



Eastern & Central
**COMMUNITY
TRUST**
Helping fund a better community

EXECUTIVE COMMITTEE MEETING

2.00pm Monday, 31 August 2015
Eastern & Central Community Trust Board Room

THE AGENDA FOR A MEETING OF THE EXECUTIVE COMMITTEE OF THE EASTERN AND CENTRAL COMMUNITY TRUST INC., TO BE HELD AT THE TRUST'S OFFICE, ON MONDAY 31st AUGUST 2015, COMMENCING AT 2:00 P.M.

Ring 08 30 33, then on voice prompt enter the PIN 333352 followed by the hash key.

SECRETARIAL AND BOARD ADMINISTRATION ITEMS

1. Welcome and Apologies
2. Draft Minutes of the Executive Committee Meeting held 25th June 2015: [pages 3-6](#)
3. Matters arising and action items: [pages 7-8](#)

OPERATIONAL REPORTS TO THE EXECUTIVE

4. General Managers Report to the Committee: [pages 9-10](#)

FINANCIAL INFORMATION PAPERS

5. Financial Report to 31st July 2015: [pages 11-13](#)
6. Summarised Financial Position & Financial Performance YTD: [pages 14-23](#)
7. Asset Allocation & Summarised Fund Manager reports: [pages 24-55](#)

EXECUTIVE / BOARD DECISION PAPERS

8. Committee Functions and Terms of Reference: [pages 56-60](#)
9. Agenda items for future meetings: [page 61](#)
 - a. Risk management
 - b. Audit requirements
 - i. External
 - ii. Internal
 - c. Finance aspects
10. Confirmation of reporting requirements: [pages 62-63](#)
11. Confirmation of meeting dates: [pages 64-66](#)

EXECUTIVE / BOARD INFORMATION PAPERS

12. Hedging Report: [pages 67-69](#)
13. MCA July 2015 Monthly Report: [pages 70-110](#)
14. General Business

Close of Meeting

Next meeting: 29th (Thursday) October 2015, 2:00pm. TBC.

Report type:	Secretarial and Board Administration Items
Recommendation:	The Executive considers the Minutes of the Executive Meeting held on 24 th June 2015 and approves as a true and accurate record of the meeting.
Agenda item no:	2
Subject:	Minutes of the Executive Committee Meeting held on 24 th June 2015
Responsible for the report:	General Manager

Purpose of report:	To record the recommendations of the Executive from the Executive Meeting, including decisions taken, and to approve the minutes from 24 th June 2015 as a true and accurate record of the meeting.
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**MINUTES FOR THE MEETING OF THE EXECUTIVE COMMITTEE OF THE
EASTERN AND CENTRAL COMMUNITY TRUST INC.,
HELD IN THE MEETING ROOM, 1ST FLOOR, WESTERMAN'S BUILDING,
102-104 RUSSELL STREET SOUTH, HASTINGS,
ON WEDNESDAY 24TH JUNE 2015, COMMENCING AT 3.00 PM.**

PRESENT:

Via Teleconference: Bruce Mills (Committee Chair), Anna Hansen, Kaye McAulay (left at 3.31pm), Stephen Kerr (Committee Members) and Kelie Jensen (Trust Secretary)

In Person: Jonathan Bell (General Manager)

ABSENT:

Geoff Milner (Committee Member)

SECRETARIAL AND ADMINISTRATION ITEMS

1. Apologies

None

2. Draft Minutes of the Executive Committee Meeting held on 29th April 2015

The Executive considered the draft minutes included in the Agenda Papers for approval.

2.1 RESOLUTION

The Executive resolved to approve the minutes of the meeting held on 29th April 2015 as a true and accurate record of the meeting.

A Hansen/K McAulay

CARRIED

3. Matters Arising and Action Items

No matters arising.

Action Items:

- Page 7 #4: Pending because these changes to the Budget format require a change to the reporting template by TKP.
- Page 7 #6: The GM has met with Te Mata Peak Trust, who have confirmed that they will be withdrawing their application.

OPERATIONAL REPORTS TO THE COMMITTEE

4. General Manager's Report to the Committee

Noted:

- Confirmed that the GM has completed staff reviews (with the exception of part-timer Kelie Jensen still to review) subsequent to this GM's Report and will report at July Trust Meeting. **ACTION ITEM**

FINANCIAL INFORMATION PAPERS

5. Financial Report to 31st May 2015

The Trust's Financial Position and Financial Performance to May were included in the Agenda Papers.

Noted:

- The GM: still early days for financials; income slightly ahead but expenses over mainly due to brokerage fees – two options per M Chamberlain: 1) try to budget

monthly or 2) accept that it will even out over the year, particularly between brokerage and management fees.

- Concern that fund managers are meeting 4.5% return objective, but brokerage fees reduce that significantly. Brokerage fees should be added to the cost of the stock so we can see true returns. The GM to confirm the brokerage % and have fund manager contracts available for the Strategic Planning meeting. **ACTION ITEM** The GM believes we should review management contracts with M Chamberlain and the two fund managers – should review performance annually against specific KPI's; also have no way to know if their fees are fair unless we go to the market for a comparison.
- Page 11: Colour incorrect on YTD Net Realised Income – should be green.
- Page 12: Trustees would like some feedback on the Gisborne funding clinic in the July Trust Agenda Papers. **ACTION ITEM** The GM noted there were 80 attendees (with 20-30 on a waitlist) and 8 or 9 funders in attendance. He attended one of the old-style clinics in PNth last week with N Attapatu and it was frustrating with several no shows and questions that could easily be answered by phone. Opportunity to improve Gisborne-style funding clinic even further and to ask other funders to share costs.

6. Summarised Financial Position & Financial Performance YTD

Noted:

- Question around the cash statements from the Public Trust – where does the cash asset sit in the Balance Sheet? The GM believes this sits with Elevation Capital, not actually held by the Public Trust.
- Page 15: Computer Services over budget? This is TKP and is timing issue only – budgeted monthly, paid quarterly.
- Page 15: Meeting Expenses over budget? May be timing issue, but possibly error and should be Conference Fees – the GM to look into this and correct if necessary. **ACTION ITEM**
- Page 19: Noted payments to Foundation North (share of meeting costs); Evaluation Consult NZ Ltd (consultancy, Strategic Plan development, assisted with RST meeting – comes under Professional Expenses); A Arcus fee higher than normal re annual accounts / audit.
- Page 19: Noted variance of \$9,937 – discrepancy between writebacks and withdrawals – not material for audit but A Arcus will resolve it.
- Noted again that Hedging gains / losses shouldn't be shown as part of Investment Income in P&L. Yes, the GM still needs to figure out how to change this in reporting template. **ACTION ITEM**

7. Asset Allocation & Summarised Fund Managers Reports

Noted:

- Pages 24-51:
- Page 25: Net Assets compared to Capital Base is tracking very positively but caution that this may change at any time with uncertain markets.
- Page 26: Interest rates continuing to drop; expect next Term Deposit to be <4%.
- Page 28/29: Noted Elevation Capital portfolio is smaller, but has given us more income to date. Again, Trustees want to know what income is less brokerage fees. **ACTION ITEM**
- Page 31: PIMCO – please add number of units. **ACTION ITEM**
- Page 44: Note maturities graph - \$12M maturing in next 12 months.

- S Kerr noted effect of dropping interest rates – maturing bonds are 7-8% and new bonds will be 3-4% - as a result, income from bonds will drop by \$300K+.

K McAulay left the meeting at 3.31pm.

8. MCA May 2015 Monthly Report

Noted:

- Page 54: Why is there an orange light on Strategy? Compared to benchmarks, so orange light because we have more cash than comfortable with – see Benchmarks vs Actual on Page 63 – partly because Elevation Capital hasn't repositioned yet; also P Williams / Forsyth Barr holding \$4M to allow decision on overseas bonds.
- Page 67: Noted Hedging Graph – good that we went to 0% hedging against US\$ as would have been out of pocket approx. \$1M over last 4 months; \$300K (actually now approx. \$600K) down on Euro and Pound, but expected to appreciate over coming month.
- The GM confirmed \$8M plus in hedging gains over last seven years. A Hansen – fine with this but seems at odds with why we say we hedge, which is not to make money. Caution to stick to long term model rather than trying to take short term gains.

EXECUTIVE DECISIONS

9. Discretionary Donations

None.

EXECUTIVE / BOARD INFORMATION PAPERS

10. Hedging Reports

Nothing Noted.

11. Investment Commentaries and Market Reviews

Nothing noted.

GENERAL BUSINESS

12. General Business Items

Nothing Noted.

13. Next Executive meeting will be held on Thursday 27th August at 9am in Palmerston North (following the Annual Public Meeting).

14. Close of Executive Committee Meeting

There being no further business, B Mills closed the meeting at 3.42 pm.

Report type:	Secretarial and Board Administration Items
Recommendation:	The Executive receives the Action Plan from the previous Executive Meeting dated 24 th June 2015.
Agenda item no:	3
Subject:	Executive action items and matters arising progress report
Responsible for the report:	General Manager

Purpose of report:	To ensure that assigned tasks are monitored and completed.
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EXECUTIVE COMMITTEE ACTION PLAN

Meeting Date; 24th June 2015

#	ACTION	WHO	WHEN	STATUS
1	Add amended Trustee exit interview strategy to plan and charter	Jonathan	At Governance Charter Review	Pending
2	Amend Budget and add depreciation and amortisation	Jonathan	May	Will be completed by Sept Board Meeting
3	Te Mata Peak Trust – Request for report from consultant	Jonathan	June	This report is not completed yet
4	Staff Reviews to be completed	Jonathan	June	Completed
5	Review Fund Managers Contracts	Jonathan	Sept	Meeting organised in Auckland Sept 11th
6	Gisborne Funding Feedback to full Board	Jonathan	July	To be included in September meeting
7	GM to investigate meeting expenses and report back	Jonathan	August	Expenses are a timing issue with prepayment of Hotel for Strategic Retreat
8	Change to Financial reporting – Hedging income to be removed from investment income	Jonathan	ASAP	Will be completed by Sept Board Meeting
9	Breakdown of Brokerage Fees to be provided to Trustees	Jonathan	Sept	Pending 11 th Sept Meeting
10	PIMCO Report – Add the number of units held	Jonathan	August	Completed

Report type:	Operational Reports to the Executive
Recommendation:	The Board receives and accepts 1. The Financial Report for the period to 31st July 2015
Agenda item no:	4
Subject:	General Manager's Report to the Executive
Responsible for the report:	Jonathan Bell

Purpose of report:	To inform the Executive of progress and/or exceptions to the achievement of the 2015/16 Business Plan (inclusive of key Financial performance measures to 31 st July 2015). To flag any items of risk for the Executive and to flag any other items of significance to the Executive.
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1.0 Executive Summary

Our investment portfolio increased substantially for the month of July, income was slightly behind budget and our expenses were slightly over for the month.

Staff have been busy doing assessments for the next Trust meeting, expected numbers will be approximately 150 applications.

2.0 Financial Performance

2.1 Financial Position & Financial Performance July 2015.

The reports are attached for your information, the dashboard has a number of red lights, and explanations for these are made on the page after the dashboard report. Key points to note;

- YTD income ahead of budget. Self Managed Term Deposits and NZ Bond income will be impacted in the coming months because of the drop in the OCR and subsequent drop in interest rates. Extrapolating out the numbers based on the first quarter of this year, our projected income will be \$219k less if everything stays the same. Any further drop in the OCR will lead to a further drop in interest rates and reduce our income further. I will continue to monitor this and report to the Board accordingly.
- YTD expenses tracking ahead (not good) of budget by \$106k. As mentioned in previous reports this is mainly due to the brokerage fees we are incurring from Forsyth Barr, this is \$114k over budget. Please note that Statutory Advertising is above budget and will remain so for the year. I have miscalculated cost of photography (we have more stories this year and therefore more travel and photos). We could be \$12k over budget on this item.
- YTD we have approved more donations than budgeted, however write backs have reduced this against budget.
- Global Bonds have stabilised from the previous months drop. The total number of bonds held is now included in the graph.
- Equity portfolios have increased substantially in value from the previous month.
- Unrealised income YTD is \$5.995 mill. At the same time last year it was \$1.949 mill.

- Total Investment Income YTD (Realised and Unrealised) is \$6.62 mill. At this stage last year it was \$4.279 mill.
- **Overall YTD Income is tracking ahead of budget and our expenses are slightly higher than budgeted (as noted above).**

3.0 Action Plan

- I am meeting the Fund Managers in Auckland on September 11th along with Michael Chamberlain. This meeting will cover off;
 - Contract rollover
 - Brokerage Fees
 - Annual Reporting and KPI's
 I will report to the full Board on the outcome of this meeting.
- All other items are explained in the Action Plan Agenda Item number 3.

4.0 Risk Register

I have reviewed the Risk Register and advise Trustees that there is nothing that they need to be made aware of that isn't already mentioned in this report.

4.0 HR

There are no HR issues that need to be advised to the Trustees.







Jonathan Bell
General Manager
August 24th 2015

Report type:	Financial Information Papers
Recommendation:	The Executive notes the financial position, financial performance, asset allocation, and summarized fund manager reports as at 31 st July 2015.
Agenda item no:	5 to 7
Subject:	Financial Reports
Responsible for the report:	General Manager







Purpose of report:	To inform the Executive of where the funds of the Board are invested, the overall performance of the diversified investment portfolio and the current asset allocation and compare performance against budget and agreed benchmarks.
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ECCT MONTHLY FINANCIAL REPORTING DASHBOARD






Month End Comparison Current Month to Budget 31st July 2015

	Actual (000's)	Budget (000's)	
Gross Realised Income	\$ 0.520	\$ 0.612	
Expenses	\$ 0.164	\$ 0.136	
Net Realised Income	\$ 0.356	\$ 0.476	
Donations	\$ 1.119	\$ 1.130	
Profit/Loss	-\$ 0.763	-\$ 0.654	
Hedging Gain/Loss	-\$ 0.230		


Comparison YTD to Budget 31st July 2015

	Actual (000's)	Budget (000's)	
Gross Realised Income	\$ 3.296	\$ 3.031	
Expenses	\$ 0.719	\$ 0.614	
Net Realised Income	\$ 2.577	\$ 2.417	
Donations	\$ 1.953	\$ 2.123	
Profit/Loss	\$ 0.624	\$ 0.294	
Hedging Gain/Loss	-\$ 2.389		






Investments

	June 30 Value	July 31 Value	
Equity F Barr	54,465	57,113	
Equity E Capital	50,818	51,965	
NZ Bonds	40,853	41,221	
O'Seas Bonds	14,804	14,867	
Own Cash	5,500	5,500	
	Total	170,666	

Complaints



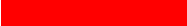
Nil	
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YTD Change

(000's)		
4,886		
3,699		
1,098		
- 626		
-		
9,057	Total	

March 31st 2015 Value

(000's)	
52,227	
48,266	
40,123	
15,493	
5,500	
161,609	Total

	Value increased or ahead of budget
	No change
	Value decreased or behind budget

GM Commentary

Income	<p>Gross Realised income for the month was behind budget by \$92k, and is ahead YTD by \$265k. FBARR income is slightly behind budget YTD. Elevation Capital & PIMCO ahead of budget YTD NZ Bonds & TD income behind budget. Given current interest rates this will continue to track below budget please note the comment in the General Managers Report.</p> <p>Overall Profit/Loss for the month was \$109k behind budget but tracking at \$330k ahead YTD</p>
Expenses	<p>Overall expenses for the month were \$164k against a budget of \$136k, a difference of \$28k. Monthly expenses were significantly higher in :</p> <ul style="list-style-type: none">Advertising Statutory - Expenses for the Annual Report were higher mainly photographyAffiliation Fees - Timing as we paid a month later than budgetted YTD on trackProfessional Expenses - Timing as YTD we are well within budgetBrokerage Fees - Richard Burton continuing to rebalance the portfolioFund Managers Fees; Over budget for the month but within budget YTD <p>YTD Expenses with a greater than 5% variance over budget :</p> <ul style="list-style-type: none">Advertising Statutory - Please see comment in GM ReportComputer Services - Extrapolating out the expenses we should finish within budget by YEMeeting Expenses - This is a timing issue and will rectify next monthConference Fees - These expenses were budgeted for Jan/Feb 2016 a timing issueBrokerage Fees - Richard Burton continuing to rebalance the portfolio
Donations	<p>YTD we have approved slightly more donations than budget (\$46k), however writebacks of \$216k reduce this to approvals below budget by \$171k.</p>
Balance Sheet	<p>Equity Portfolios have increased significantly, especially FBARR, \$2.65 mill.</p> <p>PIMCO has remained steady from the previous month</p> <p>NZ Bonds have increased marginally by \$368k</p> <p>Total net assets have increased by \$9.1m from the beginning of the Financial Year</p> <p>This unrealised gain has offset the Hedging loss of \$1.6m mill</p>

Eastern & Central Community Trust
Statement of Financial Position
As at 31 July, 2015

	Actual	Last Year
<u>Trust Funds</u>		
Surplus Income	6,620,182	14,085,026
General Reserves	162,332,729	148,247,703
Total Trust Funds	168,952,910	162,332,729
<u>Current Assets</u>		
Petty Cash	44	5
Current	11,653	387,548
Imprest	1,220	661
Call	1,269,220	883,957
Conference Current 2015	-	15,826
Sundry Debtors	31,733	34,538
Total Current Assets	1,313,870	1,322,535
<u>Investment Assets</u>		
New Zealand		
Shares Forsyth Barr	57,112,656	52,227,000
Shares Elevation Capital	51,964,807	48,266,473
Hedging Contracts NZ	(1,584,880)	804,112
Cash Self Term Deposits	5,500,000	5,500,000
Bonds Self	41,220,988	40,123,905
Te Kete Putea Ltd Partnership	72,525	72,525
Private Equity Pioneer Capital	709,386	674,547
Total New Zealand Investments	154,995,483	147,668,562
Overseas		
Bonds Pimco	14,867,424	15,493,498
Total Overseas Investments	14,867,424	15,493,498
Total Current and Investment Assets	171,176,777	164,484,595
<u>Fixed Assets</u>		
Fixed Assets at Cost	188,447	188,447
Accumulated Depreciation	(159,608)	(154,986)
Total Fixed Assets	28,839	33,461
Total Assets	171,205,615	164,518,056
<u>Current Liabilities</u>		
Donation Creditors	2,080,903	1,939,042
Trade Creditors	93,467	167,639
Creditor Accruals	78,334	78,646
Total Current Liabilities	2,252,705	2,185,327
Net Assets	168,952,910	162,332,729

Eastern & Central Community Trust
Statement of Financial Performance
For The 4 Periods Ending 31 July, 2015

	Current Month			Year to date			Full year	
	Actual	Budget	Last Year	Actual	Budget	Last Year	Budget	Last Year
<u>Income</u>								
<u>Realised Investment Income</u>								
New Zealand								
Shares FBarr Interest	1,402	1,000	1,098	19,062	3,100	3,279	7,000	16,585
Shares FBarr Dividend	128,985	120,000	104,193	751,386	800,000	689,972	1,968,750	1,753,015
Shares ECap Interest	3,762	900	7,169	13,232	2,400	24,019	7,000	55,278
Shares ECap Dividend	142,818	160,000	157,459	826,380	770,000	814,973	1,848,750	1,930,085
Hedging gain/loss	-	-	-	251,093	-	1,369,493	-	(323,160)
Bonds Self Interest	92,128	90,000	83,121	863,605	920,000	918,323	2,400,000	2,538,995
Bonds Self Disposal gain/loss	-	-	-	-	-	-	-	(2,079)
Cash Self Realised Income	22,040	28,000	41,824	94,139	111,000	189,401	336,000	387,870
Sundry Income	-	-	-	-	-	-	170	170
	391,136	399,900	394,863	2,818,897	2,606,500	4,009,460	6,567,670	6,356,759
Overseas								
Shares SSGA Dividend	-	-	-	-	-	3,825	-	7,823
Bonds Pimco Interest	128,440	212,500	247,555	477,044	425,000	489,098	850,000	999,679
	128,440	212,500	247,555	477,044	425,000	492,923	850,000	1,007,503
Total Realised Income	519,576	612,400	642,418	3,295,940	3,031,500	4,502,383	7,417,670	7,364,261
<u>Expenses</u>								
Administrative Expenses								
Advertising - Statutory	17,890	5,000	7,170	28,371	15,000	7,375	17,000	13,411
Promotion	58	3,000	2,896	17,294	27,000	7,355	70,000	54,513
Rent & Services	8,357	9,000	19,475	43,646	46,500	43,651	115,000	109,577
Telephone	-	1,400	1,313	3,458	4,800	4,766	14,000	14,030
Postage	170	700	635	894	1,550	1,369	4,000	3,536
KiwiSaver net Contributions	1,272	1,350	1,300	5,071	5,400	5,179	17,000	18,431
Printing & Stationery	741	800	496	3,808	3,800	3,330	14,000	11,884
Insurance	2,346	3,000	5,621	6,309	6,000	8,707	6,000	7,851
General Expenses	611	150	129	1,261	750	56	4,000	4,720
Computer Services	12,145	12,000	11,459	42,492	28,000	26,202	80,000	67,252
Staff Remuneration	37,986	36,000	32,703	143,574	139,500	141,127	450,000	482,611
Staff Training	-	200	-	1,383	2,350	-	8,000	2,034
Staff Travel	861	3,000	601	7,041	10,800	5,613	30,000	18,728
ACC Levies	1,660	1,500	1,481	1,660	1,500	(544)	1,500	(544)
Total Administrative Expenses	84,097	77,100	85,278	306,260	292,950	254,186	830,500	808,035

Eastern & Central Community Trust
Statement of Financial Performance
For The 4 Periods Ending 31 July, 2015

		Current Month			Year to date			Full year	
		Actual	Budget	Last Year	Actual	Budget	Last Year	Budget	Last Year
Trustees Expenses									
	Trustees Remuneration	13,177	13,400	13,177	52,708	53,600	52,708	175,000	171,300
	Meeting Expenses	3,149	5,000	5,482	19,037	14,000	12,411	58,000	53,873
	Trustee Training	443	-	1,731	1,405	2,000	1,731	12,000	1,731
	Liability Insurance	-	-	-	-	-	-	10,000	9,537
	Total Trustee Expenses	16,769	18,400	20,390	73,150	69,600	66,850	255,000	236,440
Fee Expenses									
7380	Affiliation Fees	6,325	-	-	6,325	7,500	6,325	7,500	6,325
7390	Conference Fees	-	-	-	16,719	-	-	20,000	(960)
7457	Donation Expenses	1,542	5,500	5,141	2,447	12,200	10,430	30,000	24,015
7510	Professional Expenses	9,831	7,000	5,776	26,561	35,000	20,026	90,000	89,841
7520	Audit Fees	-	2,000	9,438	4,749	17,000	9,438	20,000	29,205
6880	Brokerage Fees	5,647	-	165	134,253	20,000	2,033	25,000	57,894
7000	Custodian Fees	2,057	4,200	(523)	12,809	12,500	10,812	41,000	49,050
7010	Fund Managers Fees	37,100	22,000	10,718	130,974	147,000	131,561	370,000	379,101
	Total Fee Expenses	62,502	40,700	30,715	334,836	251,200	190,624	603,500	634,471
7810	Depreciation	1,156	-	1,407	4,623	-	6,282	-	17,289
7820	Amortisation	-	-	-	-	-	-	-	18,131
7850	Profit/Loss on Disposal of Fixed Assets	-	-	-	-	-	-	-	248
	Total Expenses	164,525	136,200	137,791	718,868	613,750	517,942	1,689,000	1,714,615
Donations									
Community Donations									
	Special Donations	315,000	446,000	281,000	672,500	796,000	649,000	2,970,000	2,607,349
	Standard Donations	463,740	335,000	367,463	813,760	675,000	726,678	1,900,000	2,040,973
	Discretionary Donations	-	-	-	-	8,000	4,143	20,000	25,143
	Education Initiatives	-	9,000	-	93,500	54,000	92,500	200,000	92,500
	Sport Trusts	340,000	340,000	-	340,000	340,000	-	340,000	320,000
	Summer Reading Programme	-	-	-	250,000	250,000	230,000	250,000	230,000
	Total Donations Approved	1,118,740	1,130,000	648,463	2,169,760	2,123,000	1,702,321	5,680,000	5,315,965
	Less Donations Written Back	(535)	-	(3,500)	(216,893)	-	(47,235)	-	(148,424)
	Total Community Donations	1,118,205	1,130,000	644,963	1,952,867	2,123,000	1,655,086	5,680,000	5,167,541
	Net Investment Income	(763,154)	(653,800)	(140,335)	624,205	294,750	2,329,355	48,670	482,106

Eastern & Central Community Trust
Statement of Financial Performance
For The 4 Periods Ending 31 July, 2015



	Current Month			Year to date			Full year	
	Actual	Budget	Last Year	Actual	Budget	Last Year	Budget	Last Year
<u>Unrealised Investment Income</u>								
New Zealand								
Shares FBarr change in Currency	585,226	-	696,199	5,769,373	-	526,669	-	1,606,016
Shares FBarr change in Value	2,092,773	-	(493,684)	(716,573)	-	716,137	-	6,488,180
Shares ECap change in Currency	708,704	-	822,141	5,949,201	-	735,752	-	2,248,373
Shares ECap change in Value	443,256	-	(127,879)	(2,261,182)	-	1,288,838	-	2,457,131
Hedging change in Value	(229,987)	-	(592,147)	(2,388,991)	-	(1,505,746)	-	(548,878)
Bonds Self change in Interest	99,766	-	185,470	(53,834)	-	(32,631)	-	676,872
Bonds Self change in Value	185,181	-	142,258	306,062	-	285,191	-	208,884
	3,884,920	-	632,358	6,604,054	-	2,014,210	-	13,136,577
Overseas								
Bonds Pimco change in Value	72,179	-	(204,655)	(608,078)	-	(64,261)	-	466,343
	72,179	-	(204,655)	(608,078)	-	(64,261)	-	466,343
Total Unrealised Income	3,957,098	-	427,703	5,995,977	-	1,949,949	-	13,602,920
Surplus Income	3,193,944	(653,800)	287,368	6,620,182	294,750	4,279,304	48,670	14,085,026

EASTERN & CENTRAL COMMUNITY TRUST

CASHFLOW REPORT

FOR THE MONTH ENDING 31 July 2015

Westpac Call Account

Opening Statement Balance	1,261,383
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CASH OUTFLOWS:

Transfer to Current Account	320,000
Monthly Interest to Current Account	
Purchase Term Deposit	

Total cash outflows	320,000
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CASH INFLOWS:

Transfer From Current Account	325,000
Interest	2,837
Maturing Term Deposits	

Total cash inflows	327,837
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Closing Statement Balance	1,269,220
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EASTERN & CENTRAL COMMUNITY TRUST

CASHFLOW & PAYMENT AUTHORISATION REPORT

FOR THE MONTH ENDING 31 July 2015

Westpac Current Account

Opening Statement Balance	13,090	0
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CASH OUTFLOWS:

Payments to creditors	86,889	}
Other expenses & Wages	40,385	
Donations	327,000	
Purchase of fixed asset	0	
Capital Items		
-Purchase of Term Deposit	2,000,000	
-Fee expenses	0	
-Transfer to call a/c	325,000	
-Transfer to imp a/c	0	
-Transfer to Elevation Capital	0	
-Transfer to Forsyth Barr	0	
-Transfer to Pioneer Capital	0	
Hedging Close Out	0	
PIMCO	0	
Total cash outflows	2,779,274	

CASH INFLOWS:

Interest Received (Current & Term Deposits)	21,953
Dividends & Interest (Investment Managers)	306,888
Debtors	20
BNZ Hedge roll	0
Donations Written Back	535
Sale of fixed assets	0
Capital Items	
-Maturing Term Deposits	2,000,000
-Transfer from Pimco	128,440
-Transfer from Forsyth Barr	0
-Transfer from call a/c	320,000
-Transfer from imp a/c	0

Total cash inflows	2,777,836
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Closing Statement Balance	11,653
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Unpresented Cheques	0
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Closing Cashbook Balance	11,653
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SCHEDULE OF PAYMENTS FROM THE CURRENT ACCOUNT FOR THE MONTH

For the month of July 2015

The following creditor payments were accounted for in the previous month.

