



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

EXECUTIVE MEETING
Thursday 26th June 2014
Commencing at 9.00 a.m.

AGENDA PAPERS

**AGENDA FOR A MEETING OF THE EXECUTIVE COMMITTEE OF THE
EASTERN AND CENTRAL COMMUNITY TRUST INC.,
TO BE HELD IN THE BOARD ROOM, 1ST FLOOR, WESTERMAN'S BUILDING,
102-104 RUSSELL STREET SOUTH, HASTINGS,
ON THURSDAY 26TH JUNE 2014, COMMENCING AT 9:00 AM.**

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

SECRETARIAL AND BOARD ADMINISTRATION ITEMS

1. Apologies:
2. Draft Minutes of the Executive Committee Meeting held 28th April 2014 : [pages 3 to 5](#)
3. Matters arising and action items: [pages 6 & 7](#)

FINANCIAL INFORMATION PAPERS

4. Financial Report to 30TH May 2014: [pages 8 to 13](#)
5. Summarised Financial Position & Financial Performance YTD: [pages 14 to 16](#)
6. Asset Allocation & Summarised Fund Manager reports: [pages 17 to 37](#)
7. MCA May 2014 Monthly Report: [pages 38 to 61](#)

EXECUTIVE DECISIONS

8. Discretionary Donation Approvals; [pages 62 to 69](#)

EXECUTIVE/BOARD INFORMATION PAPERS

9. No Information Papers are included as these are in the Investment retreat papers
10. General Business

Report type:	Secretarial and Board Administration Items
Recommendation:	The Executive considers the Minutes of the Executive Meeting held on 28 th April 2014 and approves as a true and accurate record of the meeting.
Agenda item no:	2
Subject:	Draft Minutes of the Executive Committee Meeting held on 28 th April 2014
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 of the 28 th April 2014 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 AT THE TRUST OFFICES, 1ST FLOOR,
WESTERMAN'S BUILDING, 102-104 RUSSELL STREET SOUTH, HASTINGS,
ON MONDAY 28th APRIL 2014, COMMENCING AT 3.00 P.M.**

PRESENT

In Person: Anna Hansen, Jonathan Bell (General Manager) and Bev Watkins (Donations Manager).
By Teleconference: Bruce Mills (Committee Chair), Stephen Kerr

SECRETATIAL AND BOARD ADMINISTRATION ITEMS:

- 1. APOLOGIES** – Geoff Milner, Caren Rangj, Kaye McAulay,

Moved that the apologies be accepted

*Moved Anna Hansen
Seconded Stephen Kerr
Carried*

- 2. DRAFT MINUTES OF LAST MEETING** – The draft minutes of the Executive Committee Meeting of 28th February 2014 were included in the agenda papers for approval.

- ☐ *The Executive recommended that the minutes of the Executive Committee Meeting held on 19th December 2013 be approved as a true and correct record.*

*Moved Anna Hansen
Seconded Stephen Kerr
Carried*

- 3. MATTERS ARISING AND ACTION ITEMS –**

Matters Arising;

- Noted the name correction from Ann to Anna Hansen
- General Manager. Staff remuneration recommendation was spoken to by the General Manager.
- Discussion on other options for teleconferencing of meetings, Bruce commented on behalf of Margaret Millard that reception for video connections/internet access is not very good where she lives. Options should continue to be explored.
- Action Plan – No areas of concern.

FINANCIAL INFORMATION PAPERS:

- 4. INVESTMENT PORTFOLIO REPORT –**

The Trust's Financial Position and Financial Performance for March were included in the agenda papers. The Trust's net assets as at the end of March stood at \$150.1 million. The investment returns for the month totalled \$0.18 million and the year to date \$9.14 million. Expenses for the year to date were \$1.96 million which is over budget by \$194,523. Donations for the year are \$4.63 million and under budget. The net position for the year is a surplus of \$2.5 million.

5. **SUMMARISED REPORTS** – The summarised financial position for the year to date and financial performance for January and year to date were included in the agenda papers. These are within acceptable Allowable Ranges.
6. **ASSET ALLOCATION & SUMMARISED FUND MANAGER REPORTS** – The Trust's asset allocation table was included in the agenda papers .
7. **MCA REPORTS** – The MCA March Report was included in the agenda papers. It was noted that the investments had returned 0.24% for March and 6.26% for the year to date. The returns in March were disappointing for all assets. The self-managed cash portfolio continues to perform well, the increase in the OCR will see TD deposits continue to rise over the coming twelve months.

EXECUTIVE DECISIONS:

8. DISCRETIONARY DONATIONS

- a. Gisborne Basketball Association - Standard Donation of \$3,500 for sports equipment.

The Executive considered the Discretionary Donation and recommend it be approved as presented.

*Moved Stephen Kerr, Seconded Bruce Mills
Carried*

9. CRAIGMORE FARMING

An investment paper from South Island based Craigmore Farming was included in the Executive papers for discussion. The Executive discussed this and recommended that Private Equity initiatives be placed on the agenda for the Investment retreat in June of this year.

10. CURRENCY & HEDGING

Current hedging contracts were outlined and a recommendation from Michael Chamberlain Associates to reconsider the position on the Australian Dollar was discussed. Recommendation from MCA was to reduce AUD hedging to 0%, all other currencies to remain unchanged.

The Executive considered the hedging recommendation and recommend to reduce the Australian currency hedging to 0%, all other currencies to remain 50% hedged.

*Moved Stephen Kerr
Seconded Anna Hansen
Carried*

EXECUTIVE/BOARD INFORMATION PAPERS:

GENERAL BUSINESS:

11. There was no general business

CLOSURE

As there was no further business the meeting concluded at 3.45 p.m.

Report type:	Secretarial and Board Administration Items
Recommendation:	The Executive receives the Action Plan from the previous Executive Meeting dated 28 th April 2014.
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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ACTION PLAN APRIL EXECUTIVE MEETING			
WHAT	WHO	WHEN	STATUS
TRUSTEES			
STAFF			
Add amended Trustee exit interview strategy to plan and charter	Jonathan	asap	Approval Jan 2014. To be added as tracked change to Governance Charter. Noted for when Charter is reviewed
Recommended Changes to Financial Information including references and commentary	Jonathan	Ongoing	Request completed apart from those which will start in new Financial Year and those which require system change requests. Recent training with TKP staff will provide more opportunities to change reports

Report type:	Financial information papers
Recommendation:	The Executive notes the financial position, financial performance, asset allocation, summarized fund manager reports and the financial advisor's monthly report of the Trust Investment Portfolio as at 30th Ma 2014.
Agenda item no:	4 to 8
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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Eastern & Central Community Trust
Statement of Financial Position
As at 31 May, 2014

	Actual	Last Year
Trust Funds		
Surplus Income	4,860,888.27	3,209,356.58
General Reserves	148,905,013.04	145,695,656.46
Total Trust Funds	153,765,901.31	148,905,013.04
Current Assets		
Petty Cash	22.60	48.90
Current	7,551.75	11,330.99
Imprest	848.88	1,315.92
Call	2,698,798.21	686,925.79
Sundry Debtors	110,070.36	107,446.12
Total Current Assets	2,817,291.80	807,067.72
Investment Assets		
New Zealand		
Shares Forsyth Barr	44,793,525.79	42,970,358.79
Shares Elevation Capital	44,150,089.74	42,426,399.76
Hedging Contracts NZ	1,005,608.71	1,352,990.38
Cash Self Term Deposits	10,000,000.00	10,000,000.00
Bonds Self	40,563,018.55	40,134,394.69
Te Kete Putea Ltd Partnership	90,656.30	90,656.30
Private Equity Pioneer Capital	581,103.67	581,103.67
Total New Zealand Investments	141,184,002.76	137,555,903.59
Overseas		
Bonds Pimco	12,135,669.42	12,401,297.56
Total Overseas Investments	12,135,669.42	12,401,297.56
Total Current and Investment Assets	156,136,963.98	150,764,268.87
Fixed Assets		
Fixed Assets at Cost	189,797.53	187,552.73
Accumulated Depreciation	(155,863.44)	(152,535.03)
Total Fixed Assets	33,934.09	35,017.70
Total Assets	156,170,898.07	150,799,286.57
Current Liabilities		
Donation Creditors	2,219,765.00	1,658,050.00
Trade Creditors	67,610.29	71,118.03
Creditor Accruals	117,621.47	165,105.50
Total Current Liabilities	2,404,996.76	1,894,273.53
Net Assets	153,765,901.31	148,905,013.04

**Eastern & Central Community Trust
Statement of Financial Performance
For The 2 Periods Ending 31 May, 2014**

<u>Income</u>	<u>Current Month</u>		<u>Year to date</u>		<u>Full year</u>	
	Actual	Budget	Actual	Budget	Budget	Last Year
Realised Investment Income						
New Zealand						
Shares FBarr Interest	232	200	2,079	600	2,500	89,888
Shares FBarr Dividend	167,072	44,000	437,410	86,000	1,800,000	997,853
Shares FBarr Disposal gain/loss	-	-	-	-	-	1,090,932
Shares ECap Interest	5,613	200	11,047	400	2,500	153,169
Shares ECap Dividend	167,056	150,000	536,138	300,000	1,800,000	1,005,936
Property NZ Interest	-	-	-	-	-	4,021
Property NZ Dividend	-	-	-	-	-	16,438
Property NZ Disposal gain/loss	-	-	-	-	-	62,861
Hedging gain/loss	2,665,526	-	2,665,526	-	-	1,435,800
Bonds Self Interest	320,411	360,000	320,411	540,000	2,400,000	2,734,186
Cash Self Realised Income	49,249	33,000	126,537	66,000	320,000	473,206
Sundry Income	-	-	-	-	150	10,550
	3,375,159	587,400	4,099,147	993,000	6,325,150	8,074,840
Overseas						
Shares SSGA Dividend	-	-	3,825	-	-	-
Shares SSGA Disposal gain/loss	-	-	-	-	-	3,237,081
Bonds Vngd Disposal gain/loss	-	-	-	-	-	(225,112)
Bonds Pimco Interest	-	-	-	-	720,000	478,212
Property Au Disposal gain/loss	-	-	-	-	-	140,442
	-	-	3,825	-	720,000	3,630,622
Total Realised Income	3,375,159	587,400	4,102,972	993,000	7,045,150	11,705,463
Unrealised Investment Income						
New Zealand						
Shares FBarr change in Currency	305,010	-	682,953	-	-	(3,315,316)
Shares FBarr change in Value	344,375	-	1,116,034	-	-	1,766,424
Shares ECap change in Currency	405,303	-	767,906	-	-	(2,743,883)
Shares ECap change in Value	297,952	-	1,007,870	-	-	1,654,536
Property NZ change in Value	-	-	-	-	-	(0)
Hedging change in Value	(1,222,573)	-	(1,643,415)	-	-	1,578,350
Bonds Self change in Interest	(85,574)	-	(85,574)	-	-	92,073
Bonds Self change in Value	193,787	-	193,787	-	-	(1,099,463)
	238,280	-	2,039,601	-	-	(2,067,280)
Overseas						

Eastern & Central Community Trust
Statement of Financial Performance
For The 2 Periods Ending 31 May, 2014



	Current Month		Year to date		Full year	
	Actual	Budget	Actual	Budget	Budget	Last Year
Shares SSGA change in Currency	-	-	-	-	-	0
Shares SSGA change in Value	-	-	-	-	-	(0)
Bonds Vngd change in Currency	-	-	-	-	-	(0)
Bonds Vngd change in Value	-	-	-	-	-	(0)
Bonds Pimco change in Value	172,219	-	(20,375)	-	-	161,593
Property Aus chg in Currency	-	-	-	-	-	0
Property Aus change in Value	-	-	-	-	-	0
	172,219	-	(20,375)	-	-	161,593
	410,499	-	2,019,227	-	-	(1,905,687)
Total Unrealised Income	3,785,658	587,400	6,122,199	993,000	7,045,150	9,795,776
Total Investment Income						
Expenses						
Administrative Expenses						
Advertising - Statutory	-	2,000	(34,000)	2,000	12,000	39,135
Promotion	3,028	1,000	3,773	6,500	72,000	23,326
Rent & Services	7,978	9,853	15,929	19,436	115,000	103,442
Telephone	960	1,000	2,284	2,000	12,000	10,832
Postage	122	215	409	475	4,000	3,438
KiwiSaver net Contributions	1,331	1,500	2,589	3,000	18,000	18,055
Printing & Stationery	1,609	700	2,194	1,200	16,000	12,807
Insurance	3,087	2,000	3,087	8,000	8,000	7,031
General Expenses	312	330	9	660	4,000	5,666
Computer Services	414	7,000	12,583	27,000	80,000	62,132
Staff Remuneration	52,325	37,000	88,732	71,555	475,000	432,882
Staff Training	-	-	-	-	5,000	115
Staff Travel	2,996	1,500	4,201	2,750	20,000	13,089
ACC Levies	-	-	(2,025)	-	2,000	1,961
Total Administrative Expenses	74,162	64,098	99,765	144,576	843,000	733,912
Trustees Expenses						
Trustees Remuneration	13,177	13,500	26,354	27,000	175,000	169,015
Meeting Expenses	4,752	5,000	5,145	11,000	55,000	79,255
Trustee Training	-	500	-	500	10,000	16,996
Liability Insurance	-	-	-	-	9,300	8,789
Total Trustee Expenses	17,929	19,000	31,499	38,500	249,300	274,056
Fee Expenses						
Affiliation Fees	-	-	-	600	7,500	7,845
Conference Fees	-	-	-	-	5,000	5,250

