

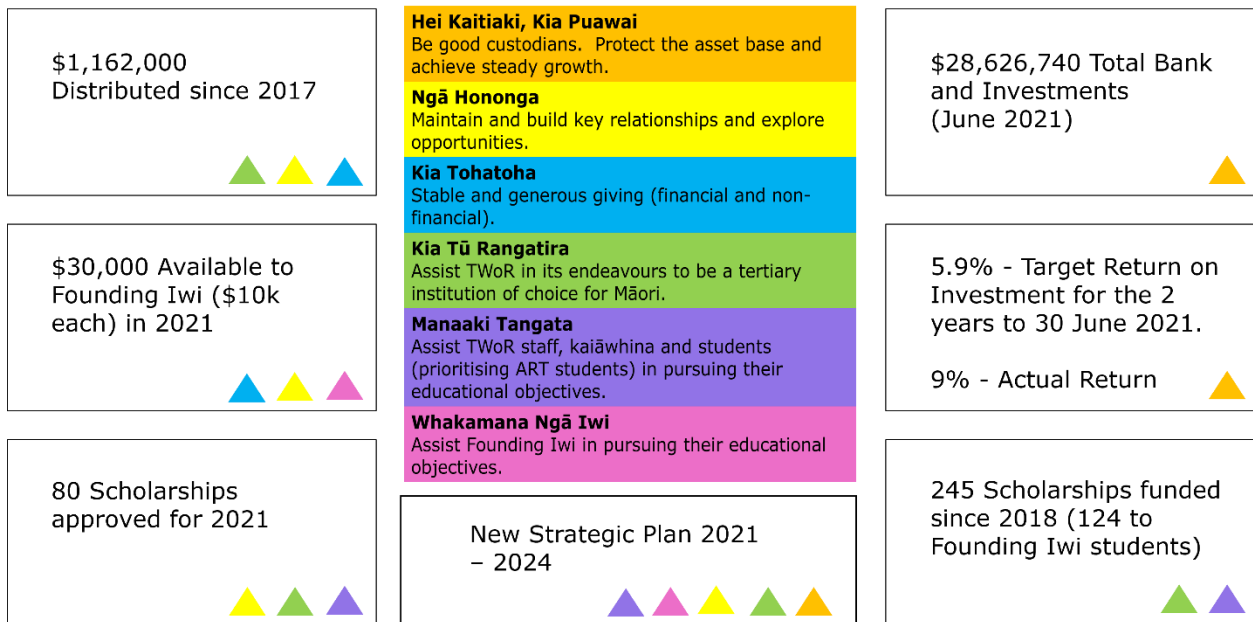


TE WĀNANGA O RAUKAWA  
**FOUNDATION**

## Quarterly Pānui

1 April – 30 June 2021

### HIGHLIGHTS FOR Q1 – PROGRESS AGAINST STRATEGIC PLAN



### INTRODUCTION

Te Wānanga o Raukawa Foundation (the **Foundation**) make available to its key stakeholders a pānui each quarter outlining the key highlights for that quarter (**Quarterly Pānui**). We are pleased to present the first Quarterly Pānui for the Financial Year 1 April 2021 – 31 March 2022 (**Current Financial Year**). For

information on the background, purpose and people of the Foundation please see the following document 'TWoRF – Background, Purpose, People' which can be found on the 'Key Documents' tab of the website [Here](#).

## KEY DEVELOPMENTS

This quarter has seen the following key developments:

### Update on Foundation Scholarships 2021

80 Foundation scholarships have been approved to date for 2021 at a value of \$215,000. We will provide another update in the next Quarterly Pānui including a breakdown of those who whakapapa to Ngāti Raukawa, Ngāti Toa and Te Āti Awa. *Expression of Mānaakitanga, Pūkengatanga and Whakapapa.*

### Summary of Distributions

The Foundation has made distributions totalling \$1,162,000 since since 2017:

#### *Distributions to TWR:*

- 2017: \$95k
- 2018: \$165k
- 2019: \$215k
- 2020: \$227k
- 2021: \$400k

#### *Distributions to Founding Iwi:*

- 2017: \$30k available, \$30k utilised
- 2018: \$30k available, \$10k utilised
- 2019: \$30k available, \$10k utilised
- 2020: \$30k available, \$10k utilised
- 2021: \$30k available, not yet applied for.

Our Distribution Policy allows a distribution of up to 2% of the capital value of the fund annually. Annual distributions have been well within that limit: 2017 – 2020 it has

been less than 1% annually. This aligns with the Foundation's safe/conservative strategy through to 2020. 2021 marks the beginning of a more ambitious direction for the Foundation – this is reflected in the substantial increase in funding to \$400k in 2021 which is more on par with the 2% mark.

Funding opportunities to Founding Iwi remains at \$10k for each of the three Iwi for now.

*Expression of Rangatiratanga, Kaitiakitanga, Whanaungatanga, Ūkaipotanga.*

### New Strategic Plan

We have developed a new Strategic Plan which we can summarise as shifting up a gear moving from a conservative approach to broadening our horizons in terms delivering on our Charitable purposes.