CREDITORS	PURPOSE	Payment Method	AMOUNT
AAA Services	Cleaning	dc	\$668.84
Aspire	Milk	dc	\$22.49
Contact Energy	Power	dd	\$952.04
Corporate Trustee Services	custody fee	dc	\$5,308.76
Create Limited	school pool report	dc	\$904.19
Credit card purchases		dd	\$4,082.48
Elevation Capital	fees	dc	\$12,687.50
Fidelity Life Assurance	JB _ policy	dc	\$3,963.08
Forsyth Barr	advisory fees	dc	\$12,279.17
Foundation North	Jenny Gills expenses	dc	\$560.20
Hatmar Holdings	Parking	AP	\$552.00
Hatmar Holdings	Rent	AP	\$4,821.72
Hatmar Holdings	Boardroom / rates/insurance	dc	\$12,399.07
HB Technologies	computer support/photocopy charge	dc	\$172.26
hertz	Car rental x 2	dc	\$582.19
HSM	alarm monitoring / callouts	dc	\$31.05
Inland Revenue Department	PAYE	dc	\$14,582.66
Mobile Finance Manager	Andy Arcus	dc	\$586.50
Martins Event & Patry hire	table hireage - Gisborne	dc	\$81.60
NZ Post	Postage	dc	\$300.00
NZ Recreation Assn	membership	dc	\$115.00
OK Media	annual report stories/ Trust meeting stories	dc	\$3,539.70
PNCC	room hire	dc	\$92.00
Ricoh	Photocopier lease	dd	\$335.19
Pitney Bowes	Monthly lease for franking	AP	\$30.48
Tracta	annual report/business cards	dc	\$8,724.94
Telecom	Telephone costs	DD	\$1,146.86
The Crown Hotel	Strategic Retreat	dc	\$2,367.00
Warehouse Stationery	Stationery	dc	\$316.30
Xplore.Net Solutions	Website	dc	\$57.50
			\$92,262.77
REMUNERATION (includes reimbursement of travel)			
Staff & Trustees	Remuneration (net) paid 6.7.2015	dc	\$18,568.70
Staff & Trustees	Remuneration (net) paid 20.7.2015	dc	\$16,442.17
<u>DONATION PAYMENTS</u>			
Donations		dc	\$327,000.00
	TOTAL PAYMENTS FOR THE MONTH		\$454,273.64

Key to Payment Method

AP	Automatic Payment
dc	Direct Credit
DD	Direct Debit

Commitment Schedule - July 2015

<u>Client</u> <u>Number</u>	<u>Client Name</u>	<u>Request</u> <u>Number</u>	<u>Date</u> <u>Approved</u>	<u>Balance</u> <u>Remaining</u>
Eastern And Central				
895	Ricochet Trampoline Club	22779	23-May-13	9,500.00
7,442	Te Ara Tika Trust	22855	25-Jul-13	4,000.00
4,403	Feilding & District Steam Rail Society Inc	22877	25-Jul-13	25,000.00
7,038	Te Whare Whai Matauranga o Turanga Literacy House Tur	23333	23-Jan-14	4,000.00
1,826	Pahiatua Railcar Society Inc	23338	23-Jan-14	20,000.00
451	Hastings Boys' High School	23497	22-May-14	11,000.00
6,296	Matapuna Trust	23515	22-May-14	20,000.00
6,554	Pahiatua On Track Inc	23516	22-May-14	15,000.00
331	Feilding Playcentre	23544	22-May-14	3,500.00
1,463	Gisborne Hospital Child Care Society Inc	23545	22-May-14	3,500.00
5,593	Marotiri Kohango Reo	23553	22-May-14	3,500.00
6,099	Taokotaianga Apii Kuki Airani Hastings Inc	23601	22-May-14	3,500.00
7,544	Hinemihī Marae	23677	24-Jul-14	44,000.00
7,339	Parent Teachers Association Feilding High School	23763	24-Jul-14	1,000.00
1,377	Eskdale School	23685	25-Sep-14	49,000.00
297	South City Playcentre	23844	25-Sep-14	3,500.00
1,126	Waimarama Surf Life Saving Club	23777	27-Nov-14	30,000.00
7,576	Cross Creek Railway Society Incorporated	23802	27-Nov-14	15,000.00
1,664	Manawatu District Council	23889	27-Nov-14	200,000.00
6,906	Hospice Wairarapa Community Trust Board	23982	27-Nov-14	20,000.00
6,512	Hawke's Bay Regional Sports Park Trust	23986	27-Nov-14	60,000.00
7,321	Wings Over Wairarapa Community Trust	24107	27-Nov-14	20,000.00
963	Sherwood School	24090	29-Jan-15	10,000.00
6,056	Manawatu Estuary Trust	24095	29-Jan-15	3,000.00
850	Pirinoa School	24105	29-Jan-15	5,000.00
2,669	Central Hawke's Bay Settlers Museum Inc	24114	29-Jan-15	10,000.00
4,867	Mahia Boating and Fishing Club Inc	24132	29-Jan-15	10,000.00
7,637	Young at Heart Parent Support Group	24154	29-Jan-15	2,000.00
4,321	South Wairarapa District Council	24151	26-Mar-15	200,000.00
7,403	New Zealand Red Cross	24182	26-Mar-15	6,000.00
7,381	JTD Solutions Limited	24185	26-Mar-15	4,000.00
2,314	Anglican Parish of Gisborne	24205	26-Mar-15	6,600.00
1,200	Young Men's Christian Assn - Gisborne Inc	24176	28-May-15	20,000.00
818	Palmerston Nth Boys' High School	24227	28-May-15	30,000.00
6,277	Tu Toa Project Charitable Trust	24229	28-May-15	15,000.00
1,613	Kowhai Special School	24234	28-May-15	20,000.00
2,646	Carterton Golf Club	24242	28-May-15	7,000.00
7,672	Study to Succeed - Tongan Homework Club	24248	28-May-15	3,000.00
3,361	Vintage Car Club - Horowhenua Branch	24251	28-May-15	2,000.00
1,828	Pahiatua School	24282	28-May-15	5,000.00
6,274	Totara Trust - Horowhenua	24302	28-May-15	4,000.00
3,778	Wainui Surf Life Saving Club	24303	28-May-15	20,000.00
1,493	Creative Hastings Incorporated	24321	28-May-15	24,500.00
7,585	Tu Tangata Maraenui Trust	24057	30-Jul-15	18,000.00
6,944	New Zealand Down Syndrome Association	24294	30-Jul-15	4,000.00
7,570	Gisborne International Music Competition Charitable Trust	24343	30-Jul-15	4,000.00
2,164	Levin Christian Care Trust	24345	30-Jul-15	4,000.00
4,458	NZ Radio for the Print Disabled Inc	24346	30-Jul-15	1,800.00
6,845	Parent to Parent Wellington Region	24347	30-Jul-15	3,600.00
5,062	King Street Artworks Inc	24348	30-Jul-15	4,000.00
1,217	Access Radio Wairarapa Charitable Trust	24349	30-Jul-15	5,000.00

7,702 Patutahi Golf Club Inc	24351	30-Jul-15	10,000.00
4,861 Te Aowera Marae Trustees	24352	30-Jul-15	10,000.00
7,674 Ka Pai Kaiti Trust	24353	30-Jul-15	4,000.00
213 Central Hawke's Bay Food Bank	24356	30-Jul-15	4,000.00
205 Central Child Care & Education Centre	24357	30-Jul-15	2,200.00
6,601 Bay Independent Hockey Club	24359	30-Jul-15	2,600.00
7,393 Havelock North Canoe Polo Club Inc	24360	30-Jul-15	4,000.00
1,060 Te Awanga Kindergarten	24361	30-Jul-15	3,500.00
7,560 Te Matau a Maui Voyaging Trst	24362	30-Jul-15	4,000.00
2,606 Ashhurst Pohangina Pony Club	24363	30-Jul-15	1,140.00
166 Birthright Hawke's Bay Child & Family Care Trust	24364	30-Jul-15	4,000.00
3,962 Wairarapa Mathematical Association Inc	24366	30-Jul-15	1,000.00
130 Amesbury Christian Counselling Services Inc	24367	30-Jul-15	4,000.00
122 Air Training Corps - No 11 Squadron	24368	30-Jul-15	4,000.00
5,883 Te Kura Kaupapa Maori O Mangatuna	24369	30-Jul-15	2,900.00
7,383 NZ Howard League for Penal Reform Inc	24371	30-Jul-15	4,000.00
4,976 Dannevirke Rugby Football Sub Union Inc	24372	30-Jul-15	4,000.00
3,674 Taradale Table Tennis Club	24373	30-Jul-15	900.00
2,827 Foxton Squash Rackets Club Inc	24375	30-Jul-15	10,000.00
841 Parkvale School	24376	30-Jul-15	8,000.00
5,898 Shear History Trust	24377	30-Jul-15	30,000.00
2,577 Aotea Sports Club Inc	24378	30-Jul-15	1,700.00
6,846 Bike Manawatu Inc.	24379	30-Jul-15	4,000.00
2,505 Foxton Beach Senior Citizens Association Inc.	24381	30-Jul-15	8,000.00
5,234 Foxton Golf Club Inc	24382	30-Jul-15	4,000.00
7,320 Petane Marae	24383	30-Jul-15	60,000.00
517 Hearing Association - Horowhenua	24384	30-Jul-15	4,000.00
3,042 Himatangi Beach Bowling Club	24385	30-Jul-15	4,000.00
1,014 St Vincent de Paul Society - Napier	24387	30-Jul-15	4,000.00
6,282 Tairāwhiti Beneficiary Advocacy Trust	24388	30-Jul-15	4,000.00
1,716 Methodist Social Service Centre	24389	30-Jul-15	4,000.00
140 Tararua Learning Inc	24390	30-Jul-15	4,000.00
5,979 Manawatu Pregnancy Centre Trust	24391	30-Jul-15	4,000.00
231 Citizens Advice Bureau - Wairarapa	24392	30-Jul-15	3,000.00
7,703 English Language Partners New Zealand Trust	24393	30-Jul-15	6,000.00
7,372 U3A Manawatu Incorporated	24394	30-Jul-15	1,500.00
7,351 Age Concern - Horowhenua	24396	30-Jul-15	4,000.00
1,610 Koputaroa School	24398	30-Jul-15	2,700.00
7,400 Floral Art Society of New Zealand Inc Manawatu Area	24399	30-Jul-15	1,200.00
1,655 Makirikiri Marae Komiti	24400	30-Jul-15	4,000.00
539 Hokowhitu School	24401	30-Jul-15	12,000.00
5,160 United Cricket Club Incorporated	24402	30-Jul-15	10,000.00
6,101 Leg Up Trust	24404	30-Jul-15	3,500.00
6,322 Supergrans Tairāwhiti Trust	24406	30-Jul-15	4,000.00
6,855 Project Litefoot Trust	24407	30-Jul-15	4,000.00
1,232 Amputee Society of Hawke's Bay East Coast Inc	24409	30-Jul-15	2,000.00
7,630 Tairāwhiti Multicultural Council	24410	30-Jul-15	4,000.00
2,556 Age Concern - Havelock North	24411	30-Jul-15	4,000.00
143 Arohanui Hospice Service Trust	24412	30-Jul-15	8,000.00
5,310 Oasis Charitable Trust - Wairarapa	24413	30-Jul-15	4,000.00
819 Palmerston Nth Theatre Trust Inc	24414	30-Jul-15	4,000.00
838 Parkinsonism Society - Manawatu	24415	30-Jul-15	4,000.00
2,302 Hawke's Bay Karting Club Inc.	24417	30-Jul-15	4,000.00
6,142 Greytown Community Sport & Leisure Society Inc	24419	30-Jul-15	15,000.00
4,373 RSPCA - Hastings & Districts	24420	30-Jul-15	4,000.00
6,499 NZ Federation of Family Budgeting Services Inc	24421	30-Jul-15	4,000.00
6,667 Horowhenua District Health Transportation Trust	24422	30-Jul-15	4,000.00
7,302 Arthritis Foundation of New Zealand Inc	24423	30-Jul-15	8,000.00
2,399 Midway Surf Life Saving Club Inc	24424	30-Jul-15	4,000.00
5,481 Wairoa Agricultural & Pastoral Society	24425	30-Jul-15	15,000.00

5,206 Onga Onga Golf Club	24426	30-Jul-15	10,000.00
6,969 Journeys To Wellbeing	24428	30-Jul-15	3,200.00
7,435 Kopuaranga Hall Society Incorporated	24429	30-Jul-15	4,000.00
6,922 Massey University Students' Apline Club	24430	30-Jul-15	4,000.00
1,565 Somerset Kindergarten	24431	30-Jul-15	3,500.00
4,174 Tauparanui Ki Heretaunga Te Kohanga Reo	24432	30-Jul-15	3,500.00
4,589 Age Concern - Flaxmere	24433	30-Jul-15	15,000.00
7,609 Incredible Families	24434	30-Jul-15	4,000.00
301 Enterprise Aquatic Swim Team Inc	24435	30-Jul-15	10,000.00
6,853 Kiwi Adventure Trust	24436	30-Jul-15	4,000.00
1,345 Dannevirke & Districts Home Budgeting Service Inc	24437	30-Jul-15	7,000.00
7,692 RECAP: Society for the Resilience and Engagement of the	24438	30-Jul-15	4,000.00
6,993 Sportslink Charitable Trust	24439	30-Jul-15	10,000.00
7,708 Iwitea Marae Committee	24440	30-Jul-15	3,000.00
147 Arthur Miller School	24442	30-Jul-15	6,000.00
6,098 Awhina Whanau Services Inc	24443	30-Jul-15	8,000.00
5,092 Havelock North Cricket Club	24444	30-Jul-15	4,000.00
4,865 Life Education Trust - Kapiti/Horowhenua	24445	30-Jul-15	4,000.00
770 Ocean Beach Kiwi Surf Life Saving Club Inc	24446	30-Jul-15	7,000.00
890 Red Star Squash Rackets Club Inc	24447	30-Jul-15	4,000.00
1,936 Ryder Cheshire Foundation	24448	30-Jul-15	1,500.00
7,005 Spirit of Napier Lions Club Inc	24449	30-Jul-15	1,000.00
7,712 Te Aute Private Burial Ground	24450	30-Jul-15	4,000.00
5,694 Royal New Zealand Ballet	24452	30-Jul-15	8,000.00
6,878 Environment Network Manawatu Inc.	24453	30-Jul-15	4,000.00
1,493 Creative Hastings Incorporated	24454	30-Jul-15	2,000.00
7,377 Multicultural Association Hawke's Bay Inc	24455	30-Jul-15	1,000.00
7,627 Prima Volta Charitable Trust	24456	30-Jul-15	4,000.00
7,030 Alliance Francaise de Palmerston North Inc	24460	30-Jul-15	4,000.00
5,319 Manawatu Rugby Football League Referees Association	24461	30-Jul-15	900.00
6,412 Special Olympics Manawatu	24462	30-Jul-15	4,000.00
2,562 Akina Rovers Hockey Club	24463	30-Jul-15	3,600.00
2,820 Flaxmere Pony Club	24465	30-Jul-15	4,000.00
803 Pahiatua Community Services Trust	24466	30-Jul-15	4,000.00
6,165 Solway College Old Girls' Assn Inc	24467	30-Jul-15	1,000.00
5,304 Waipawa Golf Club Inc	24469	30-Jul-15	1,400.00
5,316 Wairarapa Green Dollar Exchange Inc	24470	30-Jul-15	3,000.00
275 Scout Association - Dannevirke Scout/Cub Group	24471	30-Jul-15	3,100.00
3,723 Bluff Hill Bowling Club Inc	24472	30-Jul-15	2,300.00
714 Napier Aquahawks Swim Club Inc	24473	30-Jul-15	4,000.00
2,873 Gisborne City Vintage Railway Inc	24474	30-Jul-15	25,000.00
1,733 Napier Dog Training Club	24475	30-Jul-15	4,000.00
6,759 Chinese Christian Baptist Church	24476	30-Jul-15	500.00
4,924 Eketahuna Golf Club Inc	24477	30-Jul-15	4,000.00
7,271 Four's Company	24478	30-Jul-15	1,000.00
456 Hastings Girls' High School	24479	30-Jul-15	3,000.00
4,075 Lindisfarne College	24480	30-Jul-15	2,500.00
4,755 Roslyn Kindergarten	24482	30-Jul-15	3,500.00
3,646 Street Youth Ministries Trust Inc	24483	30-Jul-15	4,000.00
7,707 Te Awahou Maori Women's Welfare League	24484	30-Jul-15	2,000.00
6,980 Masterton Motorplex Incorporated	24486	30-Jul-15	4,000.00
3,934 Putorino School	24487	30-Jul-15	5,000.00
7,716 Returned Services Association Inc - Masterton	24488	30-Jul-15	4,000.00
455 Hastings District Council	24491	30-Jul-15	125,000.00
3,202 Manawatu Sports Foundation	24492	30-Jul-15	106,120.00
982 Eastland Sports Foundation Education Trust	24493	30-Jul-15	66,440.00
3,013 Sport Hawke's Bay	24494	30-Jul-15	106,120.00
4,851 Sport Wellington	24495	30-Jul-15	61,320.00
Total for Eastern And Central			2,090,840.00
Report Totals			2,090,840.00

E&CCT ASSET ALLOCATION

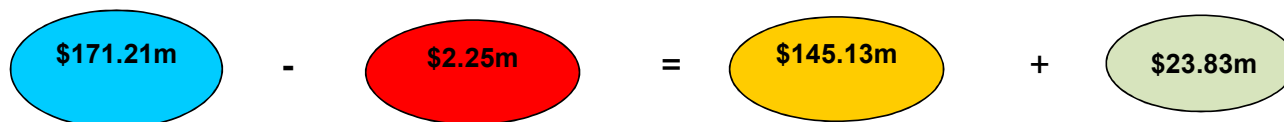
AS AT 31st JULY 2015

CURRENT ASSETS

LIABILITIES

CAPITAL BASE

RESERVES



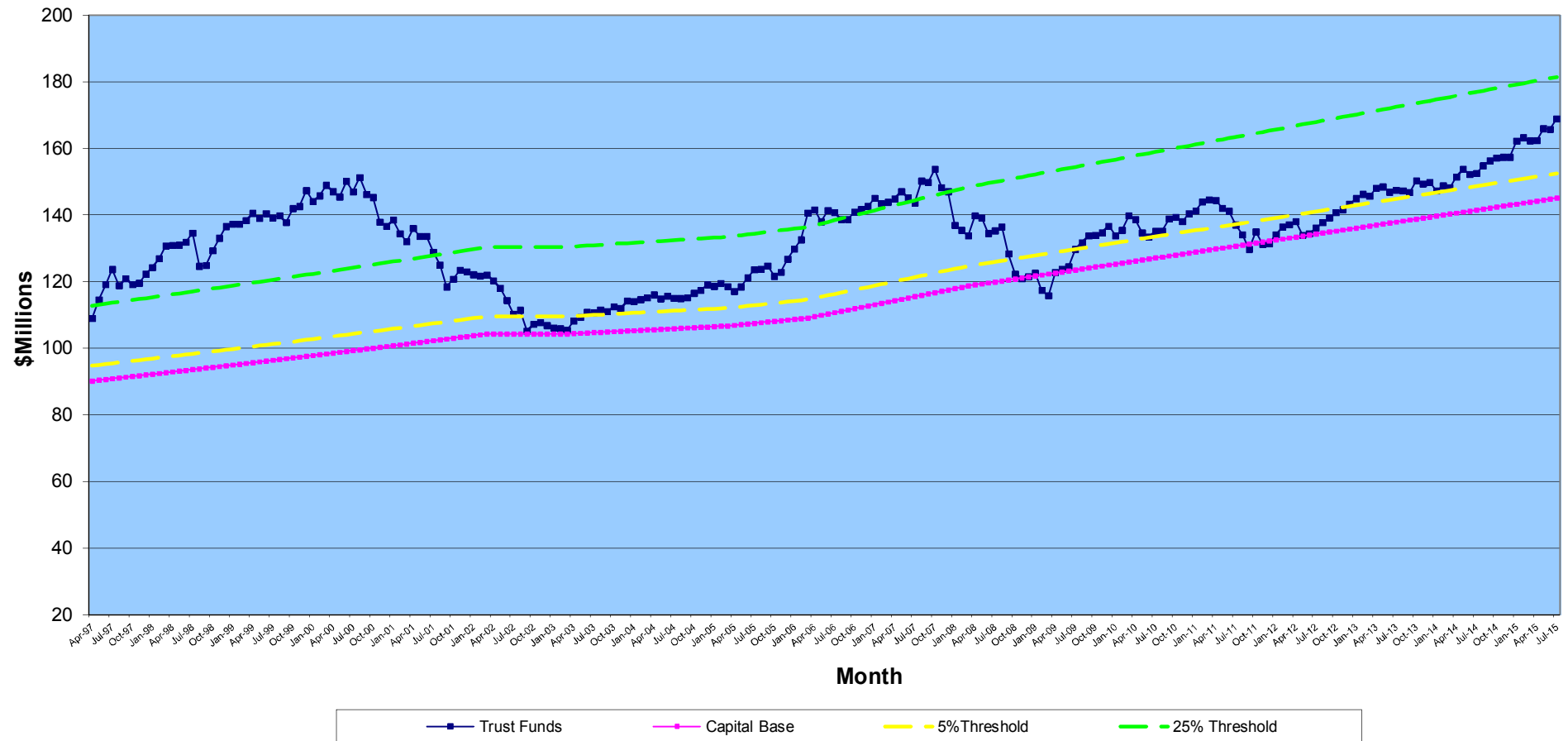
Benchmark (For Capital Base + maximum 25% in reserves)		Allowable Range	Tactical Target Updated 25th January 2013	Actual Value \$m	Percentage of Current Assets	Percentage Variance from target	Variance from tactical target
60%	GROWTH ASSETS	50 - 65%	60%	\$109.8	64.1%	4.1%	\$7.1
30.0%	Shares Forsyth Barr	22.5% - 37.5%	30.0%	\$57.1	33.4%	3.4%	\$5.8
30.0%	Shares Elevation Capital	22.5% - 37.5%	30.0%	\$52.0	30.4%	0.4%	\$0.6
0%	Private Equity	0% - 0%	0%	\$0.7	0.4%	0.4%	\$0.7
35%	INCOME ASSETS	25 - 45%	35%	\$56.1	32.8%	-2.2%	-\$3.8
27.5%	NZ Bonds	20 - 35%	27.5%	\$41.2	24.1%	-3.4%	-\$5.9
7.5%	Overseas Bonds	5% - 10%	7.5%	\$14.9	8.7%	1.2%	\$2.0
5%	LIQUID ASSETS	2 - 10%	5%	\$5.3	3.1%	-1.9%	-\$3.3
5%	Self-managed Cash (Incl Hedges & TKP)	2 - 10%	5%	\$5.3	3.1%	-1.9%	-\$3.3
100%	TOTAL		100%	\$171.2	100.0%		\$0.0

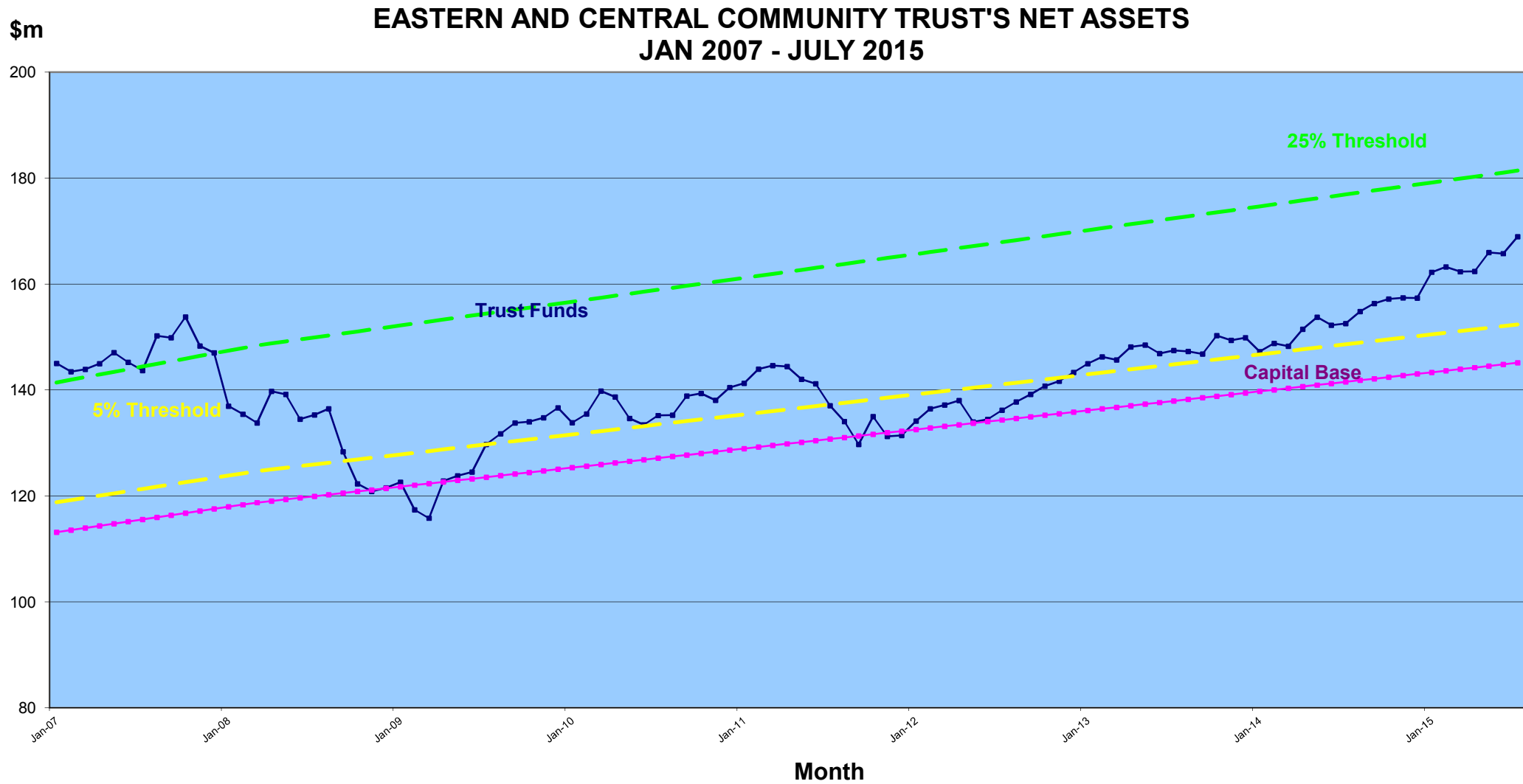
Benchmark Allocation –The benchmark allocation reflects the long-term views of the asset structures likely to generate the required investment return to meet the primary objectives. The benchmark allocation assumes a hypothetical “neutral environment”, i.e. one in which the Trustees do not have a tactical view that one asset class should be favoured over another or that special action should be undertaken.

Allowable Range -These reflect the normal minimum and maximum holdings for an asset class. The ranges exist to allow for normal market movement so that the Trustees can minimise transaction costs and for short-term tactical decisions.

Tactical Target -This allows the Trustees to exercise a tactical view to favour one asset class over another, e.g. more into fixed interest, less into shares in times of high interest rates, while remaining within the “allowable range” for that asset class. Trustees will re-examine the “tactical target” where the variation between the “tactical target” and the Actual situation is plus or minus 5%.

EASTERN AND CENTRAL COMMUNITY TRUST'S NET ASSETS APR 1997 - JULY 2015





SCHEDULE OF SELF MANAGED INVESTMENTS

AS AT 5th AUGUST 2015

TERM DEPOSITS

<u>Value</u>	<u>Bank</u>	<u>Date Invested</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$ 2,500,000	BNZ	4-Jun-15	91	4.16%	3/09/2015
\$ 2,000,000	Westpac	7-Jul-15	92	3.95%	7/10/2015
\$ 1,000,000	ANZ	5-Aug-15	92	3.73%	5/11/2015
\$ 5,500,000	TOTAL				

CURRENT ASSETS

As at 30th June

<u>Bank</u>	<u>Cashbook</u>	<u>Statement</u>
Westpac Call Account	\$1,261,383.00	
Westpac Current	\$13,090.00	\$0.00
Westpac Imprest	\$1,636.10	
Petty Cash	\$85.40	
	\$1,276,194.50	

INVESTMENTS WITH NZ BANKS

Policy check - Maximum allowable exposure to any one Bank is the higher of either \$6 million or 40% of current assets when current assets are over \$15 million.

