon Hartnett	August 2021
Mel Montgomery	August 2021
Bharat Guha	January 2025
Bridgette Smith	January 2025
Maira Pera (Manawhenua endorsed)	January 2025
Sam Grant	January 2025
Warren Skerrett	January 2025

Trustee changes during the financial year were:

David Goble	June 2019 (Retired January 2025)
Kirsty Pickett	September 2020 (Retired January 2025)
Aimee Kaio	October 2022 (Retired January 2025)

The Board's workload is allocated to the following Committees:

- Investment
- CEO performance review
- Audit, finance and risk management
- Te Whai Hua

Community Trust South

Performance Report

For year ended 31 March 2025

in New Zealand Dollars (\$000s)

Board appointments

During the year, Trustees created two new roles on the Board to foster emerging governance talent.

Appointees	Commenced
Vince Anysley (Observer role)	January 2025
Emma Philpott (Internship)	January 2025

Auditor

KPMG, Christchurch

Legal Counsel

AWS Legal, Invercargill

Investment Advisor

JANA

Main Sources of Cash and Resources

The Trust's main source of funds is from returns on its diversified investment portfolio. During the last financial year the portfolio has earned an annual investment net return of 5.5% (2024: 9.8%)

Contact Details

Physical Address:	62 Don Street, Invercargill, 9810
Postal Address	PO Box 1646, Invercargill, 9840
Phone:	03 218 2034
Freephone:	0800 500 185
Email:	info@communitytrustsouth.nz
Website:	www.communitytrustsouth.nz

OUR STATEMENT OF SERVICE PERFORMANCE

FOR YEAR ENDED 31 MARCH 2025

OUR TRUST AND WHY WE EXIST

Governed by a Board of up to 10 Trustees who are appointed by the Minister of Finance for terms of four years, Community Trust South is the guardian of a community endowment of over \$250million designed to support charitable, philanthropic, and recreational support in the Trust's rohe (region). Our rohe covers Southland, Queenstown, Glenorchy, Arrowtown, Tapanui and Heriot areas.

The principal responsibility of the Board is to invest the assets of the Trust across a diversified portfolio to sustainably deliver returns. The Trust then distributes these returns in the most impactful way through grants, community loans and individual scholarships. This granting, in conjunction with community engagement designed to build capacity, governance skills, and leadership pathways across our communities which supports the Trust's purpose of 'empowering communities to fulfil their aspirations'. At the heart of this, is the Trust's commitment to Te Tiriti o Waitangi and community led climate action.

OUR STRATEGIC POU

Our strategic aspiration – A thriving south - Murihiku manawa tōnui – sets the strategic focus areas in the near and medium term which will enable the Trust to deliver real impact in our communities. It is these three pou that guide the Trust's actions and funding decisions.



Strong foundations | tūāpapa Torokaha
Enabling the conditions for our communities to thrive



People & places | Toitu Te Tangata Toitu te Whenua
Supporting people and places which enhance communities so that all people can lead fulfilling lives



Sustainability & Climate | Toitutanga me te Ahuarangi
Supporting communities to connect to their environment so that it can thrive for future generations

COMMUNITY ENGAGEMENT

In 2024/25, the Trust partnered with Great South to deliver two decarbonisation workshops aimed at helping community groups in our rohe (region) take action towards a low-emission future. Support included three in-person workshops and two technical sessions per organisation. Feedback from these sessions revealed a need for a shorter, more accessible format. In response, a condensed "taster" session was developed, focusing on awareness, motivation, and guidance toward tools and resources for calculating carbon footprints.

During 2024/25, the Trust delivered a comprehensive package to strengthen community leadership across the region. This included:

- Free access to the Institute of Directors' Not-for-Profit Governance course
 - Scholarships for not-for-profit representatives to attend the Southland Chamber of Commerce Leadership Academy
 - Mentoring opportunities through a partnership with Greenlight Innovations
 - Grant funding to support the Southland Chamber of Commerce Rangatahi Leadership Programme
 - Creation of an internship role on the Trust's Board to foster emerging governance talent
- These initiatives were designed to build leadership capacity, enhance governance skills, and create pathways for future community leaders.

OUR STATEMENT OF SERVICE PERFORMANCE

FOR YEAR ENDED 31 MARCH 2025

EMPOWERING COMMUNITIES

Through partnership and funding, the Trust has provided opportunities for people within our rohe (region) to attend courses that enhance, grow and foster learnings.

	2025	2024
	Number of participants	
IoD Governance Course Attendance	49	Commenced 2024/2025
Scholarships for Leadership Academy	5	
Decarbonisation Workshops	8	
Climate Action Taster	17	
Trust Internship Position	Inaugural position	

OUR INVESTMENT PERFORMANCE

Guided by the Trust SIPO which prescribes the growth/income allocation at 70/30, our Investment Committee, supported by an Investment Advisor oversees the Trust's investments with the aim of restoring our investment portfolio value to its inflation-adjusted capital base over the long term. The negative Grants Reserve indicates the dollar value of capital restoration required, being \$59.5m (2023/24: \$59.9m).

For the year ended 31 March 2025, the Trust's investment portfolio generated a return of 5.5%. Over the same period, the Trust's investment objective (CPI+4%) was 6.5%. Over the past 5 years, the Trust has generated 6.7% p.a relative to its investment objective of 8.4% p.a.

Over the past year the Trust has restructured its Global Equity, Infrastructure, Private Equity and Property asset classes. This was done on the advice of the Trust's Investment Advisor following a review of each asset class. The primary change has been to increase the Trust's unlisted investments, with the aim of providing a higher expected return with less volatility.

	2025	2024
Trust Capital	\$254m (Target: \$312m)	\$246m (Target: \$305m)
Portfolio Diversification	70.4% Growth / 29.6% income	69.1% Growth / 30.9% income
Investment Return (after fees)	5.50% (Benchmark: 6.5%)	9.80% (Benchmark: 8.0%)

GRANTING BREAKDOWN BY POU

Our strategic pou (Whakaarotau) guides our funding. For 2025, the Trustee approved granting of \$5,760,336 is allocated:



Strong foundations
Tuāpapa Torokaha



People & Places
Toitū Te Tangata
Toitū Te Whenua



Sustainability & Climate
Toitūtanga me te Āhuarangi

OUR STATEMENT OF SERVICE PERFORMANCE

FOR YEAR ENDED 31 MARCH 2025

GRANTING BREAKDOWN BY FUND

Trustees approved 535 (2024: 549) grants with a combined total of \$5.8 million (2024: \$7.0m plus a \$5m significant grant) across the Trust's rohe.

	2025	2024
Funding approved	\$5.8m (Grants budget: \$6.5m)	\$12.0m (Grants budget: \$7.0m plus \$5.0m for significant grant for Te Unua Museum of Southland)
Funding Approved by Type (excluding the significant grant of \$5.0m)		
General Granting (under \$75,000)	\$1,712,235 (30%)	\$2,583,928 (37%)
Multi-year Grants (Target: ≤45%)	\$2,508,275 (44%)	\$2,613,687 (37%)
Special Targeted Funds	\$1,465,658 (25%)	\$1,692,479 (24%)
Scholarships for Individuals (Create, Sport & Leadership)	\$74,168 (1%)	\$110,256 (2%)
Funding by Area by Territorial Authority (excluding the significant grant of \$5.0m)		
Invercargill City Council (41.7% of rohe population ²)	\$2,770,698 (48.1%)	\$3,098,031 (44.2%)
Southland District Council (23.8% of rohe population ²)	\$1,520,455 (26.4%)	\$1,776,878 (25.4%)
Gore District Council (9.5% of rohe population ²)	\$646,124 (11.2%)	\$819,074 (11.7%)
Queenstown Lakes District Council – Wakatipu (23.3% of rohe population ²)	\$758,368 (13.2%)	\$1,230,127 (17.6%)
Clutha District Council – West Otago (1.7% of rohe population ²)	\$64,691 (1.1%)	\$76,240 (1.1%)

Our Te Tiriti o Waitangi Journey

Te Whai Hui, a sub-committee of the Board, assists the Trust in embedding our commitment into our culture and mahi (work). Enhancing collective understanding of Te Tiriti o Waitangi ensures we are better able to reflect our commitment in practice and throughout 2024/25 opportunities were provided for Trustees and staff to enhance their understanding and upskill in areas such as te reo and tikanga.

