



TE WĀNANGA O RAUKAWA  
**FOUNDATION**

## Quarterly Pānui

30 June - 31 September 2022

### HIGHLIGHTS AND PROGRESS AGAINST STRATEGIC PLAN



### INTRODUCTION

Te Wānanga o Raukawa Foundation (the **Foundation**) makes available to its stakeholders pānui outlining the key highlights. The Foundation is pleased to present this Pānui for the year ended 31 March 2022. For information on the background, purpose and people of the

Foundation please see the website: [www.tworfoundation.co.nz](http://www.tworfoundation.co.nz)

### KEY DEVELOPMENTS

The following are key developments from July, August, and September:

### **Foundation Scholarships 2022**

The 2022 TWoR Foundation Scholarships were distributed in September. Overall there were 90 recipients.

### **Distributions to TWOR and Founding Iwi**

The Foundation has made distributions totalling \$1,172,000 since since 2017.

This year the Foundation made available \$515k for distribution to TWoR. \$215k was distributed for Scholarships. The remaining is due to be distributed in the third quarter of the 2022/2023 financial year.

Discussions were underway with our Founding Iwi to see if the current distribution of \$10k per year (totalling \$30k) was sufficient for the kaupapa they were applying for.

The Foundation Distribution Policy allows a distribution of up to 2% of the capital value of the fund annually. Annual distributions

have been well within that in the period from 2017 – 2020 (less than 1% annually). This aligned with the Foundation's conservative strategy through to 2020. 2021 marked the beginning of a more ambitious direction for the Foundation which was reflected in the substantial increase in funding to TWOR to \$515k this year, and offering an increase to the distribution for Founding Iwi to \$15k.

In Q2 of 2022 an application for \$15k was received by Te Rūnanga o Toarangatira and approved by the Foundation to host their annual rangatahi wānanga in the October school holidays at Takapūwāhia Marae.

#### *Whakarongotai Marae Trustees:*

Whakarongotai intend to use their grant to hold a "*Hui Kuikuitanga me te Korouatanga*" for it's kaumātua to learn more whakapapa, karanga, whaikōrero and waiata to manaaki the paepae at Whakarongotai Marae. This was due to be held in 2021, and has been postponed.

### **INVESTMENT UPDATE**

The markets continue to prove volatile and there is likely more of this to come for the Foundation. The Trust Fund is currently sitting at \$28.1m as at 30 September 2022. As at the end of this year the Fund had achieved the following:

- a. -3.68% return over the quarter;
- b. 4.17% return over 1 year;
- c. 10.34% return over 2 years.

Funds Invested in
<p><b>Milford Balanced Fund</b></p> <ul style="list-style-type: none"> <li>• A diversified fund with a significant allocation to fixed interest securities. The risk profile of this fund is medium.</li> <li>• The fund returned 5.80%<sup>1</sup> over the 12 months to 31 March 2022.</li> </ul>
<p><b>Milford Dynamic Fund</b></p> <ul style="list-style-type: none"> <li>• Primarily invests in small to mid-cap Australasian equities. The risk profile of this fund is med-high.</li> <li>• The fund returned 9.91% over the 12 months to 31 March 2022.</li> </ul>
<p><b>Fisher Institutional Balanced Fund</b></p> <ul style="list-style-type: none"> <li>• 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.</li> <li>• The fund returned 1.83% over the 12 months to 31 March 2022.</li> </ul>
<p><b>Harbour Income Fund</b></p> <ul style="list-style-type: none"> <li>• The Fund is designed to give a favorable level of income. The Fund invests predominantly 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.</li> <li>• The fund returned 2.49% over the 12 months to 31 March 2022.</li> </ul>
<p><b>Te Pūia Tāpapa Māori Direct Investment Fund</b></p> <ul style="list-style-type: none"> <li>• The Foundation's only direct investment with \$1m on call. \$314,873 value as at 31 March 2021.</li> <li>• The key purpose of this fund is to progress long-term direct co-investment opportunities in NZ alongside other Iwi/Māori entities. There are 30 Māori/Iwi entities across NZ that have invested.</li> </ul>

## FINANCIAL SUMMARY

In 2021 the Foundation approved a new SIPO which sets out the overall investment mātāpono (principles), objectives and strategies for the Foundation.

Despite a volatile few months, the Foundation is a long-term investor and will

weather the current and upcoming volatility to come. The Foundation's equity has grown from the original settlement amount of \$17.9m in 2011 to \$28.1 m at 31 March 2022

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