**Eastern & Central Community Trust
Statement of Financial Performance
For The 2 Periods Ending 31 May, 2014**

	Current Month		Year to date		Full year	
	Actual	Budget	Actual	Budget	Budget	Last Year
7457 Donation Expenses	-	400	1,150	1,400	10,000	1,104
7510 Professional Expenses	15,375	8,000	13,250	13,200	90,000	149,691
7520 Audit Fees	11,885	-	-	-	18,000	22,426
6880 Brokerage Fees	282	1,000	1,833	2,000	12,000	272,336
7000 Custodian Fees	7,637	2,000	7,765	2,000	36,000	59,186
7010 Fund Managers Fees	60,660	38,000	89,780	66,000	440,000	402,062
Total Fee Expenses	95,839	49,400	113,778	85,200	618,500	919,900
7810 Depreciation	1,673	-	3,328	-	-	19,312
7820 Amortisation	-	-	-	-	-	17,974
7850 Profit/Loss on Disposal of Fixed Assets	-	-	-	-	-	28
Total Expenses	189,604	132,498	248,371	268,276	1,710,800	1,965,192
Donations						
Community Donations						
Special Donations	368,000	330,000	368,000	330,000	2,800,000	2,916,000
Standard Donations	359,215	338,000	359,215	338,000	1,780,000	1,588,140
Discretionary Donations	-	-	3,500	3,300	20,000	16,000
Education Initiatives	92,500	-	92,500	-	150,000	-
Sport Trusts	-	-	-	-	320,000	-
Summer Reading Programme	230,000	230,000	230,000	230,000	230,000	230,000
Total Donations Approved	1,049,715	898,000	1,053,215	901,300	5,300,000	4,750,140
Regional Project Reserve Fund	-	-	-	-	300,000	-
Less Donations Written Back	(4,000)	-	(40,275)	-	(100,000)	(124,902)
Total Community Donations	1,045,715	898,000	1,012,940	901,300	5,500,000	4,625,238
Surplus Income	2,550,339	(443,098)	4,860,888	(176,576)	(165,650)	3,209,357

EASTERN & CENTRAL COMMUNITY TRUST

CASHFLOW REPORT

FOR THE MONTH ENDING 31 MAY 2014

Westpac Call Account

Opening Statement Balance	588,650
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CASH OUTFLOWS:

Transfer to Current Account	340,000
Monthly Interest to Current Account	
Purchase Term Deposit	

Total cash outflows	340,000
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CASH INFLOWS:

Transfer From Current Account	2,445,000
Interest	5,148
Maturing Term Deposits	

Total cash inflows	2,450,148
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Closing Statement Balance	2,698,798
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EASTERN & CENTRAL COMMUNITY TRUST

CASHFLOW & PAYMENT AUTHORISATION REPORT

FOR THE MONTH ENDING 31 MAY 2014

Westpac Current Account

Opening Statement Balance **689,812**

CASH OUTFLOWS:

Payments to creditors	136,397
Other expenses & Wages	41,965
Donations	173,500
Purchase of fixed asset	0
Capital Items -Purchase of Term Deposit	4,500,000
-Fee expenses	0
-Transfer to call a/c	2,445,000
-Transfer to imp a/c	
-Transfer to Elevation Capital	
-Transfer to Forsyth Barr	
-Transfer to Pioneer Capital	0
Hedging Close Out	

Total cash outflows 7,296,862

CASH INFLOWS:

Interest Received (Current & Term Deposits)	68,013
Dividends & Interest (Investment Managers)	332,971
Debtors	124
BNZ Hedging Pay Out	1,369,493
Donations Written Back	4,000
Sale of fixed assets	0
Capital Items -Maturing Term Deposits	4,500,000
-Transfer from FBarr Esam Cushing	0
-Transfer from Elevation Capital	0
-Transfer from call a/c	340,000
-Transfer from imp a/c	0

Total cash inflows 6,614,601

Closing Statement Balance **7,552**

Unpresented Cheques 0

Closing Cashbook Balance **7,552**

As authorised under the two-tiered authorisation process:
a) The Trust Manager or a trustee, and
b) The Donations Manager or the Donations Assessor.

The Deskfile of all payments will be available at the Trust Meeting for trustees to view.

Refer to Page 9 for the itemised list of Creditor Payments

E&CCT SUMMARY OF FINANCIAL PERFORMANCE OF INVESTMENTS

	May	YTD	Currency Component	Perf in local currency
<u>CASH ASSETS</u>				
Cash (Current and Term Deposits)	\$49,249	\$428,624		
Sub Total Cash	\$49,249	\$428,624		
<u>FIXED INTEREST ASSETS</u>				
Forsyth Barr Esam Cushing NZ Bonds	\$428,624	\$428,624		
Pimco World Bonds	\$172,219	\$428,624		
Sub Total Fixed Interest	\$600,843	\$857,248		
<u>EQUITY ASSETS</u>				
Forsyth Barr Shares	\$816,689	\$2,238,515	\$682,993	\$1,555,522
Elevation Capital Shares	\$875,924	\$2,322,960	\$767,906	\$1,555,054
Pioneer Capital Private Equity	\$0	\$0		
SSgA Shares	\$0	\$3,825		
Sub Total Equities	\$1,692,613	\$4,565,300		
<u>OTHER ASSETS</u>				
Hedging	\$1,442,953	\$1,022,112		
Sundry Income	\$0	\$0		
Sub Total Hedging	\$1,442,953	\$1,022,112		
TOTAL RETURNS	\$3,785,658	\$6,873,284		

Source; End of month Financial Statements

J Bell
19th June 2014

E&CCT SUMMARY OF INVESTMENT PORTFOLIO - FINANCIAL POSITION YTD

For the Period 31st March 2014 to 30th May 2014

	31st Mar 2014	30th May 2014	Movement
<u>CASH ASSETS</u>			
Cash	\$807,068	\$2,707,221	\$1,900,153
Short Term Deposits	\$10,000,000	\$10,000,000	\$0
Sub Total Cash	\$10,807,068	\$12,707,221	\$1,900,153
<u>FIXED INTEREST ASSETS</u>			
Forsyth Barr Esam Cushing I	\$39,801,233	\$40,563,018	\$761,785
Pimco World Bonds	\$12,077,149	\$12,135,669	\$58,520
Vanguard Bonds	\$0		\$0
Sub Total Bonds	\$51,878,382	\$52,698,687	\$820,305
<u>EQUITY ASSETS</u>			
Forsyth Barr Shares	\$42,970,359	\$44,793,526	\$1,823,167
Elevation Capital Shares	\$42,426,400	\$44,150,090	\$1,723,690
Pioneer Capital Private Equi	\$581,104	\$581,104	\$0
SSgA Shares	\$0		\$0
Sub Total Equities	\$85,977,862	\$89,524,720	\$3,546,858
<u>PROPERTY ASSETS</u>			
Forsyth Barr Property	\$0	\$0	\$0
SSgA Property	\$0	\$0	\$0
Sub Total Property	\$0	\$0	\$0
<u>OTHER ASSETS</u>			
TKP Partnership	\$90,656	\$90,656	\$0
Hedging Contracts	\$1,352,990	\$1,005,608	-\$347,382
Sub Total Other Assets	\$1,443,647	\$1,096,264	-\$347,383
TOTAL CURRENT ASSETS	\$150,106,959	\$156,026,892	\$5,919,933

Source: End of month Financial Statements

J Bell
18th June 2014

AS AT 30th May 2014

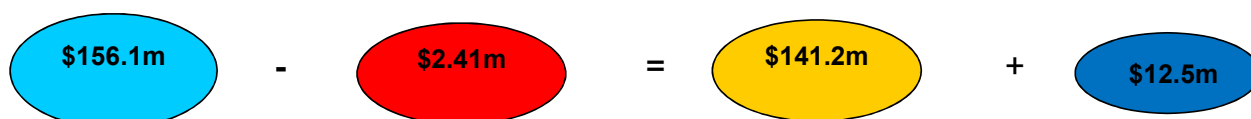
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CURRENT ASSETS

LIABILITIES

CAPITAL BASE

RESERVES



Benchmark (For Capital Base + maximum 25% in reserves)		Allowable Range	Tactical Target <small>Updated 25th January 2013</small>	Actual Value \$m	Percentage of Current Assets	Percentage Variance from target	Variance from tactical target
60%	GROWTH ASSETS	50 - 65%	60%	\$89.5	57.4%	-2.6%	-\$4.1
30.0%	Shares Forsyth Barr	22.5% - 37.5%	30.0%	\$44.8	28.7%	-1.3%	-\$2.0
30.0%	Shares Elevation Capital	22.5% - 37.5%	30.0%	\$44.1	28.3%	-1.7%	-\$2.7
0%	Private Equity	0% - 0%	0%	\$0.6	0.4%	0.4%	\$0.6
35%	INCOME ASSETS	25 - 45%	35%	\$52.7	33.8%	-1.2%	-\$1.9
27.5%	NZ Bonds	20 - 35%	27.5%	\$40.6	26.0%	-1.5%	-\$2.3
7.5%	Overseas Bonds	5% - 10%	7.5%	\$12.1	7.8%	0.3%	\$0.4
5%	LIQUID ASSETS	2 - 10%	5%	\$13.8	8.8%	3.8%	\$6.0
5%	Self-managed Cash (Incl Hedges & TKP)	2 - 10%	5%	\$13.8	8.8%	3.8%	\$6.0
100%	TOTAL		100%	\$156.0	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%.

QUOTES FOR TERM DEPOSITS

TRUST

DATE Of Investment 7-May-14

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 **\$2,000,000** Confirmed \$2,000,000

Bank Accepted **BNZ**
 Rate **4.32%**
 Maturity Date **7th Aug 2014**
 Number of days **90** Ask
 Account Number **03 0642 0797656 00**
 Dealer **Annette McLeod**

MUST send confirmation letter after each TD arranged. Finance/Authority letters/E&CCT Bank TD

ben taylor

	ASB	BNZ	ANZ	Westpac	KIWIBANK	HBS Bank
Contact	Joshua Hamblyn	Stu Pearse		Andrew mark (2)	Mark Barton or Jon Schicker	Jenny Lambie
Telephone	0800 272 332 arthur	834 1509 Annette McLeod 975 5339	Dinah Joll 830 0983	0800 334 020 client 650681	0800 11 33 15	DD 870 9066
Rate Offered	Nil Jake	4.32% Annette McLeod	4.30% dinah	4.34% Virginia	4.25% Roger & Mark	3.65% Jenny
Account to withdraw	Trust Current	Trust Current	Trust Current	Trust Current	Trust Current	Trust Current
Account Number	03 0642 0797656 00	03 0642 0797656 00	03 0642 0797656 00	03 0642 0797656 00	03 0642 0797656 00	03 0642 0797656 00

john-treasury
 Richard Wilson
 834 3738
 Rachel Wilson
 878 0846 or 0274299006
 Virginia 878 0845

Jenny Lambie
 870 9066

Comments for consideration and reason for decision.

Call account balance is \$588,650.35 as at 30th April 2014
 Hedging payment of \$1.3 mill due 8th May
 Next TD is HBS \$2mill & BNZ \$2 mill 7th May 2014.
 Pioneer Capital commitment nothing likely in next 4 weeks
 Need access to \$3 million+ to accommodate possible currency - did not eventuate.
 Presently, FBECL has \$5 million cash available if an emergency.
 This will leave \$10 million on Term Deposit.
 Donation Creditors stand at \$1.7 mill at 31st April 2014.
 Payments approved last Trust meeting \$541k
Transaction to be entered in ACCPAC - Bank Transaction, open bank entry, new, write details of Term Deposit, choose cheque, select withdrawal tab, enter GL 2200, add, save, post, go to GL batch list, print, post.

financialmarkets@kiwibank.co.nz

2200 Cash Self Term Deposit \$2,000,000.00

Signed

Date

Expected interest on maturity \$21,304.11

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.