	2025	2024
Manawhenua Endorsed Trustee	Partially Achieved ¹	Partially Achieved ¹
Trustees who Whakapapa Māori	1 of 7 (from 1 Apr 2024 to 19 Jan 2025)	2 of 9 (from 1 Apr 2023 to 31 May 2023)
	2 of 10 (from 20 Jan 2025 to 31 Mar 2025)	2 of 8 (from 1 June 2023 to 12 Feb 2024)
		1 of 7 (from 13 Feb 2024 to 31 Mar 2024)
Kaupapa Māori Organisations Supported	16	18
Proportion of Funding Benefiting Māori (self-reported by applicant)	7% of total grant funding	13% of total grant funding
	(Comparison to 14% CTS rohe Māori population ²)	(Comparison to 12% CTS rohe Māori population ²)

1. Manawhenua Endorsed Trustee resigned 13 February 2024, replacement was appointed 11 months later on 20 January 2025

2. Based on Statistics NZ population estimates

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

STATEMENTS OF COMPREHENSIVE REVENUE AND EXPENSE

For the year ended 31 March 2025

		Group		Parent	
	Note	2025	2024	2025	2024
Revenue					
Revenue from investments	3	15,030	21,195	14,614	20,869
Other income		689	1,360	704	1,375
Share of profit from associates	8	244	405	-	-
Gains/(losses) from change in fair value of other investments	9	1,735	(854)	-	-
Total Revenue		17,699	22,106	15,318	22,244
Operating Expenses					
Investing activity expenses	4	2,340	2,133	1,607	1,458
Trust operating expenses	4	1,622	1,464	1,622	1,464
Grants committed to community groups	5	4,703	11,928	4,703	11,928
Discount on concessionary loans	7	412	126	412	126
Impairment of associates	8	585	-	-	-
Total Expenses		9,662	15,651	8,344	14,976
Net Surplus/(Deficit) before taxation		8,037	6,455	6,974	7,268
Other Comprehensive Income					
Property revaluation		102	-	102	-
Total Comprehensive Income/(Deficit) for the year		8,139	6,455	7,076	7,268
Total Comprehensive Income/(Deficit) is attributed to:					
Owners of the parent		8,139	6,455	7,076	7,268
		8,139	6,455	7,076	7,268

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

STATEMENTS OF CHANGES IN NET ASSETS/ EQUITY

For the year ended 31 March 2025

Group	Trust Capital	Capital Maintenance Reserve Restated	Grants Maintenance Reserve Restated	Asset Revaluation Reserve	Accumulated Revenue and Expense	Total
Opening balance at 1 April 2023	158,460	134,544	(54,674)	805	-	239,135
Total comprehensive revenue and expense	-	-	-	-	6,455	6,455
Transactions with owners						
Transfer to/(from) reserves	-	11,720	(5,265)	-	(6,455)	-
Closing balance at 31 March 2024	158,460	146,264	(59,939)	805	-	245,590
Total comprehensive revenue and expense	-	-	-	-	8,139	8,139
Transactions with owners						
Transfer to/(from) reserves	-	7,618	419	102	(8,139)	-
Closing balance at 31 March 2025	158,460	153,882	(59,520)	907	-	253,729

Parent	Trust Capital	Capital Maintenance Reserve	Grants Maintenance Reserve	Asset Revaluation Reserve	Accumulated Revenue and Expense	Total
Opening balance at 1 April 2023	158,460	134,544	(65,978)	805	-	227,831
Total comprehensive revenue and expense	-	-	-	-	7,268	7,268
Transactions with owners						
Transfer to/(from) reserves	-	11,720	(4,452)	-	(7,268)	-
Closing balance at 31 March 2024	158,460	146,264	(70,430)	805	-	235,099
Total comprehensive revenue and expense	-	-	-	-	7,076	7,076
Transactions with owners						
Transfer to/(from) reserves	-	7,618	(644)	102	(7,076)	-
Closing balance at 31 March 2025	158,460	153,882	(71,074)	907	-	242,175

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

STATEMENTS OF FINANCIAL POSITION

As at 31 March 2025

	Note	Group		Parent	
		2025	2024	2025	2024
Current Assets					
Cash and cash equivalents		1,223	696	324	350
Accounts receivable	6	12	3	7	2
Other current assets		125	125	125	125
Loan receivables	7	522	459	497	434
Total Current Assets		1,882	1,283	953	911
Non-Current Assets					
Investment in associates	8	2,550	2,891	-	-
Investment in equities (unlisted)	9	21,137	20,980	-	-
Investment in managed funds	11	212,240	207,517	212,240	207,517
Loan receivables	7	23,893	22,329	23,113	20,875
Property, plant and equipment	13	1,481	1,396	1,472	1,384
Related party advances	18	-	-	13,670	15,070
Total Non-Current Assets		261,301	255,113	250,495	244,846
Total Assets		263,183	256,396	251,448	245,757
Current Liabilities					
Accounts payable (exchange transactions)		182	60	68	23
Other current liabilities		183	206	116	95
Grant obligations	14	6,983	8,018	6,983	8,018
Total Current Liabilities		7,348	8,284	7,167	8,136
Non-Current Liabilities					
Grant obligations	14	2,106	2,522	2,106	2,522
Total Non-Current Liabilities		2,106	2,522	2,106	2,522
Total Liabilities		9,454	10,806	9,273	10,658
Net Assets		253,729	245,590	242,175	235,099
Trust Equity	15,16				
Trust capital		158,460	158,460	158,460	158,460
Reserves		95,269	87,130	83,715	76,639
Total Trust Equity		253,729	245,590	242,175	235,099



Board Chair
20 August 2025



Trustee
20 August 2025

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

STATEMENTS OF CASHFLOWS

For the year ended 31 March 2025

Cash Flows from Operating Activities

Receipts from:

Receipts from customers

Interest and dividends

Foreign exchange

Grants/scholarships repaid

Other income

Total cash inflows from operating activities

Payments to:

Suppliers, trustees and staff

Other expenses

Foreign exchange

Grants to community organisations

Total cash outflows from operating activities

Net cash (outflow) from operating activities

Cash Flows from Investment Activities

Receipts from:

Investment in managed funds

Investment in unlisted equities

Loan receivable repayments

Associated party advance

Property, plant and equipment

Total cash inflow from investing activities

Payments to:

Investment in unlisted equities

Investment in managed funds

Loan receivable advances

Associated party advance

Property, plant and equipment

Total cash outflow from investing activities

Net cash (outflow) from investing activities

Net Increase / (Decrease) in Cash held

Add cash at beginning of year

Total Cash Balance at End of Year

Represented by

Cash and cash equivalents

Total Cash Balance

	Group		Parent	
	2025	2024	2025	2024
Cash Flows from Operating Activities				
Receipts from:				
Receipts from customers	-	-	15	15
Interest and dividends	2,635	3,128	2,251	2,803
Foreign exchange	36	1,253	36	1,253
Grants/scholarships repaid	1	16	1	16
Other income	223	78	223	78
Total cash inflows from operating activities	2,895	4,475	2,526	4,165
Payments to:				
Suppliers, trustees and staff	2,991	2,783	2,441	2,432
Other expenses	805	1,016	689	677
Foreign exchange	2,693	2,351	2,693	2,351
Grants to community organisations	6,155	7,110	6,155	7,110
Total cash outflows from operating activities	12,644	13,260	11,978	12,570
Net cash (outflow) from operating activities	(9,749)	(8,785)	(9,452)	(8,405)
Cash Flows from Investment Activities				
Receipts from:				
Investment in managed funds	159,222	34,148	159,222	34,149
Investment in unlisted equities	2,828	-	-	-
Loan receivable repayments	836	293	162	9
Associated party advance	-	-	2,000	-
Property, plant and equipment	-	-	1	-
Total cash inflow from investing activities	162,886	34,441	161,385	34,158
Payments to:				
Investment in unlisted equities	1,250	1,500	-	-
Investment in managed funds	148,475	23,329	148,475	23,329
Loan receivable advances	2,865	954	2,865	929
Associated party advance	-	-	600	1,500
Property, plant and equipment	20	68	19	56
Total cash outflow from investing activities	152,610	25,851	151,959	25,814
Net cash (outflow) from investing activities	10,276	8,590	9,426	8,344
Net Increase / (Decrease) in Cash held	527	(195)	(26)	(61)
Add cash at beginning of year	696	891	350	411
Total Cash Balance at End of Year	1,223	696	324	350
Represented by				
Cash and cash equivalents	1,223	696	324	350
Total Cash Balance	1,223	696	324	350

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

STATEMENT OF ACCOUNTING POLICIES AND EXPLANATORY NOTES

1. Reporting entity

The financial statements represented are those for the reporting entity Community Trust South (the "Parent"), its subsidiaries and associates (together the "Group").

Community Trust South ("the Trust") is an 'in perpetuity' trust formed under the Trustee Banks Restructuring Act 1988 and was incorporated under the Charitable Trusts Act 1957, and operates under the Community Trusts Act 1999. The financial statements comply with the Financial Reporting Act 2013.

These financial statements have been approved for issue by the Trustees on 20 August 2025.

2. Statement of Accounting Policies

Statement of Compliance

The financial statements of the group have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ('NZ GAAP'). The Parent and Group are considered public benefit entities for financial reporting purposes.

The financial statements comply with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") as appropriate for Tier 2 not-for-profit public benefit entities as its primary objective is for community benefit.

The group qualifies and has elected to prepare financial statements as a Tier 2 reporting entity as total expenditure is less than \$30 million, and the group is not considered publicly accountable as defined by XRB A1.

(a) Basis of preparation

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(i) Historical cost convention

The financial statements have been prepared on the basis of historical cost as modified by the revaluation of certain assets as identified in specific accounting policies below.

(ii) Presentation and functional currency

These financial statements are presented in New Zealand dollars, which is the Parent and Group's functional and presentation currency. All figures are rounded to the nearest thousand dollars.