ASB	\$ -	0.0%
BNZ	\$ 2,500,000.00	36.9%
ANZ	\$ 1,000,000.00	14.8%
Kiwibank	\$ -	0.0%
Westpac	\$ 2,000,000.00	29.5%
HBS	\$ -	0.0%

TOTAL CURRENT ASSETS **\$6,776,194.50** (excludes accrued interest owed)

QUOTES FOR TERM DEPOSITS TRUST

DATE Of Investment 5-Aug-15

If TD maturing, confirm arrangements and enter deposit into FMIS - bank transactions, bank entry (2200 Principle and 6210 Realised Income) Give Jill copy of bank print out & batch, insert copy in deskfile. Often have notice of arrangements at maturity, but not always.

Amount to invest \$1,000,000 Confirmed \$1,000,000

Bank Accepted ANZ
Rate 3.73%
Maturity Date 5-Nov-15
Number of days 92 Ask
Account Number 03 0642 0797656 00
Dealer Karl

arranged. Finance/Authority letters/E&CCT Bank TD

ben taylor

	ASB	BNZ	ANZ	Westpac	KIWIBANK	HBS Bank
Contact Telephone	Joshua Hamblyn 0800 272 332 arthur	Ext 46339	Karl 830 0983	Andrew mark (2) 0800 334 020 client 650681	Mark Barton or Jon Schicker 0800 11 33 15	Kelly DD 870 9066
Rate Offered	Nil Jake	3.68% Chris	3.73% Karl	3.21% Donna Horgan	3.61% Roger & Mark	3.70% Kelly
Account to withdraw Account Number	Trust Current 03 0642 0797656 00	Trust Current 03 0642 0797656 00	Trust Current 03 0642 0797656 00	Trust Current 03 0642 0797656 00	Trust Current 03 0642 0797656 00	Trust Current 03 0642 0797656 00
				john-treasury Peter Oake 834 3738 Rachel Wilson 878 0846 or 0274299006 Virginia 878 0845	roger	Jenny Lambie 870 9066

Comments for consideration and reason for decision.

Call account balance is \$1.21 mill as at 5th Aug 2015
Hedging rollover due 7th August, current exposure -\$1.6 mill, other funds to cover
Next TD is BNZ \$2.5 mill on 3rd Sept 2015.
Pioneer Capital commitment nothing likely in next 4 weeks
Presently, FBEL has \$8 million cash available if an emergency.
We have \$5.5 million on Term Deposit.
Donation Creditors stand at \$2.09 mill at 30th July 2015.
Payments approved last meeting \$1.1 mill
Donations Payment in July of \$327k, most other donations are conditional so payment not within the next four months
Likely income from Fund Managers of \$500k before end of August

financialmarkets@kiwibank.co.nz

Term Deposit, choose cheque, select withdrawal tab, enter GL 2200, add, save, post, go to GL batch list, print, post.

2200 Cash Self Term Deposit \$1,000,000.00

Signed

Date

Expected interest on maturity \$9,401.64

Entered to Schedule Self Managed Investments and maturity date on personal calendar.

Signed

Date

ENTER MATURITY DATE ON PERSONAL CALENDAR

Once completed place this page in deskfile. Once confirmation received from bank take a copy and attach. Give original to Jill.

PORTFOLIO RECONCILIATION
Eastern & Central Community Trust
31 July 2015

ELEVATION CAPITAL

Cash Reconciliation

	Schedule		NZD
30-Jun-2015		Opening Balance	1,598,369.70
	2	Capital Invested & Withdrawn	187,713.31
	3	Interest (RWT exempt)	3,762.36
		Interest (RWT exempt) - paid to ECCT	(2,166.57)
	4	Dividends & Distributions	142,818.23
		Dividends & Distributions - paid to ECCT	(144,024.20)
	5	Fees, Expenses & Fee Rebates	(5,639.72)
		Cash Movement	
	10	Shares	3,282,792.55
	6	Cash currency m/e revaluation	14,886.57
	7	Term Deposit Maturity	0.00
		FX Transactions Gain/loss	982.20
31-Jul-2015		Closing cash	5,079,494.43
		Closing Bank balance	5,079,494.43
		Variance	0.00

Asset Valuation

	Schedule		NZD
30-Jun-2015		Opening Valuation	50,818,094.13
	2	Capital Invested & Withdrawn	187,713.31
	7	Term deposits (incl accrued Interest)	0.00
	8	Cash	5,079,494.43
	9	Shares Valuation*	46,885,310.19
31-Jul-2015		Closing Valuation	51,964,804.62
		Monthly Change	958,997.18

PORTFOLIO RECONCILIATION
Eastern & Central Community Trust
31 July 2015

FORSYTH BARR

Cash Reconciliation

	Schedule		NZD
30-Jun-2015		Opening Valuation	518,493.83
	2	Capital Invested & Withdrawn	0.00
	3	Interest (RWT exempt)	1,402.07
		Interest (RWT exempt) - paid to ECCT	(1,641.87)
	4	Dividends & Distributions	128,984.71
		Dividends & Distributions - paid to ECCT	(159,055.48)
	5	Fees, Expenses & Fee Rebates	(7.63)
		Cash Movement	
	10	Shares	0.00
	7	Cash Deposits	0.00
	6	Cash currency m/e revaluation	(326.28)
	6	FX Transactions Gain/loss	0.00
31-Jul-2015	11	Closing cash	487,849.35
		Closing Bank balance	487,849.35
		Variance	(0.00)

Asset Valuation

	Schedule		NZD
30-Jun-2015		Opening Valuation	54,464,975.32
	2	Capital Invested & Withdrawn	0.00
	7	Term deposits (incl accrued Interest)	0.00
		Cash	487,849.35
	4	Dividends & Distributions	
	6	Shares Valuation*	56,624,807.02
31-Jul-2015		Closing Valuation	57,112,656.37
		Monthly Change	2,647,681.05

* Share Valuation is unaudited last trading prices at month end

Caren J Rangi & Mark T Kilmister
ATF Eastern&Central Community Trust
211 Mutiny Road
R D 2 HASTINGS
NEW ZEALAND 9999

STATEMENT OF ACCOUNT

STATEMENT PERIOD: 01/07/2015-31/07/2015

ACCOUNT NUMBER: ECCOMMTR1

Page 1 / 2

ACCOUNT NAME: Caren J Rangi & Mark T Kilmister ATF Eastern&Central Community Trust

FUND SUMMARY

FUND DESCRIPTION	\$ PRICE PER UNIT	UNITS OWNED	MARKET VALUE
	31/07/2015 NAV	31/07/2015	31/07/2015
PIMCO NZD Hedged Global Strategy Fund	954.1334	15,582.123	14,867,424.00
TOTAL MARKET VALUE			14,867,424.00

Investment Characteristics

Investment Statistics	
Effective Duration	5.6
Benchmark Duration	6.7
Average Maturity	8.5
Average Coupon	4.0
Average Quality	A-
Total Carry	6.4

Quality Breakdown		
MV%		MV%
Portfolio		Benchmark
14	AAA	12
7	AA	14
28	A	40
47	BBB	34
5	Sub Inv Grade	0
100	Total	100

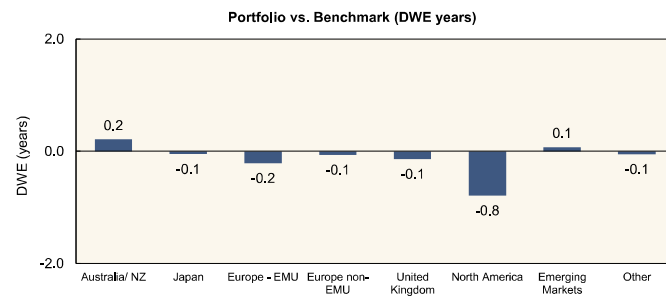
Curve Exposure				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
-1	0	0-1 years	-0.1	0.0
-10	8	1-3 years	-0.6	0.5
12	14	3-5 years	0.7	0.9
27	15	5-7 years	1.5	1.0
20	8	7-8 years	1.1	0.5
12	10	8-10 years	0.7	0.7
40	46	10+ years	2.3	3.0
100	100	Total	5.6	6.7

Regional Breakdown (by currency of settlement)					
Duration Weighted Exposure %			Duration Weighted Exposure		FX Exposure
Portfolio	Benchmark		Portfolio	Benchmark	Portfolio
4.5	0.6	Australia/ NZ	0.3	0.0	98.1
11.5	10.5	Japan	0.6	0.7	-0.7
20.3	20.4	Europe - EMU	1.1	1.4	-1.4
0.0	0.9	Europe non-EMU	0.0	0.1	0.0
9.0	9.7	United Kingdom	0.5	0.6	-0.1
52.6	56.4	North America	3.0	3.8	3.4
2.1	0.6	Emerging Markets	0.1	0.0	0.6
0.0	0.8	Other	0.0	0.1	0.0
100	100	Total	5.6	6.7	100.0

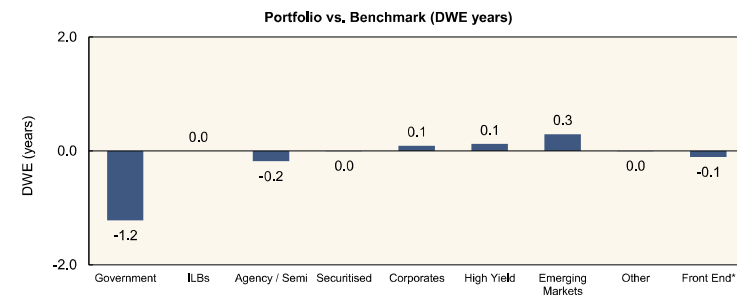
Sector Breakdown				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
12	28	Government	0.7	1.9
0	0	ILBs	0.0	0.0
78	64	Corporates	4.4	4.3
2	0	High Yield	0.1	0.0
0	3	Agency / Semi	0.0	0.2
0	0	Securitized	0.0	0.0
0	0	Other	0.0	0.0
11	5	Emerging Markets	0.6	0.3
-2	0	Front End*	-0.1	0.0
100	100	Total	5.6	6.7

* Front End includes all securities that are investment grade and have a duration <= 1 year

Regional Breakdown Variance



Sector Exposure Variance



PIMCO

PIMCO AUSTRALIA PTY LTD
ABN 54 084 280 508
AFS Licence 246862

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363 George Street
Sydney NSW 2000
Australia
Tel: (02) 9279 1771
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Caren J Rangi & Mark T Kilmister
ATF Eastern&Central Community Trust
211 Mutiny Road
R D 2 HASTINGS
NEW ZEALAND 9999

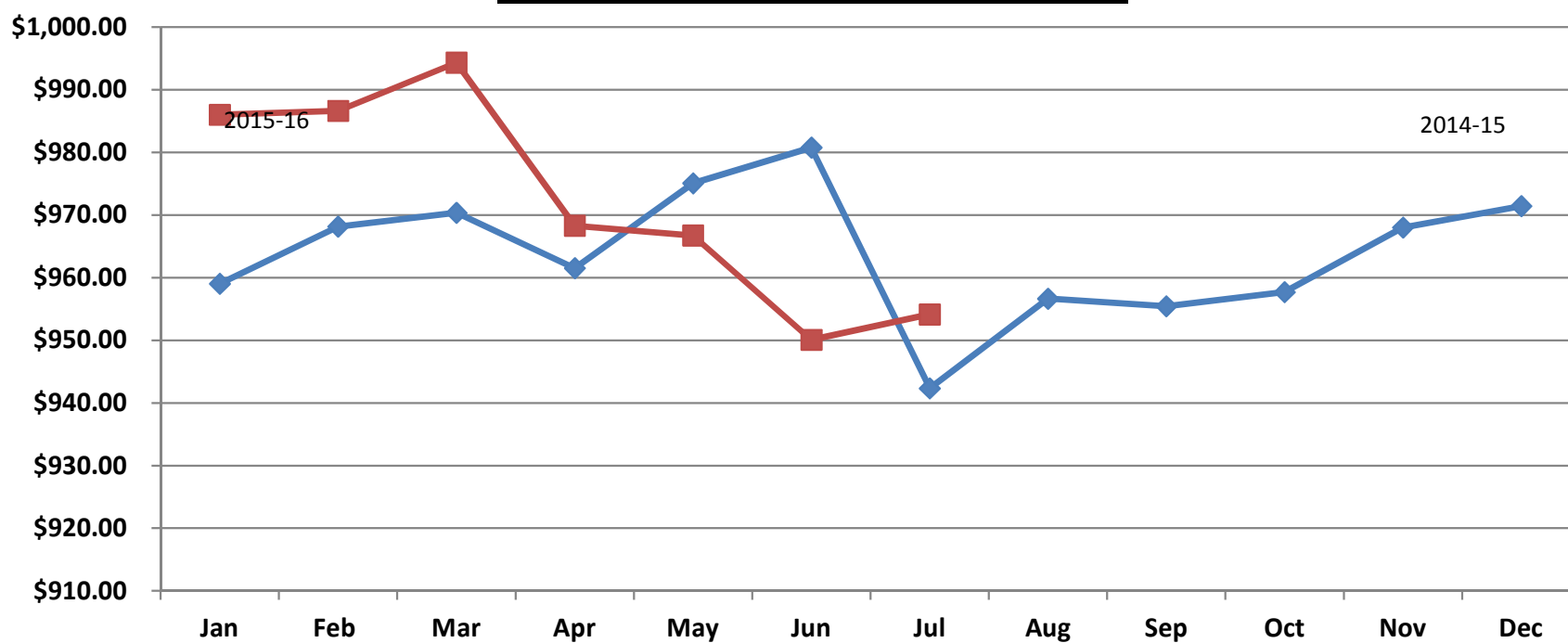
ACCOUNT NUMBER: ECCOMMTR1

Page 2 / 2

TRANSACTION SUMMARY

TRADE DATE	TRANSACTION DESCRIPTION	PRICE	UNITS	AMOUNT
PIMCO NZD Hedged Global Strategy Fund				
01-07-15	BALANCE FORWARD	940.0923	15,582.123	14,648,633.85
01-07-15	Total Distribution	0.0000	0.000	128,440.09
	TOTAL UNITS OWNED		15,582.123	

PIMCO - Change in Monthly Value of Units
(Total Units 15,582 as at 31/6/15)



Summary Information

Fund Name	30/06/2015	Cash Flow	31/07/2015
	Value		Value
PIMCO NZD Hedged Global Strategy Fund	14,804,256	0	14,867,424

Performance									
	1 Month	3 Month	FYTD	1 Year	2 Year	3 Year	5 Year	10 Year	Since Inception
Fund - Net of Fees*	1.30	(0.60)	1.30	6.16	7.36				5.38
Benchmark**	1.23	(0.36)	1.23	6.81	7.84				6.24
Net of Fee Alpha	0.07	(0.24)	0.07	(0.65)	(0.48)				(0.86)

Base Currency: USD

Since Inception Date: 14/05/2013

Financial Year Start Date: 30/06/2015

* Fee may vary based on individual fee schedule

** The current benchmark is 70%GlobAggCorpIndx30%GlobAggGovIndxHdgNZ

Past performance is not a reliable indicator of future results.

P I M C O

Investment Characteristics

Investment Statistics	
Effective Duration	5.6
Benchmark Duration	6.7
Average Maturity	8.5
Average Coupon	4.0
Average Quality	A-
Total Carry	6.4

Quality Breakdown		
MV %		MV %
Portfolio		Benchmark
14	AAA	12
6	AA	14
28	A	40
47	BBB	34
5	Sub Inv Grade	0
100	Total	100

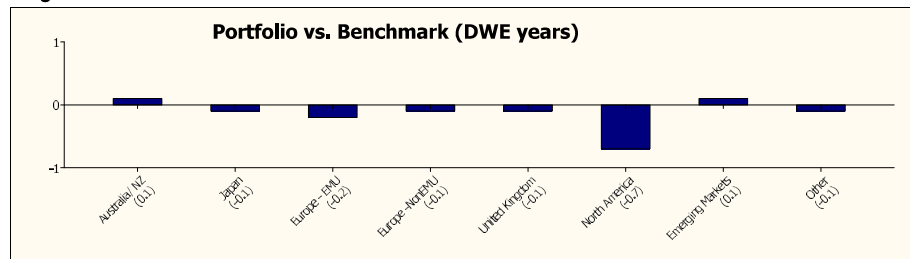
Curve Exposure				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
-2	0	0-1 years	-0.1	0
-10	8	1-3 years	-0.6	0.5
12	14	3-5 years	0.7	0.9
27	15	5-7 years	1.5	1.0
20	8	7-8 years	1.1	0.5
12	10	8-10 years	0.7	0.7
41	45	10+ years	2.3	3.0
100	100	Total	5.6	6.7

Regional Breakdown (by currency of settlement)					
Duration Weighted Exposure%			Duration Weighted Exposure		FX Exposure
Portfolio	Benchmark		Portfolio	Benchmark	Portfolio
4.5	1.9	Australia/ NZ	0.3	0.1	98.1
11.5	10.6	Japan	0.6	0.7	-0.7
20.3	20.4	Europe - EMU	1.1	1.4	-1.4
0.0	0.9	Europe -NonEMU	0.0	0.1	0.0
9.0	9.5	United Kingdom	0.5	0.6	-0.1
52.6	55.3	North America	3.0	3.7	3.4
2.1	0.6	Emerging Markets	0.1	0.0	0.6
0.0	0.8	Other	0.0	0.1	0.0
100.0	100.0	Total	5.6	6.7	100.0

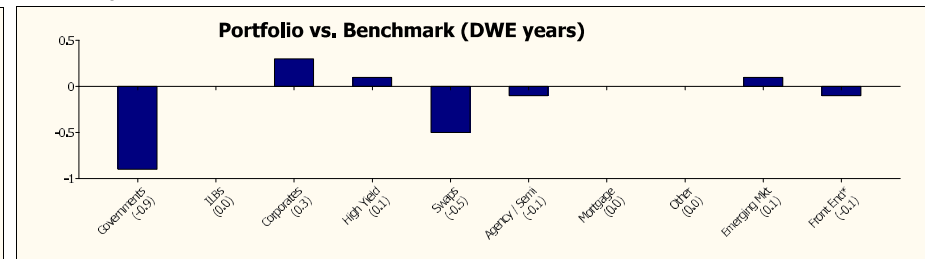
Sector Breakdown				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
20	29	Governments	1.1	2.0
0	0	ILBs	0.0	0.0
81	65	Corporates	4.6	4.3
2	0	High Yield	0.1	0.0
-8	0	Swaps	-0.5	0.0
1	3	Agency / Semi	0.1	0.2
0	0	Mortgage	0.0	0.0
0	0	Other	0.0	0.0
6	3	Emerging Mkt	0.3	0.2
-2	0	Front End*	-0.1	0.0
100	100	Total	5.6	6.7

* Front End includes all securities that are investment grade and have a duration <= 1 year

Regional Breakdown Variance



Sector Exposure



For more information, please contact PIMCO Australia at 9279 1771

P I M C O

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Government/Agency Sectors may include government guaranteed corporate securities which carry explicit guarantees of timely payment of interest and principal from central governments.

P I M C O

**Eastern & Central Community
Trust Inc**

**Monthly Report for
July 2015**

<h2 style="text-align: center;">Transaction Summary</h2> <p style="text-align: center;">Eastern & Central Community Trust Inc</p>

The bond purchases over the period were as follows:

Issuer	Maturity Date	Face Value	Cost ^{1,3}	Yield
--------	---------------	------------	---------------------	-------

Nil

The bond sales over the period were as follows:

Issuer	Maturity Date	Face Value	Proceeds ²	Yield
--------	---------------	------------	-----------------------	-------

Nil

The bond maturities over the period were as follows:

Issuer	Maturity Date	Face Value	Coupon
--------	---------------	------------	--------

Nil

The cash purchases over the period were as follows:

Issuer	Maturity Date	Face Value	Cost ^{1,3}	Yield
--------	---------------	------------	---------------------	-------

Nil

¹ Cost includes brokerage, if any

² Proceeds are less brokerage, if any

³ Cost will be different to that shown on the portfolio valuation – the difference being accrued interest.

Compliance Report

Eastern & Central Community Trust Inc

We confirm that we hold title, in the name of Forsyth Barr Custodians Limited, for all the bond securities listed in this report.

We confirm that all cash at call is held in trust for the Eastern & Central Community Trust Incorporated.

Commentary

During **July**, the following occurred:

- The RBNZ reduced the OCR cash rate by 0.25% to 3.0% pa;
- The **Australia Prudential Regulation Authority (APRA)** announced it has increased the amount of capital required for Australian residential mortgage exposures by authorised deposit-taking institutions (ADIs) that use the internal ratings based approach to credit risk. In simple terms, the big four Australian banks will now have to assign greater capital to its residential mortgage book.

This increase has been signalled for some time and according to APRA is likely to add 80bp to banks minimum capital requirements. This may be a positive for hybrid investors with increased common equity sitting below it. This move may also lead to further Additional Tier One issuance as banks look to reduce the cost of capital by refining their capital structure to be more efficient.

During **August** the following will occur:

- Nil

Key Portfolio Information

Eastern & Central Community Trust Inc

Bond Credit Analysis:

Long-Term Credit Rating	Portfolio Holding	
	\$ Face Value	%
AAA	\$0	0.0%
AA+	\$0	0.0%
AA	\$0	0.0%
AA-	\$0	0.0%
A+	\$0	0.0%
A	\$0	0.0%
A-	\$4,400,000	14.0%
BBB+	\$8,500,000	27.0%
BBB	\$2,625,000	8.3%
BBB-	\$1,500,000	4.8%
BB+	\$5,604,000	17.8%
BB	\$0	0.0%
BB-	\$0	0.0%
Not Rated	\$8,857,273	28.1%
	\$31,486,273	100%
Average Weighted Credit:		BBB-

Portfolio Summary

Eastern & Central Community Trust Inc

1870575 GPW

Friday 31 July 2015

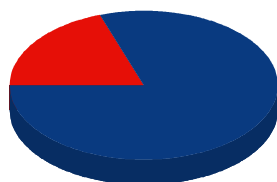
Premium Advisory Service

Your Forsyth Barr Advisor will provide you with advice in relation to this portfolio, while you, the investor, will determine the investments held and any changes to those investments by instructing us on each and every transaction. You will then receive the relevant contract note or acknowledgement, to confirm the details of the transaction.

Our understanding of the basis of provision of advice to you is as follows:

You request our advice on each of the securities in your portfolio and to receive recommendations for other securities or opportunities that you may wish to consider.

Asset Allocation ¹

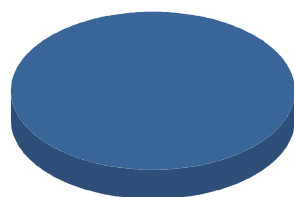


■ On Call to 90 Days ■ Fixed Interest

	NZ Dollar Value	Portfolio %
On Call to 90 Days	8,134,294.81	19.7
Fixed Interest	33,086,693.25	80.3
TOTAL	\$41,220,988.06	100.0

1. Underlying sectors in which the portfolio is invested

Portfolio Valuation ²



■ New Zealand Dollar

Assets by Currency	Exch Rate	NZ Dollar Value
New Zealand Dollar	1.0000	41,220,988.06
TOTAL		\$41,220,988.06

2. Currency of market on which the security trades

This report is interim only and some of the figures included may be subject to change due to some data being unprocessed at the time this report is created. This report is not intended to replace your regular 'full' quarterly report. The information shown in this report is obtained from various sources believed to be reliable. While every effort has been made to ensure accuracy, no liability is accepted for any errors or omissions. If you are unsure of the appropriate tax treatment of your investments, you should consult your tax advisor. The foreign exchange (FX) rates reported are the closing rates as at the close of business on the relevant transaction date. Actual transaction FX rates may differ.

Portfolio Appraisal

Securities listed by market on which they trade

Eastern & Central Community Trust Inc
1870575 GPW

Friday 31 July 2015

New Zealand Dollar		Local Currency				
Quantity	Security	Unit Cost	Total Cost	Current Price	Market Value	% Asset (1)
Cash						
At Call						
	Forsyth Barr Cash Management		8,134,294.81		8,134,294.81	19.7%
			8,134,294.81		8,134,294.81	19.7%
Fixed Interest						
Direct						
500,000	Infratil Limited 15/11/2015 8.50%	1.00	500,000.00	1.010	504,794.05	1.2%
500,000	TrustPower Limited 15/12/2015 8.40%	1.00	500,000.00	1.013	506,260.52	1.2%
2,400,000	Spark Finance Limited 22/03/2016 7.04%	1.00	2,400,000.00	1.023	2,455,584.47	6.1%
1,500,000	Fletcher Building Industries Limited 15/05/2016 7.75%	1.00	1,500,000.00	1.022	1,532,595.33	3.8%
1,000,000	Genesis Energy Limited 15/09/2016 7.185%	1.01	1,005,116.20	1.040	1,039,758.22	2.6%
1,000,000	Sky Television Network Limited 16/10/2016 4.43%	1.00	995,995.00	1.000	1,000,000.00	2.4%
2,000,000	Auckland International Airport Limited 15/11/2016 8.00%	1.00	2,000,000.00	1.059	2,118,983.74	5.2%
1,000,000	Meridian Energy Limited 16/03/2017 7.55%	1.00	1,000,000.00	1.064	1,064,133.74	2.6%
1,926,000	Vector Limited 15/06/2017 7.00%	1.01	1,943,434.57	1.044	2,011,486.48	4.9%
1,250,000	Powerco Limited 28/09/2017 6.74%	0.93	1,158,448.47	1.060	1,324,517.78	3.2%
600,000	Kiwibank Limited 15/12/2017 5.80%	1.00	600,000.00	1.027	615,927.39	1.5%
195,000	Infratil Limited 15/11/2018 6.85%	1.00	195,000.00	1.060	206,671.65	0.5%
500,000	Fletcher Building Industries Limited 15/03/2019 6.45%	1.00	500,000.00	1.055	527,285.92	1.3%
1,375,000	Contact Energy Limited 15/05/2019 5.80%	1.00	1,375,000.00	1.063	1,461,640.40	3.6%

Portfolio Appraisal

Securities listed by market on which they trade

Eastern & Central Community Trust Inc
1870575 GPW

Friday 31 July 2015

New Zealand Dollar		Local Currency				
Quantity	Security	Unit Cost	Total Cost	Current Price	Market Value	% Asset (1)
2,000,000	ASB Bank Limited Subordinated Notes 15/06/2024 6.65%	1.00	2,000,000.00	1.068	2,136,573.60	5.2%
1,870,000	Mighty River Power Limited Capital Bonds 11/07/2044 6.90%	1.00	1,870,000.00	1.077	2,013,848.57	4.9%
250,000	Kiwi Capital Funding Limited 15/07/2024 6.61%	1.00	250,000.00	1.061	265,144.23	0.6%
2,250,000	TrustPower Limited 15/09/2019 6.75%	1.00	2,250,000.00	1.082	2,434,280.13	6.0%
250,000	Sky Network Television Limited 31/03/2021 6.25%	1.00	250,000.00	1.082	270,595.92	0.7%
2,000,000	Wellington International Airport Limited 15/05/2021 6.25%	1.00	2,000,000.00	1.092	2,183,969.37	5.4%
750,000	Kiwi Property Group Limited 20/08/2021 6.15%	1.00	750,000.00	1.078	808,755.71	2.0%
2,000,000	Christchurch International Airport Limited 04/10/2021 6.25%	1.01	2,014,084.40	1.080	2,159,993.81	5.3%
958,000	Genesis Energy Limited 15/07/2041 6.19%	1.07	1,022,535.58	1.050	1,005,900.00	2.4%
	Accrued Interest				379,217.22	0.9%
Perpetuals						
500,000	ANZ Bank New Zealand Limited Perpetual 5.28%	1.00	500,000.00	1.035	517,250.00	1.3%
500,000	Credit Agricole Perpetual Deeply Subordinated Notes 5.04%	1.00	500,000.00	0.761	380,500.00	0.9%
12,750	Nufarm Finance NZ Limited Preference Shares 6.1617%	115.74	1,475,694.44	95.100	1,212,525.00	2.9%
1,000,000	Rabobank Nederland Perpetual 4.5875%	1.00	1,000,000.00	0.948	948,500.00	2.3%
			31,555,308.66		33,086,693.25	80.3%
Total			39,689,603.47		41,220,988.06	100.0%

Securities listed by market on which they trade

Friday 31 July 2015

3

Report Run: 6/8/2015 11:25

Portfolio Appraisal

Securities listed by market on which they trade

Eastern & Central Community Trust Inc
1870575 GPW

Friday 31 July 2015

New Zealand Dollar

Quantity	Security	Local Currency			
		Unit Cost	Total Cost	Current Price	Market Value
					% Asset (1)

(1) Expressed as a percentage of the total value of the portfolio, as stated in the Portfolio Summary.