SCHEDULE OF SELF MANAGED INVESTMENTS

AS AT 7th May 2014

TERM DEPOSITS

<u>Value</u>	<u>Bank</u>	<u>Date Invested</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$ 1,500,000	BNZ	5-Feb-14	119 days	4.10%	4-Jun-14
\$ 1,000,000	ANZ	5-Mar-14	93 days	4.10%	6-Jun-14
\$ 3,000,000	Westpac	9-Apr-14	90	4.24%	8-Jul-14
\$ 2,500,000	Kiwibank	7-May-14	121 days	4.38%	5 September 2014
\$ 2,000,000	BNZ	7-May-14	90 days	4.32%	7/08/2014

\$ 10,000,000

TOTAL

CURRENT ASSETS

<u>Bank</u>	<u>Cashbook</u>	<u>Statement</u>
Westpac Call Account	\$2,691,298.00	
Westpac Current*	\$7,551.75	\$0.00
Westpac Imprest	\$848.88	
Petty Cash	\$22.60	

\$2,699,721.23

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	\$	3,500,000.00	27.6%
ANZ	\$	1,000,000.00	7.9%
Kiwibank	\$	2,500,000.00	19.7%
Westpac	\$	3,000,000.00	23.6%
HBS	\$	-	0.0%

TOTAL CURRENT ASSETS

\$12,699,721.23

(excludes accrued interest owed)

SCHEDULE OF PAYMENTS FROM THE CURRENT ACCOUNT FOR THE MONTH

Payments made in May 2014

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

CREDITORS	PURPOSE	Payment Method	AMOUNT
AAA Services	Cleaning	dc	\$668.84
Computershare	Subscriptions	dc	\$35.00
Contact Energy	Power	dd	\$494.54
Corporate Trustee Services	Custody fee	dc	\$4,010.04
Create Limited	Pool assessment report-CHB Trust	dc	\$1,150.00
Credity Card expenses	Staff	dc	\$113.29
Elevation Capital	management fees	dc	\$12,687.50
Forsyth Barr	advisory fees	dc	\$21,657.17
IMS	Payroll Upgrade	dc	\$0.00
Fuji Xerox	Photocopier print charges	dc	\$312.49
Hatmar Holdings	Parking	AP	\$552.00
Hatmar Holdings	Rent	AP	\$4,821.72
Hatmar Holdings	Boardroom / rates	dc	\$1,236.07
Hawkes Bay Office Products	Stationery	dc	\$162.07
Inland Revenue Department	PAYE	dc	\$14,585.47
Michael Chamberlain & Associates	management fees	dc	\$60,875.25
NZ Post	Postage	dc	\$256.20
OK Media	Donation articles	dc	\$1,687.05
Pitney Bowes	Monthly lease for franking	AP	\$30.48
Pitney Bowes	Ink for franking machine	dc	\$0.00
Staples Rodway	audit fees	dc	\$5,865.00
Te Kete Putea	database	dc	\$8,647.32
Telecom	Telephone costs	DD	\$1,717.76
Tracta	Advertising	dc	\$0.00
Triko Security	Security	dc	\$178.25
Warehouse Stationery	Stationery	dc	\$0.00
Westpac	Audit Report & Fees	DD	\$0.00
Xplore.Net Solutions	Website	dc	\$57.50
			\$141,801.01
REMUNERATION (includes reimbursement of travel)			
Staff & Trustees	Remuneration (net) paid 12.5.2014	dc	\$16,919.78
Staff & Trustees	Remuneration (net) paid 26.5.2014	dc	\$19,641.10
DONATION PAYMENTS			
Donations		dc	\$173,500.00
TOTAL PAYMENTS FOR THE MONTH			\$351,861.89

Key to Payment Method

AP	Automatic Payment
dc	Direct Credit
DD	Direct Debit
CHQ	Cheque
TT	Telegraphic Transfer

PORTFOLIO RECONCILIATION
Eastern & Central Community Trust
31 May 2014

Cash Reconciliation

	Schedule		NZD
30-Apr-2014		Opening Valuation	174,163.07
	2	Capital Invested & Withdrawn	0.00
	3	Interest (RWT exempt)	232.33
		Interest (RWT exempt) - paid to ECCT	(922.10)
	4	Dividends & Distributions	167,071.66
		Dividends & Distributions - paid to ECCT	(141,215.09)
	5	Fees, Expenses & Fee Rebates	(1,172.94)
		Cash Movement	
	10	Shares	(110,834.20)
	7	Cash Deposits	0.00
	6	Cash currency m/e revaluation	(589.74)
31-May-2014	11	Closing cash	86,732.99
		Closing Bank balance	87,046.80
		Variance	(313.81)

ELEVATION CAPITAL

Asset Valuation

	Schedule		NZD
30-Apr-2014		Opening Valuation	44,141,970.37
	2	Capital Invested & Withdrawn	0.00
	7	Term deposits (incl accrued Interest)	0.00
		Cash	87,046.80
	4	Dividends & Distributions	
	6	Shares Valuation*	44,729,475.20
31-May-2014		Closing Valuation	44,816,522.00
		Monthly Change	674,551.62

* Share Valuation is unaudited last trading prices at month end

313.81 Variance: unidentified funds from Foysyth Barr - Pt investigating

PORTFOLIO RECONCILIATION
Eastern & Central Community Trust
31 May 2014

Cash Reconciliation

	Schedule		NZD
30-Apr-2014		Opening Valuation	174,163.07
	2	Capital Invested & Withdrawn	0.00
	3	Interest (RWT exempt)	232.33
		Interest (RWT exempt) - paid to ECCT	(922.10)
	4	Dividends & Distributions	167,071.66
		Dividends & Distributions - paid to ECCT	(141,215.09)
	5	Fees, Expenses & Fee Rebates	(1,172.94)
		Cash Movement	
	10	Shares	(110,834.20)
	7	Cash Deposits	0.00
	6	Cash currency m/e revaluation	(589.74)
31-May-2014	11	Closing cash	86,732.99
		Closing Bank balance	87,046.80
		Variance	(313.81)

FORSYTH BARR

Asset Valuation

	Schedule		NZD
30-Apr-2014		Opening Valuation	44,141,970.37
	2	Capital Invested & Withdrawn	0.00
	7	Term deposits (incl accrued Interest)	0.00
		Cash	87,046.80
	4	Dividends & Distributions	
	6	Shares Valuation*	44,729,475.20
31-May-2014		Closing Valuation	44,816,522.00
		Monthly Change	674,551.62

* Share Valuation is unaudited last trading prices at month end

313.81 Variance: unidentified funds from Forsyth Barr - Pt investigating

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, 30 May 2014

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
CB957843	NZD	7,900,000.00	EUR	4,909,613.00	0.621470	08-Aug-14	0.621754	3,581.64	0.625510
CB957844	NZD	4,900,000.00	GBP	2,505,027.00	0.511230	08-Aug-14	0.505614	-54,096.86	0.508440
CB957845	NZD	16,500,000.00	USD	14,219,370.00	0.861780	08-Aug-14	0.845622	-313,369.11	0.850800
Total								-363,884.33	

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 16th May 2014

Rollover Date: 8th August 2014

CURRENCY Country	Amount Hedged \$NZ	Value of Overseas Exposure in \$NZ 30/04/2014	Hedged % Target %	Trade Date	Deal Rate	Revaluation Rate 14/05/2014	Rollover Date	Balance \$NZ
Thailand Malaysia USA HongKong Brazil	16,500,000	1,558,502 2,911,638 28,950,000 844,416 42,522	48.15% 50%	5/02/2014	0.86178	0.85832	8/08/2014	-66,571.56
All European Countries (incl Swiss)	7,900,000	15,718,368	50.26% 50%	5/02/2014	0.62147	0.62572	8/08/2014	53,683.27
UK	4,900,000	10,568,000	46.37% 50%	5/02/2014	0.51123	0.51146	8/08/2014	2,232.22
Japan	0	0	0% 50%	n/a	n/a	83.44	n/a	0.00
Pimco Bonds (Hedged)	0	12,049,766	0.00% 0%	n/a	n/a	0.92363	n/a	0.00
Australia	0	12,347,000	0.00% 50%	5/02/2014	0.92363	0.92212	8/08/2014	0.00

TOTAL (Incl Bonds)	\$29,300,000	\$84,990,212	
EQUITIES ONLY	\$29,300,000	\$72,940,446	40.17%

Current Balance **-\$10,656.07**

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

Trust 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
16/05/2014

Summary Information

Fund Name	30/04/2014	Cash Flow	31/05/2014
	Value		Value
PIMCO NZD Hedged Global Strategy Fund	11,967,161	0	12,135,669

Performance									
	1 Month	3 Month	FYTD	1 Year	2 Year	3 Year	5 Year	10 Year	Since Inception
Fund - Net of Fees*	1.41	2.77	8.58	6.03					4.62
Benchmark**	1.34	2.88	8.76	6.69					5.65
Net of Fee Alpha	0.07	(0.11)	(0.18)	(0.66)					(1.03)

Base Currency: USD

Since Inception Date: 14/05/2013

Financial Year Start Date: 30/06/2013

* Fee may vary based on individual fee schedule

** The current benchmark is 70%GlobAggCorpIndx30%GlobAggGovIndxHdgNZ

Investment Characteristics

Investment Statistics	
Effective Duration	5.1
Benchmark Duration	6.4
Average Maturity	6.7
Average Coupon	4.0
Average Quality	A-
Total Carry	6.4

Quality Breakdown		
MV %		MV %
Portfolio		Benchmark
8	AAA	12
9	AA	22
33	A	33
47	BBB	33
3	Sub Inv Grade	0
100	Total	100

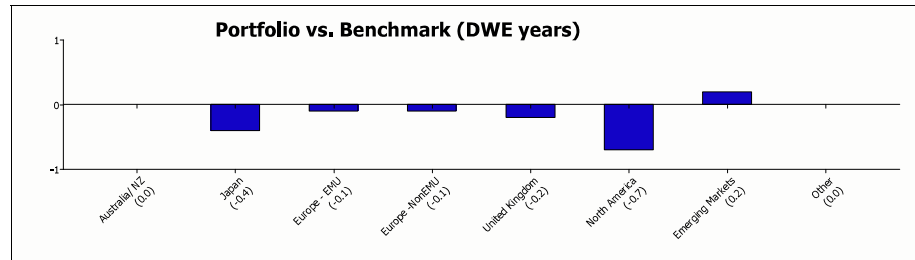
Curve Exposure				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
1	0	0-1 years	0.1	0
11	9	1-3 years	0.6	0.6
16	15	3-5 years	0.8	1.0
30	16	5-7 years	1.5	1.0
13	9	7-8 years	0.7	0.6
13	8	8-10 years	0.7	0.5
16	43	10+ years	0.8	2.7
100	100	Total	5.1	6.4

Regional Breakdown (by currency of settlement)					
Duration Weighted Exposure %			Duration Weighted Exposure		FX Exposure
Portfolio	Benchmark		Portfolio	Benchmark	Portfolio
0.8	0.7	Australia/ NZ	0.0	0.0	98.1
6.2	11.4	Japan	0.3	0.7	-0.8
26.8	22.2	Europe - EMU	1.4	1.4	0.0
0.0	1.0	Europe -NonEMU	0.0	0.1	0.0
8.3	9.6	United Kingdom	0.4	0.6	0.0
54.1	53.8	North America	2.7	3.4	2.1
3.8	0.6	Emerging Markets	0.2	0.0	0.7
0.0	0.7	Other	0.0	0.0	0.0
100.0	100.0	Total	5.1	6.4	100.0

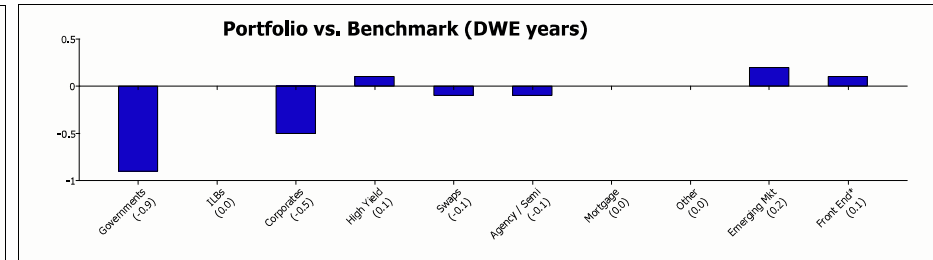
Sector Breakdown				
Duration Weighted Exposure %			Duration Weighted Exposure	
Portfolio	Benchmark		Portfolio	Benchmark
19	29	Governments	1.0	1.9
0	0	ILBs	0.0	0.0
70	65	Corporates	3.6	4.1
2	0	High Yield	0.1	0.0
-2	0	Swaps	-0.1	0.0
2	3	Agency / Semi	0.1	0.2
0	0	Mortgage	0.0	0.0
0	0	Other	0.0	0.0
8	3	Emerging Mkt	0.4	0.2
1	0	Front End*	0.1	0.0
100	100	Total	5.1	6.4

* 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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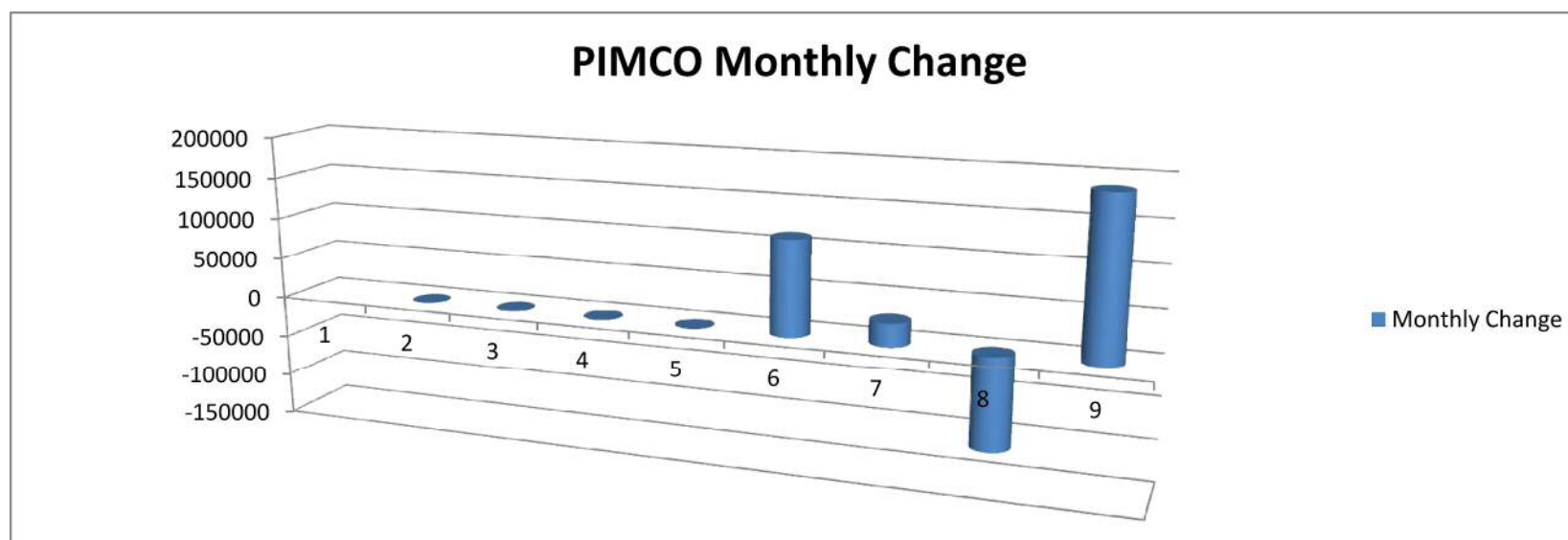
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P I M C O