(iii) Going concern assumption

These financial statements have been prepared on a going concern basis.

(iv) Accounting policies

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

(v) Estimates & Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The 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 judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements relate to the valuation of investment and are discussed further in note 11.

(b) Principles of consolidation

The Group financial statements incorporate the financial statements of the Trust and all entities controlled by the Trust (its subsidiaries) that comprise the Group, being Community Trust South (the parent entity) and its controlled entities, Invest South GP Limited and Invest South Limited Partnership.

Controlled entities are all those entities over which the Group has the power to govern the financial and operating policies of other entities so as to benefit from that entity's activities. The financial statements of the controlled entities are consolidated from the date on which control commences until the date on which control ceases.

The consolidation of the Parent and subsidiaries involves adding together like terms of assets, liabilities, income and expenses on a line-by-line basis. All significant intra-group balances are eliminated on consolidation of Group financial position, performance and cash flows.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

2. Statement of Accounting Policies (continued)

(i) Associates

Associates are all entities over which the Group has significant influence but not control, generally evidenced by a holding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting and are initially recognised at cost. The Group's share of its associates' post-acquisition profits or losses is recognised in the surplus or deficit for the year, and its share of post-acquisition movements in reserves is recognised in other comprehensive revenue and expense.

(c) Income tax

The Parent is exempt from income tax under section CW52 of the Income Tax Act 2007.

The Group's current year income tax for the period is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

(d) Revenue from investments

Revenue from investments includes interest, dividends, realised and unrealised gains and losses related to investments classified as fair value through revenue and expense.

(ii) Interest income

Interest income is recognised using the effective interest method.

(iii) Dividend income

Dividend income is recognised when the right to receive payment is established.

(e) Goods and Services Tax (GST)

The statements of comprehensive revenue and expense have been prepared so that all components are stated exclusive of GST. All items in the statements of financial position are stated net of GST, with the exception of receivables and payables, which include GST invoiced.

(f) Impairment of non financial assets

All non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Cash-generating assets are assets held with the primary objective of generating a commercial return. An asset generates a commercial return when it is deployed in a manner consistent with that adopted by a profit-oriented entity.

For cash generating assets, value in use is determined by estimating future cash flows from the use and ultimate disposal of the asset and discounting these to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the assets.

For non-cash generating assets, value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach - depending on the nature of the asset and impairment, and the availability of information.

(g) Property, plant & equipment

All plant and equipment are stated at cost less depreciation and impairment. The cost of purchased assets includes the original purchase consideration given to acquire the assets, and the value of other directly attributable costs that have been incurred in bringing the assets to the location and condition necessary for their intended service.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All repairs and maintenance are charged to the Statements of Comprehensive Revenue and Expenses during the financial period in which they are incurred.

Depreciation is charged so as to write off the cost of assets, other than freehold land, over their estimated useful lives, using the straight-line or diminishing value method. The estimated useful lives, residual values and depreciation methods are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

The following rates have been used:

Buildings	1.5-12.5%	Straight line
Plant & equipment	8-80%	Straight line
Leasehold alterations	3-40%	Straight line
Office equipment	8-67%	Straight line
Motor Vehicles	13.5%	Straight line

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

2. Statement of Accounting Policies (continued)

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the surplus or deficit for the year.

Land and buildings are measured at fair value and were revalued at 31 March 2025. Fair value is determined on the basis of an independent valuation prepared by external valuation experts, based on a discounted cash flows or capitalisation of net income approach. The fair values are recognised in the financial statements of the Trust and are reviewed at the end of each reporting period to ensure the carrying value of land and buildings is not materially different from their fair values.

Any revaluation increase arising on the revaluation of land and buildings is credited to the asset revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised as an expense in surplus or deficit, in which case the increase is credited to the surplus or deficit to the extent of the decrease previously charged. A decrease in the carrying amount arising on the revaluation of land and buildings is charged as an expense in the surplus or deficit to the extent it exceeds the balance, if any, held in the asset revaluation reserve relating to a previous revaluation of the asset.

Depreciation on revalued buildings is charged to surplus or deficit. On the subsequent sale of the revalued property, the attributable revaluation surplus remaining in the asset revaluation reserve, net of any related deferred taxes, is transferred directly to retained earnings.

(h) Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts.

(i) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, bank overdrafts, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less.

The Trust has a Business MasterCard, this has a \$10,000 limit.

(j) Foreign currency translation

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the surplus or deficit.

(k) Employee entitlement

Liabilities for wages and salaries (including non-monetary benefits and annual leave) to be settled within 12 months of the reporting date are recognised in employee entitlements in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

(l) Investments in subsidiaries and associates

Investment in subsidiaries and associates in the parent financial statements are stated at cost less any impairment losses.

(m) Trade and other payables

Trade and other payables are initially recognised at fair value and are subsequently measured at amortised cost using the effective interest rate method.

(n) Statements of cash flows

The Statements of Cash Flows are prepared exclusive of goods and services tax (GST), which is consistent with the method used in the statements of comprehensive income.

'Operating activities' represents all transactions and other events that are not investing or financing activities.

'Investing activities' are those activities relating to the acquisition and disposal of property, plant & equipment and investments.

(o) Financial assets and liabilities

(i) Investments

Investments are recognised and derecognised on trade date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the time frame established by the market concerned, and are recognised at fair value through surplus or deficit.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

2. Statement of Accounting Policies (continued)

(ii) Financial assets at fair value through surplus or deficit

The Group classifies its managed funds and investments in listed and unlisted equities as financial assets at fair value through surplus or deficit. These financial assets are designated by management at fair value through surplus or deficit at inception.

Financial assets designated at fair value through surplus or deficit at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Trust's documented investment strategy and for which information is provided internally to key management personnel on that basis.

After initial recognition investments are managed at their fair value through surplus or deficit. Revaluations are undertaken at each reporting date based on the methodologies outlined in PBE IPSAS 41 Financial Instruments. All realised and unrealised gains and losses are recognised in the Consolidated Statement of Comprehensive Revenue and Expense. Associated transaction costs are recognised in revenue or expense as incurred.

Investments are derecognised when the rights to receive cash flows from the managed funds have expired or the Group has transferred substantially all risks and rewards of ownership.

(iii) Loans and receivables

Accounts receivable, advances to third parties, short term deposits and trust advances are carried at amortised cost using the effective interest method less impairment.

Concessionary loans issued are loans issued to third parties at rates and/or terms below market. Any difference between fair value and transaction price of the concessionary loan at initial recognition is recognised as a finance cost in surplus or deficit.

(iv) Impairment of financial assets

Financial assets, other than those at fair value through surplus or deficit, are assessed for indicators of impairment at each balance sheet date. Financial assets are impaired where there is objective evidence that as a result of one or more events that occurred after the initial recognition of the financial asset the estimated future cash flows of the investment have been impacted. For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of accounts receivable where the carrying amount is reduced through the use of an allowance account. When a trade receivable is uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in surplus or deficit.

3. Revenue from Investments

	Group		Parent	
	2025	2024	2025	2024
Cash and cash equivalents	-	-	-	-
Interest on managed funds	2,771	920	2,743	913
Dividends	1,349	1,185	961	866
Unrealised gains / (losses) from change in fair value of managed funds	6,600	17,398	6,600	17,398
Realised gains/(losses) from change in fair value of management funds	6,456	2,392	6,456	2,392
Unrealised (losses)/gains from foreign exchange	(90)	358	(90)	358
Realised (losses)/gains from foreign exchange	(2,056)	(1,058)	(2,056)	(1,058)
	15,030	21,195	14,614	20,869

4. Investing Activity and Trust Expenses

The breakdown of expenses into investing activity costs and Trust operating costs is as follows:

		Group			
	Note	Investing Activity Expenses		Trust Operating Expenses	
		2025	2024	2025	2024
Trustee fees	17	-	-	142	149
Director fees		144	137	-	-
Employee entitlements		353	354	709	669
Fund manager fees		1,607	1,458	-	-
Depreciation/Amortisation		5	6	33	35
Audit of financial statements - KPMG		55	52	49	49
Legal expenses		-	-	31	33
Administration expenses		176	126	658	529
		2,340	2,133	1,622	1,464

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

4. Investing Activity and Trust Expenses continued

	Note	Parent			
		Investing Activity Expenses		Trust Operating Expenses	
		2025	2024	2025	2024
Trustee fees	17	-	-	142	149
Employee entitlements		-	-	709	669
Fund manager fees		1,607	1,458	-	-
Depreciation/Amortisation		-	-	33	35
Audit of financial statements - KPMG		-	-	49	49
Legal expenses		-	-	31	33
Administration expenses		-	-	658	529
		1,607	1,458	1,622	1,464

5. Grants

Grants to eligible organisations are recognised as an expense in the Statement of Comprehensive Revenue and Expense when they are approved by the Trustees of the Group. Payments to grant recipients are made on the satisfaction of specified funding conditions. Grants covering multiple years are recognised as a commitment in principal for future years.