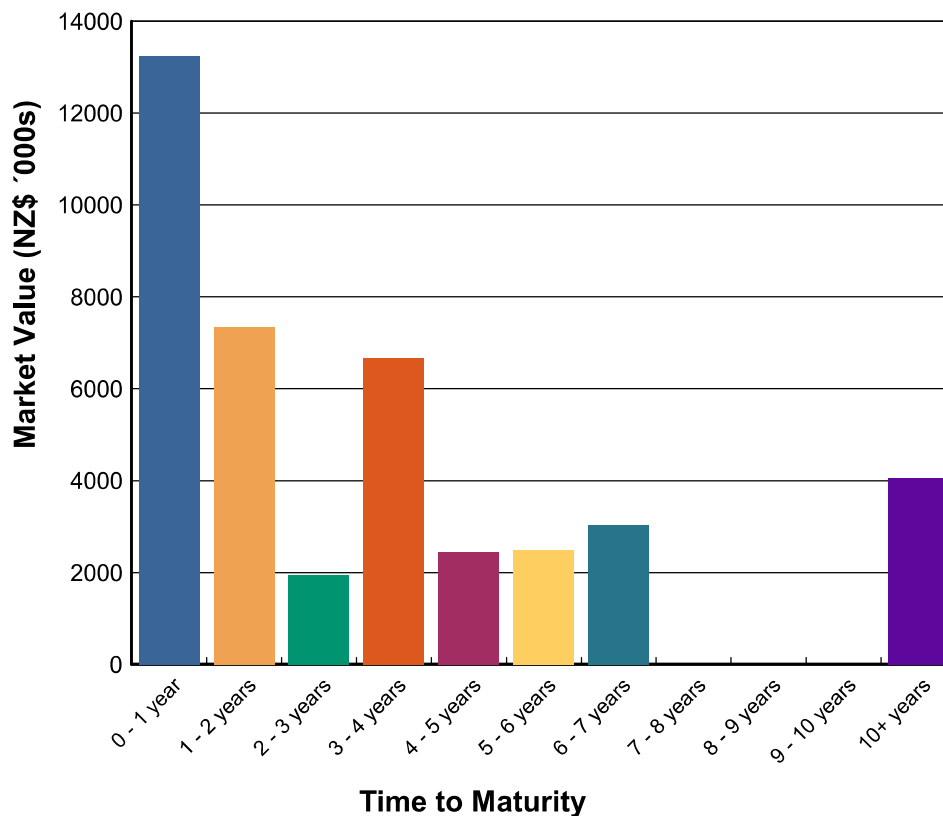
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Maturity Profile

Eastern & Central Community Trust Inc

1870575 GPW

31 July 2015



Maturity	Market Value NZ\$	Profile %
0 - 1 year	13,232,141.98	32.10
1 - 2 years	7,339,836.12	17.81
2 - 3 years	1,952,373.97	4.74
3 - 4 years	6,667,095.83	16.17
4 - 5 years	2,453,264.51	5.95
5 - 6 years	2,482,036.42	6.02
6 - 7 years	3,029,564.23	7.35
7 - 8 years	0.00	0.00
8 - 9 years	0.00	0.00
9 - 10 years	0.00	0.00
10+ years	4,064,675.00	9.86
Total	41,220,988.06	100.00

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Transactions

Securities listed by market on which they trade

Eastern & Central Community Trust Inc

1870575 GPW

From 1 July 2015 To 31 July 2015

				Local Currency				NZD
Transaction Date	Quantity	Security	Transaction Description	Net Unit Price	Net Amount	Transaction Cost	FX Rate	Net Amount
Transactions								
					0.00			0.00

Securities listed by market on which they trade

1870575 GPW

From 1 July 2015 To 31 July 2015

2/2

Report Run: 6/8/2015 11:26

Cash Ledger

Eastern & Central Community Trust Inc

1870575 GPW

From 1 July 2015 To 31 July 2015

1. Current Cash Holdings

Currency	Amount	FX Rate	NZ Dollar Value
New Zealand Dollar			
Forsyth Barr Cash Management	8,134,294.81	1.0000	8,134,294.81
			8,134,294.81

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Cash Ledger

Eastern & Central Community Trust Inc

1870575 GPW

From 1 July 2015 To 31 July 2015

2. Cash Transactions

Date	Transaction	Value
New Zealand Dollar		
Forsyth Barr Cash Management		
	Opening Balance:	8,051,541.53
08/07/15	Transfer from Account Ledger	11,468.75
13/07/15	Transfer from Account Ledger	32,257.50
15/07/15	Transfer to Account Ledger	-9,375.00
15/07/15	Transfer from Account Ledger	14,825.05
15/07/15	Transfer from Account Ledger	8,262.50
31/07/15	Interest Received - Forsyth Barr Cash Management	25,314.48
	Closing Balance:	8,134,294.81
Account Ledger		
	Opening Balance:	0.00
08/07/15	Interest Received - Rabobank Nederland Perpetual 4.5875%	11,468.75
08/07/15	Transfer from Account Ledger	-11,468.75
13/07/15	Interest Received - Mighty River Power Limited Capital Bonds 11/07/2044 6.90%	32,257.50
13/07/15	Transfer from Account Ledger	-32,257.50
15/07/15	Interest Received - Genesis Energy Limited 15/07/2041 6.19%	14,825.05
15/07/15	Portfolio Fee	-9,375.00
15/07/15	Interest Received - Kiwi Capital Funding Limited 15/07/2024 6.61%	8,262.50
15/07/15	Transfer to Account Ledger	9,375.00
15/07/15	Transfer from Account Ledger	-14,825.05
15/07/15	Transfer from Account Ledger	-8,262.50
	Closing Balance:	0.00

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Cash Ledger

Eastern & Central Community Trust Inc
1870575 GPW

From 1 July 2015 To 31 July 2015

3. Foreign Exchange Transactions

Cash transactions between currencies (extracted from Cash Ledger 2. Cash Transactions)

Date	Transaction	Currency	Value	FX Rate	NZ Dollar Value

This report is interim only and some of the figures included may be subject to change due to some data being unprocessed at the time this report is created. This report is not intended to replace your regular 'full' quarterly report. The information shown in this report is obtained from various sources believed to be reliable. While every effort has been made to ensure accuracy, no liability is accepted for any errors or omissions. If you are unsure of the appropriate tax treatment of your investments, you should consult your tax advisor.

Income Summary

Eastern & Central Community Trust Inc
1870575 GPW

Prescribed Investor Rate (PIR) 0%
Withholding Tax Rate Exempt

From 1 July 2015 to 31 July 2015

All figures are shown in New Zealand Dollars (NZD)	Gross Amount	PIE Tax	Withholding Tax	Imputation Credits	Withholding Payment Credits	Issuer Management Fees	Net Amount
Cash & At Call	25,314.48						25,314.48
Fixed Interest	66,813.80						66,813.80
New Zealand Equities							
Foreign Equities							
Total Portfolio Income	92,128.28	0.00	0.00	0.00	0.00	0.00	92,128.28

This report is interim only and some of the figures included may be subject to change due to some data being unprocessed at the time this report is created. This report is not intended to replace your regular 'full' quarterly report. The information shown in this report is obtained from various sources believed to be reliable. While every effort has been made to ensure accuracy, no liability is accepted for any errors or omissions. If you are unsure of the appropriate tax treatment of your investments, you should consult your tax advisor. The foreign exchange (FX) rates reported are the closing rates as at the close of business on the relevant transaction date. Actual transaction FX rates may differ.

Contributions & Progress

Eastern & Central Community Trust Inc

1870575 GPW

From 1 July 2015 To 31 July 2015

Transaction Date	Security	Transaction Description	Net Amount (Native)	FX Rate	Net Amount (NZD)
---------------------	----------	----------------------------	---------------------------	------------	------------------------

All figures are shown in New Zealand Dollars (NZD)

Opening Portfolio Valuation **40,853,287.68**

No securities transferred or cash contributions/withdrawals recorded for this period.

Closing Portfolio Valuation **41,220,988.06**

Price IRR for 0.08 Years 0.90%

FX IRR for 0.08 Years 0.00%

IRR for 0.08 Years 0.90%

This schedule reports on the value of securities or cash transferred into or from your portfolio. All values have been converted to New Zealand dollars using the applicable foreign exchange (FX) rates on the transaction date.

This report is interim only and some of the figures included may be subject to change due to some data being unprocessed at the time this report is created. The information shown in this report is obtained from various sources believed to be reliable. While every effort has been made to ensure accuracy, no liability is accepted for any errors or omissions. The FX rates used are the closing rates as at the close of business. Actual transaction FX rates may differ.

Performance Report: portfolio valuation

Internal rate of return (IRR) for the change in total portfolio value, adjusted for contributions/withdrawals, interest/dividends etc.

Eastern & Central Community Trust Inc

1870575 GPW

From 1 July 2015 To 31 July 2015

Reporting Currency New Zealand Dollars

Opening Market Value	40,853,287.68
Net Contributions/Withdrawals	0.00
Realised Gain	0.00
Realised Price Gain	0.00
Realised FX Gain	0.00
Unrealised Gain	185,180.93
Unrealised Price Gain	185,180.93
Unrealised FX Gain	0.00
Interest	92,128.28
Dividends	0.00
Change in Accrued Interest	111,234.92
Change in Dividends Receivable	-11,468.75
Portfolio Fees	-9,375.00
Closing Market Value	41,220,988.06
Price IRR for 0.08 Years	0.90%
FX IRR for 0.08 Years	0.00%
IRR for 0.08 Years	0.90%

This report is interim only and some of the figures included may be subject to change due to some data being unprocessed at the time this report is created. The information shown in this report is obtained from various sources believed to be reliable. While every effort has been made to ensure accuracy, no liability is accepted for any errors or omissions. The foreign exchange (FX) rates reported are the closing rates as at the close of business. Actual transaction FX rates may differ.

Report type:	Executive / Board Decision Papers
Recommendation:	That the Trustees consider and review the Terms of Reference for the A & R Committee.
Agenda item no:	8
Subject:	TOR's for the A & R Committee
Responsible for the report:	General Manager

Purpose of report:	To inform the Trustees of the current Terms of Reference for the Executive and A & R Committees.
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Attached are the current Terms of Reference in the Governance Charter pertaining to the Audit & Risk Committee and the Executive Committee. These are provided as background documents for the discussion on the future Terms of Reference for the A & R Committee.

APPENDIX 3

TERMS OF REFERENCE

AUDIT AND RISK COMMITTEE

1. Membership

- 1.1 In accordance with clause 11e of the Eastern and Central Community Trust Inc. Trust Deed the Committee shall comprise at least three Trustees and such other persons (if any) as seen fit.
- 1.2 The Chair of the Trust shall be an ex-officio member of the Audit and Risk Committee with no voting rights.
- 1.3 Members of the Audit and Risk Committee shall be appointed annually by the Trustees at the first Trust Meeting following the annual Trustee appointments.
- 1.4 The Chair of the Audit and Risk Committee shall be elected by the Board annually and must be a Trustee of the Trust. The Chair of the Trust should not be the Chair of the Audit and Risk Committee.
- 1.5 A quorum of the Audit and Risk Committee shall be at least three Trustees.

2. Meetings and Voting

- 2.1 Voting shall be by simple majority. In the case of equality of votes the Chair of the Audit and Risk Committee shall have the casting vote.
- 2.2 Minutes shall be kept for all meetings of the Audit and Risk Committee and circulated to the full Trust Board.
- 2.3 The Audit and Risk Committee shall have no executive powers with/in regard to its findings and recommendations. All recommendations must be presented to the full Trust Board.
- 2.4 The external auditors shall be given notice of all meetings and shall have the right to attend and speak.

3 Responsibilities

- 3.1 The Audit and Risk Committee provides a formal forum for free and open communication between the Trust Board, the external auditors and management.
- 3.2 The primary objective of the Audit and Risk Committee is to assist the Trust in discharging the responsibilities relative to financial reporting, treasury management and risk management.

- 3.3 The Audit and Risk Committee shall have unlimited access to the Trust's external auditors and the General Manager. The Audit and Risk Committee is authorised to consult with independent experts when considered necessary.
- 3.4 The Audit and Risk Committee shall have such duties as shall be referred to it from time to time by the full Trust Board and will include:
- reviewing, considering and monitoring the risks for the Trust.
 - the annual production of the financial statements and related reports which are compliant with generally accepted accounting practices (NZ GAAP and NZ IFRS),
 - liaising with the external auditors,
 - reviewing the annual audit plan with the external auditors,
 - reviewing audit findings in relation to the annual audit and matters relating to the financial statements,
 - reviewing compliance to relevant statutory requirements,
 - recommending the appointment and review of the external auditors,
 - determining the audit fees,
 - monitoring the Trust's internal control environment to assess its adequacy,
 - receiving and reviewing the detailed summary on audit findings and the status of corrective actions required, and
- 3.5 The Audit and Risk Committee shall evaluate the effectiveness of the Trust's risk management policies, practices and procedures.

4. Reporting and Accountability

- 4.1 Monitoring, reviewing and reporting the performance and recommendations of the auditor to the full Trust Board.
- 4.2 Advising the full Trust Board of the Committee's activities and any related significant results and findings on a regular basis.
- 4.3 Providing an annual report to the full Trust Board summarising the Committee's activities, any related significant results and findings and any recommended changes to the Committee's objectives and responsibilities.

APPENDIX 1

TERMS OF REFERENCE

EXECUTIVE COMMITTEE

1 Membership

- 1.1 In accordance with clause 11e of the Eastern and Central Community Trust Inc. Trust Deed the Committee shall comprise at least three Trustees and of such other persons (if any) as seen fit.
- 1.2 The Chair of the Trust shall chair the Executive Committee.
- 1.3 Members of the Executive Committee shall be appointed annually by the Trustees at the first Trust Meeting following the annual Trustee appointments.
- 1.4 A quorum of the Committee shall be at least three Trustees.

2 Meetings and Voting

- 2.1 In accordance with clause 11a of the Trust Deed voting shall be by simple majority. In the case of equality of votes the Chair of the Committee shall have the casting vote.
- 2.2 Any decisions where the Trust Deed would require a special majority shall be referred to a full meeting of the Trust.
- 2.3 The Chair or the Deputy Chair may call a Special Executive Committee Meeting. (Appendix 6).
- 2.4 Minutes shall be kept for all meetings of the Executive Committee Meetings.
- 2.5 In accordance with clause 12 of the Trust Deed all conflicts of interest shall be declared and the Chair shall decide whether the affected Trustee may vote on the issue.
- 2.6 Conflicts of interest shall be recorded in the minutes.

3 Duties

- 3.1 Monitoring Investment Performance and making recommendations to the full Trust where appropriate.
- 3.2 Considering Investment Policy and Strategy and making recommendations to the full Trust where appropriate.
- 3.3 Approving the bond purchase recommendations as supplied by the Bond Manager under the delegation given by the full Trust.

- 3.4 Reviewing Fund Managers' performance and making recommendations to the full Trust where appropriate.
- 3.5 Recommending the termination and appointment of Fund Managers to the full Trust.
- 3.6 Monitoring Compliance with the Trust Deed and the Statutory Financial Reporting requirements as set in clause 15 of the Trust Deed.
- 3.7 Appraising the General Manager and providing guidance for staff remuneration.
- 3.8 Ensuring that the Trust has the appropriate policies in place and these policies are reviewed and monitored on a regular basis and reported to the Trust Board.
- 3.9 Other such duties as shall be referred to the Committee from time to time by a full Trust Meeting.

Report type:	Executive / Board Decision Papers
Recommendation:	That the Trustees discuss and determine an annual schedule of Agenda Items for the A & R Committee moving forward.
Agenda item no:	9
Subject:	A & R Annual Schedule of Agenda Items
Responsible for the report:	General Manger

Purpose of report:	To discuss an appropriate annual schedule of Agenda Items for the A&R Committee going forwards.
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Agenda items for future meetings:

- a. Risk management
- b. Audit requirements
 - i. External
 - ii. Internal
- c. Finance aspects

Report type:	Executive / Board Decision Papers
Recommendation:	That the Board receives and notes the current Executive Committee Reporting and determines the requirement moving forward.
Agenda item no:	10
Subject:	Trustee Reporting Requirements
Responsible for the report:	General Manger

Purpose of report:	To inform the Board of the current reporting for the Executive Committee
---------------------------	--

The attached document is the current reporting requirement for the Executive Committee and the commentary below is to provide a starting point for discussion.

At the Strategic Retreat there was a discussion around what reporting was required by the Board and its sub-committees in the future. The following is a short summary of some of the discussion;

1. Monthly Reporting

- Reduction in reporting required.
- Trustees identified the need for the following as a minimum
 - Dashboard – with commentary on anything with a 5% variance to budget
 - Balance Sheet
 - Financial Performance versus Budget
 - Risk Register
 - Portfolio Reconciliation
 - More commentary from GM
 - MCA - Key parameters to be identified and reported on a monthly basis.
- Development of an internal auditing process so Trustees are confident that the high level numbers they are considering are true and accurate.

An action from this was for the General Manager to provide a report format, for future meetings, at the September Board meeting for discussion and ratification.

Executive Meeting Agenda Papers

- **Minutes from previous meeting**
- **Action Plan**
- **Dashboard Report** (j:\Finance\Monthly Reconciliations-Investments\Monthly work papers)
- **Balance Sheet** (From Sage Accpac)
- **Financial Performance** (From Sage Accpac)
- **Cash flow report**
- **Payment authorisation report** (j:\Monthly Mgt Report\Financial Overview)
- **Summary of Financial Performance report**
- **ECCT Asset Allocation report** (j:\Finance\Asset Allocation Chart)
- **Term deposit quotes**
- **Schedule of self managed funds** (j:\Finance\Self Managed Funds)
- **Payments for the month**
- **ECAP summary**
- **FBarr summary**
- **BNZ Market report**
- **Hedging report**
- **PIMCO report**
- **PIMCO Graph** (j:\Fund Managers & Financial Advisors\PIMCO\Monthly Comparison)
- **ECFB Report**
- **MCA Monthly report**
- **Investment commentaries**

Report type:	Executive / Board Decision Papers
Recommendation:	That the Trustees receive and note the current Meeting dates for the Executive and A & R Committees and determine future dates.
Agenda item no:	11
Subject:	A & R Meeting Dates
Responsible for the report:	General Manager

Purpose of report:	To inform the Trustees of the current meeting dates of the Executive and A & R Committees.
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Attached are the proposed meeting dates for future meetings of all sub committees of the Trust.

The meetings highlighted green are those where the Auditor meets with the A & R Committee.

Those meetings highlighted with Yellow are those which could be moved to another date. I would recommend they are held the week after the Strategic Retreat and the week after the APM.



EASTERN & CENTRAL COMMUNITY TRUST

SCHEDULED MEETINGS TO DECEMBER 2016

June 2015

24 th (Wednesday)	Executive Committee	3.00 pm
25 th & 26 th	Donations Retreat	11.00 am

July 2015

30 th & 31 st	Trust Meeting	2.00 pm
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August 2015

In Palmerston North

26 th (Wednesday)	Annual Public Meeting	6.00 pm
27 th (Thursday)	Executive Committee	9.00 am

September 2015

24 th	Special Programmes Committee	12.30 pm
24 th & 25 th	Trust Meeting	2.00 pm

October 2015

29 th (Thursday)	Executive Committee	3.00 pm
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November 2015

26 th	Special Programmes Committee	12.30 pm
26 th & 27 th	Trust Meeting	2.00 pm

December 2015

23 rd (Wednesday)	Executive Committee	3.00 pm
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January 2016

28 th	Audit & Risk Committee	Noon
	Special Programmes Committee	12.30 pm
28 th & 29 th	Trust Meeting	2.00 pm

February 2016

25 th (Thursday)	Executive Committee	3.00 pm
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24/08/2015

March 2016 (TBC)

30 th (Wednesday)	Audit & Risk Committee	12.30 pm
	Special Programmes Committee	12.30 pm
31st Mar & 1 st Apr	Trust Meeting	2.00 pm

April 2016

28 th (Thursday)	Executive Committee	3.00 pm
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May 2016

26 th	Audit & Risk Committee	12.30 pm
	Special Programmes Committee	12.30 pm
26 th & 27 th	Trust Meeting	2.00 pm

June 2016

23 rd (Thursday)	Executive Committee	9.00 am
23 rd & 24 th	Strategic Retreat	11.00am

July 2016

28 th	Special Programmes Committee	12.30 pm
28 th & 29 th	Trust Meeting	2.00 pm

August 2016

In Gisborne (TBC)		
24 th (Wednesday)	Annual Public Meeting	6.00 pm
25 th (Thursday)	Executive Committee	9.00 am

September 2016

29 th	Special Programmes Committee	12.30 pm
29 th & 30 th	Trust Meeting	2.00 pm

October 2016

27 th (Thursday)	Executive Committee	3.00 pm
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November 2016

24 th	Special Programmes Committee	12.30 pm
24 th & 25 th	Trust Meeting	2.00 pm

December 2016

21 st (Wednesday)	Executive Committee	3.00 pm
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Times are estimates only and will be confirmed on the Agenda Pages

Report type:	Executive / Board Information Papers
Recommendation:	The Executive reviews the Hedging Reports as provided by Michael Chamberlain Associates and the General Manager
Agenda item no:	12
Subject:	Hedging Reports
Responsible for the report:	General Manager

Purpose of report:	To be informed of matters pertaining to the Trusts current hedging exposure to allow an action plan to be developed for hedging contract rollovers.
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The hedging position for July 31st 2015 is attached for your information.

Eastern & Central Community Trust

In the following table Bank of New Zealand sets out the mark to market value[s] of the transaction[s] stipulated in the request from the Customer on the bases set out in that request

Market Value Date

Friday, 31 July 2015

External Deal Ref	Cust Buy Ccy	Cust Buy Amount	Cust Sell Ccy	Cust Sell Amount	Deal Rate	Maturity Date	Reval Rate	MTM Value (NZD)	Spot Rate
CB183012	NZD	8,300,000.00	EUR	5,455,922.00	0.657340	07-Aug-15	0.601311	-773,122.95	0.601690
CB183013	NZD	5,800,000.00	GBP	2,787,712.00	0.480640	07-Aug-15	0.421612	-811,756.69	0.421830
Total								-1,584,879.64	

Note: Where a 3rd Currency Contract exists the Cust Deal Ref will appear twice. The first valuation is for the Cust Buy Currency, and the second, is for the Cust Sell Currency.

E&CCT HEDGING CONTRACTS OPENING REPORT

as at 21st August 2015

Rollover Date: 6th November 2015

CURRENCY Country	Amount Hedged \$NZ	Value of Overseas Exposure in \$NZ 31/07/2015	Hedged % Target %	Trade Date	Deal Rate	Spot Rate 21/08/2015	Rollover Date	Balance \$NZ
Thailand Malaysia USA HongKong Brazil	0	793,066 3,292,505 40,373,000 874,714 0	0.00% 50%	8/05/2015	0.00000	0.00000	6/11/2015	0.00
All European Countries (incl Swiss)	8,300,000	23,498,154	35.32% 50%	8/05/2015	0.60072	0.58740	6/11/2015	-188,212.46
UK	5,800,000	10,676,816	54.32% 50%	8/05/2015	0.42008	0.42210	6/11/2015	27,756.46
Japan	0	0	0% 50%	n/a	n/a	n/a	n/a	0.00
Pimco Bonds (Hedged)	0	15,063,633	0.00% 0%	n/a	n/a	0.92363	n/a	0.00
Australia	0	13,009,601	0.00% 0%	n/a	0.92363	0.92212	n/a	0.00

TOTAL (Incl Bonds)	\$14,100,000	\$107,581,489		Current Balance	-\$160,456.01
EQUITIES ONLY	\$14,100,000	\$92,517,856	15.24%		
Excluding Australia	\$14,100,000	\$79,508,255	17.73%		

Hedging to be increased when exposure falls 5% below the target exposure.

General Manager is empowered to adjust the hedging levels at rollover to the defined tactical targets as set by the Trustees.

USD used to hedge the currencies of USA, Thailand, Malaysia, Hong Kong & Brazil (other).

Euro used to hedge the Euro and the Swiss franc.

J Bell
21/08/2015

Report type:	Executive / Board Information Papers
Recommendation:	The Executive notes the financial advisor's monthly report of the Trust Investment Portfolio as at 31 st July 2015.
Agenda item no:	13
Subject:	Investment Portfolio Report
Responsible for the report:	General Manager

Purpose of report:	To inform the Executive of where the funds of the Board are invested, the overall performance of the diversified investment portfolio and the current asset allocation and compare performance against budget and agreed benchmarks.
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Investment monitoring

report & analysis to 31 July 2015

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31 July 2015

Overall Trust return (%)

	Month	Year (4 months)
Income return	0.31%	2.02%
Market movement	2.36%	3.53%
Total return	2.67%	5.61%

Summarised accounts (\$)

Assets at start	167,115,194	164,434,367
Net cash flow	(459,047)	(2,457,046)
Income received/(paid)	519,576	3,307,248
Growth gains/(losses)	3,937,951	5,829,105
Total investment gains/(losses)	4,457,527	9,136,353
Assets at end	171,113,674	171,113,674
Income sector assets at end		62,902,282 (36.8%)
Growth sector assets at end		108,211,392 (63.2%)

Objectives

Liquidity



Income



Growth



Strategy



Trust performance



Manager performance

Cash



NZ bonds



Overseas
bonds



Total listed
shares



Elevation
Capital



Forsyth
Barr



31 July 2015

Summary

Month

In respect of the investment results to 31 July 2015, we note:

- The asset value is \$171,113,674, up \$4m over the month [Last month: \$167,115,194].
- The portfolio generated investment income of \$519,576 [vs monthly budget: \$638,652].
- The overall investment return for the month was positive 2.67%, i.e. \$4,457,527.

Strategy

- The investment allocation to each sector is within $\pm 5.2\%$ of the benchmark asset allocation.
- Listed shares is 3.3% below the benchmark, and Cash is 5.2% above the benchmark.
- The latest hedging contract position of overseas shares was: 50% hedged to Euro and GBP; 0% hedged to USD and AUD.

Market movements

- Positive: Cash, NZ bonds, Listed shares, Overseas bonds.
- Negative: Nil.

Investment managers' performance (relative to market indices)

- Positive: Cash, Listed shares, Overseas bonds.
- Negative: NZ bonds.

All markets had a good month.

All managers with the exception of NZ bonds and Elevation Capital outperformed their relative indices.

Year (since 1 April 2015)

- The investment portfolio has generated \$3,307,248 of income and experienced \$5,829,105 of market movements since 1 April 2015. The total return has been \$9,136,353 or 5.61% since 1 April 2015. The income level is above budget.

Current issues

Environment

The environment continues to be a low interest rate, low overall inflation and low economic growth environment. We expect this to continue for the foreseeable future (next 5 to 10 years) driven by the demographics (ageing of the baby boomers), the debt levels of major western governments and the fiscal deficits of the US, Japan, UK and Europe, made worse through derivatives.