PIMCO MONTHLY COMPARISON REPORT

Month	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14
-------	--------	--------	--------	--------	--------	--------	--------	--------	--------

\$/Unit					959.0312	968.1524	970.3525	961.5154	975.0544
# Units	12,446	12,446	12,446	12,446	12,446	12,446	12,446	12,446	12466
Market Value	\$ -	\$ -	\$ -	\$ -	\$11,936,242	\$12,049,766	\$12,077,149	\$11,967,161	\$12,155,184
Monthly Change		\$ -	\$ -	\$ -	\$ -	\$ 113,524	\$ 27,383	-\$ 109,988	\$ 188,023



**Eastern & Central Community
Trust Inc**

**Monthly Report for
May 2014**

Transaction Summary

Eastern & Central Community Trust Inc

The bond purchases over the period were as follows:

Issuer	Maturity Date	Face Value	Cost ^{1,3}	Yield
Kiwibank	15-June-2019	\$250,000	\$250,000	6.61%

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
Morgan Stanley	30-May-2014	\$2,000,000	7.95%

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 Eastern & Central Community Trust Incorporated, 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.

All incidences of non-compliance with the mandate have been highlighted in **RED** in the portfolio summary. Trustees have been advised of this non-compliance and acknowledge their acceptance of these.

Commentary

During **May**, the following occurred:

- We purchased \$250,000 of **Kiwibank** capital notes at a rate of 6.61% pa.
- **Goodman Fielder** received a revised bid for its equity of A\$0.70 which the GFF board has subsequently recommended shareholders accept. The bidding parties have been granted four weeks to undertake due diligence. Bondholders have no say in the outcome of a change of control.
- \$2m of **Morgan Stanley** bonds matured.

During **June** the following will occur:

- **Mighty River Power** has announced that they intend to issue a hybrid (50% equity credit) security in June. No details have been released but we will look to add this to the portfolio should the terms be favourable and the security is compliant.

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-	\$5,400,000	16.1%
BBB+	\$8,500,000	25.3%
BBB	\$12,125,000	36.1%
BBB-	\$2,426,000	7.2%
BB+	\$1,808,000	5.4%
BB	\$0	0.0%
BB-	\$0	0.0%
Not Rated	\$3,342,567	9.9%
	\$33,601,567	100%
Average Weighted Credit:		BBB

Bond Maturity Analysis:

Maturity Date	Portfolio Holding	
	\$ Face Value	%
2014	\$3,397,567	10.1%
2015	\$3,750,000	11.2%
2016	\$8,900,000	26.5%
2017	\$5,276,000	15.7%
2018	\$1,653,000	4.9%
2019	\$6,375,000	19.0%
2020	\$0	0%
2021	\$4,250,000	12.6%
	\$33,601,567	100%
Average Weighted Maturity (Yrs):	4.14	
Duration:	2.65	

Portfolio Reconciliation

Eastern & Central Community Trust Inc

1. Market Value (Marked to Market)

Opening Value	\$40,134,394.94
Contributions / (Withdrawals)	\$0.00
Adjusted Opening Value	\$40,134,394.94
Closing Value	\$40,563,018.80
Monthly Change	\$428,623.86

2. Capital Movements for Month

Opening Value	\$39,580,441.85
Contributions / (Withdrawals)	\$0.00
Plus Interest Received	\$320,410.80
Adjusted Opening Value	\$39,900,852.65
Closing Value	\$40,094,640.07
Monthly Change	\$193,787.42
Realised Gains	\$0.00
Unrealised Change in Portfolio Value	\$193,787.42

3. Accrued Interest for Month

Opening Value	\$553,953.09
Closing Value	\$468,378.73
Monthly Change	(\$85,574.36)

4. Interest Received for Month

Coupon Income Received	\$320,410.80
Realised Income on Sale	\$0.00
Total Realised Interest Received	\$320,410.80

5. Gain / (Loss) on Sale for Month

Total Realised Gain / (loss) over Cost	\$0.00
Less Realised Interest on Sale	\$0.00
Realised Gain / (loss) on Sale	\$0.00
Realised Gain to last Month	\$0.00
Closing Realised Gain	\$0.00
Monthly Change	\$0.00

6. Realised / Unrealised Income Report for Month

Realised Interest	\$320,410.80
Realised Gain / (loss) on sale	\$0.00
Unrealised Change in Accrued Interest	(\$85,574.36)
Unrealised Change in Portfolio Value	\$193,787.42

7. Year To Date Analysis

Change in Market Value	\$761,785.56
Realised Interest	\$495,336.50
Realised Gain / (loss) on sale	\$0.00
Change in Accrued Interest	(\$45,539.04)
Unrealised Change in Bond Value	\$311,988.10
Change in Capital Value (incl. realised gains / losses)	\$311,988.10

8. Accrued Management Fees \$6,252 (incl. GST @ 4.2%)

FORSYTH BARR **ESAM** **CUSHING**

Issuer:	Credit	Maturity Date	Coupon	Face Value	Exposure Limit	Exposure Available	Cost	Market Value	Capital Value	Purchase Yield	Reval Yield	Capital Appreciation	Accrued Interest	Annual Cpn Income	Duration	Price Per \$100
Reset Securities Nufarm Finance ³	B	15-Oct-14	6.63%	\$1,397,567	\$2,000,000	\$602,433	\$1,475,694.44	\$1,058,250.00	\$1,046,546.22	6.63%	6.63%	-\$429,148.22	\$11,703.78	\$92,613	0.4	
	A-	8-Oct-14	3.71%	\$1,000,000	\$3,500,000	\$2,500,000	\$1,000,000.00	\$932,500.00	\$927,101.72	3.71%	3.71%	-\$72,898.28	\$5,398.28	\$37,075	0.4	
	NR	16-Oct-14	3.62%	\$1,000,000	\$1,000,000	-\$250,000	\$995,995.00	\$976,000.00	\$971,549.18	3.62%	3.62%	-\$24,450.82	\$4,450.82	\$36,200	0.4	
	BBB-	19-Dec-17	5.04%	\$500,000	\$2,500,000	\$2,000,000	\$500,000.00	\$490,000.00	\$385,001.09	5.04%	5.04%	-\$114,998.91	\$4,998.91	\$26,400	3.2	
	BBB+	18-Apr-18	5.28%	\$500,000	\$2,500,000	\$2,000,000	\$500,000.00	\$489,500.00	\$486,398.36	5.28%	5.28%	-\$13,601.64	\$3,101.64	\$25,200	3.5	
Hybrid Securities Genesis Capital Bonds ⁵	BB+	15-Jul-18	6.19%	\$958,000	\$2,000,000	\$42,000	\$1,022,535.58	\$945,548.00	\$938,052.02	6.53%	6.53%	-\$84,483.56	\$7,493.98	\$59,300	3.6	
Fixed Rate Bonds	A	30-May-14	7.95%	\$2,000,000	\$2,500,000	\$500,000	\$1,976,083.07	\$2,000,000.00	\$2,000,000.00	8.27%	7.95%	\$23,915.93	\$0.00	\$159,000	1.0	\$106.51
	BBB+	19-Jun-15	7.53%	\$2,000,000	\$2,000,000	\$0	\$2,016,412.80	\$2,130,201.96	\$2,060,792.62	7.60%	4.75%	\$44,378.82	\$69,409.34	\$155,000	1.0	\$103.17
	BBB	29-Jun-15	6.59%	\$750,000	\$2,000,000	\$0	\$714,594.56	\$773,757.54	\$765,373.23	7.75%	4.57%	\$50,788.67	\$8,384.31	\$48,975	1.0	\$103.97
	NR	15-Nov-15	8.50%	\$500,000	\$1,000,000	\$305,000	\$500,000.00	\$519,853.75	\$518,005.92	8.50%	5.90%	\$18,005.92	\$1,847.83	\$42,500	1.4	\$103.97
	BBB*	15-Dec-15	8.40%	\$500,000	\$2,000,000	-\$750,000	\$500,000.00	\$530,812.20	\$522,024.15	8.40%	5.40%	\$22,024.15	\$8,788.04	\$42,000	1.4	\$106.16
	A-	22-Mar-16	7.04%	\$2,400,000	\$2,500,000	\$100,000	\$2,400,000.00	\$2,534,193.82	\$2,502,054.69	7.04%	4.56%	\$102,054.69	\$32,139.13	\$168,960	1.7	\$105.59
	BBB*	15-May-16	7.75%	\$1,500,000	\$2,000,000	\$0	\$1,500,000.00	\$1,560,464.50	\$1,555,410.15	7.75%	5.73%	\$55,410.15	\$5,054.35	\$116,250	1.8	\$104.03
	BBB*	16-May-16	7.54%	\$2,000,000	\$2,000,000	\$0	\$2,000,000.00	\$2,021,701.20	\$2,015,554.46	7.54%	7.11%	\$15,554.46	\$6,146.74	\$150,800	1.8	\$101.08
	BBB+	15-Sep-16	7.19%	\$1,000,000	\$2,000,000	\$42,000	\$1,005,116.26	\$1,063,876.83	\$1,048,843.00	7.12%	4.90%	\$43,728.74	\$15,033.83	\$71,860	2.1	\$106.39
	A-	15-Nov-16	8.00%	\$2,000,000	\$2,500,000	\$500,000	\$2,000,000.00	\$2,165,073.81	\$2,158,117.29	8.00%	4.56%	\$158,117.29	\$6,956.52	\$160,000	2.3	\$108.25
Nufarm Finance	BBB+	16-Mar-17	7.55%	\$1,000,000	\$2,000,000	\$1,000,000	\$1,000,000.00	\$1,079,323.73	\$1,063,731.34	7.55%	5.07%	\$63,731.34	\$15,592.39	\$75,500	2.5	\$107.93
	BBB-	15-Jun-17	7.00%	\$1,926,000	\$2,000,000	\$74,000	\$1,943,434.57	\$2,061,687.92	\$1,998,833.69	6.82%	5.61%	\$56,398.12	\$61,854.23	\$134,820	2.7	\$107.05
	BBB	28-Sep-17	6.74%	\$1,250,000	\$2,000,000	\$0	\$1,158,448.47	\$1,313,759.07	\$1,299,106.90	8.00%	5.44%	\$140,658.43	\$14,652.17	\$84,250	3.0	\$105.10
	BB+	15-Dec-17	5.80%	\$600,000	\$1,000,000	\$150,000	\$600,000.00	\$610,477.77	\$594,511.83	5.80%	6.09%	-\$5,468.17	\$15,955.93	\$34,800	3.2	\$101.75
	NR	15-Nov-18	6.85%	\$195,000	\$1,000,000	\$305,000	\$195,000.00	\$196,895.69	\$196,114.93	6.85%	6.70%	\$1,114.93	\$580.76	\$13,358	3.9	\$100.87
	BBB*	15-Mar-19	6.45%	\$500,000	\$2,000,000	\$0	\$500,000.00	\$515,939.19	\$509,191.23	6.45%	6.00%	\$9,191.23	\$6,747.96	\$32,250	4.1	\$103.21
	BBB	15-May-19	5.80%	\$1,375,000	\$2,000,000	\$625,000	\$1,375,000.00	\$1,395,043.21	\$1,391,575.82	8.00%	5.52%	\$16,575.82	\$3,467.39	\$79,750		
	BBB+	15-Jun-19	6.65%	\$2,000,000	\$2,000,000	\$150,000	\$2,000,000.00	\$2,038,000.00	\$2,018,323.29	6.65%	6.65%	\$19,676.71	\$13,325.29	\$133,000	4.3	
	BB+	15-Jul-19	6.61%	\$250,000	\$1,000,000	\$150,000	\$250,000.00	\$260,000.00	\$249,865.00	6.61%	6.61%	-\$135.00	\$16,525	\$135,000		
	BBB*	15-Sep-19	6.75%	\$2,250,000	\$2,000,000	-\$750,000	\$2,250,000.00	\$2,332,087.63	\$2,300,309.43	6.75%	6.25%	\$50,309.43	\$31,778.19	\$151,875	4.4	\$103.65
Nufarm Finance	NR	31-Mar-21	6.25%	\$250,000	\$1,000,000	-\$250,000	\$250,000.00	\$257,503.15	\$254,884.67	6.25%	5.90%	\$4,884.67	\$2,618.48	\$15,625	5.6	\$103.00
	BBB+	15-May-21	6.25%	\$2,000,000	\$2,000,000	\$0	\$2,000,000.00	\$2,060,888.23	\$2,055,453.45	6.25%	5.76%	\$55,453.45	\$5,434.78	\$125,000	5.7	\$103.04
	BBB	4-Oct-21	6.25%	\$2,000,000	\$2,000,000	\$0	\$2,014,084.42	\$2,059,166.45	\$2,039,849.23	6.13%	5.91%	\$25,764.81	\$19,467.21	\$125,000	5.9	\$102.97
Rabobank bonds mature on 8 October 2037 but the interest rate is reset annually at 0.76% over the prevailing 1 yr swap rate																
Sky TV bonds mature on 16 October 2016 but the interest rate is reset annually at 0.65% over the prevailing 1 yr swap rate																
Nufarm Finance are perpetual securities and are denominated in A\$. They are expressed in NZ\$ (face value is NZ\$1,275,000) in this report and the interest rate is reset semi-annually at 3.90% over the prevailing 6 mth bank bill rate in Australia																
Credit Agricole bonds are perpetual securities but the interest rate is reset each five years at 1.90% over the prevailing 5 yr swap rate																
Genesis Capital bonds mature on 15 July 2041 but the interest rate is reset each five years at 4.12% over the prevailing 5 yr swap rate																
Denotes ESAW credit assessment																