	Group		Parent	
	2025	2024	2025	2024
Grants approved in current year	5,760	12,000	5,760	12,000
Grants withdrawn for current year	(28)	(13)	(28)	(13)
Grant withdrawn for prior years	(693)	(262)	(693)	(262)
Grants repaid	(1)	(16)	(1)	(16)
Grants approved in principal relating to future years	(335)	219	(335)	219
	4,703	11,928	4,703	11,928

The names of the organisations to whom grants have been approved by the Trustees of the Group under section 13 of The Community Trust Act 1999 during the financial year are shown in Note 21 and on the website: www.communitytrustsouth.nz

6. Accounts Receivable

Trade receivables	12	3	7	2
	12	3	7	2

7. Loan Receivables

Loans	25,021	22,982	24,216	21,503
Discount provision	(606)	(194)	(606)	(194)
	24,415	22,788	23,610	21,309
Loans to unlisted equity entities/associates	805	1,479	-	-
Concessionary loans to community groups	3,345	1,042	3,345	1,042
Impact Investment Loan	20,265	20,267	20,265	20,267
	24,415	22,788	23,610	21,309
Current portion	522	459	497	434
Non-current portion	23,893	22,329	23,113	20,875
	24,415	22,788	23,610	21,309

Loan receivables to entities where the Group are also a shareholder are interest free. One of these is repayable upon 12 month notice period, the other loan is repayable at the discretion of the company.

Face value of concessionary loans to Community Groups	3,951	1,236	3,951	1,236
Discount Provision	(606)	(194)	(606)	(194)
Total concessionary loans	3,345	1,042	3,345	1,042
Opening balance	1,042	236	1,042	236
Amounts advanced	2,865	928	2,865	928
Amounts repaid	(254)	(9)	(254)	(9)
Interest charged	104	13	104	13
Unwinding of discount recognised in (deficit)/surplus	(412)	(126)	(412)	(126)
Closing balance	3,345	1,042	3,345	1,042

Generally concessionary loans to not-for-profit organisations are at below market interest rates and may be interest free, secured where possible by a first ranking mortgage over real property. To comply with PBE Standards, the relevant market interest rate is used to discount all contractual cash flows of principal and interest payments back to present value. Concessionary loans have been discounted to present value at the assessed market rate of 6.74% (2024: 8.64%). This has resulted in \$411,940 being recorded as an expense this year (2024: \$126,321). The discount is unwound when loans are repaid and this is reflected in the Statement of Comprehensive Revenue and Expenses.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

7. Loan Receivables continued

Impact Investment Loan

Invercargill Central Ltd (ICL)

Group		Parent	
2025	2024	2025	2024
20,265	20,267	20,265	20,267
20,265	20,267	20,265	20,267

Impact investments are investments made with the intent to generate a measurable positive social or environment impact alongside an investment return and on the basis that the value of the expected social or environment impact exceeds the value of any lost investment return. The ICL investment is for a 15 year term, with an interest rate of 4%pa on the original \$20,000,000 investment. The investment is recorded at cost plus accrued interest to date less any assessed impairment.

8. Investment in Associates

Associates	Percentage Held	Percentage Held	Balance Date	Principal Activity	Consolidated Carrying Amount	
	2025	2024			2025	2024
New Zealand Beeswax Limited <i>The entity is incorporated in New Zealand.</i>	39.2%	39.2%	31 March	Beeswax processing and manufacturing	2,550	2,891
	Group				Parent	
	2025	2024			2025	2024
<i>Movements in carrying amounts</i>						
Balance at 1 April	2,891	2,486			-	-
Share of associate earnings	244	405			-	-
Impairment on Equity Investment	(585)	-			-	-
Balance at 31 March	2,550	2,891			-	-

During the year, the company recognised an impairment loss of \$584,996 related to its investment in New Zealand Beeswax Limited. This was due to a significant decline in New Zealand Beeswax Limited's market share and a prolonged downturn in the industry in which they operate. The impairment loss was recognised in the Statement of Comprehensive Revenue and Expense under "Operating Expenses". The carrying amount of the investment after the impairment is \$2,550,000.

9. Investment in Equities (unlisted)

Investment in Equities (unlisted)

21,137	20,980	-	-
21,137	20,980	-	-

Investments in unlisted equities are shown at fair value

Gain/(losses) from change in fair value of investments

Investments in Unlisted equities

1,735	(854)	-	-
1,735	(854)	-	-

10. Investment in Subsidiaries

The consolidated financial statements incorporate the assets, liabilities, and results of the following subsidiaries in accordance with the accounting policy described in note 2(b):

Subsidiaries are incorporated in New Zealand.

Subsidiaries	Percentage Held		Balance Date	Principal Activity
	2025	2024		
Invest South GP Limited	100%	100%	31 March	Investment management services
Invest South Limited Partnership	100%	100%	31 March	Private equity investment

11. Investment in Managed Funds

The portfolio is invested in pooled funds managed by 16 investment managers (2024: 13) recommended by the Trust's Investment Advisor, Jana, and approved by the Investment Committee and Board of Trustees. Investments are held and priced by the investment managers. The Trust is not involved with the analysis, sale or purchase of individual asset securities. Each asset grouping and the portfolio as a whole is measured against an appropriate internationally accepted standard benchmark or index.

Exposure to currency, interest rate and credit risk arises in the normal course of the investment managers' management of the managed funds. A range of hedging policies are in place whereby the investment managers use derivative financial instruments as a means of managing exposure to fluctuations in foreign exchange rates and interest rates. While these financial instruments are subject to the risk of market rates changing subsequent to acquisition, such changes would generally be offset by opposite effects and the items being hedged.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

11. Investment in Managed Funds continued

Asset Category	Parent	
	2025	2024
Australasian equities	30,497	29,663
Foreign exchange contracts	(317)	(926)
Infrastructure	21,609	18,709
NZ cash	8,815	9,568
NZ fixed interest	19,042	21,604
Overseas equities	81,279	90,195
Overseas fixed interest	10,744	10,765
Overseas property	9,711	9,285
Private Credit	17,453	16,084
Private Equity	13,407	2,570
	212,240	207,517

Fair Value Measurement

The following table details the basis for the valuation of financial assets measured at fair value. This includes those financial assets that are fair valued through the surplus or deficit. Fair value is the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Fair Value may be determined using different methods depending on the type of asset.

Asset category	Basis of fair value measurement
Australasian equities	Based on quoted market prices at the balance sheet date
Overseas equities	Based on quoted market prices at the balance sheet date
Infrastructure	Based on quoted market prices at the balance sheet date
Overseas property	Based on quoted market prices at the balance sheet date
NZ fixed interest/ NZ Cash	Based on quoted market prices at the balance sheet date where such quoted market prices are available, and otherwise based on valuation techniques that maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates
Foreign exchange contracts	
Overseas fixed interest	
Private Credit	
Australasian private equities	The fair value is based on net asset value of the private equity partnership, determined using valuation techniques such as market multiples, discounted cashflows and precedent transactions using observable inputs where available.

12. Financial Instruments

Financial Risk Management

The Group's activities expose it to a variety of financial risks including market risk (including fair value interest rate risk, cash flow interest rate risk, currency risk, and equity price risk), credit risk and liquidity risk.

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

Market Risk

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and equity prices. There has been no change to the Group's exposure to market risks or in the manner it manages and measures the risk.

The investment valuations are based on the prevailing economic, market and other conditions as at 31 March 2025. Such conditions can change significantly over relatively short periods of time. The situation is continuing to evolve, and many uncertainties remain as to the effect that it will have on the Group and the broader domestic and global economies.

The measures the Trustees have put in place to manage these risks are:

- to retain an investment advisor to advise the Trust as to appropriate investment objectives, policies, and strategies;
- to use external fund managers to undertake the management of the investments; and
- to operate a widely diversified portfolio of investments.

(i) Interest Rate Risk

Interest rate risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market interest rates. The Group's exposure to fair value interest rate risk is limited to its fixed rate cash at bank and fixed rate cash and fixed interest deposits with fund managers.

(ii) Currency Risk

Currency risk is the risk that the value of a foreign currency denominated financial instrument will fluctuate due to changes in foreign exchange rates. The Group is exposed to foreign currency risk both directly through investments denominated in a foreign currency, and also indirectly where fund managers invest in foreign currency securities.

(iv) Equity Price Risk

The Group is exposed to equity price risk. This arises from managed funds held by the Trust and classified as financial assets at fair value through surplus or deficit.

Community Trust South

Performance Report

For year ended 31 March 2025

in New Zealand Dollars (\$000s)

12. Financial Instruments continued

Credit Risk Management

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

The Group manages credit risk through a diversified and non-correlated basket of investments across traditional and alternative asset classes. The Group further limits risk through its policy of placing managed funds with eleven separate fund managers, with each fund manager having an investment mandate which requires that they diversify their instruments on the Group's behalf. The Group has sought and obtained the advice of professional investment advisors prior to making its investment allocations and placement decisions.

Liquidity Risk Management

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

In meeting its liquidity requirements, the Group maintains a target level of investments that collectively provide liquidity equivalent to an average level of two years' grant distributions allowing for expected interest income.