This includes exploration of an Alumni type roopu for TWR and potentially establishing the Foundation as a true endowment vehicle i.e. actively seeking donations for initiatives that support TWR. Other key activities include exploring what assistance to Founding Iwi could look like going forward and investigating how we support staff and Kaiāwhina of TWR – a key beneficiary group of the Foundation that we have not yet directly focused on.

We are excited about the work that lies ahead and the impact we can generate for TWoR and Founding Iwi.

Strategic Plan 2021 – 2024 is outlined below. Going forward we will now be reporting against this Strategic Plan in our quarterly and annual reporting.

## Māhere Whakakaupapa | Strategic Plan 2021 – 2024: Te Wānanga o Raukawa Foundation

### Vision (What we aspire to)

He toka tū moana a Te Wānanga o Raukawa, ā, e aumangea tonu ana, e motuhake ana hoki i te ao mātauranga, he taura o ngā mahi a Tāwhaki | That TWoR withstands currents and remains steadfast and distinctive in the education space, an exemplar of the endeavours of Tāwhaki.

### Mission (how we will achieve it)

Contribute to the growth and development of Māori as a people by assisting Te Wānanga o Raukawa through the promotion of akoranga, whakatupu matauranga, and whakahaere.

### Ngā Whaainga | Objectives



**Hei Kaitiaki, Kia Puawai**  
Be good custodians. Protect the asset base and achieve steady growth



**Ngā Hononga**  
Maintain and build key relationships and explore opportunities



**Kia Tohatoha**  
Stable and generous giving (financial and non-financial)



**Kia Tū Rangatira**  
Assist TWoR in its endeavours to be a tertiary institution of choice for Māori



**Manaaki Tangata**  
Assist TWoR staff, kaiāwhina and students (prioritising ART students) in pursuing their educational objectives



**Whakamana ngā Iwi**  
Assist Founding Iwi in pursuing their educational objectives

### Kaupapa Tuku Iho | Guiding Values

We will give expression to Kaupapa Tuku Iho in our actions and decision making: Manākitanga, Wairuatanga, Ūkaipōtanga, Whanaungatanga, Rangatiratanga, Kaitiakitanga, Kotahitanga, Pūkengatanga, Whakapapa, Te reo

## Quarterly Investment Update

The Foundation Trust Fund sits at \$28,626,740 as at 30 June 2021. The Fund has had a:

- 3.71% return over the quarter (April, May, June 2021);
- 13.68% return over 1 year;
- 9% return over 2 years.

Funds Invested in	Fund %
<b>Milford Balanced Fund</b> A diversified fund with a significant allocation to fixed interest securities. The risk profile of this fund is medium (4/7 according to the Financial Markets Authority ( <b>FMA</b> ) risk indicator). The fund returned 12.78 <sup>1</sup> over the 12 months to 30 June 2021.	39%
<b>Milford Dynamic Fund</b> Primarily invests in small to mid-cap Australasian equities. The risk profile of this fund is med-high (6/7 according to the FMA risk indicator). The fund returned 38.61% over the 12 months to 30 June 2021.	5%
<b>Fisher Institutional Balanced Fund</b>	24%

<sup>1</sup> After deductions for charges but before tax and same for all other Fund Managers.

As a balanced Fund Fisher tends to have an even spread across all asset classes (cash, NZ fixed interest, Int fixed interest, NZ/AU equities, int equities, property). The risk profile of this fund is low-med (3/7 according to the Financial Markets Authority (FMA) risk indicator). The fund returned 12.8% over the 12 months to 30 June 2021.	
<b>Harbour Income Fund</b> The Fund is designed to give a favorable level of income. The Fund invests predominately in New Zealand fixed interest securities with some exposure to Australasian equities that pay a sustainable dividend yield. The risk profile of this fund is low-med (3/7 according to the FMA risk indicator). The fund returned 11.12% over the 12 months to 30 June 2021.	32%
<b>Te Pūia Tāpapa Māori Direct Investment Fund</b> The Foundation's only direct investment. The key purpose of this fund is to progress long-term direct co-investments opportunities in NZ alongside other Iwi/Māori entities. There are 30 Māori/Iwi entities across NZ that have invested.	\$1m on call. \$261,861 called on as at 30 June 2021.

The Foundation has exceeded its primary investment objective, as expressed in the SIPO, over the 2 years to 30 June 2021. The **primary investment objective** is to see a return of CPI inflation rate (2.4% currently) + 3.5% which = 5.9%. The 2 years to 30 June 2021 has seen a total return on the Foundation's investments of 9%. *Expression of Kaitiakitanga*

## FINANCIAL SUMMARY

The Foundation remains in a strong financial position. As at 30 June 2021 the Foundation's equity has grown from the original settlement amount of \$17.9m in 2011 to \$28,626,740.

The Foundation website, which includes all Quarterly Pānui, can be accessed at <https://www.tworfoundation.co.nz>