Eastern & Central Community Trust



Trust Cash Portfolio

Date: 31-May-14

Name	Credit	Purchase Date	Maturity Date	Number of Days	Maturity Value	Cost	Accrued Interest	Current Value	Yield
					\$0.00	\$0.00	\$0.00	\$0.00	
Funds at Call						\$4,221,065.15	\$79,500.00	\$4,300,565.15	3.50%
						\$4,221,065.15	\$79,500.00	\$4,300,565.15	3.50%



Cash Management

Forsyth Barr Cash Management Service

Statement of Transactions

May 2014

Eastern & Central Community Trust Inc
PO Box 1058
Hastings 4156
New Zealand

Client Number: 2515765
Tax Rate: 0.0%

Currency: New Zealand Dollar **Account:** At Call

Date	Transaction	Withdrawal	Deposit	Balance
01 May 14	Opening Balance			4,150,654.35
16 May 14	Deposit received to At Call Account Reference: CEN010/20-Interest		26,821.92	4,177,476.27
16 May 14	Deposit received to At Call Account Reference: FBI060/70-Interest		79,962.33	4,257,438.60
16 May 14	Deposit received to At Call Account Reference: AIA080-Interest		80,000.00	4,337,438.60
16 May 14	Deposit received to At Call Account Reference: WIA020-Interest		69,520.55	4,406,959.15
16 May 14	Deposit received to At Call Account Reference: Infratil - Interest		13,702.39	4,420,661.54
19 May 14	Deposit received to At Call Account Reference: GFZ010-Interest		37,700.00	4,458,361.54
28 May 14	Funds transferred to your Forsyth Barr Investment Account	250,000.00		4,208,361.54
31 May 14	Interest on at call account		12,703.61	4,221,065.15

Closing Balance: **NZD 4,221,065.15**

If you would like to know the latest returns for both New Zealand dollars and foreign currency investments, please contact your Investment Advisor on 0800 367 227 or visit www.forsythbarr.co.nz

Report type:	Executive/Board Information Papers
Recommendation:	The Executive reviews the investment commentary as provided by MCA
Agenda item no:	8
Subject:	Investment Commentaries & Market Reviews
Responsible for the report:	General Manager

Purpose of report:	To be informed of the Trusts Investment portfolio
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Eastern & Central Community Trust

Consolidated investment report to 31 May 2014

Note: This report is a transitional report and a combination of the old arrangements and the new arrangements.

1. Overall Trust return (%)

	Month	Year-to-date
Income return	1.26%	1.62%
Market movement	0.22%	1.88%
Total return	1.48%	3.53%

2. Summarised accounts (\$)

Assets at start	152,669,130	150,049,641
Net cash flow	(201,390)	(596,331)
Income received/(paid)	1,922,566	2,459,017
Growth gains/(losses)	342,841	2,820,820
Total investment gains/(losses)	2,265,406	5,279,837
Assets at end	154,733,147	154,733,147
Income sector assets at end		65,515,980 (42.3%)
Growth sector assets at end		89,217,167 (57.7%)

3. Investment activities 2014/15 year

Nil



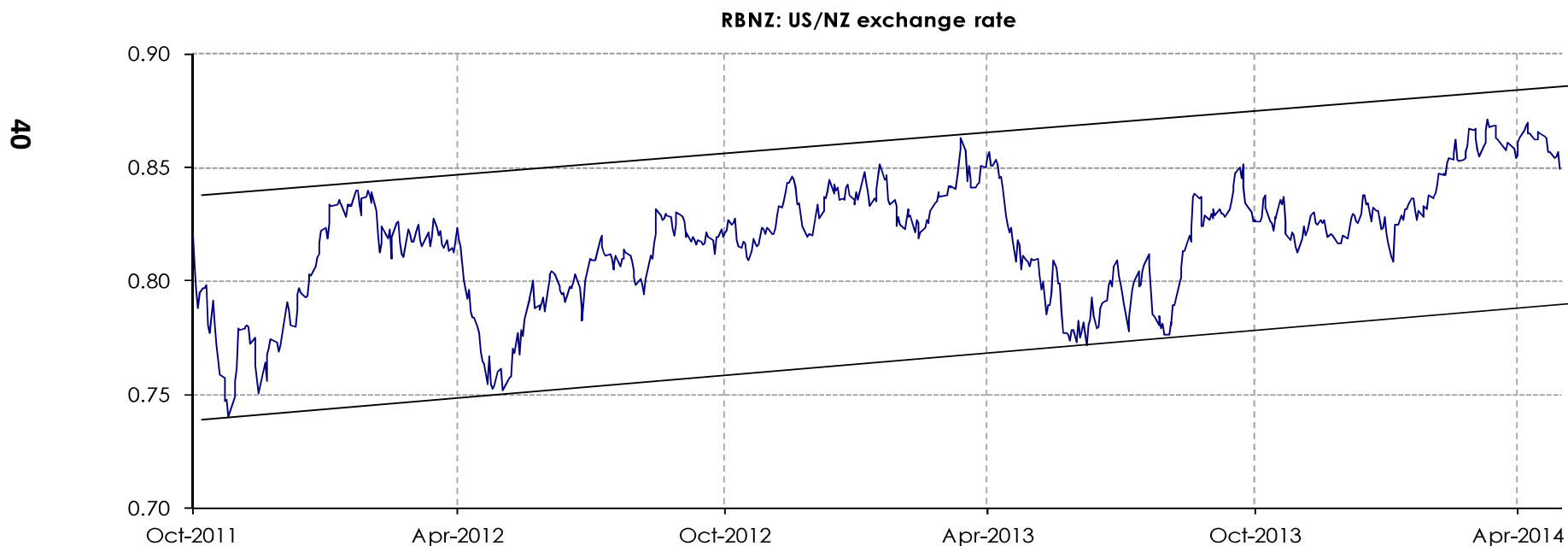
4 Hedging levels

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 May 2014, the individual currency target hedging levels were:

	AUD	Euro	GBP	USD
Hedging level	50%	50%	50%	50%

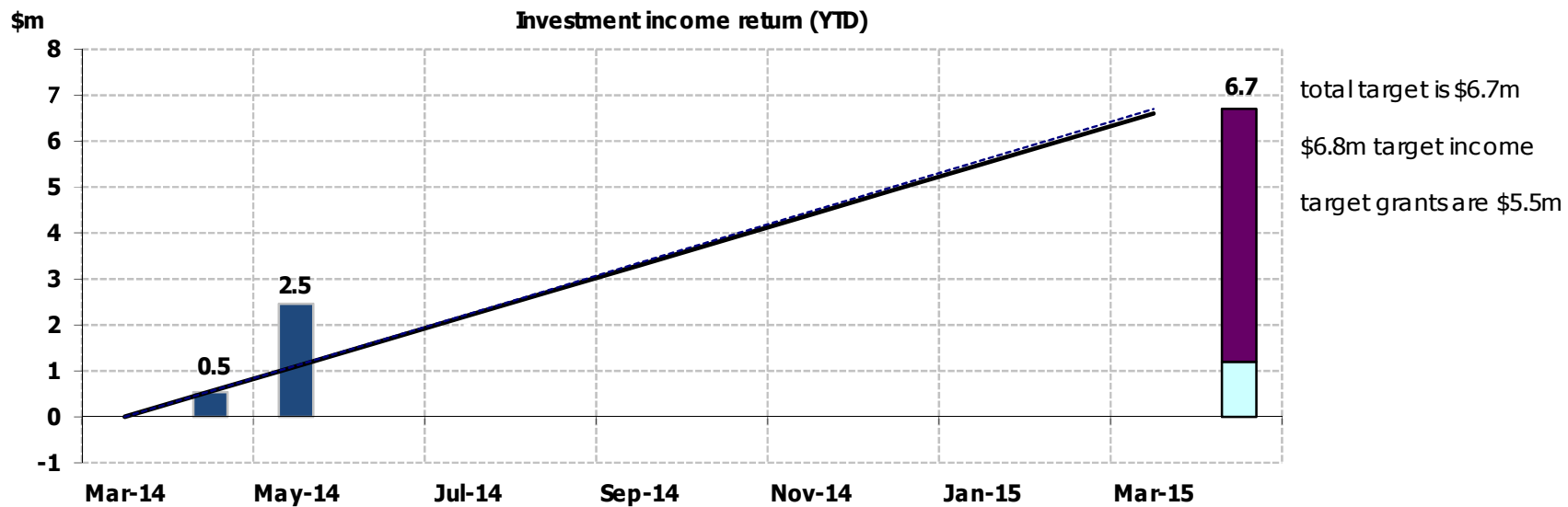
On 31 May 2014, the RBNZ US\$/NZ\$ exchange rate was 0.8495. Since 31 October 2011 it has been:





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

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. The 2014/2015 target grants and operation costs are \$6.7m. Part of the budget is funded by \$6.8m of expected investment income. The results, relative to the objective and the budget for the year-to-date, are:



Details of the source of the income are on page 6.



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

Income

(\$m)

	Cash	NZ bonds	OS bonds	Listed shares	Private Equity	Total
Assets: 1 April 2014	10.81	39.80	12.08	86.75	0.61	150.05
Assets for income budget	10.81	39.80	12.08	86.75	0.61	150.05
Expected income return (%)	4.2%	6.0%	6.0%	3.8%	0.0%	4.9%
Expected income return (\$m)	0.45	2.39	0.72	3.25	0.00	6.82
Income						
Monthly						
Actual	0.05	0.32	0.00	1.55	0.00	1.92
Budget	0.04	0.20	0.06	0.27	0.00	0.57
Year-to-date						
Actual	0.13	0.32	0.00	2.01	0.00	2.46
Budget	0.08	0.40	0.12	0.54	0.00	1.14

Notes:

The budgeted income assumes a uniform allocation each month of the annual amount. In practice, it is expected to be variable month-to-month.

The actual income includes dividends, bond coupon interest, FX contract close-outs and interest, etc.

The grant and operation cost objective is funded through actual income and cash holdings.







Eastern & Central Community Trust

Consolidated investment report to 31 May 2014

Investment strategy - by investment asset type

The assets of the Trust are split between cash, bonds, property and shares, to achieve the return objectives of the Trust to achieve the grants policy. Each type of asset has a different purpose. The combined mix is the investment strategy of the Trust. 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		Income Reduced volatility		Inflation protection Growth		Current grants Intergenerational equity	
Benchmark (\$)	Short-term		Medium-term		Long-term			
Benchmark (%)	\$10.00 m 6.5%		\$50.00 m 32.4%		\$94.73 m 61.2%		\$154.73 m 100.0%	
Current assets vs benchmark								
Current assets	\$17.12 m		\$48.40 m		\$89.22 m		\$154.73 m	
Benchmark assets	\$10.00 m		\$50.00 m		\$94.73 m		\$154.73 m	
Excess (shortfall)	\$7.12 m		-\$1.60 m		-\$5.52 m		\$0.00 m	
Current assets vs capital base								
Current assets	\$17.12 m		\$48.40 m		\$89.22 m		\$154.73 m	
Capital base	\$10.00 m		\$50.00 m		\$80.93 m		\$140.93 m	
Excess (shortfall)	\$7.12 m		-\$1.60 m		\$8.29 m		\$13.80 m	
Current assets vs 125% x capital base								
Investment activities 2014/15 year	\$17.12 m		\$48.40 m		\$89.22 m		\$154.73 m	
Target assets	\$10.00 m		\$50.00 m		\$116.16 m		\$176.16 m	
Excess (shortfall)	\$7.12 m		-\$1.60 m		-\$26.95 m		-\$21.43 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. \$140.93m) 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.