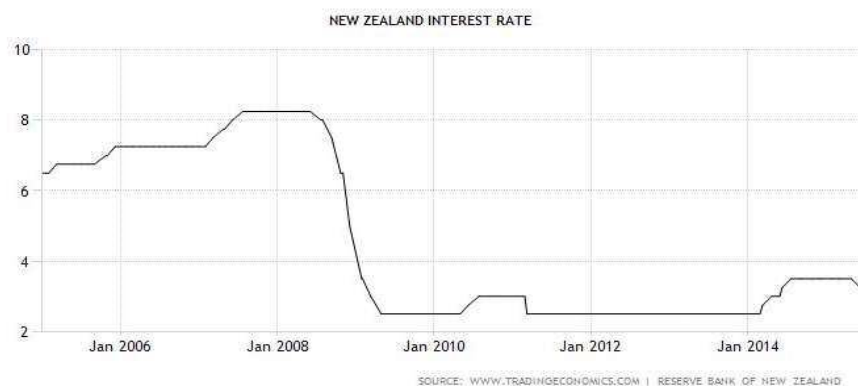
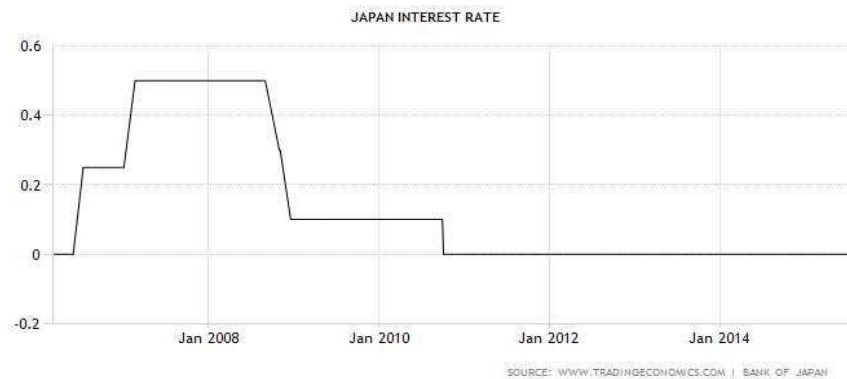
31 July 2015

Monthly theme

NZ vs Japan

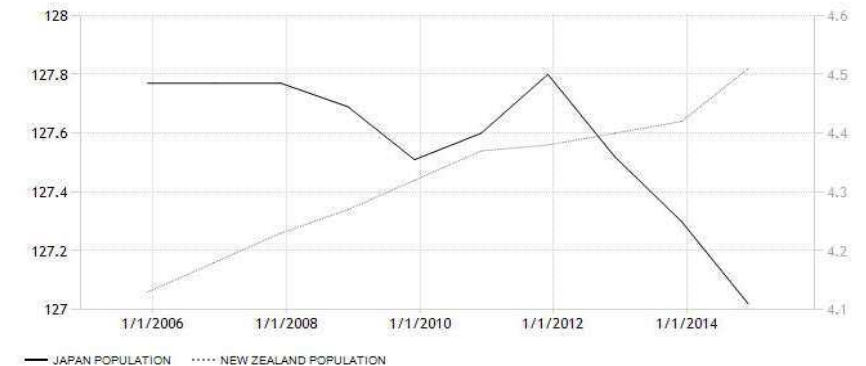
The population of Japan has declined over the last ten years. This has driven ("negatively") the country's main economic indicators such as GDP growth rate and interest rate (see graphs below). In the last ten years the average interest rate in Japan has been at a near record low of 0%, while the GDP growth rate has never risen by more than 5% (lowest level was nearly at -6%).

Japan vs NZ interest rates

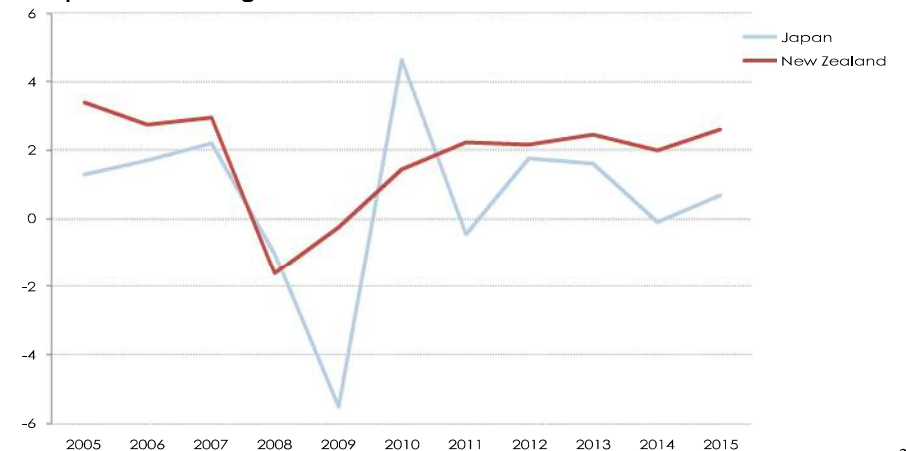


On a relative basis New Zealand is doing well, mainly because the New Zealand population has been growing while the Japanese population is declining. Lower population typically translates to lower demand and a decrease in GDP growth rate.

Japan (LHS) vs NZ (RHS) population



Japan vs NZ GDP growth rate



31 July 2015

Objectives

The investment policy objectives of the Trust are to:

Return

- achieve a growing level of income to fund the budgeted grants and operating costs each year.
- grow the capital base over the long term, to protect the capital and grants against the impact of inflation.

Risk

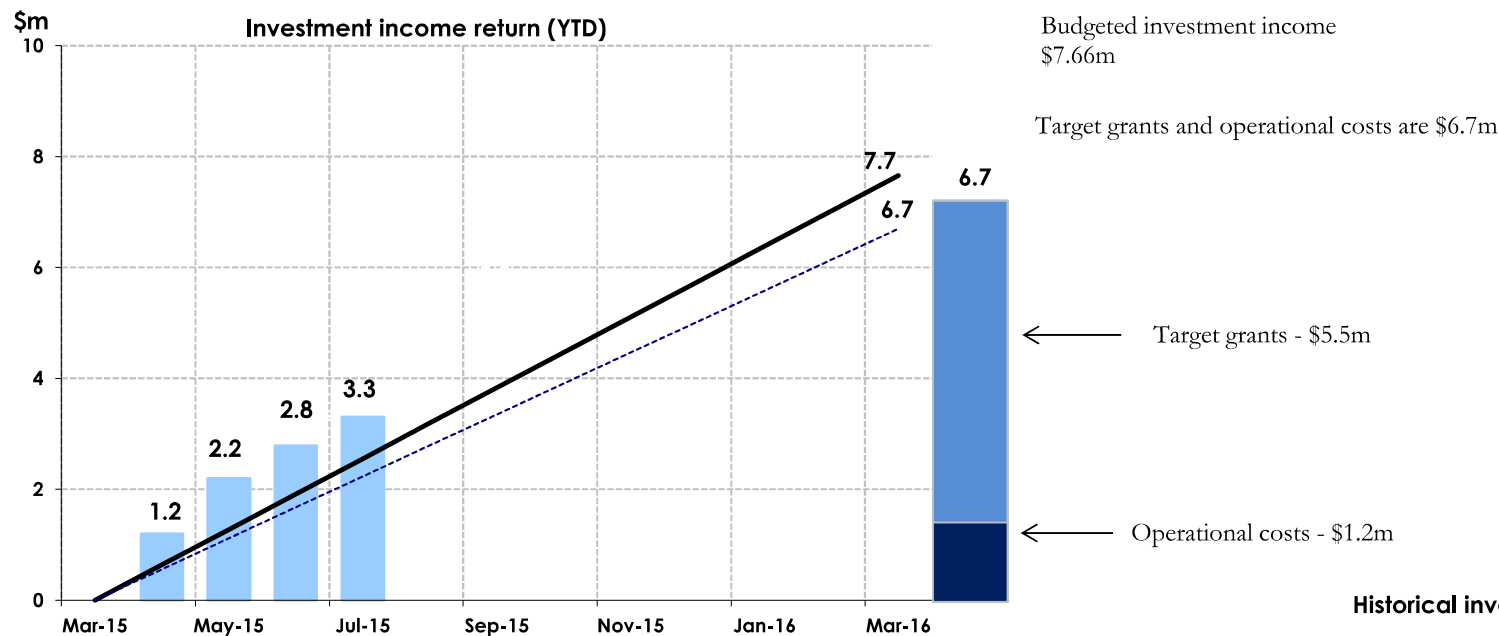
- to generate sufficient actual income each year to let the Trust donate 4% of the adjusted capital base at the start of the year and to meet the Trust's costs. \$6.7m is budgeted for 2015/16.

31 July 2015

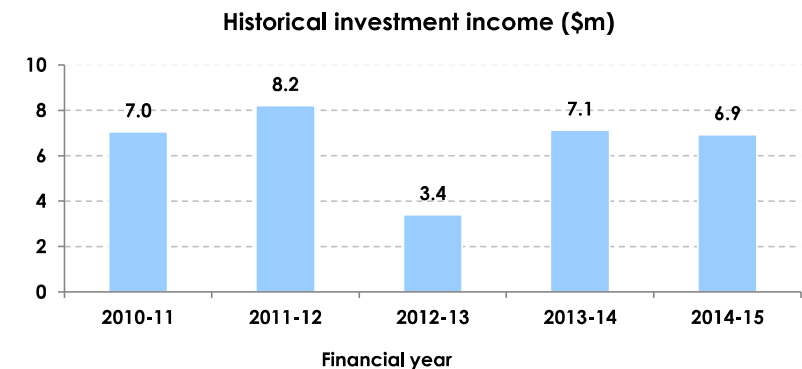
Objective - funding \$5.5m in grants + \$1.2m operation costs (\$6.7m in total)

The objective is to generate investment income which, when supplemented by the cash assets, will let the Trust make grants at the budgeted level and to meet the operational costs. Any budgeted expenditure not met from the investment income is funded from cash. The 2015/2016 target grants and operation costs are \$6.7m. The budgeted investment income is \$7.7m.

The results, relative to the objective and the budget for the year-to-date, are:



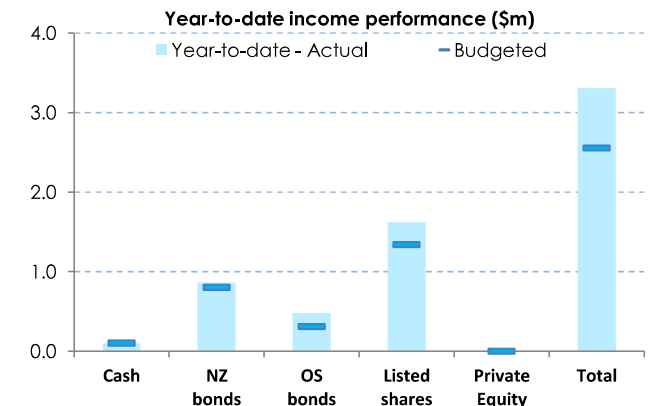
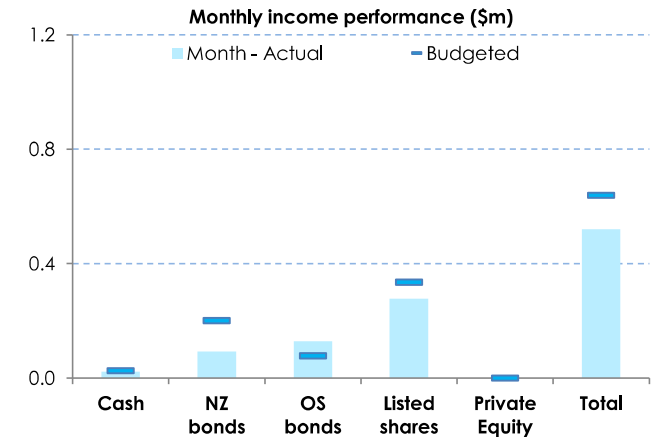
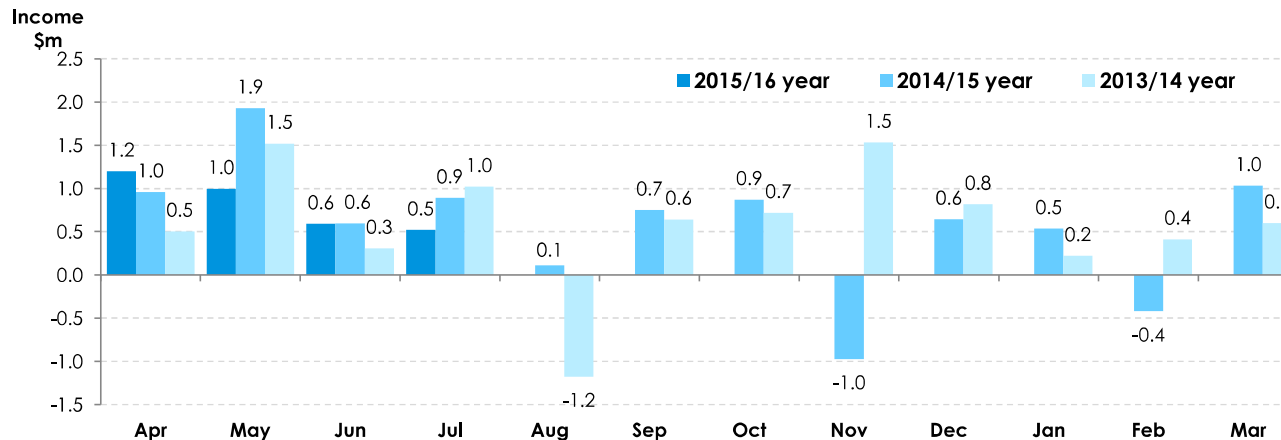
The income comes from interest, coupons, dividends and currency hedging settlements. Details of the source of the income by sector are on page 6.



31 July 2015

Objective - funding \$5.5m in grants + \$1.2m operation costs

	Cash	NZ bonds	OS bonds	Listed shares	Private equity	Currency	Total
Assets: 1 April 2015	6.82	40.12	15.49	100.49	0.70	0.80	164.43
Assets for income budget	6.82	40.12	15.49	100.49	0.70	0.00	164.43
Expected income return (%)	4.5%	6.0%	6.0%	4.0%	0.0%	0.0%	4.7%
Expected income return (\$m)	0.31	2.41	0.93	4.02	0.00	0.00	7.66
Monthly							
Actual	0.02	0.09	0.13	0.28	0.00	0.00	0.52
Budget	0.03	0.20	0.08	0.33	0.00	0.00	0.64
Year-to-date							
Actual	0.09	0.86	0.48	1.62	0.00	0.25	3.31
Budget	0.10	0.80	0.31	1.34	0.00	0.00	2.55



Note: The monthly budget is assumed to be 1/12th of the annual

31 July 2015

Investment movement by sector

	Cash	NZ Bonds	OS Bonds	Listed shares	Private equity	Trust
Month						
Assets at 01 July 2015	6,810,663	40,853,288	14,804,256	103,928,177	718,811	167,115,194
Net investment earnings						
+ Dividends/Coupons/interest	22,040	92,128	128,440	276,967		519,576
+ Realised/unrealised gains(losses)		275,572	68,054	3,594,325		3,937,951
	22,040	367,700	196,494	3,871,293		4,457,527
Capital movements	-18,833		-133,325	-306,888		-459,047
Net change in market value	3,207	367,700	63,168	3,564,405		3,998,480
Assets at 31 July 2015	6,813,870	41,220,988	14,867,424	107,492,581	718,811	171,113,674
Year-to-date						
Assets at 01 April 2015	6,822,535	40,124,367	15,493,498	101,297,583	696,384	164,434,367
Net investment earnings						
+ Dividends/Coupons/interest	94,140	863,605	477,044	1,872,459		3,307,248
+ Realised/unrealised gains(losses)		233,015	-606,126	6,202,215		5,829,105
	94,140	1,096,621	-129,082	8,074,674		9,136,353
Capital movements	-102,805		-496,992	-1,879,675	22,427	-2,457,046
Net change in market value	-8,665	1,096,621	-626,074	6,194,998	22,427	6,679,307
Assets at 31 July 2015	6,813,870	41,220,988	14,867,424	107,492,581	718,811	171,113,674

Allocation of capital & investment strategy

The assets of the Trust are split between cash, bonds and shares. The split is designed to achieve the return objectives of the Trust to support the grants policy. Each class of asset has a different purpose and a different pattern of returns. The resulting asset mix is the investment strategy of the Trust.

The allocation of capital is:

- \$10m is targeted at cash to provide liquidity;
- \$50m at bonds to provide cash flow over the next 10 years, to fund the grants as required;
- The balance is allocated to shares to provide long-term growth. Of the shares, up to \$20m is available for private equity.

31 July 2015

Investment strategy - by investment asset type

The investment strategy should be looked at in terms of the split of the current assets relative to the purpose, the benchmark, the benchmark applied to the capital base and the benchmark applied to 125% of the capital base.



Purpose

	Liquidity Certainty Short-term	Income Reduced volatility Medium-term	Inflation protection Growth Long-term	Current grants Intergenerational Equity
Benchmark (\$)	\$10.00m	\$50.00m	\$111.11m	\$171.11 m
Benchmark (%)	5.8%	29.3%	65.0%	100.0%

Current assets vs benchmark

Current assets	\$14.95 m	\$47.95 m	\$108.21 m	\$171.11 m
Benchmark assets	<u>\$10.00 m</u>	<u>\$50.00 m</u>	<u>\$111.11 m</u>	<u>\$171.11 m</u>
Excess (shortfall)	\$4.95 m	-\$2.05 m	-\$2.90 m	\$0.00 m

Current assets vs capital base

Current assets	\$14.95 m	\$47.95 m	\$108.21 m	\$171.11 m
Capital base	<u>\$10.00 m</u>	<u>\$50.00 m</u>	<u>\$85.13 m</u>	<u>\$145.13 m</u>
Excess (shortfall)	\$4.95 m	-\$2.05 m	\$23.08 m	\$25.98 m

Current assets vs 125% x capital base

Current assets	\$14.95 m	\$47.95 m	\$108.21 m	\$171.11 m
Target assets	<u>\$10.00 m</u>	<u>\$50.00 m</u>	<u>\$121.41 m</u>	<u>\$181.41 m</u>
Excess (shortfall)	\$4.95 m	-\$2.05 m	-\$13.20 m	-\$10.30 m

Notes:

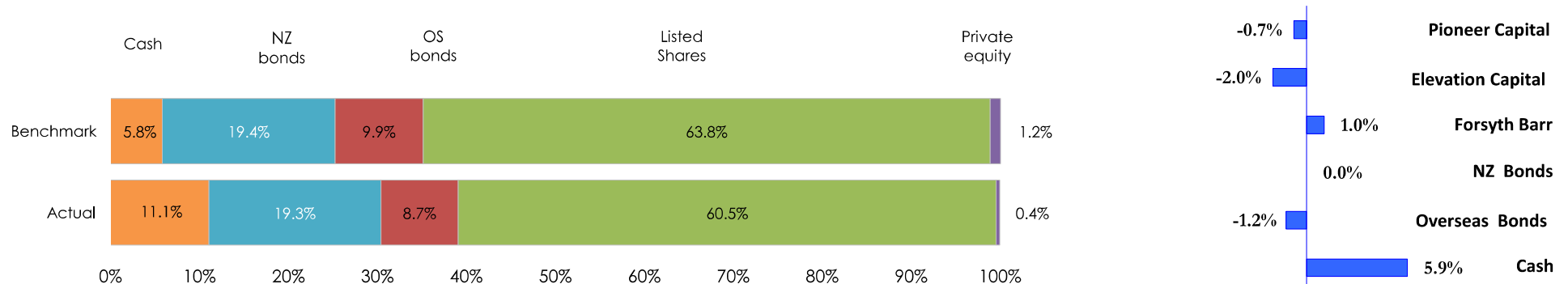
1. For the target asset levels, the cash holdings should include the undistributed distribution a/c.
2. The allocation to bonds is below the optimal level for 125% x Capital base.
3. The allocation to shares/property is below the benchmark level on each basis, reflecting the general downturn in the markets over the last 6 years.
4. The capital base (i.e. \$145.13m) represents the inflation adjusted original capital base set in April 1997 (i.e. \$90m) and should, in addition, include the undistributed grants reserve. The current assets should ideally exceed the value of these.

31 July 2015

Investment strategy - by manager and asset type

	Listed shares	Private equity	Bonds	Cash	Total	Actual	
						\$	%
Growth							
Listed shares							
Elevation Capital	\$46,885,310			\$5,079,494	\$51,964,805	\$51.96m	30.4%
Forsyth Barr	\$56,624,807			\$487,849	\$57,112,656	\$57.11m	33.4%
Private equity							
Pioneer Capital		\$718,811			\$718,811	\$0.72m	0.4%
						\$109.80m	64.2%
Income							
NZ bonds			\$33,086,693		\$33,086,693	\$33.09m	19.3%
Overseas bonds			\$14,867,424		\$14,867,424	\$14.87m	8.7%
						\$47.95m	28.0%
Cash							
Trust				\$6,813,870	\$6,813,870	\$6.81m	4.0%
Forsyth Barr Esam Cushing				\$8,134,295	\$8,134,295	\$8.13m	4.8%
FX Overlay1				-\$1,584,880	-\$1,584,880	-\$1.58m	-0.9%
						\$13.36m	7.8%
Total	\$103,510,117	\$718,811	\$47,954,117	\$18,930,629	\$171,113,674		
Current allocation (%)	60.5%	0.4%	28.0%	11.1%	100.0%		
Difference from benchmark	-3.3%	-0.7%	-1.2%	5.2%			
Benchmark	63.8%	1.2%	29.2%	5.8%	100.0%		
Indices used for comparison	MSCI world net div (currency unhedged)	NZX 50 index	ANZ Corp A grade/Citigroup WGBI index	NZX call index			

Position from benchmark



31 July 2015

Investment returns & currency

This section summarises the overall Trust's returns, the managers' returns by sector.

A summary on the current currency exposure levels is also given.

31 July 2015

Trust performance - current year and historically

The "Trust return" is the overall performance of the Trust and includes both the income and the change in the market value of the assets. The "policy return" is the return of the Trustees' investment policies in the context of what happened in the investment markets. Details of the returns of the different investment market sectors are shown on page 19 and details of the indices are on page 37.

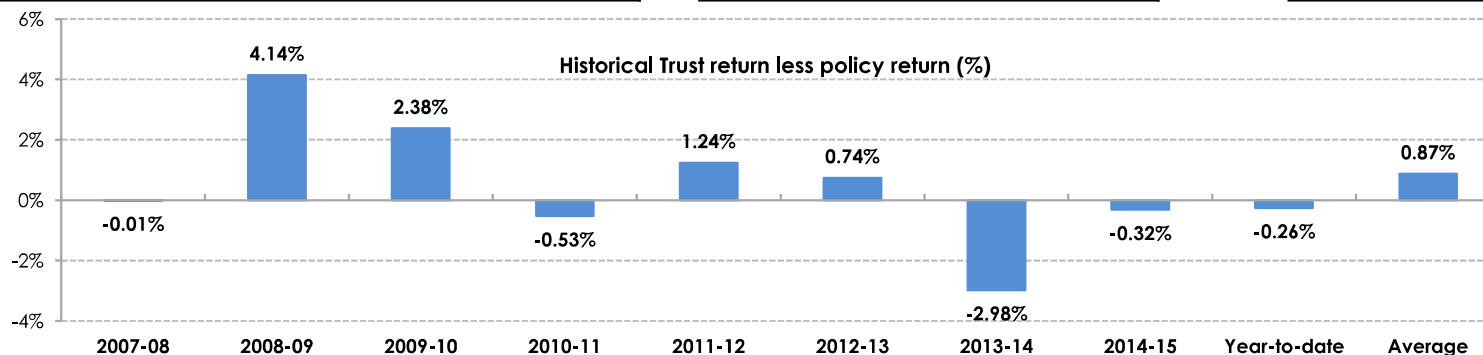
For the year to date, the Trust has achieved a total return of 5.61%, which was 0.26% below the policy return. The 0.26% represents a Trust return of \$0.40m, below what the policy return achieved.

	Trust return (%)	Policy return (%)	Difference (%)
July-15	2.67%	2.38%	0.29%
Year-to-date	5.61%	5.87%	(0.26%)
March-16			
February-16			
January-16			
December-15			
November-15			
October-15			
September-15			
August-15			
July-15	2.67%	2.38%	0.29%
June-15	(0.15%)	(0.02%)	(0.13%)
May-15	2.90%	2.81%	0.09%
April-15	0.11%	0.60%	(0.49%)

Trust (\$m)	Policy (\$m)	Difference (\$m)
\$4.46	\$3.98	\$0.48
\$9.14	\$9.54	(\$0.40)
\$4.46	\$3.98	\$0.48
(\$0.25)	(\$0.03)	(\$0.21)
\$4.75	\$4.61	\$0.14
\$0.18	\$0.98	(\$0.80)

Trust performance - Historical

	Trust (%)	Policy (%)	Difference (%)
Year-to-date	5.61%	5.87%	(0.26%)
2014-15	14.10%	14.42%	(0.32%)
2013-14	6.26%	9.24%	(2.98%)
2012-13	10.61%	9.87%	0.74%
2011-12	(0.39%)	(1.63%)	1.24%
2010-11	7.44%	7.97%	(0.53%)
2009-10	26.25%	23.88%	2.38%
2008-09	(8.51%)	(12.65%)	4.14%
2007-08	(2.43%)	(2.42%)	(0.01%)
Since inception (% p.a.)	7.57%	6.70%	0.87%



Note: The assumptions behind the investment policies contemplated a 2015/16 return of 7.01% a year, made up of income of 4.68% and growth of 2.33%.

31 July 2015

Currency & overseas shares returns

In terms of the overseas share investments, the return received depends on the returns from the share markets, and the change in value, through movement in the exchange rate. This ignores the return received through dividends.

The movement in the exchange rate is managed through hedging by way of forward contracts. When hedging contracts are held, the investors receive the benefit of the interest rate differential built into the contracts. This page looks at the source of returns with respect to the overseas share investments.

Split of policy return:	Total	Elevation Capital	Forsyth Barr
Share market movement	\$2,575,693	\$482,563	\$2,093,129
Currency movement (50% hedged)	\$630,027	\$337,429	\$292,598
Policy return	\$3,205,719	\$819,992	\$2,385,727
Currency management	\$400,040	\$211,568	\$188,472
Total return	\$3,605,759	\$1,031,560	\$2,574,200

Note:

The return on the combined Forsyth Barr and Elevation Capital managed shares for the month was \$3,835,746. This can be split between the market movement and the movement in the NZ dollar.

Market movement	\$2,575,693
Exchange rate movement	\$1,260,054
	<hr/>
	\$3,835,746

The Trust's policy is to be 50% hedged, therefore the policy return for the month is \$3,205,719, i.e. the market movement and 50% of the exchange rate movement. The total return from the listed shares was \$3,605,759. Therefore the hedging management policy, to depart from the neutral position, increased \$400,040 over the month.

Historically, over the 2015/2016 year, the split has been:

Return from:	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	YTD 2015/16
Share markets	(\$782,273)	(\$178,362)	\$2,575,693	\$2,575,693									\$4,190,751
Application of 50% neutral policy	\$139,582	\$2,473,980	\$630,027	\$630,027									\$3,873,615
= Benchmark return	(\$642,691)	\$2,295,618	\$3,205,719	\$3,205,719									\$8,064,366
Impact movement of policy from 50%	(\$30,108)	\$1,733,668	\$1,439,092	\$400,040									\$3,542,692
= Total return	(\$672,799)	\$4,029,286	\$4,644,811	\$3,605,759									\$11,607,058

31 July 2015

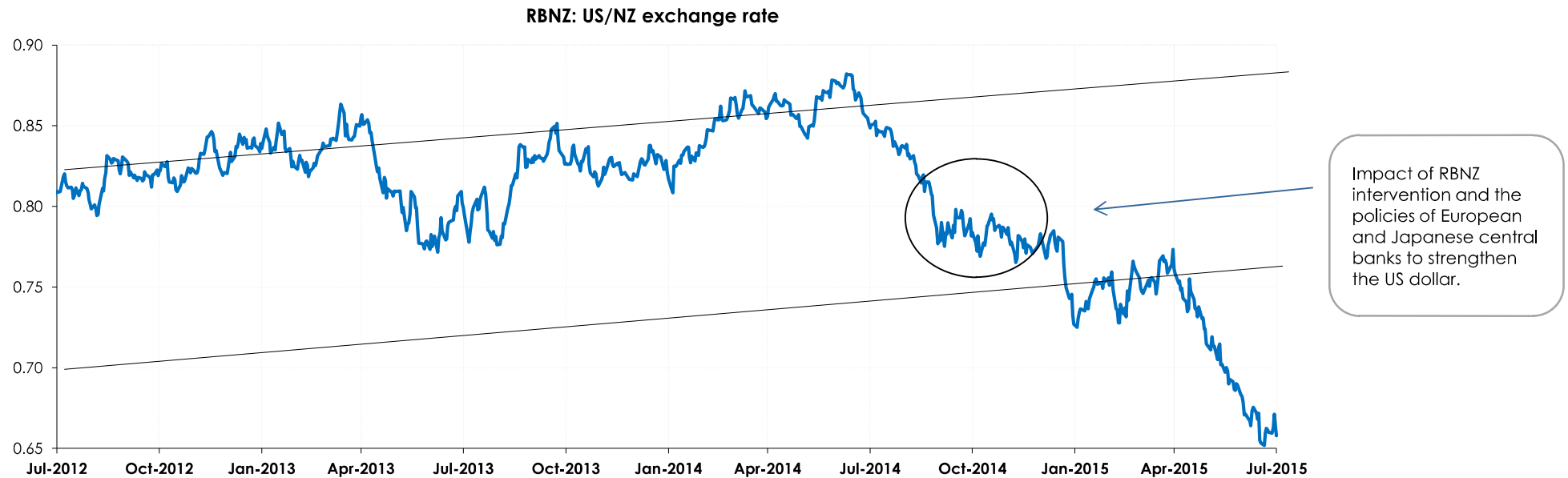
Hedging levels

The benchmark position is to be 50% hedged against the foreign currency exposures. This is an average position over the long term. The actual hedging level is varied between 0% and 100% by the Trustees.