Capital Risk Management

The Group's objective when managing Group capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns for the community. The capital structure of the Group consists of Group capital and reserves. The Trustees review the Trust funds and risks associated with the Trust funds, with advice and guidance from the Trust's investment advisor.

Following the sale of the Trust's shares in Trust Bank New Zealand Limited in April 1996 for \$158,460,000, the Trustees agreed that the value of the Trust at that time should be maintained for the benefit of current and future generations living in the region. For this purpose the Trustees agreed that \$158,460,000 would be considered as the "Trust Capital" value of the Trust. Trustees further agreed that over the long term the net assets of the Trust would not be allowed to reduce to a level below the inflation-adjusted real value of this Trust Capital.

Recognising that actual returns are likely to fluctuate from year to year, the Trust aims to build a reserve above the inflation-adjusted Trust capital so that in years when investment returns are less than the target, sufficient funds are available to meet expenditure and make distributions. The Trust has a negative reserve which indicates that expenditure and grant distributions have been funded from the inflation-adjusted capital base. The Trust fund has fallen below the value that needs to be maintained for the benefit of current and future generations, the level of targeted and actual expenditure and distributions are reviewed by the AFRM Committee and Board.

The Trust's spending policy (including both granting and operational expenditure) is to not exceed 3.75% of the Trust's average equity over the previous 20 quarters. This amount has been calculated based on the Trustees' long-term investment expectations, together with the objective of rebuilding the capital value of the fund for the benefit of current and future generations. Capital rebuild and the robustness of the community sector in the Trust's area, will be considerations in any decision to increase or decrease the spending budget. As a result, there may be fluctuations between the level of targeted and actual expenditure and distributions.

The Trust uses the services of an investment advisor to pursue an investment policy considered appropriate for the Trust. The Policy aims to achieve a long-term asset allocation as follows:

Liquidity – Cash	4.0%
Income – Cash	1.0%
Income – NZ Bonds	5.0%
Income – Overseas Bonds	5.0%
Income – NZ Loan	8.0%
Income – Private Credit	7.0%
Growth – Infrastructure/Property	15.0%
Growth – Listed Shares	40.0%
Growth – Global Private Equity	5.0%
Growth – NZ Private Equity	10.0%
	<u>100%</u>

Fair Values

Although the General Partner uses its best judgement in estimating the fair value of investments, there are inherent limitations in any estimation techniques. The fair value estimates presented herein are not necessarily indicative of an amount the Group could realise in a current transaction.

PBE IPSAS 30 requires the Group to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy shall have the following Levels:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities,

Level 2 – Inputs other than quotes prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices), and

Level 3 – Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The Level in the fair value hierarchy within which the fair value measurement is categorised in its entirety should be determined on the basis of the lowest Level input that is significant to the fair value measurement in its entirety.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

12. Financial Instruments continued

The determination of what constitutes 'observable' requires significant judgement by the General Partner. The General Partner considers observable data to be market data that is readily available, regularly distributable or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Group's financial assets (by class) measured at fair value on the Statement of Financial Position.

31 March 2025	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Investment in managed funds	55,737	111,776	44,728	212,240
Unlisted equity securities	-	-	21,137	21,137
	55,737	111,776	65,865	233,377
31 March 2024	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Investment in managed funds	57,095	142,754	7,668	207,517
Unlisted equity securities	-	-	20,980	20,980
	57,095	142,754	28,648	228,497
		Investment in managed funds	Unlisted equity	
Balance at 1 April 2024		207,517	20,980	
Additional investments/transfers		151,168	1,350	
Settlements and repayments		(159,263)	(2,928)	
Change in value of financial assets at fair value through profit or loss		10,910	1,735	
Reinvested earnings		1,908	-	
Balance at 31 March 2025		212,240	21,137	
Balance at 1 April 2023		197,131	20,334	
Additional investments/transfers		25,680	1,500	
Settlements and repayments		(35,402)	-	
Change in value of financial assets at fair value through profit or loss		19,090	(854)	
Reinvested earnings		1,018	-	
Balance at 31 March 2024		207,517	20,980	

Included in profit or loss for the year is a net profit of \$1,735,327 (31 March 2024: net loss of \$(853,798)) relating to level 3 assets held at the end of the reporting year. Fair value gains or losses on those assets are included in "change in fair value of financial assets at FVTPL" in the statement of comprehensive income. Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include listed equity securities and investments in listed bond funds.

Loans receivable carried at amortised cost using the effective interest method less impairment. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or where appropriate, a shorter period, to the net carrying amount of the financial asset.

It is the Trustees' determination that the transaction price is the best evidence of fair value for unlisted equities. Therefore, where possible they have used recent share purchase/offer price to determine the fair value of unlisted equities. If there have been no recent share transactions or offers, then a valuation is requested to determine the fair value.

13. Property, Plant and Equipment

Group	Land	Buildings	Equipment	Furniture & Fitting	Motor vehicles	Total
Cost or Valuation as at 1 April 2024	585	772	97	209	92	1,755
Additions	-	-	17	4	-	21
Revaluation	15	87	-	-	-	102
Unwinding Asset Valuations	-	(32)	(10)	-	-	(42)
Cost or Valuation at 31 March 2025	600	827	104	213	92	1,836
Accumulated depreciation at 1 April 2024	-	93	83	170	13	359
Depreciation	-	11	7	8	12	38
Unwinding Accumulated Depreciation	-	(32)	(10)	-	-	(42)
Accumulated depreciation at 31 March 2025	-	72	80	178	25	355
Net book value 31 March 2024	585	679	13	40	80	1,396
Net book value 31 March 2025	600	755	24	35	67	1,481

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

13. Property, Plant and Equipment continued

Parent	Land	Buildings	Equipment	Furniture & Fitting	Motor vehicles	Total
Cost or Valuation as at 1 April 2024	585	772	97	182	92	1,728
Additions	-	-	17	2	-	19
Revaluation	15	87	-	-	-	102
Unwinding Asset Valuations	-	(32)	(10)	-	-	(42)
Cost or Valuation at 31 March 2025	600	827	104	184	92	1,807
Accumulated depreciation at 1 April 2024	-	93	83	155	13	344
Depreciation	-	11	7	3	12	33
Unwinding Accumulated Depreciation	-	(32)	(10)	-	-	(42)
Accumulated depreciation at 31 March 2025	-	72	80	158	25	335
Net book value 31 March 2024	585	680	13	27	80	1,384
Net book value 31 March 2025	600	755	24	26	67	1,472

A revaluation of freehold land and buildings was completed in March 2025. The values listed are those calculated by CBRE, an independent valuer at that date less an annual depreciation allowance. Refer to the policy which is outlined within Note 2(h).

14. Grant Obligations

Grants approved by the Board but unpaid at balance date are recognised as Current Liabilities. For grants that cover multiple years, the portion that relates to future years, which have been approved in principal by the Board are recognised as Non-Current Liabilities.

Commitments of \$9,089,052 (2024: \$10,540,448) exist for grants of the Group and \$9,089,052 (2024: \$10,540,448) for the Parent which will be distributed from either capital or income sources in future years.

	Group		Parent	
	2025	2024	2025	2024
Balance at 1 April	10,540	5,707	10,540	5,707
Grants approved in current year	5,760	12,000	5,760	12,000
Grants paid in current year	(6,155)	(7,110)	(6,155)	(7,110)
Grants approved in principal relating to future years	(335)	219	(335)	219
Grants withdrawn for current year	(28)	(14)	(28)	(14)
Grants withdrawn for prior years	(693)	(262)	(693)	(262)
	9,089	10,540	9,089	10,540
The years in which these commitments fall due are as follows:				
Current	6,983	8,018	6,983	8,018
Within 1-2 years	2,106	2,492	2,106	2,492
Within 2-3 years	0	30	0	30
	9,089	10,540	9,089	10,540

15. Trust Capital

	Group		Parent	
	2025	2024	2025	2024
Capital				
Trust Capital	158,460	158,460	158,460	158,460
	158,460	158,460	158,460	158,460
Reserves				
Capital maintenance reserve	153,882	146,264	153,882	146,264
Grants maintenance reserve	(59,520)	(59,939)	(71,074)	(70,430)
Asset revaluation reserve	907	805	907	805
	95,269	87,130	83,715	76,639
	253,729	245,590	242,175	235,099

(i) Trust Capital

Trust Capital represents the realised value of its original asset, being shares in Trust Bank New Zealand.

(ii) Capital Maintenance Reserve

The Capital Maintenance Reserve represents the additional amount necessary to preserve the real value of the Trust Capital allowing for inflation as measured by the Consumers Price Index (all groups).

(iii) Grants Maintenance Reserve

The Grants Maintenance Reserve indicates whether the Trust has maintained a grants reserve over the inflation adjusted capital base. The negative reserve indicates that grants have been distributed out of the inflation adjusted capital base. In years when net income from investments is higher than both inflation and granting levels, surplus income is transferred to this reserve. In years when both inflation and granting levels are higher than net investment income, the resulting deficit further decreases this reserve.