Assets by sector and manager

Current assets:

\$154.7m

\$150.0m at 1 April 2014

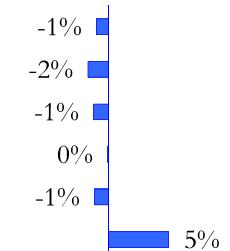
	Shares	Bonds	Cash	Total	%
Listed shares:					
Elevation Capital	41,493,080		2,657,007	44,150,087	28.53%
Forsyth Barr	44,729,475		87,047	44,816,522	28.96%
Private equity:					
Pioneer Capital Partners	614,442			614,442	0.40%
Bonds:					
Forsyth Barr Esam Cushing		36,262,454		36,262,454	23.44%
Pimco		12,135,669		12,135,669	7.84%
Cash					
Trust			12,817,292	12,817,292	8.28%
Forsyth Barr Esam Cushing			4,300,565	4,300,565	2.78%
FX overlay¹	-363,884	0		-363,884	-0.24%
Total	86,473,113	48,398,123	19,861,911	154,733,147	100.00%
	55.89%	31.28%	12.84%		

¹ - FX overlay is BNZ hedging contract for listed shares investments

Strategy by sector/manager

	Benchmark allocation	Current allocation	Position from benchmark
Pioneer Capital Partners	1.3%	0.4%	-0.9%
Elevation Capital listed shares ¹	29.97%	28.4%	-1.6%
Forsyth Barr listed shares ¹	29.97%	28.9%	-1.1%
NZ bonds ¹	23.5%	23.4%	-0.1%
Overseas bonds ²	8.9%	7.8%	-1.1%
Cash	6.5%	11.1%	4.6%

Position from benchmark

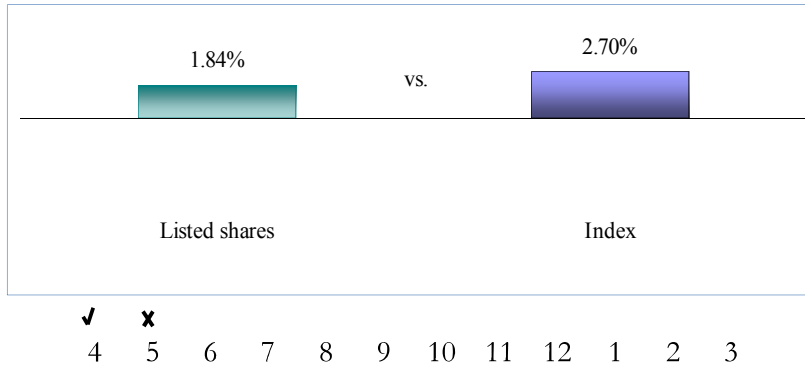


¹ includes cash held in the mandate; ² includes fx balance in respect of the investment.

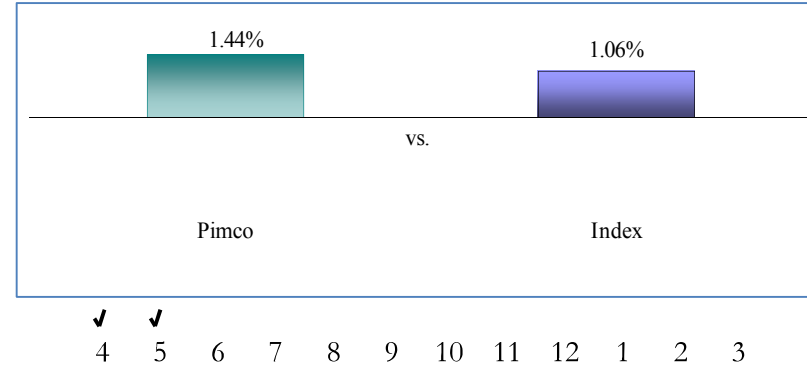


Monthly performance relative to benchmark returns

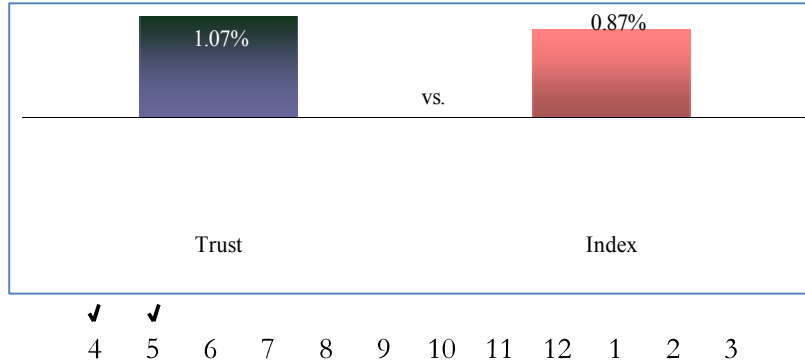
Listed shares



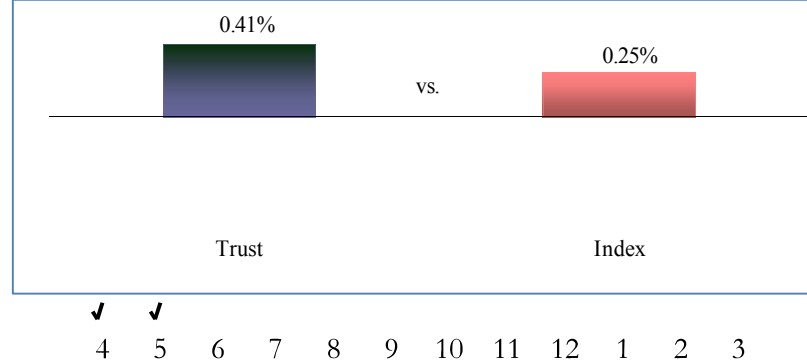
OS bonds - Pimco



NZ bonds - Self-managed



Cash - Self-managed



Note: the tick and cross at the bottom of each graph represents whether value was added in the month or not, for the months in the current financial year.



Performance

		This month			Year to date		
		Actual return	B/mark return	Value added	Actual return	B/mark return	Value added
By investment sector:							
Overall Trust return¹:		1.48%	1.92%	-0.44%	3.53%	3.04%	+0.49%
Total shares		1.83%	2.70%	-0.87%	4.72%	4.11%	+0.60%
Elevation Capt. / Forsyth Barr listed shares		1.84%	2.70%	-0.86%	4.75%	4.11%	+0.64%
Elevation Capital (portfolio)		0.94%			2.39%		
	Shares	0.99%	3.12%	-2.12%	2.66%	5.19%	-2.54%
	Liquidity	0.01%			0.03%		
Forsyth Barr (portfolio)		0.90%			2.33%		
	Shares	0.93%	3.12%	-2.19%	2.61%	5.19%	-2.58%
	Liquidity	0.00%			0.00%		
Currency Hedging		-0.09%	-0.42%	+0.33%	-0.57%	-1.05%	+0.48%
Pioneer Capital Partners		0.00%			0.00%		
NZ bonds - Self-managed⁶		1.07%	0.87%	+0.20%	1.91%	1.59%	+0.32%
OS bonds - Pimco		1.44%	1.06%	+0.38%	2.59%	1.90%	+0.69%
Self-managed - cash⁸		0.41%	0.25%	+0.16%	1.11%	0.47%	+0.64%



Performance

		Quarter to date			Since appointment (%p.a.)		
		Actual return	B/mark return	Value added	Actual return	B/mark return	Value added
By investment sector:							
Overall Trust return¹:		3.53%	3.04%	+0.49%	7.15%	6.16%	+0.99%
Total shares		4.72%	4.11%	+0.60%	7.97%	6.23%	+1.74%
Elevation Capt. / Forsyth Barr listed shares		4.75%	4.11%	+0.64%	9.02%	14.39%	-5.38%
Elevation Capital (portfolio)		2.39%			3.76%		
	Shares	2.66%	5.19%	-2.54%	2.24%	11.30%	-9.05%
	Liquidity	0.03%			0.37%		
Forsyth Barr (portfolio)		2.33%			5.16%		
	Shares	2.61%	5.19%	-2.58%	3.38%	11.30%	-7.92%
	Liquidity	0.00%			0.39%		
Currency Hedging		-0.57%	-1.05%	+0.48%	2.41%	2.43%	-0.02%
Pioneer Capital Partners		0.00%			0.00%		
NZ bonds - Self-managed⁶		1.91%	1.59%	+0.32%	7.63%	6.80%	+0.83%
OS bonds - Pimco		2.59%	1.90%	+0.69%	4.66%	4.14%	+0.52%
Self-managed - cash⁸		1.11%	0.47%	+0.64%	6.17%	5.29%	+0.88%



Performance

Since appointment date :

			Current management
1	Overall	Apr 1997	
13	Private equity	Jun 2013	Pioneer Capital Partners
11	listed shares	May 2013	Elevation Capital & Forsyth Barr listed shares
12	OS bonds	May 2013	Pimco
10	AUST shares	Feb 2012	Forsyth Barr, separated from NZ shares in Feb 2012
9	Emerging markets	Jun 2011	SSgA
7	OS bonds	Jul 2009	Vanguard
5	NZ property	Feb 2008	Forsyth Barr
4	AUST property	Jan 2008	SSgA
3b	OS China/India shares	Mar 2005	SSgA
6	NZ bonds	Nov 2002	Self-managed through Forsyth Barr Esam Cushing
3a	OS shares FX hedging	Apr 2000	BNZ
2	NZ shares	Jul 1999	Forsyth Barr
3	OS shares	May 1997	SSgA
8	Cash	Apr 1997	Self-managed
Market sector returns are calculated based on the general market movement applicable to a non-taxpayer.			

Market Indices :

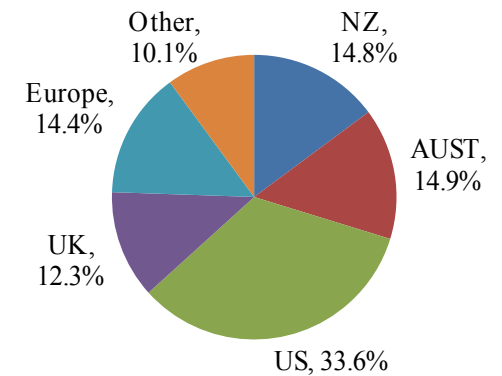
Total shares	MSCI world net div (50% hedged)
Elevation Capital / Forsyth Barr listed shares	MSCI world net div (50% hedged)
shares	MSCI world net div (currency unhedged)
currency hedging	50% of currency movement
NZ bonds - self-managed	ANZ Corp A grade index
OS bonds hedged - Pimco	Citigroup WGBI Index (100% hedged)
Self-managed - cash	NZX call rate



31 May 2014

Geographic split

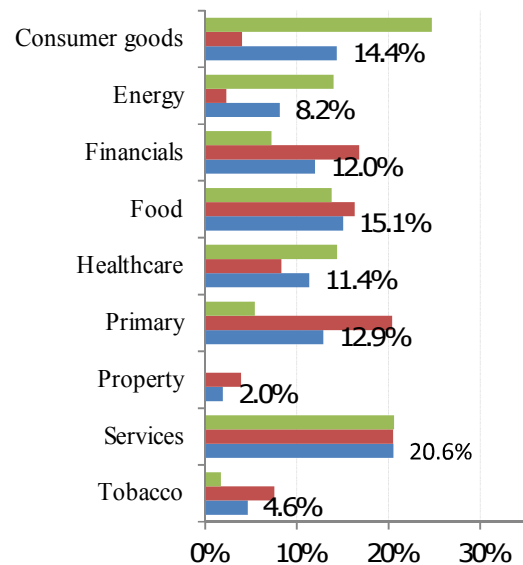
(Country of listing)	No. of holdings			\$	%
	EC	FB	Total		
NZ	5	11	16	12,770,664	14.8%
AUST	10	6	16	12,859,479	14.9%
US	16	21	37	28,949,592	33.6%
UK	6	7	13	10,568,063	12.3%
Europe	5	10	15	12,392,302	14.4%
Other	10	2	12	8,682,457	10.1%
Total	52	57	109	86,222,555	100.0%
Average				791,033	