At month end, the overseas shares hedging level is approximately 50%. However, the individual country levels are more important. On 31 July 2015, the individual currency target hedging levels were:

	AUD	EURO	GBP	USD
Hedging level	0%	50%	50%	0%

On 31 July 2015, the RBNZ US\$/NZ\$ exchange rate was 0.6577. Since 31 July 2012 it has been:



31 July 2015

Manager performance

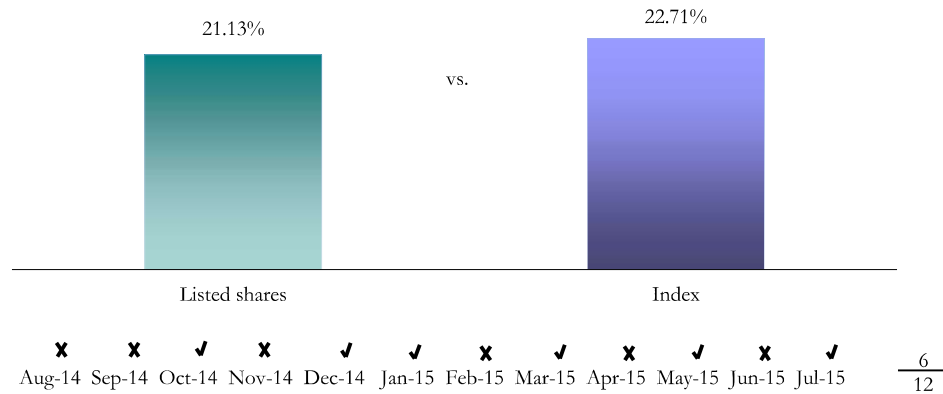
This section summarises performance by manager relative to the benchmark indices along with the attribution analysis.

31 July 2015

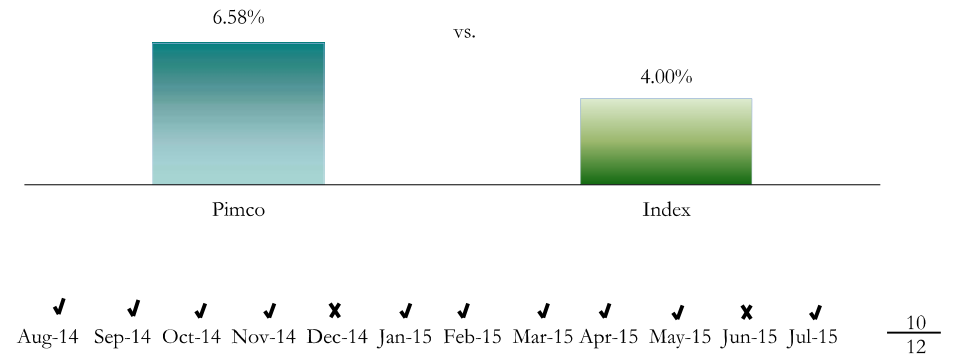
Last 12 months' performance relative to market benchmark returns

Details of the indices are on page 37.

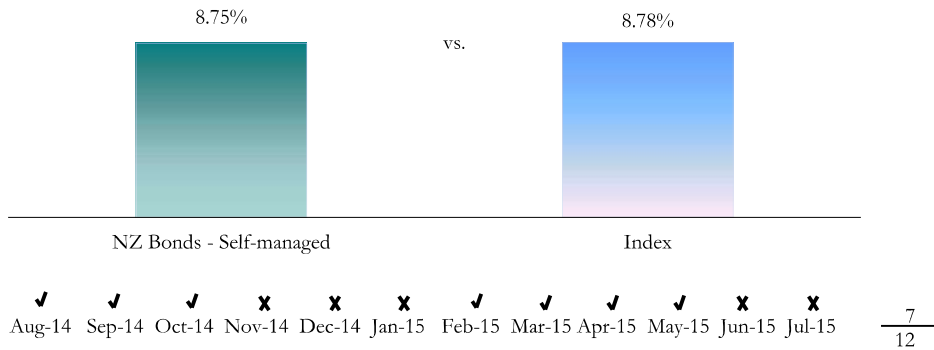
Listed shares



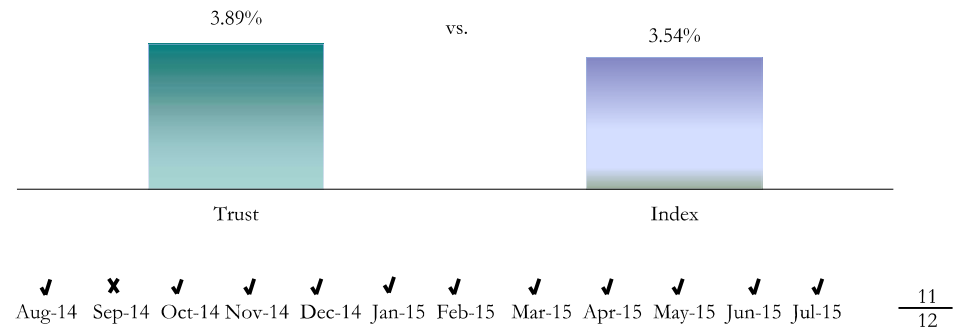
OS bonds - Pimco



NZ bonds - Self-managed



Cash - Self-managed



Last 12 months' attribution analysis

The following table sets out the reporting month's value added (i.e. the difference between the Trust's returns and the general market returns) broken down by asset allocation, stock selection, and timing effect. The general market return is the "benchmark" return i.e. the return that could be achieved if the investment policies were implemented "perfectly".

Value added: -1.29%

Benchmark return	+	Asset allocation	+	Stock selection	+	Timing effect	=	Actual return
16.94%	+	0.02%	+	1.85%	+	-3.15%	=	15.65%

Year-to-date attribution analysis

This page sets out the year to date value added (i.e. the difference between the Trust's returns and the general market returns) broken down by asset allocation, stock selection, and timing effect. The general market return is the "benchmark" return i.e. the return that could be achieved if the investment policies were implemented "perfectly".

Value Added: -0.26%

Benchmark return	+	Asset allocation	+	Stock selection	+	Timing effect	=	Actual return
5.87%	+	0.04%	+	-0.07%	+	-0.23%	=	5.61%

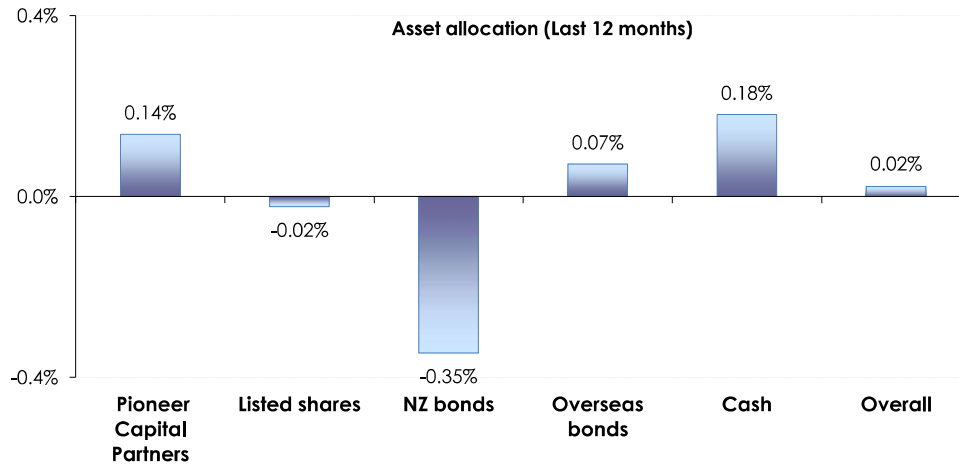
31 July 2015

This page sets out the value added (i.e. the difference between the Trust's returns and the general market returns) broken down by individual sector for the month. The general market return is the "benchmark" return i.e. the return that could be achieved if the investment policies were implemented "perfectly".

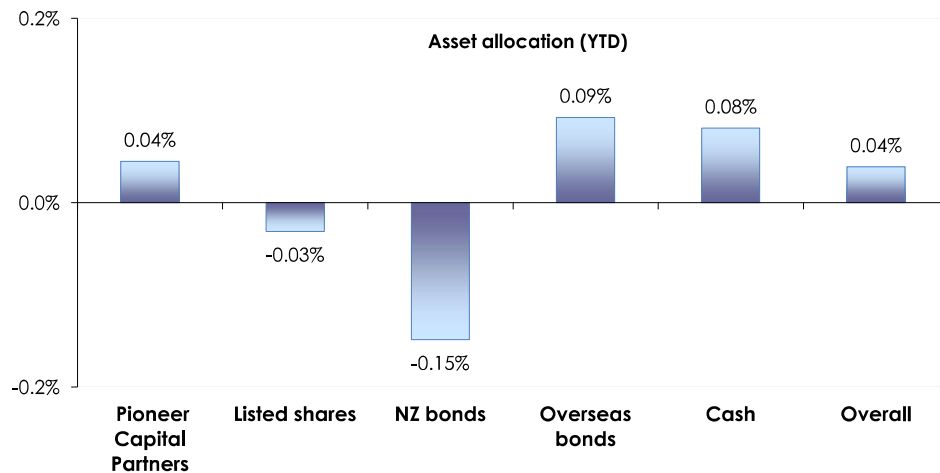
Asset allocation attribution analysis

The value from asset allocation relates to the impact of the decisions to vary the short-term strategy away from the benchmark.

Last 12 months'

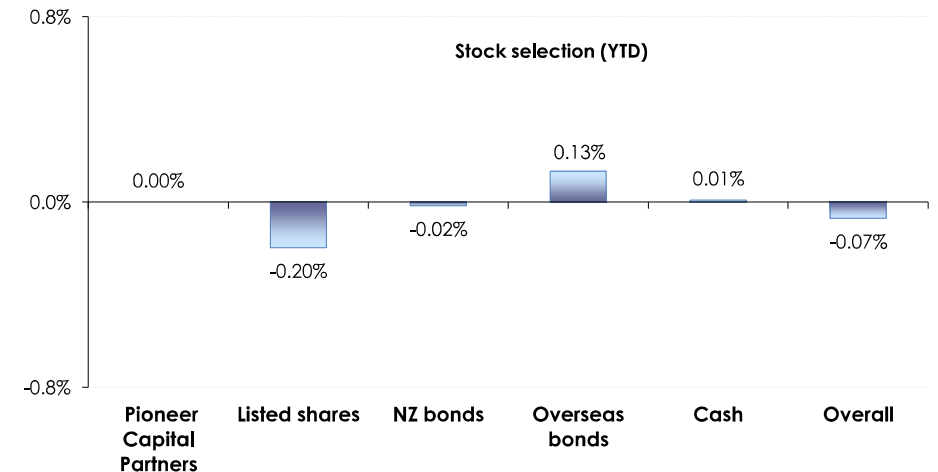
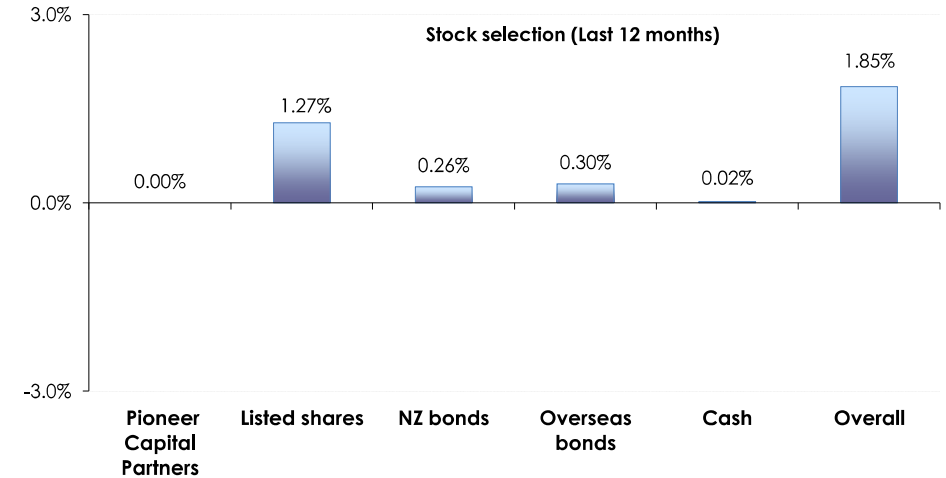


Year-to-date



Stock selection attribution analysis

The value from stock selection relates to the decision to hold a portfolio of assets different to the assets reflective of the overall market.

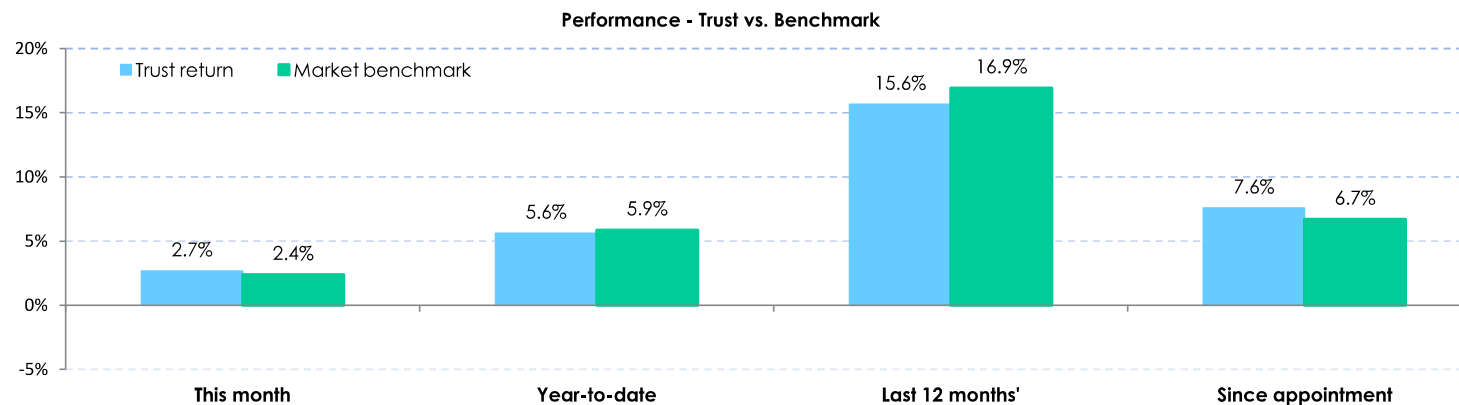


31 July 2015

Performance by manager

	This month (%)			Year-to-date (%)			Last 12 months' (%)			Since appointment (%p.a.)		
	returns			returns			returns			returns		
	Actual	Benchmark	Value added	Actual	Benchmark	Value added	Actual	Benchmark	Value added	Actual	Benchmark	Value added
Overall Trust return	2.67%	2.38%	0.29%	5.61%	5.87%	-0.26%	15.65%	16.94%	-1.29%	7.57%	6.70%	0.87%
Total shares	3.73%	3.07%	0.66%	8.07%	8.40%	-0.32%	21.13%	22.71%	-1.57%	8.61%	7.03%	1.58%
Listed shares	3.73%	3.07%	0.66%	8.07%	8.40%	-0.32%	21.13%	22.71%	-1.57%	13.76%	17.16%	-3.40%
Elevation Capital (portfolio)	2.33%	3.07%	-0.74%	7.20%	8.40%	-1.20%	18.69%	22.71%	-4.02%	11.07%	17.16%	-6.09%
Shares	2.74%	3.07%	-0.32%	9.72%	8.40%	1.32%	19.66%	22.71%	-3.04%	10.96%	17.16%	-6.20%
Liquidity	-0.22%			6.43%			6.10%			4.53%		
Forsyth Barr (portfolio)	5.04%	3.07%	1.97%	8.88%	8.40%	0.48%	30.59%	22.71%	7.88%	16.59%	17.16%	-0.57%
Shares	5.21%	3.07%	2.14%	11.39%	8.40%	2.99%	31.08%	22.71%	8.37%	16.80%	17.16%	-0.36%
Liquidity	0.21%			-1.81%			-2.26%			-0.16%		
Currency hedging	-0.22%	-0.56%	0.33%	-2.07%	-6.16%	4.08%	-3.05%	-8.74%	5.69%	-0.13%	-2.78%	2.65%
Pioneer Capital Partners	0.00%			0.00%			0.00%			0.00%		
NZ bonds - Self-managed	0.90%	1.12%	-0.22%	2.73%	2.80%	-0.06%	8.75%	8.78%	-0.03%	7.70%	6.91%	0.79%
OS bonds - Pimco	1.33%	1.00%	0.33%	-0.84%	-1.61%	0.76%	6.58%	4.00%	2.58%	5.60%	3.58%	2.02%
Self-managed - cash	0.32%	0.27%	0.05%	1.34%	1.13%	0.21%	3.89%	3.54%	0.36%	6.01%	5.17%	0.84%

Note: Details of the benchmark indices are on page 37.



31 July 2015

Listed shares portfolio

Elevation Capital - Christopher Swasbrook

Forsyth Barr - Richard Burton

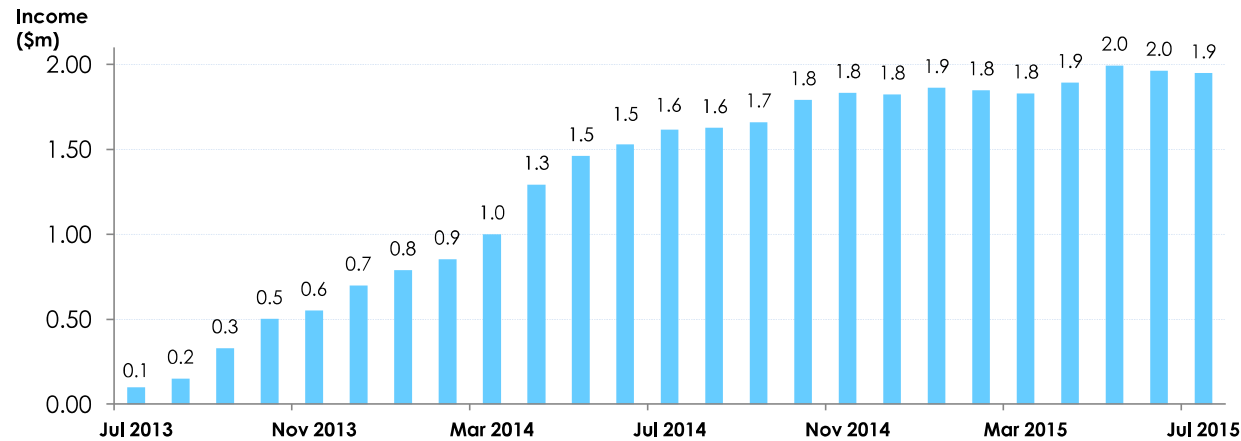
The objective of the portfolio is to provide:

- an income stream of 4.0% of the value of the portfolio each year, and
- a growing level of dividend income in absolute terms over rolling 1 year periods, and
- an increasing portfolio value over a five year period.

Summary of Income

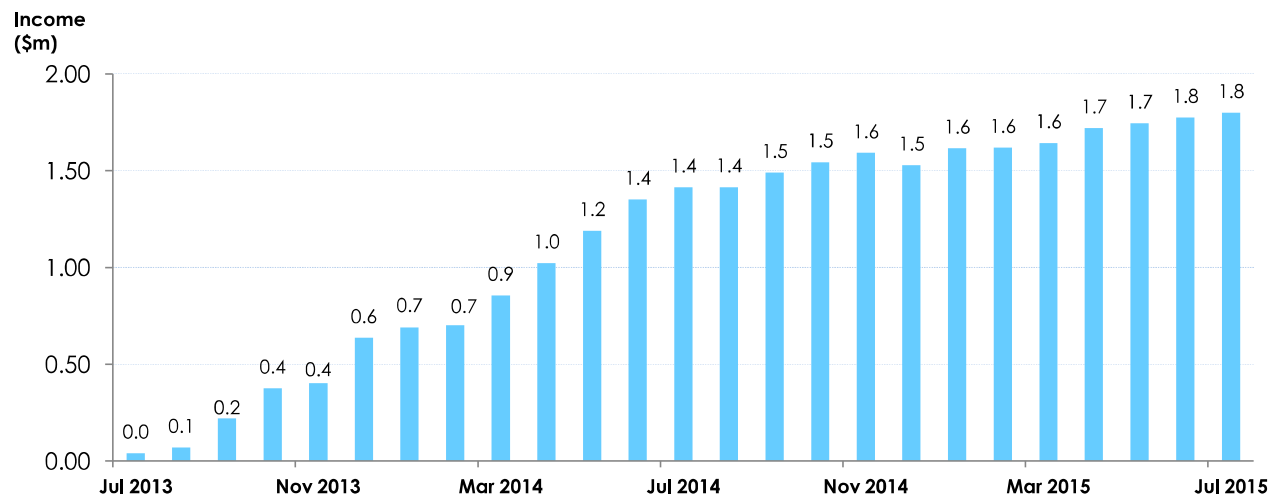
Cumulative dividend income for 12 month periods to month shown (\$m)

Elevation Capital



Assets	\$51,964,805
Distributions paid out since appointment	\$3,576,580

Forsyth Barr

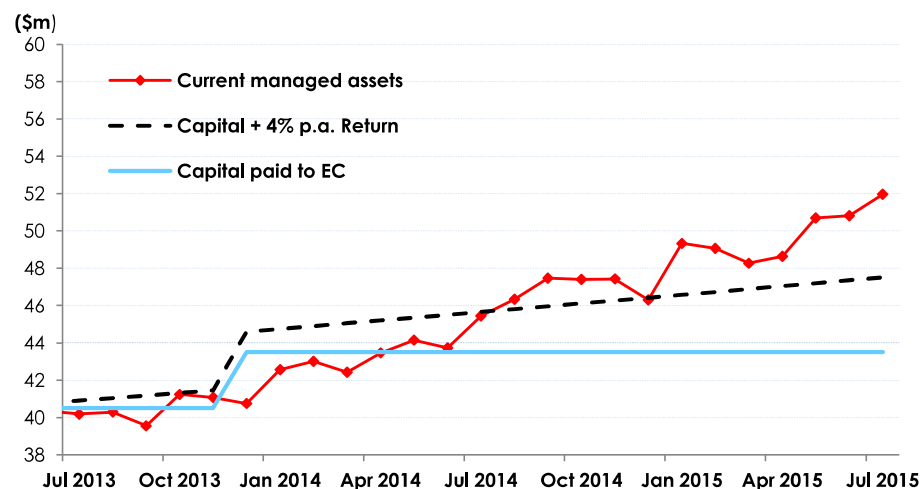


Assets	\$57,112,656
Distributions paid out since appointment	\$3,263,003

31 July 2015

Growth in portfolio

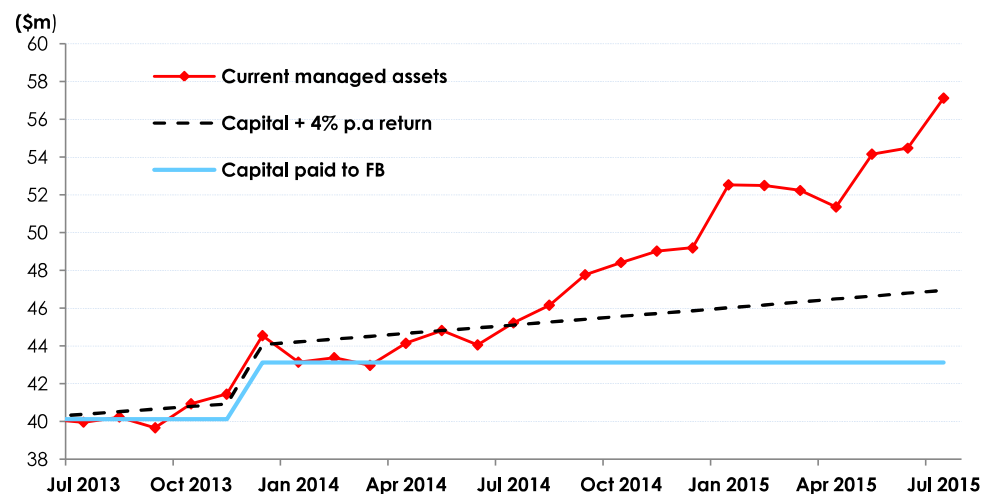
Elevation Capital



	Financial year to date	Since appointment
Value start of the year	\$45,028,059	
New capital given to manager		\$43,500,000
Dividends received/earned	\$833,347	\$3,663,424
Distributions paid to Trust	(\$818,730)	(\$3,576,580)
Market movement	(\$3,916,866)	(\$1,572,425)
Currency movement	\$5,759,500	\$4,870,892
Cash	\$5,079,494	\$5,079,494
Value at 31 Jul 2015	\$51,964,805	\$51,964,805

Note: Elevation Capital has also returned \$3.58m to the Trust since appointment.

Forsyth Barr



	Financial year to date	Since appointment
Value start of the year	\$48,576,929	
New capital given to manager		\$43,113,670
Dividends received/earned	\$755,726	\$3,254,689
Distributions paid to Trust	(\$813,905)	(\$3,263,003)
Market movement	\$2,504,375	\$8,846,666
Currency movement	\$5,601,681	\$4,672,785
Cash	\$487,849	\$487,849
Value at 31 Jul 2015	\$57,112,656	\$57,112,656

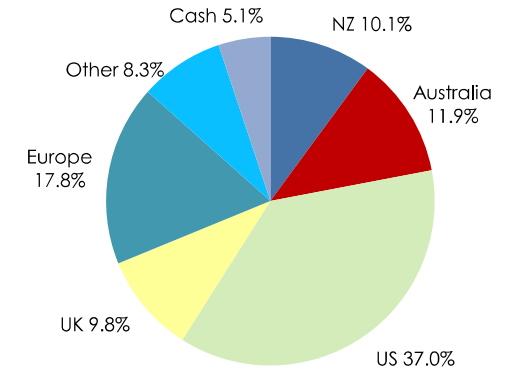
Note: Forsyth Barr has also returned \$3.26m to the Trust since appointment.

Note: The difference between dividends & interest earned, and what was paid out, is the exchange rate used.