(iv) Asset Maintenance Reserve

The Asset Revaluation Reserve reflects the gains/(losses) resulting from the revaluation of land and buildings. These movements in fair value are reflected through the Statement of Comprehensive Revenue and Expense.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

16. Prior Period Error (restatement)

Group

1 April 2023

Capital Maintenance Reserve

Grants Maintenance Reserve

As previously reported	Adjustments	As restated
152,985	(18,441)	134,544
(73,115)	18,441	(54,674)
79,870	-	79,870

31 March 2024

Capital Maintenance Reserve

Grants Maintenance Reserve

As previously reported	Adjustments	As restated
164,705	(18,441)	146,264
(78,380)	18,441	(59,939)
86,325	-	86,325

The Capital Maintenance Reserve value in the Group should align with the balance in the Parent and we have identified that the carrying amounts in the prior year opening balances were incorrectly recorded due to incorrect allocations between reserves in the Group in prior years. The effect of the restatement on the financial statements at the beginning of the comparative period is summarised above. There is no effect in the financial statements ended 31 March 2025. The Group has corrected this prior period error by restating each affected financial statement line item in the Consolidated Statement of Changes in Equity for the period ended 31 March 2024. No changes have been made to the parent equity. The table above summarises the impact of the restatement on the comparative Group's consolidated financial statements.

17. Key Management Personnel

The compensation of the Executives, Trustees & Directors, being the key management personnel is set out below:

	Group		Parent	
	2025	2024	2025	2024
Short term employee benefits - Executives	384	377	183	184
Trustee fees - Trustees	142	149	142	149
Directors fees - Directors	144	137	-	-
	670	663	325	333
Key management comprised the following number of FTEs				
Executives	2.00	2.00	1.00	1.00
Trustees	1.22	0.88	1.22	0.88
Directors	0.27	0.27	-	-
	3.49	3.15	2.22	1.88

Trustee fees are set by the Minister of Finance at a fixed annual amount. Trustee remuneration as follows:

	2025	2024
Aimee Kaio (retired January 2025)	13	15
Bharat Guha (appointed January 2025)	3	-
Bill Moran (retired May 2023)	-	6
Bridgette Smith (appointed January 2025)	3	-
David Goble (retired January 2025)	13	17
Kirsty Pickett (retired January 2025)	28	31
Leanne Samuel	15	15
Leon Hartnett	15	15
Louise Fowler (retired February 2024)	-	14
Margot Hishon (appointed January 2025)	4	-
Maria Pera (appointed January 2025)	3	-
Mel Montgomery	17	17
Samuel Grant (appointed January 2025)	3	-
Stephen Canny	22	19
Warren Skerrett (appointed January 2025)	3	-
	142	149

The Board approved the implementation of external committee members for both the Audit, Finance and Risk Committee and the Investment Committee. Remuneration was paid as follows:

Kathryn Ball (appointed July 2021 - AFRM Chair)	5	5
Andrew Johnson (appointed August 2022 - Investment Committee member)	17	18
	22	23

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

18. Related Party Transactions

Transactions with Key Management Personnel

Key management personnel declared interests in relation to organisations that grants were approved during the year. Interests were declared when these grants were considered, and key management took no part in the grant assessment or deliberations relating to organisations they had an interest in.

(i) Conflicts of interest

During the year, trustees and staff were required to declare when they had either a direct or indirect conflict of interest in a matter being considered by the Trust. During the course of the year, 20 such instances were recorded (2024: 27). A register of those interests is available on the Trust website.

(ii) Related party transactions

Related party transactions arise when an entity or person(s) has the ability to significantly influence the financials, and operating policies. Interests classified as related party are disclosed below. There was \$202,296 payable at balance date (2024: \$209,746).

Trustees	Recipient organisation	Nature of related party	Transaction	2025	2024
A. Kaio	Centre for Social Impact (CSI)	Contracts to CSI	Payables	12,474	-
B. Guha	Invercargill Licensing Trust	CFO for ILT	Payables	296	-
B Moran	Chamber Music at the World's Edge Foundation	Board chair	Grant	-	25,000
K.Pickett	Highland Storm	Close relation	Payables	4,313	-
L Hartnett	Greenlight Innovations	Director	Grant	-	8,746
	Southland Broadcasters Charitable Trust	Radio show	Grant	5,000	-
	IHC New Zealand	Employee	Grant	2,500	-
M Montgomery	Stadium Southland	Contractor	Grant	8,000	-
S Canny	Southland Warm Homes Trust	Trustee	Grant	40,000	-
	Southland Regional Development Agency	Employee	Grants (5)	251,000	200,000

Management	Recipient organisation	Nature of related party	Transaction	2025	2024
J Flutey	Phoenix Synchro (Southland)	Committee member	Grant	-	1,000

Transactions with subsidiaries

The Limited Partner of Invest South Limited Partnership is Community Trust South. Community Trust South is owed \$13,670,079 from Invest South Limited Partnership (2024: \$15,070,079).

Community Trust South received office rental income of \$15,000 from Invest South GP Limited (2024: \$15,000).

Community Trust South received income for Boardpro subscription of \$594 from Invest South GP Limited (2024: \$534).

Transactions between subsidiaries

Invest South GP Limited is the general partner to Invest South Limited Partnership. During the year, Invest South Limited Partnership paid a management fee to Invest South GP Limited of \$743,719 (2024: \$689,858). At 31 March 2025 Invest South GP Limited was due to receive \$Nil (2024: \$450) from Invest South Limited Partnership.

At 31 March 2025 Invest South Limited Partnership owed \$13,670,079 to Community Trust South (2024: \$15,070,079).

	2025	2024
Invest South GP Limited	204,187	160,288
Community Trust South	13,670,079	15,070,079
	13,874,266	15,230,367

The advances are unsecured, repayable on demand and interest free. It is not expected the advances will be repaid or received in the next 12 months.

Shareholder loans have been advanced to New Zealand Beeswax Limited, \$411,666 (2024: \$1,085,906) For the year ended 31 March 2025 no interest has been charged on the New Zealand Beeswax Limited (2024: \$Nil). The loan's repayment terms require a notice period of at least 12 months.

Shareholder loans have been advanced to Waikaka Gold Mines Limited, \$368,388 (2024: \$368,388). For the year ended 31 March 2025 no interest has been charged on the Waikaka Gold Mines Limited (2024: \$Nil). The loan is repayable at the discretion of Waikaka Gold Mines Limited.

Shareholder loans have been advanced to Bison Group Limited \$25,000 (2024: \$25,000). For the year ended 31 March 2025 interest has been charged on the Bison Group Limited loan \$3,750 (2024: \$2,742). The loan has a fixed term expiring 31 March 2025. At 31 March interest was owing of \$Nil (2024: \$Nil)

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

19. Contingencies

There are no contingent liabilities or contingent assets relating to the Group at 31 March 2025 (2024: Nil).

20. Capital Commitments

In March 2024, Trustees approved a loan for \$350,000 to Bluff Oyster & Food Festival Charitable Trust, at balance date \$56,471 has not been drawn down.

At balance date the Trust had committed a total of \$18.3m (2024: \$16.3m) to New Zealand based private equity funds. Of this sum \$14.3m (2024: \$14.1m) has been drawn down to date. The calls on the remaining committed funds are made by Fund Managers as further investments are made. The timing of these calls is uncertain.

At balance date the Trust had committed a total of USD \$11.0m (NZD \$21.0m approximately) (2024: \$Nil) to Unlisted Global Property funds. Of this sum USD \$5.5m (NZD \$9.06m) has been drawn down to date. The calls on the remaining committed funds are made by Fund Managers as further investments are made. The timing of these calls is uncertain.

21. Events Occurring after Balance Date

In May 2025, the Trust withdrew \$6m from a NZ Equity fund and invested into a NZ Cash and Bonds fund.