Industry split

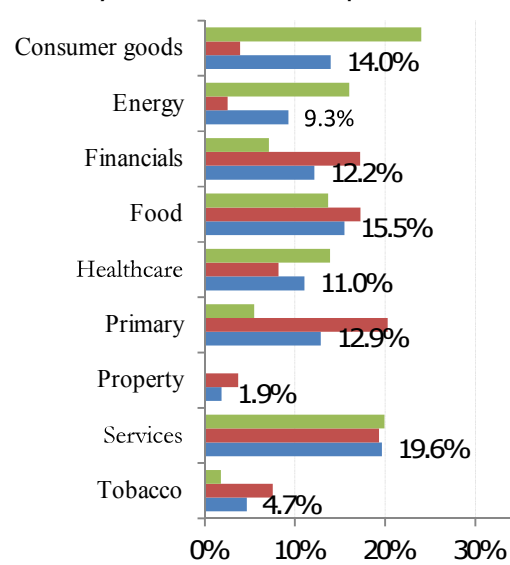
Start of the year 31 Mar 2014

Forsyth Barr Elevation Capital Combine



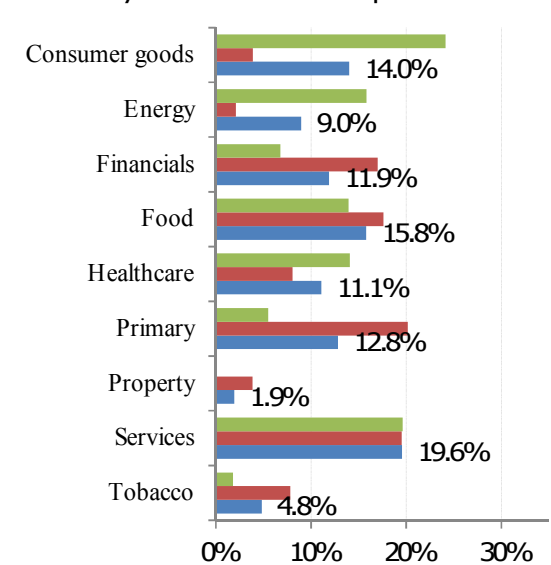
Start of the month 30 Apr 2014

Forsyth Barr Elevation Capital Combine



End of the month 31 May 2014

Forsyth Barr Elevation Capital Combine

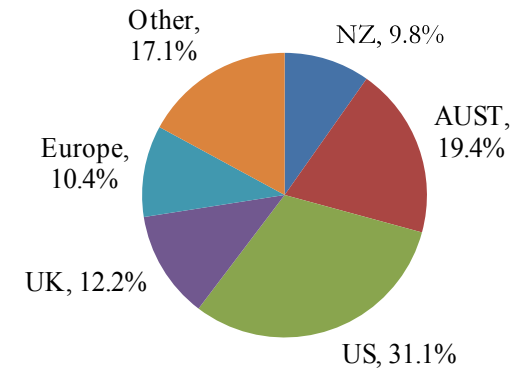




31 May 2014

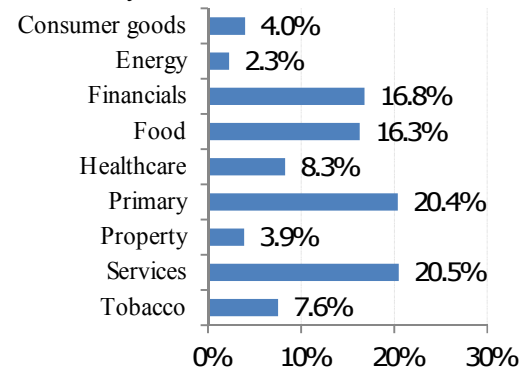
Geographic split

(Country of listing)	No. of holdings	\$	%
NZ	5 shares	4,058,050	9.8%
AUST	10 shares	8,064,346	19.4%
US	16 shares	12,909,007	31.1%
UK	6 shares	5,060,248	12.2%
Europe	5 shares	4,311,715	10.4%
Other	10 shares	7,089,714	17.1%
Total	52 shares	41,493,080	100.0%
Average		797,944	

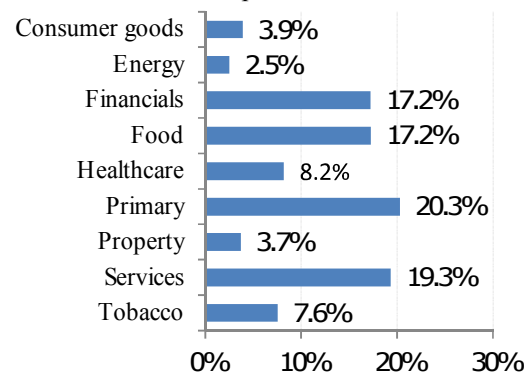


Industry split

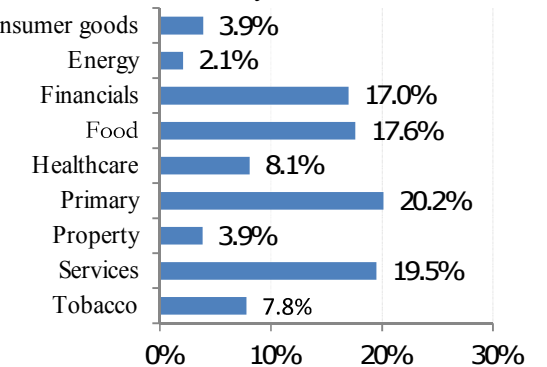
Start of the year 31 Mar 2014



Start of the month 30 Apr 2014



End of the month 31 May 2014



Concentration risks:

Shares that are 20% or more above the "equal weighting target" of \$849,040

ARCO HSBA

Shares that are 20% or less below the "equal weighting target" of \$849,040

Oaktree Capital Management Cielo SA Guinness Anchor Bhd



31 May 2014

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Code	Company	Industry	Average purchase cost ¹	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values	Net dividend	Month	Ytd	Since Inception
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency					
AIA	Akl Int'l Airport	Services	3.00	202,500	202,500	3.89	3.86	787,725	-	-	-6,075	-	781,650	-	-0.8%	-1.5%	26.8%
FBU	Fletcher Building	Primary	8.32	97,000	90,000	9.85	8.95	955,450	-	-69,185	-80,765	-	805,500	-	-8.8%	-4.9%	11.5%
GNE	Genesis Energy Limited	Energy	1.55	60,895	-	1.89	-	115,092	-	-115,457	366	-	-	-	0.3%	22.3%	22.3%
GMT	Goodman Prop	Property	1.07	760,000	760,000	0.99	1.07	748,600	-	-	64,600	-	813,200	-	8.6%	11.5%	2.6%
KIP	Kiwi Inome Prop	Property	1.08	750,000	750,000	1.03	1.05	772,500	-	-	15,000	-	787,500	-	1.9%	1.9%	6.4%
MRP	Mighty River Power	Energy	2.32	400,000	380,000	2.29	2.29	916,000	-	-45,860	60	-	870,200	-	0.0%	4.6%	-1.1%
N Z subtotal in \$ooo's		5 shares						4,295	-	-231	-7	-	4,058	-	-0.2%	2.5%	10.1%
AHD	Amalgamated Hold.	Services	10.04	80,000	80,000	9.55	10.43	764,040	-	-	56,915	13,172	834,127	-	9.2%	12.2%	8.2%
ANZ	ANZ Banking	Financials	33.02	24,500	24,500	37.30	36.94	913,765	-	-	-22,976	14,293	905,082	-	-1.0%	4.6%	14.1%
BHP	BHP Billiton	Primary	40.61	19,900	19,900	40.54	41.06	806,768	-	-	-2,574	12,903	817,098	-	1.3%	5.4%	3.4%
AAD	Ardent Leisure Gp	Services	2.02	275,000	275,000	2.83	2.92	779,616	-	-	11,857	12,699	804,173	-	3.1%	9.8%	49.0%
ASX	ASX	Financials	43.76	18,500	18,500	38.30	39.91	708,532	-	-	18,147	11,660	738,339	-	4.2%	3.6%	-7.9%
CCL	Coca-Cola Amatil	Food	14.38	70,000	70,000	10.07	10.42	704,754	-	-	12,827	11,514	729,095	-	3.5%	-8.8%	-26.9%
IFL	IOOF Holdings	Financials	9.60	84,300	84,300	9.08	9.40	765,125	-	-	14,539	12,510	792,173	-	3.5%	2.1%	-0.8%
MTS	MetCash	Food	4.14	250,000	250,000	2.98	3.13	743,775	-	-	26,948	12,366	783,090	-	5.3%	12.0%	-25.0%
NAB	NAB	Financials	35.79	22,575	22,575	38.28	36.59	864,114	-	-	-51,102	13,045	826,056	-	-4.4%	-3.4%	5.1%
TTS	Tatts Group	Services	3.72	250,000	250,000	3.24	3.34	811,146	-	-	10,779	13,188	835,113	-	3.0%	10.8%	-8.0%
AUST subtotal in \$ooo's		10 shares		ex-rate		0.9277	0.9130	7,862	-	-	75	127	8,064	-	2.6%	4.7%	0.5%
OAK	Oaktree Capital Management	Financials	65.48	11,250	11,250	62.29	59.07	700,734	-	-	-45,349	9,120	664,505	12,950	-3.4%	-9.6%	-3.9%
MO	Altria Group Inc	Tobacco	44.51	18,100	18,100	46.56	48.60	842,769	-	-	24,997	11,842	879,608	-	4.4%	14.8%	13.1%
AFL	Aflac Inc	Financials	70.44	7,500	7,500	73.53	72.28	551,500	-	-	-16,712	7,298	542,086	-	-1.7%	2.6%	2.6%
ADP	Automatic Data Processing Inc	Services	86.77	8,250	8,250	89.35	93.59	737,153	-	-	24,607	10,395	772,155	-	4.7%	6.1%	11.0%
KRFT	Kraft Foods	Food	64.99	12,455	12,455	65.77	69.44	819,155	-	-	34,113	11,644	864,912	-	5.6%	9.0%	9.7%
BPT	BP Prudhoe Bay Royalty Trust	Primary	114.13	7,500	7,500	103.52	108.09	776,417	-	-	23,327	10,914	810,658	-	4.4%	13.1%	1.1%
CLX	Clorox Co	Primary	104.97	7,650	7,650	105.76	105.26	809,081	-	-	-14,722	10,914	805,273	5,431	0.2%	4.4%	3.3%
FCX	Freeport Mcmoran C&G	Primary	36.45	20,000	20,000	39.97	40.32	799,397	-	-	-4,030	10,939	806,306	6,250	1.7%	7.3%	14.3%
JNJ	Johnson & Johnson	Healthcare	106.79	7,575	7,575	117.25	118.53	888,182	-	-	-2,374	12,088	897,897	-	1.1%	5.5%	14.7%
KMB	Kimberly-Clark Corp	Services	121.56	6,625	6,625	128.95	130.89	854,296	-	-	1,153	11,674	867,123	-	1.5%	4.1%	9.9%
MRK	Merck & Co Stk	Healthcare	59.94	13,500	13,500	68.15	67.88	920,002	-	-	-15,981	12,337	916,358	-	-0.4%	5.9%	16.4%
TAP	Molson Coors Brewing Co	Food	61.48	13,150	13,150	69.82	76.87	918,127	-	-	79,054	13,608	1,010,789	-	10.1%	14.8%	27.0%
PAYX	Paychex Inc.	Services	47.23	16,000	16,000	47.46	48.75	759,287	-	-	10,138	10,576	780,001	5,600	3.5%	0.1%	8.1%
PM	Philip Morris Int'l	Tobacco	112.93	7,175	7,175	98.87	103.96	709,381	-	-	26,480	10,042	745,903	-	5.1%	12.6%	-3.9%
PG	Procter & Gamble Corp	Consumer goods	97.42	8,305	8,305	95.68	94.58	794,597	-	-	-19,734	10,647	785,509	5,345	-0.5%	3.6%	-0.2%
ARCO	Arcos Dorados Holdings Inc	Food	11.76	68,246	72,500	10.69	10.48	729,467	42,603	-	-22,738	10,594	759,926	-	-1.6%	-17.3%	-17.6%
US subtotal in \$ooo's		16 shares		ex-rate		0.8616	0.8500	12,610	43	-	82	175	12,909	36	2.3%	5.3%	7.6%



31 May 2014

Code	Company	Industry	Average purchase cost ¹	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values	Net dividend	Month	Ytd	Since Inception
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency					
BP	BP PLC	Primary	9.00	90,000	90,000	9.84	9.96	885,725	-	-	5,287	5,795	896,807	-	1.3%	7.1%	14.1%
BAT	British American Tobacco	Tobacco	68.01	11,920	11,920	68.28	70.54	813,884	-	-	21,325	5,581	840,790	22,882	6.2%	13.0%	8.8%
GSK	GlaxoSmithkline PLC	Healthcare	32.92	24,605	24,605	32.61	31.86	802,421	-	-	-23,608	5,065	783,878	-	-2.3%	4.0%	-0.4%
RDSB	Royal Dutch Shell	Primary	43.01	18,875	18,875	47.60	48.30	898,475	-	-	7,207	5,890	911,572	-	1.5%	7.5%	16.7%
ULVR	UNILEVER PLC	Consumer goods	51.53	15,725	15,725	51.46	52.88	809,189	-	-	16,935	5,373	831,497	-	2.8%	7.7%	5.0%
HSBA	HSBC Holdings	Financials	12.59	64,300	64,300	11.97	12.37	769,409	-	-	21,152	5,142	795,703	-	3.4%	7.2%	-0.1%
UK subtotal in \$ooo's		6 shares		ex-rate		0.5107	0.5074	4,979	-	-	48	33	5,060	23	2.1%	7.7%	8.8%
ABI	Anheuser-Busch InBev	Food	118.83	6,740	6,740	130.09	129.17	876,791	-	-	-2,995	-3,195	870,601	11,754	0.6%	7.1%	13.3%
DAI	Daimler AG	Services	78.00	7,500	7,500	109.10	111.69	818,259	-	-	22,451	-3,033	837,676	-	2.4%	4.8%	46.7%
MUV	Münchener Rück AG	Financials	236.91	3,420	3,420	273.52	261.63	935,429	-	-	-37,322	-3,346	894,761	29,274	-1.2%	7.0%	14.9%
SAN	Sanofi-Aventis S.A..	Healthcare	136.74	6,045	6,045	124.21	124.39	750,870	-	-	3,878	-2,806	751,941	23,071	3.3%	5.6%	-7.6%
SA	TOTAL S.A	Primary	63.74	11,500	11,500	82.87	83.19	952,981	-	-	7,218	-3,464	956,735	-	0.4%	8.7%	28.9%
Europe subtotal in \$ooo's		5 shares		ex-rate		0.6214	0.6236	4,334	-	-	-7	-16	4,312	64	1.0%	6.7%	18.7%
AIS.TH	Advanced Info Service	Services	10.72	90,000	90,000	8.68	8.21	781,345	-	-	-41,973	-795	738,577	-	-5.5%	4.4%	-25.1%
ROTH.MK	British American Tobacco	Tobacco	24.06	33,700	33,700	21.71	22.83	731,746	-	-	16,061	21,422	769,229	9,234	6.4%	8.9%	-1.8%
LMC.MK	Lafarge Malayan Cement	Primary	4.02	210,000	210,000	3.18	3.50	667,094	-	-	47,063	20,220	734,376	-	10.1%	9.7%	-11.4%
NESZ.MK	Nestle (Malaysia)	Food	26.85	30,200	30,200	24.35	24.58	735,461	-	-	-13,536	20,440	742,365	-	0.9%	4.4%	-9.3%
NESN	Nestle SA	Food	83.77	9,600	9,600	88.88	91.94	853,291	-	-	31,627	-2,326	882,592	-	3.4%	8.6%	12.1%
19.HK	Swire Pacific Ltd	Services	14.70	60,000	60,000	13.78	14.07	826,778	-	-	5,981	11,657	844,416	22,761	5.0%	8.1%	-1.0%
ZURN	Zurich Insurance Group AG	Financials	332.54	2,425	2,425	334.85	350.53	812,008	-	-	40,265	-2,240	850,033	-	4.7%	6.7%	13.2%
CIEL3	Cielo SA	Financials	16.15	2,000	2,000	20.07	21.26	40,134	-	-	1,965	423	42,522	-	5.9%	19.3%	36.6%
GAB.MK	Guinness Anchor Bhd	Food	6.37	135,000	135,000	5.09	4.93	687,690	-	-	-40,339	18,328	665,679	-	-3.2%	0.7%	-19.7%
SCCC.TB	Siam City Cement	Primary	16.08	55,000	55,000	13.85	14.91	761,614	-	-	59,118	-807	819,925	12,506	9.4%	23.1%	-20.3%
Other subtotal in \$ooo's		10 shares						6,897	-	-	106	86	7,090	45	3.4%	8.3%	-6.3%
Overall shares in \$ooo's		52 shares		4,487	4,403			40,977	43	-231	299	405	41,493	167	2.1%	5.9%	3.9%
Liquidity in \$ooo's								2,488	-	164	5		2,657		0.2%	0.9%	3.4%
Overall asset in \$ooo's								43,465	43	-66	303	405	44,150	167	2.0%	5.5%	5.0%