31 July 2015

Geographic split

Country of listing	No. of holdings			Value of holdings			%
	EC	FB	Total	EC	FB	Total	
NZ	2	12	14	1,647,000	9,341,655	10,988,655	10.1%
Australia	10	7	17	6,906,495	6,103,106	13,009,601	11.9%
US	23	23	46	17,952,777	22,423,428	40,376,205	37.0%
UK	7	4	11	6,878,188	3,798,816	10,677,004	9.8%
Europe	7	14	21	6,523,214	12,866,563	19,389,776	17.8%
Other	9	2	11	6,977,636	2,091,240	9,068,876	8.3%
Shares	58	62	120	46,885,310	56,624,807	103,510,117	94.9%
Cash				5,079,494	487,849	5,567,344	5.1%
Total				51,964,805	57,112,656	109,077,461	100.0%



Industry split

Start of the year

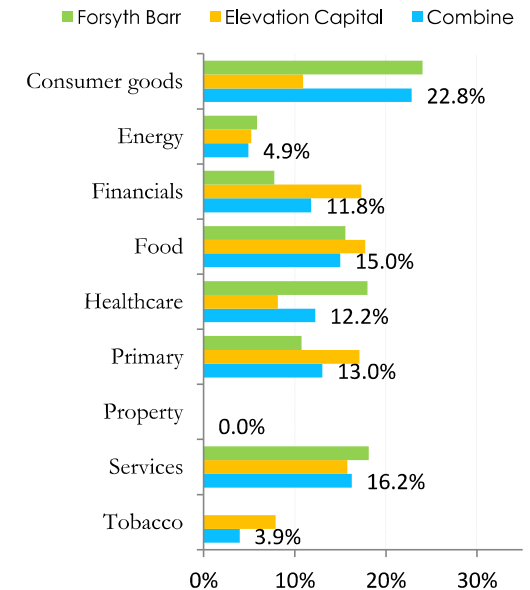
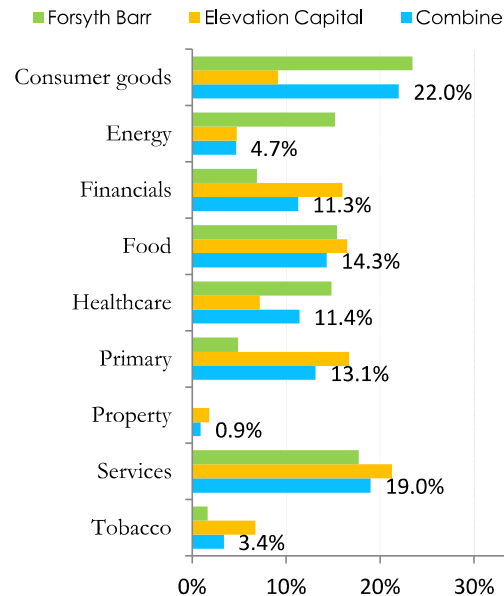
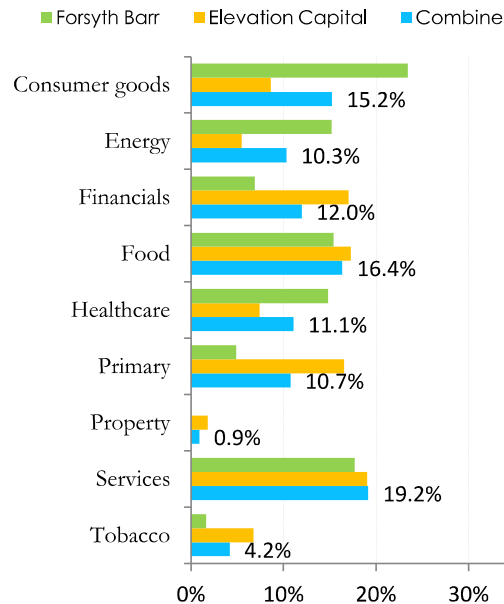
31 Mar 2015

Start of the month

30 Jun 2015

End of the month

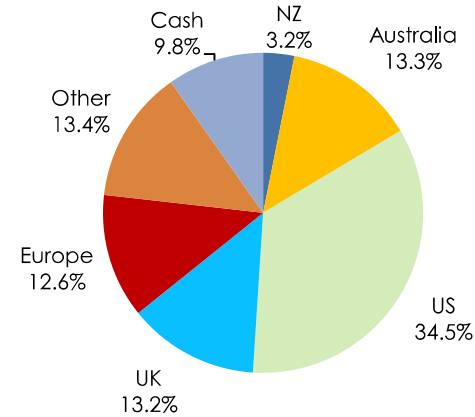
31 Jul 2015



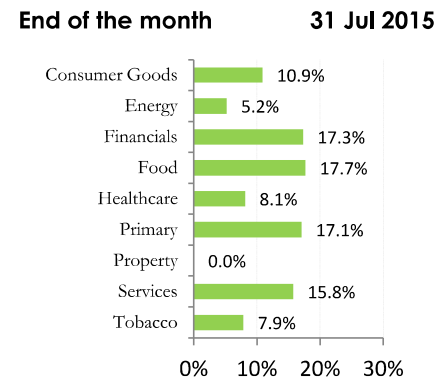
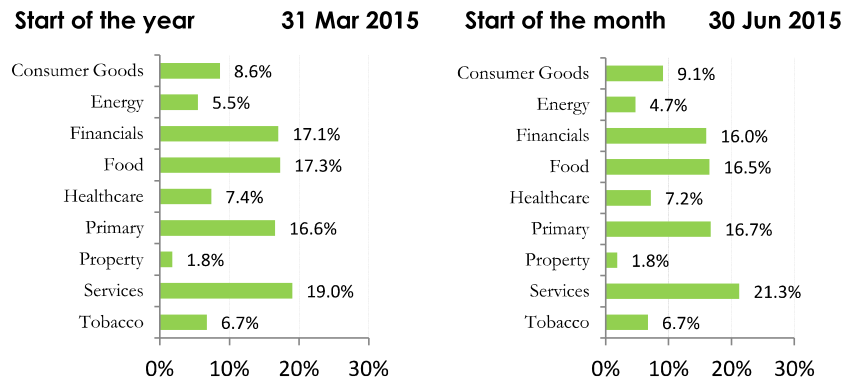
31 July 2015

Geographic split

Country of listing	No. of holdings	\$	%
NZ	2 shares	1,647,000	3.2%
Australia	10 shares	6,906,495	13.3%
US	23 shares	17,952,777	34.5%
UK	7 shares	6,878,188	13.2%
Europe	7 shares	6,523,214	12.6%
Other	9 shares	6,977,636	13.4%
Shares	58 shares	46,885,310	90.2%
Cash		5,079,494	9.8%
Total		51,964,805	100.0%



Industry split



Market returns (NZ\$)

	Last 1 year	Last 3 years	Last 5 years
Consumer goods	49.8%	28.3%	19.2%
Energy	-7.8%	3.5%	3.9%
Financials	37.4%	24.3%	10.6%
Food	44.7%	19.7%	16.8%
Healthcare	59.5%	32.9%	22.6%
Primary	11.9%	8.4%	2.6%
Services	41.9%	24.6%	17.4%
Overall MSCI	36.3%	21.4%	13.1%

Concentration risks:

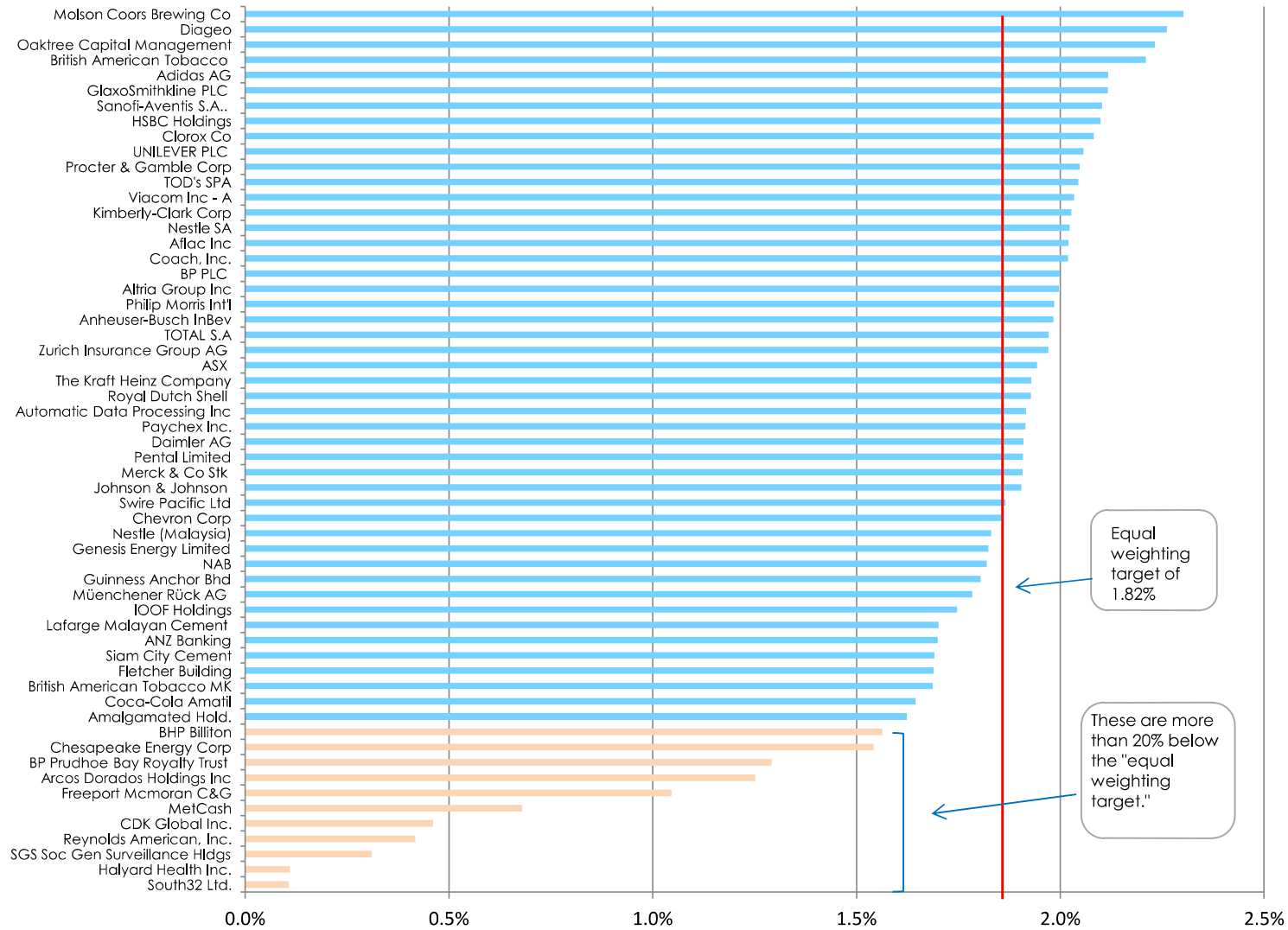
Shares that are 20% or more above the "equal weighting target" of \$939,069

Shares that are 20% or less below the "equal weighting target" of \$939,069

BHP Billiton MetCash Arcos Dorados Holdings Inc BP Prudhoe Bay Royalty Trust CDK Global Inc. Freeport McMoran C&G Halyard Health Inc. South32 Ltd. SGS Soc Gen Surveillance Hldgs Reynolds American, Inc. Chesapeake Energy Corp

31 July 2015

Portfolio weightings



31 July 2015

Note: The following table is extracted from the next tables, with figures shown in dollars.

	During the year						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
Overall shares	45,028,059	4,637,197	-6,332,988	-2,206,457	5,759,500	46,885,310	833,347
Liquidity (cash)	3,238,411	-	1,723,640	-72,256	189,699	5,079,494	13,232
Overall asset	48,266,471	4,637,197	-4,609,348	-2,278,714	5,949,199	51,964,805	846,578

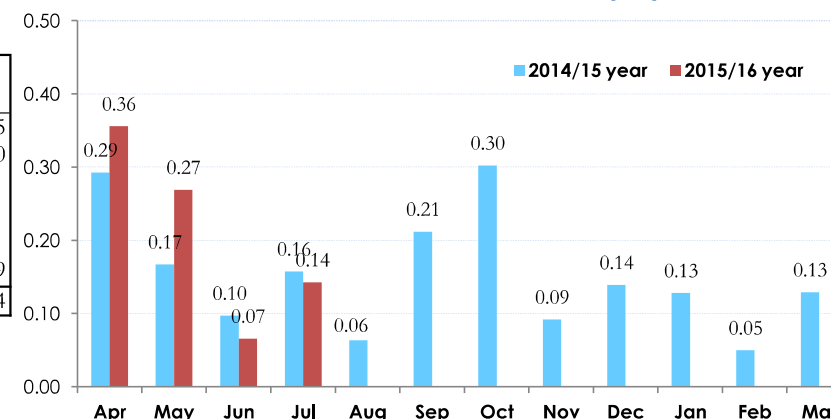
	During the month						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
NZ	3,053,611	261,006	-1,701,517	33,900	-	1,647,000	-
AUST	8,439,550	-	-1,607,781	300,440	-225,714	6,906,495	43,452
US	17,432,304	1,523,286	-1,017,747	-625,819	640,754	17,952,777	57,597
UK	6,578,769	-	-	161,546	137,874	6,878,188	24,304
Europe	6,131,629	-	-	313,044	78,540	6,523,214	10,694
Other	7,583,861	131,046	-1,080,127	299,452	43,404	6,977,636	6,772
Overall shares	49,219,724	1,915,337	-5,407,172	482,563	674,857	46,885,310	142,818
Liquidity (cash)	1,598,370	-	3,492,225	-44,946	33,846	5,079,494	3,762
Overall asset	50,818,094	1,915,337	-1,914,948	437,617	708,704	51,964,805	146,581

Returns		
Month	Year-to-date	Since Inception
1.5%	-0.5%	11.4%
1.6%	6.4%	2.8%
0.4%	8.3%	16.2%
4.9%	17.9%	11.8%
6.6%	14.9%	19.2%
4.9%	10.4%	8.6%
2.7%	9.7%	11.0%
-0.2%	6.4%	4.5%
2.5%	9.5%	11.1%

Cash holdings

Currencies	Ex rate 30 Jun 15	Start values (local)	End values (local)	Ex rate 31 Jul 15	Currency gain/loss	End values (NZ\$)
New Zealand dollars	1.0000	332,579	4,925,725	1.0000	-	4,925,725
Australian dollars	0.8775	298,607	133,977	0.9025	23,065	148,450
Swiss Franc	0.6328	83,081	-	0.6369	-259	-
Euro	0.6073	437,418	-	0.6000	-	-
Pound Sterling	0.4306	286	-	0.4220	-	-
US dollars	0.6764	49,543	3,506	0.6593	11,040	5,319
					33,846	5,079,494

Year-to-date income (\$m)



31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
New Zealand																	
AIA	Akl Int'l Airport	Services	3.00	150,000	-	4.94	-	740,250	-	-771,892	31,642	-	-	-	4.3%	15.9%	29.3%
FBU	Fletcher Building	Primary	8.33	100,000	100,000	8.12	7.92	812,000	-	-	-20,000	-	792,000	-	-2.5%	-4.1%	1.6%
GNE	Genesis Energy Limited	Energy	1.77	350,000	500,000	1.74	1.71	609,000	261,006	-	-15,006	-	855,000	-	-2.0%	-20.9%	17.4%
KPG	Kiwi Property Group	Property	1.20	694,444	-	1.29	-	892,361	-	-929,624	37,264	-	-	-	4.2%	6.7%	14.7%
NZ subtotal in \$ooo's		2 shares						3,054	261	-1,702	34	-	1,647	-	1.5%	-0.5%	11.4%
Australia																	
AHD	Amalgamated Hold.	Services	10.04	65,000	54,440	14.29	13.96	928,942	-	-148,254	5,065	-25,703	760,049	-	-2.4%	16.6%	20.9%
ANZ	ANZ Banking	Financials	33.02	22,000	22,000	36.70	36.21	807,339	-	-	12,633	-23,341	796,632	20,964	1.3%	-0.4%	9.4%
BHP	BHP Billiton	Primary	39.04	25,000	25,000	30.83	29.31	770,699	-	-	-17,095	-20,917	732,687	-	-4.9%	-0.2%	-7.9%
AAD	Ardent Leisure Gp	Services	2.03	245,000	-	2.47	-	605,903	-	-617,659	19,558	-7,803	-	-	1.9%	10.5%	16.6%
ASX	ASX	Financials	43.76	18,500	18,500	45.47	49.25	841,245	-	-	95,931	-26,012	911,163	-	8.3%	16.8%	7.7%
CCL	Coca-Cola Amatil	Food	14.09	75,000	75,000	10.43	10.28	782,096	-	-	11,112	-22,016	771,191	-	-1.4%	-4.3%	-12.9%
IFL	IOOF Holdings	Financials	9.60	80,000	80,000	10.25	10.24	819,648	-	-	22,793	-23,383	819,058	-	-0.1%	0.2%	6.1%
MTS	MetCash	Food	4.14	250,000	250,000	1.26	1.27	314,833	-	-	12,821	-9,094	318,560	-	1.2%	-19.3%	-39.7%
NAB	NAB	Financials	35.42	22,140	22,140	37.96	38.53	840,485	-	-	37,481	-24,993	852,973	22,488	4.2%	2.7%	9.7%
PTL	Pental Limited	Consumer Goods	0.04	1,700,000	1,700,000	0.51	0.53	871,845	-	-	48,436	-25,544	894,737	-	2.6%	27.6%	-5.9%
S32	South32 Ltd.	Primary	2.48	25,000	25,000	2.04	1.98	51,000	-	-	-142	-1,412	49,446	-	-3.0%	-20.4%	-20.4%
TTS	Tatts Group	Services	3.72	190,000	-	4.24	-	805,516	-	-841,868	51,847	-15,495	-	-	4.5%	12.3%	11.2%
AUST subtotal in \$ooo's		10 shares		ex-rate		0.8775	0.9025	8,440	-	-1,608	300	-226	6,906	43	1.6%	6.4%	2.8%

31 July 2015

CodeCompanyIndustry			Average purchase cost	During the month										Returns				
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend	
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception		
United States																		
MO	Altria Group Inc	Tobacco	44.51	11,350	11,350	72.31	82.49	820,710	-	-	91,594	23,931	936,235	7,610	15.1%	25.5%	38.3%	
AFL	Aflac Inc	Financials	69.93	9,750	9,750	91.96	97.16	896,585	-	-	26,667	24,018	947,270	-	5.7%	14.1%	32.4%	
ADP	Automatic Data Processing Inc	Services	86.77	7,425	7,425	118.61	121.00	880,703	-	-	-5,168	22,899	898,433	4,691	2.6%	6.7%	26.0%	
ARCO	Arcos Dorados Holdings Inc	Food	11.06	91,000	91,000	7.78	6.45	707,658	-	-	-135,881	14,874	586,651	-	-17.1%	-2.2%	-35.7%	
BPT	BP Prudhoe Bay Royalty Trust	Primary	114.13	7,500	7,500	91.23	80.71	684,247	-	-	-94,546	15,646	605,347	11,725	-9.9%	6.7%	-8.2%	
CDK	CDK Global Inc.	Services	35.09	2,750	2,750	79.80	78.33	219,463	-	-	-9,514	5,462	215,411	-	-1.8%	25.5%	124.7%	
CLX	Clorox Co	Primary	104.97	5,750	5,750	153.78	169.80	884,262	-	-	67,327	24,755	976,344	-	10.4%	15.7%	27.9%	
COH	Coach, Inc.	Services	49.73	17,500	20,000	51.17	47.33	895,439	113,967	-	-86,083	23,207	946,530	-	-6.6%	-4.3%	-4.3%	
CVX	Chevron Corp	Energy	137.28	5,950	6,500	142.62	134.21	848,605	74,379	-	-70,991	20,393	872,385	-	-5.7%	-3.3%	-0.4%	
CHK	Chesapeake Energy Corp	Energy	17.45	52,500	55,000	16.51	13.14	866,980	31,930	-	-193,999	17,577	722,488	-	-20.0%	-29.2%	-24.7%	
FCX	Freeport McMoran C&G	Primary	33.86	25,000	27,500	27.53	17.82	688,202	45,179	-	-254,620	11,379	490,140	-	-34.2%	-28.4%	-25.2%	
HYH	Halyard Health Inc.	Healthcare	48.06	828	828	59.88	61.80	49,577	-	-	294	1,297	51,168	-	3.2%	-6.1%	28.6%	
JNJ	Johnson & Johnson	Healthcare	106.79	5,875	5,875	144.09	152.01	846,507	-	-	23,886	22,643	893,036	-	5.5%	13.7%	21.3%	
KHC	The Kraft Heinz Company	Food	110.67	-	7,500	-	120.55	-	830,034	-	72,049	2,013	904,096	5,319	8.9%	8.9%	8.9%	
KMB	Kimberly-Clark Corp	Services	121.56	5,450	5,450	156.67	174.40	853,839	-	-	72,359	24,255	950,454	6,184	12.1%	23.4%	23.4%	
KRFT	Kraft Foods	Food	64.99	7,500	-	125.87	-	944,042	-	-1,017,747	47,901	25,805	-	-	7.8%	18.4%	51.9%	
MRK	Merck & Co Stk	Healthcare	59.94	10,000	10,000	84.17	89.43	841,662	-	-	29,865	22,823	894,350	5,802	7.0%	17.9%	23.8%	
OAK	Oaktree Capital Management	Financials	64.86	12,500	12,500	78.62	83.72	982,776	-	-	37,145	26,533	1,046,454	-	6.5%	22.7%	20.4%	
PAYX	Paychex Inc.	Services	47.23	12,750	12,750	69.31	70.38	883,678	-	-	-9,048	22,753	897,383	-	1.6%	6.8%	24.4%	
TAP	Molson Coors Brewing Co	Food	66.89	8,000	10,000	103.21	107.91	825,665	204,909	-	22,594	25,937	1,079,105	-	5.2%	9.6%	33.5%	
PM	Philip Morris Int'l	Tobacco	112.93	7,175	7,175	118.52	129.74	850,414	-	-	56,582	23,877	930,873	10,851	10.8%	32.0%	11.8%	
PG	Procter & Gamble Corp	Consumer Goods	99.89	8,250	8,250	115.67	116.34	954,287	-	-	-18,783	24,337	959,841	-	0.6%	6.8%	11.2%	
RAI	Reynolds American, Inc.	Tobacco	120.24	-	1,500	-	130.13	-	180,353	-	-176,167	191,013	195,199	-	8.2%	8.2%	8.2%	
VIA	Viacom Inc - A	Services	88.15	10,500	11,000	95.90	86.69	1,007,000	42,535	-	-119,280	23,328	953,584	5,415	-8.8%	-3.2%	7.2%	
US subtotal in \$ooo's			23 shares		ex-rate	0.6764	0.6593	17,432	1,523	-1,018	-626	641	17,953	58	0.4%	8.3%	16.2%	
United Kingdom																		
BP	BP PLC	Primary	8.91	100,000	100,000	9.76	9.37	975,845	-	-	-57,368	18,720	937,196	-	-4.0%	9.8%	6.8%	
BAT	British American Tobacco	Tobacco	68.01	11,500	11,500	79.32	90.08	912,147	-	-	103,101	20,692	1,035,940	-	13.6%	34.2%	18.9%	
DGE	Diageo	Food	36.26	25,000	25,000	42.76	42.41	1,068,982	-	-	-29,904	21,178	1,060,256	-	-0.8%	15.9%	20.5%	
GSK	GlaxoSmithkline PLC	Healthcare	32.06	30,000	30,000	30.72	33.08	921,496	-	-	50,944	20,095	992,535	13,509	9.2%	11.0%	5.1%	
RDSB	Royal Dutch Shell	Primary	42.89	20,500	20,500	42.24	44.09	865,852	-	-	19,998	18,055	903,904	-	4.4%	7.7%	6.6%	
ULVR	UNILEVER PLC	Consumer Goods	51.53	14,000	14,000	63.41	68.89	887,702	-	-	57,554	19,266	964,522	-	8.7%	24.4%	17.9%	
HSBA	HSBC Holdings	Financials	12.51	71,500	71,500	13.24	13.76	946,746	-	-	17,221	19,867	983,835	10,796	5.1%	24.6%	12.3%	
UK subtotal in \$ooo's			7 shares		ex-rate	0.4306	0.4220	6,579	-	-	162	138	6,878	24	4.9%	17.9%	11.8%	

31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
Europe																	
ABI	Anheuser-Busch InBev	Food	118.83	5,150	5,150	177.01	180.58	911,617	-	-	7,208	11,179	930,004	-	2.0%	11.9%	28.8%
ADS	Adidas AG	Consumer Goods	92.05	8,000	8,000	113.04	124.12	904,331	-	-	76,667	11,935	992,933	-	9.8%	19.0%	39.3%
DAI	Daimler AG	Services	78.00	6,600	6,600	134.43	135.65	887,245	-	-	-2,717	10,762	895,290	-	0.9%	7.4%	32.2%
MUV	Münchener Rück AG	Financials	236.91	3,000	3,000	261.81	278.83	785,444	-	-	41,001	10,055	836,500	-	6.5%	-0.3%	11.7%
SAN	Sanofi-Aventis S.A..	Healthcare	136.74	6,045	6,045	145.30	163.05	878,332	-	-	95,458	11,848	985,637	-	12.2%	26.8%	10.6%
SA	TOTAL S.A	Primary	64.02	12,375	12,375	71.74	74.71	887,829	-	-	25,445	11,242	924,516	10,694	5.4%	13.7%	9.9%
TOD	TOD's SPA	Consume goods	127.82	6,250	6,250	140.29	153.33	876,832	-	-	69,982	11,520	958,333	-	9.3%	28.6%	20.3%
Europe subtotal in \$ooo's			7 shares		ex-rate	0.6073	0.6000	6,132	-	-	313	79	6,523	11	6.6%	14.9%	19.2%
Other																	
ADVANC	Advanced Info Service	Services	10.42	87,500	-	10.50	-	918,434	-	-942,739	28,222	-3,917	-	-	2.6%	13.1%	1.6%
ROTHMK	British American Tobacco MK	Tobacco	24.06	29,500	29,500	24.28	26.81	716,202	-	-	63,534	11,180	790,916	-	10.4%	9.5%	9.8%
LMCMK	Lafarge Malayan Cement	Primary	3.99	212,500	212,500	3.31	3.75	703,965	-	-	82,264	11,390	797,619	6,772	14.3%	7.2%	-0.2%
NESZMK	Nestle (Malaysia)	Food	26.85	30,200	30,000	28.00	28.60	845,541	-	-5,657	5,861	12,198	857,943	-	2.1%	10.1%	5.4%
NESN	Nestle SA	Food	83.77	8,250	8,250	106.68	114.94	880,087	-	-	74,318	-6,144	948,261	-	7.7%	16.1%	17.9%
19.HK	Swire Pacific Ltd	Services	14.70	45,000	45,000	18.59	19.44	836,377	-	-	16,307	22,030	874,714	-	4.6%	9.5%	17.9%
ZURN	Zurich Insurance Group AG	Financials	332.54	2,000	2,000	449.78	462.12	899,565	-	-	30,660	-5,989	924,236	-	2.7%	7.8%	23.4%
CIEL3	Cielo SA	Financials	16.37	2,400	-	20.88	-	50,106	-	-51,248	2,148	-1,006	-	-	2.3%	35.1%	31.5%
GABMK	Guinness Anchor Bhd	Food	6.24	150,000	150,000	5.59	5.64	838,767	-	-	-4,699	11,960	846,027	-	0.9%	11.5%	-1.7%
SCCC/TB	Siam City Cement	Primary	16.01	55,000	50,000	16.27	15.86	894,817	-	-80,483	-13,650	-7,618	793,066	-	-2.5%	2.6%	-6.8%
SGSN	SGS Soc Gen Surveillance Hldgs	Services	2,620.91	-	50	-	2,897.07	-	131,046	-	14,488	-680	144,854	-	10.5%	10.5%	10.5%
Other subtotal in \$ooo's			9 shares					7,584	131	-1,080	299	43	6,978	7	4.9%	10.4%	8.6%
Overall shares in \$ooo's			58 shares		5,280	4,057		49,220	1,915	-5,407	483	675	46,885	143	2.7%	9.7%	11.0%
Liquidity in \$ooo's								1,598	-	3,492	-45	34	5,079	4	-0.2%	6.4%	4.5%
Overall asset in \$ooo's								50,818	1,915	-1,915	438	709	51,965	147	2.5%	9.5%	11.1%

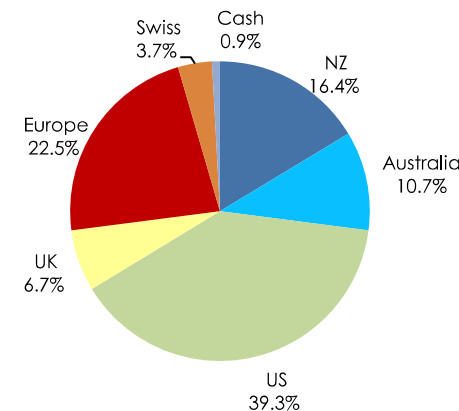
Note: ¹ "Average purchase cost" figures are since inception.

² Shares in South32 Ltd were received as a spin off from BHP Billiton Limited in May 2015.