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

22. Grants			
Grantee	Grant Amount	Grantee	Grant Amount
Able Charitable Trust	5,000	Coastguard Bluff	12,500
Active Southland	223,000	COIN South	20,000
Age Concern Southland	60,000	Community Networking Trust (Eastern Southland)	1,000
Alzheimers Disease and Related Disorders Society (ADARDS) Otago	1,707	Crohn's & Colitis New Zealand Charitable Trust	1,000
Alzheimers Society Southland	8,000	Croquet Southland	5,231
Aparima College	6,672	Cycling Southland	27,048
Aphasia New Zealand (AphasianZ) Charitable Trust	1,000	Dan Davin Literary Foundation	2,500
Arrowtown Autumn Festival	5,500	Diabetes New Zealand	2,000
Arrowtown School	12,063	Dipton School	1,400
Arts Murihiku Charitable Trust	20,000	Dipton War Memorial Hall Society	3,000
Arts On Tour Aotearoa NZ Trust	7,500	Disabilities Resource Centre Southland Charitable Trust	15,500
Ascot Community School	7,807	Disc Golf South	4,472
Athletics Southland	11,416	Donovan Primary School	12,001
Attic Arts Centre Charitable Trust	8,500	Drummond Primary School	2,759
Aurora College	43,400	East Gore School	3,045
Autism New Zealand	5,500	Eastern Southland Basketball Association	15,535
Balfour School	2,131	Eastern Southland Gallery	6,000
Balfour Town Hall Society	2,000	Edendale Primary School	3,532
Barnardos New Zealand	50,000	Eduk8 Southland Charitable Trust	30,000
Batting for Rural Mental Health	1,000	English Language Partners New Zealand Trust	2,000
Bhartiya Samaj Charitable Trust	1,000	Epilepsy Association of New Zealand	8,000
Bhartiya Samaj Queenstown Charitable Trust	5,000	FEMME - Southland Girls' High School	4,250
Blue Mountain College	6,264	Fernworth Primary School	8,008
Bluff School	3,969	Fiordland College	8,577
BMX New Zealand	5,000	Fiordland Community Garden Charitable Trust	6,000
Bone Marrow Cancer Trust	16,400	Fiordland Community House	5,000
Bowls Southland	20,835	Fiordland Families Network	2,000
C.S. Art Charitable Trust	19,000	Fiordland Performing Arts Charitable Trust	3,000
Camp Columba Charitable Trust	5,000	Foveaux Harmony Chorus	2,500
Camp Quality New Zealand	2,000	Frankton Volunteer Fire Brigade	20,000
Cancer Society of New Zealand Canterbury-West Coast	20,150	FRENZ Fiordland	2,000
Cancer Society of New Zealand, Otago and Southland	32,875	Garston School	1,085
Central Lakes Family Services	105,000	Glenham Welfare League	3,500
Central Otago Regional Choir	2,000	Glenorchy Playgroup	6,737
Central Southland College	16,252	Glenorchy School	1,122
Central Southland Hospital Charitable Trust	15,000	Golf Southland	43,721
Central Southland Netball Centre	7,500	Gore Blue Light	500
Central Southland Squash Rackets Club	2,500	Gore District Council	14,000
Chamber Music at the World's Edge Foundation	15,000	Gore Gymnastics Club	5,000
Chamber Music New Zealand Trust	9,000	Gore Host Lions Charitable Trust	2,000
Chamber of Commerce Southland	29,500	Gore Main School	5,164
Citizens Advice Bureau Invercargill	5,500	Gore Southern Shears Committee	5,000
Citizens Advice Bureau Queenstown	15,000	Gore Women's Refuge	10,000
City of Invercargill Highland Pipe Band	12,500	Gorge Road School	1,464
		Graeme Dingle Foundation Southern	58,500
		Grey Power Southland Association	10,500

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

22. Grants			
Grantee	Grant Amount	Grantee	Grant Amount
Gymsports New Zealand	15,155	Lindisfarne Kindergarten	6,500
Halfmoon Bay School	1,388	Lochiel School	2,207
Happiness House Trust	11,000	Loss and Grief Support Trust Southland	36,500
Hauroko Valley Primary School	2,601	Lumsden Senior Citizens	2,000
Head Injury Society of Southland	7,875	Makarewa School	8,733
Heartland Cricket Trust	3,500	Mana Tāhuna Charitable Trust	12,500
Heddon Bush School	2,089	Maori Womens Welfare League	5,000
Hedgehope Golf Club	3,000	Mararoa School	1,329
Hedgehope School	1,603	Marching Southland Association	9,300
Heriot School	2,408	Marist Old Boys Cricket Club Invercargill	1,500
Heritage South	7,000	Māruawai College	20,626
Hillside Primary School	1,118	Mataura School	3,090
Hokonui Celtic Pipe Band	500	Mataura Youth Centre Trust	10,000
Hollyford Conservation Trust Board - Te Roopu		Menzies College	10,321
Manaaki O Whakatipu Waitai	5,000	Methodist Mission Southern	15,000
Ice Sports Southland	6,289	Miharo Murihiku Trust	80,000
IHC New Zealand	2,500	Mobility Assistance Dogs Trust	2,000
Inclusive Activity Murihiku (IAM) Charitable Trust	5,000	Momentum Charitable Trust	1,500
Indian Community Southland	5,000	Mossburn School	1,514
International Connect Group Gore	1,500	Murihiku Young Parents' Learning Centre	685
Invercargill City Council - Invercargill Central	60,000	Myross Bush School	4,019
Invercargill Golf Club	12,500	National Amateur Body Builders Association	1,200
Invercargill Gymnastic Club	6,000	Netball South Zone	173,331
Invercargill Hockey Association	20,594	New River Primary School	8,247
Invercargill Intercultural Church	4,000	New Zealand Association of Radio Transmitters	25,000
Invercargill Malayalees Association (IMA)	1,500	Southland Branch	
Invercargill Middle School	4,279	New Zealand Book Awards Trust	3,105
Invercargill Musical Theatre	21,000	New Zealand Collective of Abused in State Care	2,500
Invercargill Repertory Society	10,000	Charitable Trust (NZCAST)	
Invercargill Secondary Schools Network Trust	90,000	New Zealand Council of Victim Support Groups	15,000
Invercargill Taekwondo Charitable Trust	3,000	New Zealand Country Music Festival Trust	15,000
James Hargest College	47,370	New Zealand Ice Hockey League	3,000
Japanese Family Society of Queenstown	6,000	New Zealand Red Cross	10,000
Jubilee Budget Advisory Service Limited	15,000	New Zealand Songwriters Trust	7,000
K9 Medical Detection New Zealand	10,000	New Zealand Spinal Trust	2,000
Kingston Community Association	17,000	Newfield Park School	6,644
KingsView School	2,204	Nga Hau E Wha Society	15,000
Kiwi Harvest Limited	20,000	Northern Southland College	5,813
Knapdale School	2,082	Northern Southland Community Resource Centre	19,000
Komiti Pasifika Murihiku	2,000	Charitable Trust	
Latinos For New Zealand Charitable Trust	1,500	NZ Family and Foster Care Federation	10,000
Learning Differences Aotearoa Trust	15,000	Ohai Senior Citizens	1,100
Leukaemia & Blood Cancer New Zealand	3,500	Old Boys Association Football Club	2,200
Life Education Trust Heartland Otago Southland	7,110	Oraka-Aparima Runaka	80,000
Life Education Trust Southland	19,858	Oreti Surf Life Saving Club	4,874
Lighthouse Southland	5,000	Otago Secondary Schools Sports Association	5,000
Limehills School	4,112	Otahuti Tennis Club	2,000

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$'000s)

22. Grants			
Grantee	Grant Amount	Grantee	Grant Amount
Otama Hall Society	5,000	Royal New Zealand Foundation of the Blind	17,500
Otama School	956	Royal New Zealand Plunket Trust	30,000
Otatara School	7,066	Rugby Southland	169,287
Otautau and District Community Charitable Trust	15,500	Ruru Specialist School	3,206
Lumsden School	3,147	Sacred Heart School	1,771
Otautau Health	5,000	Salford School	6,293
Otautau School	4,156	Scholarships - Leadership	6,168
Out of School Music Classes	7,500	Otautau Community Swimming Pool	3,500
Pacific Island Advisory and Cultural Trust	40,000	Scholarships - Sport	42,250
Parent to Parent NZ Incorporated (Southland Branch)	8,000	Scholarships - Youth Olympics	7,000
Parkinson's New Zealand	1,000	Scholarships- Create	18,750
People First New Zealand - Ngā Tāngata Tuatahi	1,000	Seaward Downs Community Centre Society	5,000
Philanthropy New Zealand	5,500	Shakespeare in the Park Charitable Trust	2,000
Pinc & Steel Cancer Rehabilitation Foundation NZ	2,000	Sharks Basketball Limited	70,000
Presbyterian Support (Northern)	2,000	Shotover Primary School	16,214
Presbyterian Support Southland	140,000	Show Me Shorts Film Festival Trust Board	2,500
Pukerau School	2,004	Showbiz Queenstown	10,000
Queens Park Association Football Club	2,200	Snow Sports New Zealand	5,000
Queens Park Golf Club	5,000	South Coast Environment Society	35,000
Queenstown Alpine Ski Team	10,713	South Invercargill Urban Rejuvenation Charitable Trust	15,000
Queenstown Arts Society	9,000	South Sea Spray Trust	15,000
Queenstown Cricket Club	4,152	Southern Filmmakers Collective	2,000
Queenstown Fijian Community Charitable Trust	4,400	Southern Lakes Tennis Association	1,771
Queenstown Ice Hockey Club	6,485	Southern Mustang Club	2,500
Queenstown Lakes District Council	13,000	Southern Rural Education Activities Programme (REAP) Charitable Trust	52,500
Queenstown Mountain Bike Club	20,033	Southland Adventist Christian School	2,607
Queenstown Multicultural Festival Trust	2,500	Southland Amateur Rowing Association	7,921
Queenstown Nepalese Society	1,500	Southland Art Foundation	7,500
Queenstown Primary School	17,197	Southland Badminton Association	8,911
Rangatahi Tumeke Charitable Trust	30,000	Southland Basketball Association	31,347
Remarkables Primary School	12,390	Southland Beneficiaries and Community Rights Centre	32,500
Rimu Primary School	2,602	Southland Blind Low Vision Bowling Club	2,000
Riversdale & District Progress League	1,500	Southland BMX Club	25,070
Riversdale Arts	8,500	Southland Board Riders Association	4,874
Riversdale Community Garden	1,000	Southland Boys' High School	25,222
Riversdale School	4,265	Southland Community Broadcasters Charitable Trust	5,000
Riversdale School and Community Baths	2,500	Southland Community House Charitable Trust	30,000
Riverton Coast Guard	12,500	Southland Competitions Society	5,000
Riverton Community Charitable Trust	10,000	Southland Cricket Association	29,121
Riverton Community Promotions Charitable Trust	3,000	Southland disAbility Enterprises	36,500
Riverton District Baths Society	1,000	Southland District Rugby Football League	19,349
Riverton Primary School	3,986	Southland Fijian Community Charitable Trust	3,000
Riverton Senior Citizens Association	5,600	Southland Filipino Society	8,000
Road Safety Education Limited	4,000		
Ronald McDonald House Charities New Zealand Trust	49,575		

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

22. Grants			
Grantee	Grant Amount	Grantee	Grant Amount
Southland Food Bank Trust	15,500	St Thomas School Winton	2,923
Southland Football Association	33,141	Stadium Southland	8,000
Southland Foundation	60,000	Stewart Island Senior Citizens	2,100
Southland Girls High School	25,850	Stuttering Treatment and Research Trust	1,000
Southland Group NZ Riding for the Disabled	5,000	Swimming Southland	20,214
Southland Indoor Bowls Centre	8,680	Table Tennis Southland	9,924
Southland Indoor Leisure Centre Charitable Trust	250,000	Takahoa Community Trust	7,500
Southland Kiribati Community and Youth	4,000	Taki Rua Productions Society	2,500
Southland Land Search & Rescue	8,000	Takitimu Primary School	2,914
Southland Literacy Association	2,000	Talent Development Southland Charitable Trust	59,500
Southland Migrant Walking Together Organisation		TalkLink Trust	15,000
Multilingual and Activity Centre Charitable Trust	5,000	Taokotainga Vainetini Kuki Airani Southland	2,000
Southland Mountain Bike Club	9,072	Tapanui School	10,196
Southland Multicultural Trust	40,000	Tautawhi Whanau Rangatapu Charitable Trust	30,000
Southland Multiple Birth Club	1,000	Te Anau Community Events Charitable Trust	12,500
Southland Multiple Sclerosis Society	15,500	Te Anau Golden Age Club	1,000
Southland Nepalese Society	2,500	Te Anau School	9,170
Southland Orienteering Club	5,300	Te Anau Waitangi Charitable Trust	10,000
Southland Regional Development Agency	251,000	Te Ara o Kiwa Sea Scouts	2,500
Southland Regional Heritage Committee	15,000	Te Kura Whakatipu o Kawarau	10,166
Southland Schools Pipe Band Programme Trust	21,000	Te Oho Mana Charitable Trust	15,000
Southland Secondary School Sport	19,500	Te Oruanui Marae Ohai	5,000
Southland Social Sciences Fair	2,000	Te Rourou, One Aotearoa Foundation	25,000
Southland Softball Association	12,855	Te Tipua School	1,294
Southland Stroke Club	2,000	Te Wharekura o Arowhenua	15,657
Southland Tennis Association	8,439	The Boys' Brigade in New Zealand	5,500
Southland Triathlon and Multisport Club	5,898	The CanInspire Charitable Trust	2,000
Southland Warm Homes Trust	40,000	The Clutha Foundation	1,600
Southland Water Polo Club	16,268	The Community Trust of Wellington	25,000
Southland Workers' Educational Association	28,500	The Conductive Education (Southern) Charitable Trust	10,000
Southland Yachting Association	6,990		
Southland Youth One Stop Shop Trust Board	73,500	The Girl Guides Association New Zealand	5,500
Special Olympics Southland	17,500	The Hill Family Foundation for Arts and Music	2,000
Spirit Army Charitable Trust	40,000	The Institute of Directors in New Zealand	26,000
Sport Otago	20,000	The Invercargill City Charitable Trust Board	9,000
Squash Southland	13,166	The Lightfoot Initiative Charitable Trust	5,000
St John's Girls' School	3,070	The Motor Neurone Disease Association of New Zealand	3,000
St Joseph's School (Invercargill)	4,545		
St Joseph's School Queenstown	3,723	The Nattering Knitter Charitable Trust	2,500
St Mary's of Invercargill Central Ecclesiastical Goods Trust	15,000	The Royal New Zealand Ballet	10,000
St Mary's School (Gore)	5,337	The Scout Association of New Zealand	6,500
St Patrick's School (Invercargill)	7,683	The Sir John Kirwan Foundation Board	15,000
St Patrick's School (Nightcaps)	1,328	The South Island (Te Waipounamu) Branch of the Muscular Dystrophy Assn of NZ	2,000
St Peter's College	28,464	The Southland Christmas Parade Charitable Trust	15,500
St Teresa's School (Bluff)	804	The Southland Woodworkers Guild	3,000
St Theresas School Invercargill	6,112	The Stewart Island Promotion Association	12,500

Community Trust South
Performance Report
For year ended 31 March 2025
in New Zealand Dollars (\$000s)

22. Grants			
Grantee	Grant Amount	Grantee	Grant Amount
The Stroke Foundation of New Zealand Trust	5,500	Wyndham School	4,041
The Waiau Squash Racquets Club	10,000	Young Enterprise Trust	2,000
The Young Men's Christian Association of	31,500	Youthline Southland Charitable Trust	10,000
Invercargill Charitable Trust			5,760,336
Thistle Football Club	2,000	Add:	
Thornbury School	2,139	Grants paid out - previously written off	483
Tisbury School	2,920		
Tokanui Memorial Hall	5,000	Less:	
Tokanui School	1,703	Grants committed in principle	(334,975)
Touch Southland	53,679	Grants repaid	(1,000)
Tuatapere Community Worker Support Trust	5,000	Grants written off	(721,939)
Tuatapere Senior Citizens Association	1,500		(1,057,914)
Tutuki Harnessing Potential Charitable Trust	2,500		
Tuturau Primary School	1,150		4,702,905
Tuturu Charitable Trust	25,000		
Verdon College	17,552		
Volley South	22,584		
Volunteer South Trust Kaitiāo o Te Taitonga	3,000		
Waianiwa School	2,139		
Waiau Area School	4,642		
Waihopai City Lions Club	5,400		
Waihopai Playcentre	363		
Waihōpai Rūnaka	25,000		
Waihopai School	7,706		
Waikaia School	1,013		
Waikaka Primary School	2,100		
Waikiwi Bowling Club	2,000		
Waikoiko School	793		
Waimumu Te Tipua Art & Craft Exhibition	2,000		
Wakatipu Artistic Swimming	1,500		
Wakatipu Community Foundation	18,400		
Wakatipu High School	38,867		
Wakatipu Rowing Club	10,000		
Wakatipu Youth Trust	31,500		
Wallacetown School	2,313		
Wallacetown Senior Citizens	1,100		
Waverley Park School	6,964		
West Gore School	4,761		
West Otago Swimming Pool	4,000		
Whanake House Charitable Trust	10,000		
Windsor North School	7,139		
Winton School	22,252		
Woodlands Full Primary School	3,109		
Wyndham and Districts Historical Society	2,000		



Independent Auditor's Report

To the trustees of Community Trust South

Report on the audit of the Trust and Group performance report

Opinion

We have audited the accompanying Trust and Group performance report which comprises:

- the Trust and Group statement of financial position as at 31 March 2025;
- the Trust and Group statements of comprehensive revenue and expense, changes in equity and cash flows for the year then ended;
- notes, including a summary of significant accounting policies and other explanatory information; and
- the Trust and Group statement of service performance on pages 4 to 6.

In our opinion, the accompanying Trust and group performance report of Community Trust South (the **Trust**) and its subsidiaries (the **Group**) on pages 4 to 28 presents fairly in all material respects:

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



Basis for opinion

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

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

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

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



Emphasis of matter

We draw attention to Note 16 of the Trust and Group performance report, which describes the correction of a prior period error, where the Group has corrected the classification between the Grant Maintenance and Capital Maintenance Reserve. Our opinion is not modified in respect of this matter.

Other information

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

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

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

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



Use of this independent auditor's report

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



Responsibilities of trustees for the Trust and Group performance report

The trustees, on behalf of the Trust and Group, are responsible for:

- the preparation and fair presentation of the Trust and Group performance report in accordance with PBE Standards RDR issued by the New Zealand Accounting Standards Board;
- implementing the necessary internal control to enable the preparation of a Trust and Group performance report that is free from material misstatement, whether due to fraud or error;
- the selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present service performance information that is appropriate and meaningful in accordance with PBE Standards RDR;
- the preparation and fair presentation of service performance information in accordance with the entity's measurement bases or evaluation methods, in accordance with PBE Standards RDR;
- overall presentation, structure and content of the service performance information in accordance with PBE Standards RDR; and



- assessing the ability of the Trust and Group to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Trust and Group performance report

Our objective is:

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

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

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

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

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-13-1/>

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

KPMG
Christchurch
25 August 2025