31 July 2015

Geographic split

Country of listing	No. of holdings	\$	%
NZ	12 shares	9,341,655	16.4%
Australia	7 shares	6,103,106	10.7%
US	23 shares	22,423,428	39.3%
UK	4 shares	3,798,816	6.7%
Europe	14 shares	12,866,563	22.5%
Swiss	2 shares	2,091,240	3.7%
Shares	62 shares	56,624,807	99.1%
Cash		487,849	0.9%
Total		57,112,656	100.0%



Industry split

Start of the year

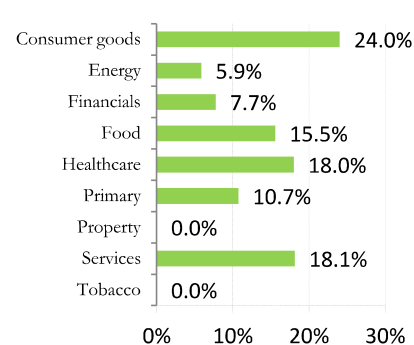
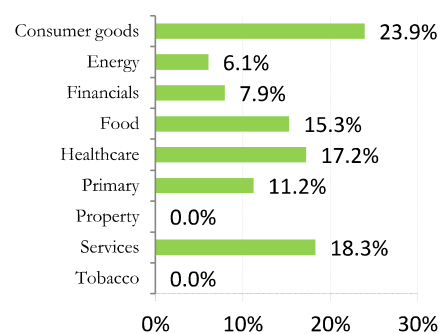
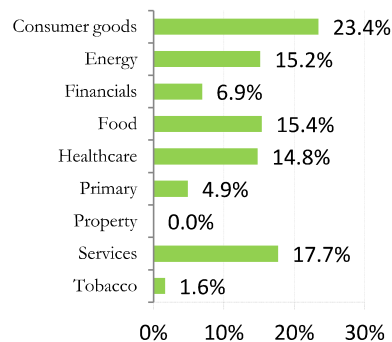
31 Mar 2015

Start of the month

30 Jun 2015

End of the month

31 Jul 2015



Market returns (NZ\$)

	Last 1 year	Last 3 years	Last 5 years
Consumer goods	49.8%	28.3%	19.2%
Energy	-7.8%	3.5%	3.9%
Financials	37.4%	24.3%	10.6%
Food	44.7%	19.7%	16.8%
Healthcare	59.5%	32.9%	22.6%
Primary	11.9%	8.4%	2.6%
Services	41.9%	24.6%	17.4%
Overall MSCI	36.3%	21.4%	13.1%

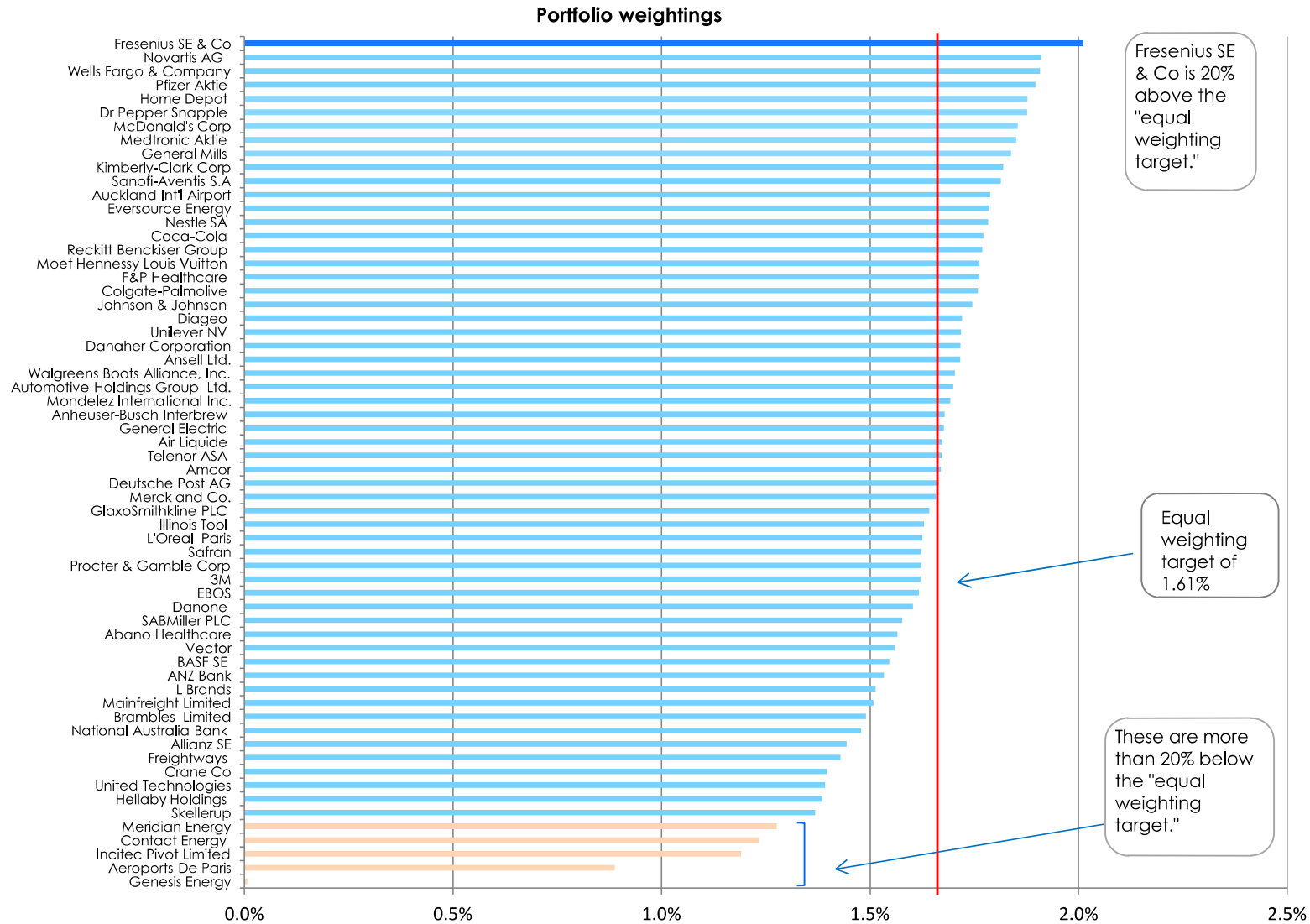
Concentration risks:

Shares that are 20% or more above the "equal weighting target" of \$921,172

Fresenius SE & Co

Shares that are 20% or less below the "equal weighting target" of \$921,172

Contact Energy Genesis Energy Meridian Energy Incitec Pivot Limited Aeroports De Paris



Manager: Forsyth Barr - Richard Burton

Note: The following table is extracted from the next tables, with figures shown in dollars.

	During the year						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
Overall shares	48,576,929	14,794,463	-11,745,931	-602,336	5,601,681	56,624,807	755,726
Liquidity (cash)	3,650,071	-	-3,087,649	-267,035	192,462	487,849	19,062
Overall asset	52,227,001	14,794,463	-14,833,579	-869,370	5,794,143	57,112,656	774,788

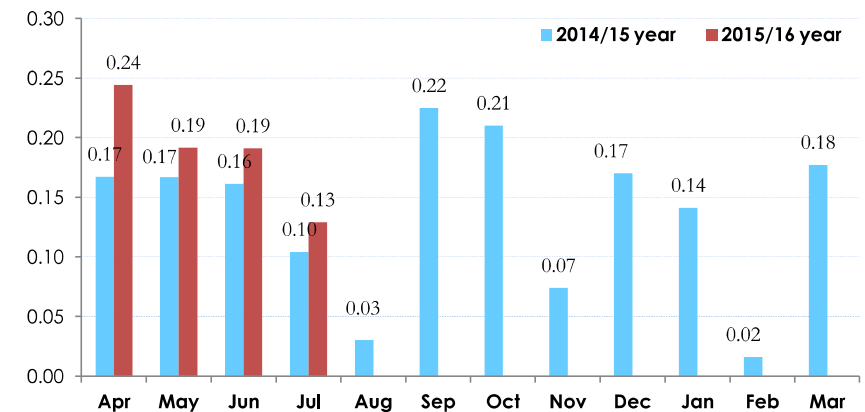
	During the month						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
NZ	9,192,276	-	-	149,380	-	9,341,655	21,840
AUST	6,072,257	-	-	206,485	-175,636	6,103,106	49,074
US	21,179,483	-	-	674,251	569,693	22,423,428	45,416
UK	3,583,896	-	-	138,787	76,132	3,798,816	12,655
Europe	11,982,360	-	-	755,645	128,558	12,866,563	-
Swiss	1,936,209	-	-	168,581	-13,551	2,091,240	-
Overall shares	53,946,481	-	-	2,093,129	585,196	56,624,807	128,985
Liquidity (cash)	518,494	-	-30,311	-364	30	487,849	1,402
Overall asset	54,464,975	-	-30,311	2,092,766	585,226	57,112,656	130,387

Returns		
Month	Year-to-date	Since Inception
1.9%	-0.8%	14.5%
1.3%	3.4%	11.7%
6.1%	13.9%	20.1%
6.4%	18.9%	11.4%
7.4%	17.1%	16.2%
8.0%	17.7%	23.9%
5.2%	11.4%	16.8%
0.2%	-1.8%	-0.2%
5.2%	11.0%	16.7%

Cash holdings

Currencies	Ex rate 30 Jun 15	Start values (local)	End values (local)	Ex rate 31 Jul 15	Currency gain/loss	End values (NZ\$)
New Zealand dollars	1.0000	486,878	486,585	1.0000	-	486,585
Australian dollars	0.8775	-	41	0.9025	-1	46
Swiss Franc	0.6328	-	-	0.6369	-	-
Euro	0.6073	-	-	0.6000	-	-
Pound Sterling	0.4306	10,584	-	0.4220	-	-
US dollars	0.6764	4,757	803	0.6593	31	1,218
					30	487,849

Year-to-date income (\$m)



Listed shares: Forsyth Barr - Richard Burton

31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
New Zealand																	
ABA	Abano Healthcare	Services	5.86	115,150	115,150	7.12	7.70	819,868	-	-	66,787	-	886,655	-	8.1%	-2.6%	17.4%
AIA	Auckland Int'l Airport	Services	2.97	187,143	187,143	4.94	5.41	923,551	-	-	88,893	-	1,012,444	-	9.6%	21.7%	34.3%
CEN	Contact Energy	Energy	5.07	141,000	141,000	5.01	4.95	706,410	-	-	-8,460	-	697,950	-	-1.2%	-9.4%	7.7%
EBO	EBOS	Consumer goods	8.73	84,000	84,000	10.25	10.90	861,000	-	-	54,600	-	915,600	-	6.3%	4.1%	16.4%
FPH	F&P Healthcare	Healthcare	3.34	133,000	133,000	6.85	7.50	911,050	-	-	86,450	-	997,500	10,640	10.7%	15.3%	50.0%
FRE	Freightways	Services	4.34	140,000	140,000	5.80	5.78	812,000	-	-	-2,800	-	809,200	-	-0.3%	-6.0%	17.6%
GNE	Genesis Energy	Energy	1.61	2,000	2,000	1.74	1.71	3,480	-	-	-60	-	3,420	-	-1.7%	-20.4%	10.1%
HBV	Hellaby Holdings	Financials	2.78	266,000	266,000	3.00	2.95	798,000	-	-	-13,300	-	784,700	-	-1.7%	-6.6%	8.5%
MFT	Mainfreight Limited	Services	15.57	56,000	56,000	15.73	15.25	880,880	-	-	-26,880	-	854,000	11,200	-1.8%	0.0%	0.0%
MEL	Meridian Energy	Energy	2.24	362,000	362,000	2.16	2.00	781,920	-	-	-59,730	-	722,190	-	-7.6%	-12.9%	-12.9%
SKL	Skellerup	Consumer goods	1.36	630,000	630,000	1.30	1.23	819,000	-	-	-44,100	-	774,900	-	-5.4%	-13.4%	2.1%
VCT	Vector	Energy	2.78	265,993	265,993	3.29	3.32	875,117	-	-	7,980	-	883,097	-	0.9%	10.5%	13.2%
NZ subtotal in \$ooo's		12 shares				-	-	9,192	-	-	149	-	9,342	22	1.9%	-0.8%	14.5%
Australia																	
AMC	Amcor	Services	11.35	59,220	59,220	15.64	15.97	925,977	-	-	46,569	-26,994	945,551	-	2.1%	11.7%	27.7%
ANZ	ANZ Bank	Financials	33.78	23,975	23,975	36.70	36.21	879,817	-	-	13,691	-25,360	868,147	20,172	1.0%	-0.3%	9.1%
ANN	Ansell Ltd.	Primary	27.87	35,000	35,000	27.45	27.77	960,909	-	-	38,692	-27,745	971,856	-	1.1%	-0.4%	-0.4%
BXB	Brambles Limited	Primary	11.67	70,000	70,000	12.08	12.06	845,632	-	-	22,337	-24,092	843,878	-	-0.2%	3.3%	3.3%
NAB	National Australia Bank	Financials	35.43	21,735	21,735	37.96	38.53	825,110	-	-	36,795	-24,536	837,369	22,076	4.2%	0.9%	9.7%
IPL	Incitec Pivot Limited	Primary	2.06	168,000	168,000	4.39	4.01	737,136	-	-	-43,842	-19,433	673,861	6,825	-7.7%	-1.6%	6.8%
AHG	Automotive Holdings Group I	Services	4.62	197,410	197,410	4.55	4.88	897,676	-	-	92,242	-27,476	962,442	-	7.2%	5.4%	5.4%
AUST subtotal in \$ooo's		7 shares			ex-rate	0.8775	0.9025	6,072	-	-	206	-176	6,103	49	1.3%	3.4%	11.7%

31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
United States																	
MMM	3M	Consumer goods	143.15	3,997	3,997	228.12	229.56	911,793	-	-	-17,491	23,265	917,567	-	0.6%	4.7%	26.9%
KO	Coca-Cola	Food	51.02	16,100	16,100	58.00	62.31	933,771	-	-	43,861	25,611	1,003,243	6,850	8.2%	16.5%	11.2%
CL	Colgate-Palmolive	Consumer goods	74.33	9,653	9,653	96.70	103.18	933,475	-	-	37,248	25,253	995,976	-	6.7%	11.8%	18.7%
CR	Crane Co	Primary	82.94	9,800	9,800	86.83	80.70	850,908	-	-	-80,121	20,052	790,838	-	-7.1%	-1.8%	-1.8%
DHR	Danaher Corporation	Primary	122.78	7,000	7,000	126.54	138.89	885,763	-	-	61,752	24,681	972,196	1,218	9.9%	13.3%	13.3%
DPS	Dr Pepper Snapple	Food	59.61	8,729	8,729	107.78	121.68	940,781	-	-	94,328	27,068	1,062,177	5,402	13.5%	17.2%	41.1%
ES	Eversource Energy	Energy	53.46	13,405	13,405	67.13	75.42	899,942	-	-	85,416	25,634	1,010,992	-	12.3%	12.5%	20.5%
GE	General Electric	Consumer goods	30.42	23,989	23,989	39.28	39.59	942,324	-	-	-16,849	24,261	949,735	7,114	1.5%	20.8%	16.6%
GIS	General Mills	Food	62.69	11,781	11,781	82.38	88.30	970,487	-	-	43,369	26,375	1,040,231	-	7.2%	17.3%	19.8%
HD	Home Depot	Services	99.46	5,985	5,985	164.30	177.52	983,313	-	-	52,205	26,938	1,062,457	-	8.0%	17.4%	32.4%
ITW	Illinois Tool	Consumer goods	89.90	6,799	6,799	135.70	135.71	922,650	-	-	-23,428	23,503	922,725	4,252	0.5%	5.4%	23.2%
JNJ	Johnson & Johnson	Healthcare	110.29	6,500	6,500	144.09	152.01	936,561	-	-	26,427	25,052	988,039	-	5.5%	13.7%	19.8%
KMB	Kimberly-Clark Corp	Consumer goods	124.85	5,908	5,908	156.67	174.40	925,592	-	-	78,440	26,294	1,030,327	6,703	12.1%	23.2%	21.6%
LB	L Brands	Consumer goods	121.38	7,000	7,000	126.76	122.44	887,315	-	-	-51,952	21,731	857,095	-	-3.4%	-0.1%	-0.1%
MCD	McDonald's Corp	Services	124.55	6,930	6,930	140.55	151.48	974,032	-	-	49,076	26,616	1,049,723	-	7.8%	17.1%	11.6%
MDT	Medtronic Aktie	Healthcare	67.69	8,806	8,806	109.55	118.91	964,702	-	-	55,722	26,678	1,047,103	5,076	9.1%	15.0%	33.0%
MRK	Merck and Co.	Healthcare	78.73	10,500	10,500	84.17	89.43	883,745	-	-	31,358	23,964	939,067	6,092	7.0%	18.1%	18.1%
MDLZ	Mondelez International Inc.	Food	57.58	14,000	14,000	60.82	68.46	851,508	-	-	82,516	24,369	958,392	2,708	12.9%	19.2%	19.2%
PFE	Pfizer Aktie	Healthcare	36.23	19,635	19,635	49.57	54.70	973,332	-	-	73,443	27,231	1,074,005	-	10.3%	18.4%	24.0%
PG	Procter & Gamble Corp	Consumer goods	100.14	7,896	7,896	115.67	116.34	913,340	-	-	-17,977	23,292	918,655	-	0.6%	7.0%	9.2%
UTX	United Technologies	Services	156.75	5,180	5,180	164.00	152.16	849,523	-	-	-81,330	19,984	788,177	-	-7.2%	-2.1%	-2.1%
WFC	Wells Fargo & Company	Financials	55.60	12,306	12,306	83.15	87.78	1,023,196	-	-	29,655	27,389	1,080,240	-	5.6%	21.4%	38.3%
WBA	Walgreens Boots Alliance, Inc	Healthcare	115.41	6,580	6,580	124.84	146.58	821,430	-	-	118,584	24,454	964,468	-	17.4%	27.2%	27.2%
US subtotal in \$000's			23 shares		ex-rate	0.6764	0.6593	21,179	-	-	674	570	22,423	45	6.1%	13.9%	20.1%

31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
United Kingdom																	
DGE	Diageo	Food	37.78	22,974	22,974	42.76	42.41	982,351	-	-	-27,480	19,462	974,333	-	-0.8%	16.3%	7.0%
GSK	GlaxoSmithkline PLC	Healthcare	32.34	28,105	28,105	30.72	33.08	863,288	-	-	47,726	18,826	929,840	12,655	9.2%	11.0%	3.9%
RB	Reckitt Benckiser Group	Consumer goods	92.20	6,873	6,873	127.86	145.73	878,780	-	-	102,804	20,006	1,001,590	-	14.0%	28.7%	27.7%
SAB	SABMiller PLC	Food	72.60	11,200	11,200	76.74	79.74	859,477	-	-	15,738	17,838	893,054	-	3.9%	9.9%	9.9%
UK subtotal in \$ooo's		4 shares		ex-rate	0.4306	0.4220	3,584	-	-	139	76	3,799	13	6.4%	18.9%	11.4%	

Europe																		
ADP	Aeroports De Paris	Services	176.43	2,800	2,800	166.89	179.50	467,281	-	-	29,277	6,041	502,600	-	7.6%	1.7%	1.7%	
AI	Air Liquide	Primary	150.28	4,839	4,839	186.81	195.83	903,976	-	-	32,271	11,391	947,638	-	4.8%	15.2%	15.4%	
ALV	Allianz SE	Financials	231.00	3,290	3,290	230.03	248.50	756,814	-	-	50,924	9,827	817,565	-	8.0%	5.4%	5.4%	
ABI	Anheuser-Busch Interbrew	Food	119.30	5,264	5,264	177.01	180.58	931,796	-	-	7,368	11,426	950,591	-	2.0%	11.9%	24.0%	
BAS	BASF SE	Primary	121.09	6,686	6,686	129.79	130.92	867,760	-	-	-2,973	10,522	875,309	-	0.9%	0.8%	4.8%	
BN	Danone	Food	93.20	8,855	8,855	95.49	102.52	845,548	-	-	51,325	10,912	907,785	-	7.4%	15.8%	5.1%	
DPW	Deutsche Post AG	Services	33.35	20,557	20,557	43.15	45.87	887,035	-	-	44,513	11,334	942,881	-	6.3%	13.1%	19.7%	
FRE	Fresenius SE & Co	Healthcare	52.76	10,873	10,873	94.76	104.72	1,030,366	-	-	94,532	13,686	1,138,584	-	10.5%	31.0%	36.9%	
OR	L'Oreal Paris	Consumer goods	268.48	3,220	3,220	263.46	285.92	848,345	-	-	61,240	11,067	920,652	-	8.5%	6.5%	6.5%	
MC	Moet Hennessy Louis Vuitton	Consumer goods	218.45	3,542	3,542	258.77	281.67	916,557	-	-	69,114	11,992	997,663	-	8.8%	20.4%	18.9%	
SAN	Sanofi-Aventis S.A	Healthcare	133.86	6,300	6,300	145.30	163.05	915,383	-	-	99,485	12,348	1,027,215	-	12.2%	26.2%	10.6%	
SAF	Safran	Consumer goods	100.01	8,120	8,120	100.10	113.15	812,802	-	-	94,932	11,044	918,778	-	13.0%	12.4%	12.4%	
TEL	Telenor ASA	Services	26.31	28,462	28,462	32.38	33.26	921,564	-	-	39,695	-14,726	946,533	-	2.7%	25.3%	14.7%	
UNA	Unilever NV	Consumer goods	51.02	14,260	14,260	61.51	68.22	877,132	-	-	83,945	11,693	972,770	-	10.9%	22.8%	16.4%	
Europe subtotal in \$ooo's			14 shares			ex-rate	0.6073	0.6000	11,982	-	-	756	129	12,867	-	7.4%	17.1%	16.2%

31 July 2015

Code	Company	Industry	Average purchase cost	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency		Month	Ytd	Since Inception	
Swiss																	
NESN	Nestle SA	Food	84.97	8,785	8,785	106.68	114.94	937,159	-	-	79,138	-6,543	1,009,754	-	7.7%	16.1%	17.2%
NOVN	Novartis AG	Healthcare	96.86	6,860	6,860	145.63	157.65	999,050	-	-	89,443	-7,008	1,081,485	-	8.3%	19.2%	41.0%
Swiss subtotal in \$ooo's		2 shares		ex-rate		0.6328	0.6369	1,936	-	-	169	-14	2,091	-	8.0%	17.7%	23.9%
Overall shares in \$ooo's								62 shares									
Liquidity in \$ooo's																	
Overall asset in \$ooo's																	

Note: "Average purchase cost" figures are for since inception period.

31 July 2015

Technical notes

This page sets out details of key investment managers and details of the market benchmarks used.

	Appointment date	Current management
Overall	Apr 1997	
Private equity	Jun 2013	Pioneer Capital Partners.
Listed shares	May 2013	Elevation Capital & Forsyth Barr listed shares.
OS bonds	May 2013	Pimco.
NZ bonds	Nov 2002	Self-managed through Forsyth Barr Esam Cushing.
OS shares FX hedging	Apr 2000	BNZ.
NZ shares	Jul 1999	Forsyth Barr.
Cash	Apr 1997	Self-managed.
Market sector returns are calculated based on the general market movement applicable to a non-taxpayer.		

Market indices:	
Total shares	MSCI world net div (50% hedged).
Elevation Capital / Forsyth Barr listed shares	MSCI world net div (currency unhedged).
Shares	MSCI world net div.
Currency hedging	50% of currency movement.
NZ bonds - self-managed	S&P/NZX A Grade Corporate Bond Index.
OS bonds hedged - Pimco	30% Citigroup World Govt Bond Index hedged and 70% Citigroup World Corp Bond Index hedged.
Self-managed - cash	NZX call rate.

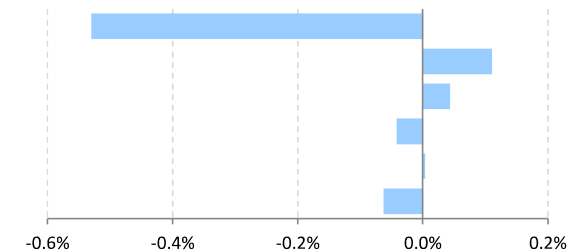
31 July 2015

Environment and market statistics

90-day bank bill rates

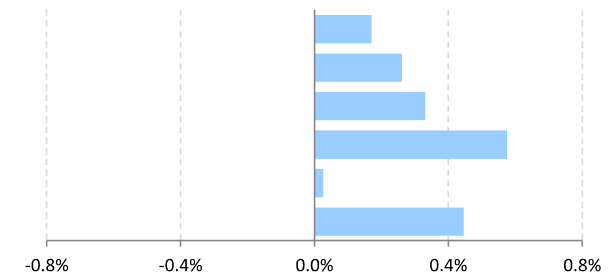
	Start of year 1 Apr 2015	Start of period 1 Jul 2015	End of period 31 Jul 2015	Movement	
				Month	Year-to-date
NZ	3.6%	3.3%	3.1%	(0.2%)	(0.5%)
US	0.0%	0.0%	0.1%	0.1%	0.1%
UK	0.4%	0.5%	0.5%	(0.0%)	0.0%
Euro	0.0%	0.0%	0.0%	(0.0%)	(0.0%)
Japan	0.0%	0.0%	0.0%	(0.0%)	0.0%
Australia	2.2%	2.1%	2.2%	0.0%	(0.1%)

Year-to-date (change)



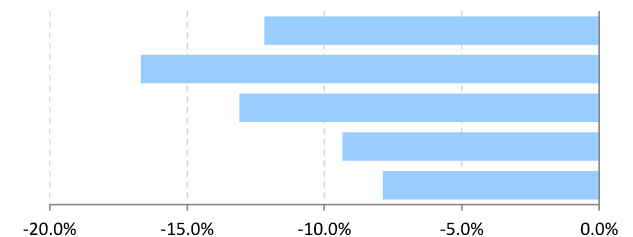
10 year government bond yields

	Start of year 1 Apr 2015	Start of period 1 Jul 2015	End of period 31 Jul 2015	Movement	
				Month	Year-to-date
NZ	3.2%	3.6%	3.4%	(0.2%)	0.2%
US	1.9%	2.4%	2.2%	(0.2%)	0.3%
UK	1.7%	2.1%	2.0%	(0.0%)	0.3%
Euro	1.0%	1.7%	1.5%	(0.1%)	0.6%
Japan	0.4%	0.5%	0.4%	(0.0%)	0.0%
Australia	2.3%	3.0%	2.8%	(0.2%)	0.4%



Exchange rates

	Start of year 1 Apr 2015	Start of period 1 Jul 2015	End of period 31 Jul 2015	Movement	
				Month	Year-to-date
US	0.7490	0.6822	0.6577	(3.6%)	(12.2%)
UK	0.5059	0.4337	0.4215	(2.8%)	(16.7%)
Euro	0.6918	0.6093	0.6012	(1.3%)	(13.1%)
Yen	89.99	83.54	81.58	(2.3%)	(9.3%)
Australia	0.9785	0.8886	0.9015	1.5%	(7.9%)



31 July 2015

Environment and market statistics

Sharemarket returns (local currency)

	Month	Year-to-date	Last 12 months	Last 3 years (p.a.)	Last 5 years (p.a.)
US (S&P 500)	2.0%	1.7%	9.0%	15.1%	13.8%
Japan (Nikkei 225)	1.7%	7.2%	31.8%	33.3%	16.6%
UK (FTSE 100)	2.7%	(1.1%)	(0.5%)	5.9%	5.0%
Germany (DAX)	3.3%	(5.5%)	20.2%	18.6%	13.0%
France (CAC 40)	6.1%	1.0%	19.7%	15.6%	6.9%
Australia (ASX 200)	4.4%	(2.4%)	5.7%	15.1%	9.7%
NZ (NZX 50)	3.4%	1.5%	14.6%	18.6%	14.3%
MSCI Net div 50% hedged	3.1%	8.9%	24.6%	21.4%	15.0%

Note:

1. Year-to-date is the period since 1 April 2015.
2. The exchange rates are those on the Reserve Bank website. These are generally updated at 11am each day. The actual exchange rates for the hedging contracts will be the bank's close of business rates, which will be a different exchange rate. The movement in rates from 11am to 11am may be materially different from close of business to close of business.

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