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

² Cielo SA received bonus shares in April 2014 of \$658.

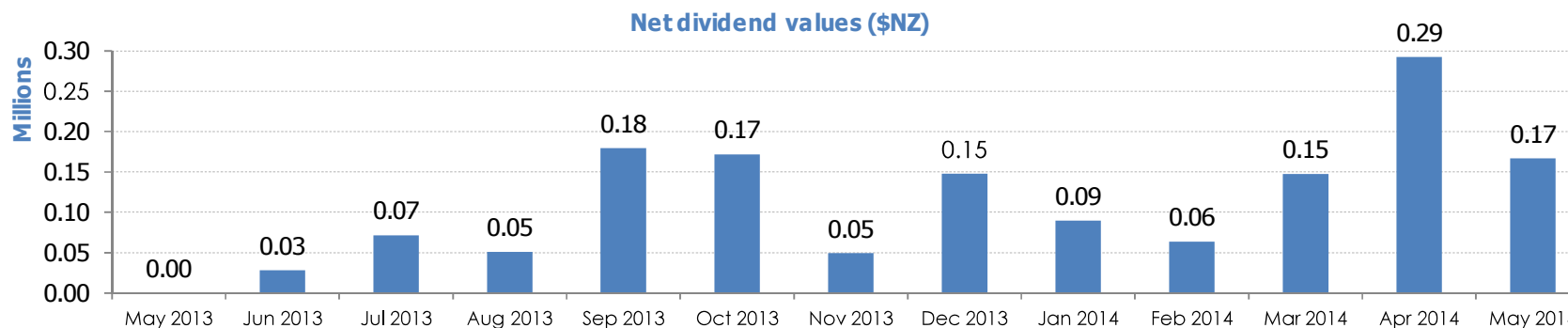
³ Auckland Airport had a reduction in shares held during April, for which the trust received a capital repayment of \$77,175.



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

	During the month							Returns		
	Values			Gain/loss		Values		Month	Ytd	Since Inception
	Start	Buys	Sells	Market movement	Currency	End	Net dividend			
NZ	4,295,367	-	-230,502	-6,814	-	4,058,050	-	-0.2%	2.5%	10.1%
AUST	7,861,634	-	-	75,361	127,350	8,064,346	-	2.6%	4.7%	0.5%
US	12,609,545	42,603	-	82,229	174,630	12,909,007	35,575	2.3%	5.3%	7.6%
UK	4,979,104	-	-	48,299	32,846	5,060,248	22,882	2.1%	7.7%	8.8%
Europe	4,334,331	-	-	-6,770	-15,845	4,311,715	64,099	1.0%	6.7%	18.7%
Other	6,897,162	-	-	106,230	86,322	7,089,714	44,500	3.4%	8.3%	-6.3%
Overall shares	40,977,142	42,603	-230,502	298,535	405,303	41,493,080	167,056	2.1%	5.9%	3.9%
Cash	2,488,139	-	164,119	4,749		2,657,007		0.2%	0.9%	3.4%
Overall asset	43,465,281	42,603	-66,384	303,284	405,303	44,150,087	167,056	2.0%	5.5%	5.0%

	During the year						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
Overall shares	38,701,167	1,389,780	-433,128	1,067,355	767,906	41,493,080	459,621
Liquidity	3,725,233	-	-1,095,130	26,904		2,657,007	
Overall asset	42,426,400	1,389,780	-1,528,258	1,094,260	767,906	44,150,087	459,621

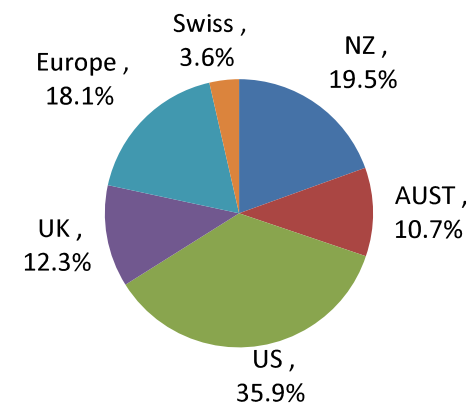




31 May 2014

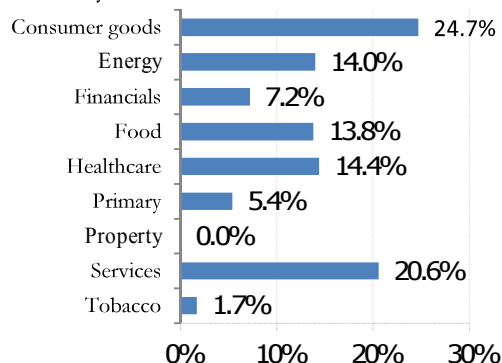
Geographic split

(Country of listing)	No. of holdings	\$	%
NZ	11 shares	8,712,614	19.5%
AUST	6 shares	4,795,133	10.7%
US	21 shares	16,040,585	35.9%
UK	7 shares	5,507,814	12.3%
Europe	10 shares	8,080,586	18.1%
Swiss	2 shares	1,592,743	3.6%
Total	57 shares	44,729,475	100.0%
Average		784,728	

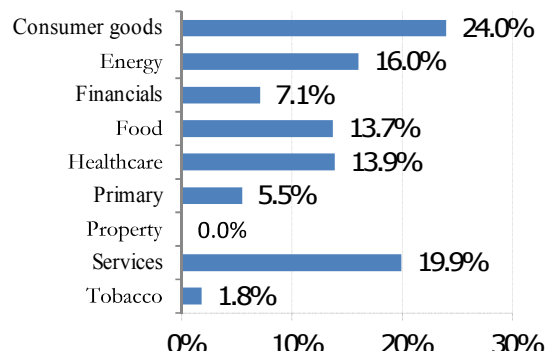


Industry split

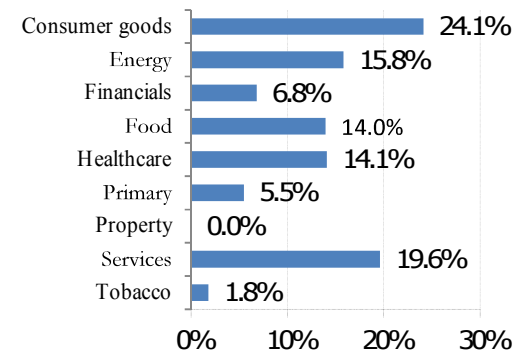
Start of the year 31 Mar 2014



Start of the month 30 Apr 2014



End of the month 31 May 2014



Concentration risks:

Shares that are 20% or more above the "equal weighting target" of \$786,255
WFC NOVN

Shares that are 20% or less below the "equal weighting target" of \$786,255

Note: The Orora Limited holdings was a result of a demerger that happened to Amcor in December 2013, and was then sold.



31 May 2014

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Code	Company	Industry	Average purchase cost ¹	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values	Net dividend	Month	Ytd	Since Inception
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency					
ABA	Abano Healthcare	Services	5.82	121,522	121,522	6.60	6.60	802,045	-	-	-	-	802,045	-	0.0%	-2.9%	17.5%
AIA	Auckland Int'l Airport	Services	2.97	208,143	208,143	3.89	3.86	809,676	-	-	-6,244	-	803,432	-	-0.8%	-1.5%	31.2%
CEN	Contact Energy	Energy	5.07	141,000	141,000	5.69	5.45	802,290	-	-	-33,840	-	768,450	-	-4.2%	2.4%	13.1%
EBO	EBOS	Consumer goods	8.67	77,000	77,000	9.30	9.58	716,100	-	-	21,560	-	737,660	-	3.0%	-5.4%	15.0%
FPH	F&P Healthcare	Healthcare	3.34	196,000	196,000	4.09	4.60	801,640	-	-	99,960	-	901,600	-	12.5%	9.1%	42.7%
FBU	Fletcher Building	Services	9.13	84,000	84,000	9.85	8.95	827,400	-	-	-75,600	-	751,800	-	-9.1%	-5.3%	0.3%
FRE	Freightways	Services	4.34	175,000	175,000	5.00	5.10	875,000	-	-	17,500	-	892,500	-	2.0%	8.2%	20.3%
GNE	Genesis Energy	Energy	1.61	417,680	417,680	1.89	1.82	789,415	-	-	-31,326	-	758,089	-	-4.0%	12.1%	12.1%
HBV	Hellaby Holdings	Financials	2.78	252,000	252,000	2.99	2.75	753,480	-	-	-60,480	-	693,000	-	-8.0%	-7.6%	4.5%
SKL	Skellerup	Consumer goods	1.34	455,000	455,000	1.78	1.76	809,900	-	-	-9,100	-	800,800	-	-1.1%	-0.7%	41.4%
VCT	Vector	Energy	2.78	314,995	314,995	2.56	2.55	806,387	-	-	-3,150	-	803,237	-	-0.4%	8.1%	-4.7%
NZ subtotal in \$ooo's		11 shares				-	-	8,793	-	-	-81	-	8,713	-	-0.9%	1.5%	14.8%
AMC	Amcor	Services	11.35	70,000	70,000	11.09	11.72	776,436	-	-	30,937	12,954	820,327	-	5.7%	5.6%	19.0%
ANZ	ANZ Bank	Financials	33.68	21,169	21,169	37.30	36.94	789,530	-	-	-19,852	12,350	782,028	-	-1.0%	4.6%	13.7%
APA	APA group	Energy	7.19	113,808	113,808	7.15	7.55	813,352	-	-	31,896	13,562	858,811	-	5.6%	9.9%	5.6%
BHP	BHP Billiton	Primary	38.94	19,341	19,341	40.54	41.06	784,106	-	-	-2,502	12,541	794,145	-	1.3%	5.4%	9.0%
NAB	National Australia Bank	Financials	35.31	20,125	20,125	38.28	36.59	770,334	-	-	-45,556	11,629	736,407	-	-4.4%	-3.4%	6.5%
SPN	SP Ausnet	Energy	1.39	531,564	531,564	1.48	1.51	787,863	-	-	2,865	12,687	803,415	-	2.0%	8.0%	12.5%
AUST subtotal in \$ooo's		6 shares			ex-rate	0.9277	0.9131	4,722	-	-	-2	76	4,795	-	1.6%	4.8%	11.0%
MMM	3M	Consumer goods	143.15	4,868	4,868	159.64	167.51	777,106	-	-	27,344	10,978	815,428	-	4.9%	8.3%	19.2%
MO	Altria Group Inc	Consumer goods	45.70	17,101	17,101	46.56	48.60	796,254	-	-	23,618	11,188	831,060	-	4.4%	14.7%	7.3%
CVX	Chevron Corp	Energy	153.72	5,200	5,200	146.20	143.90	760,221	-	-	-22,028	10,074	748,267	-	-1.6%	5.3%	-5.8%
KO	Coca-Cola	Food	51.02	16,100	16,100	47.08	47.83	758,054	-	-	1,682	10,368	770,103	-	1.6%	7.2%	-6.5%
CL	Colgate-Palmolive	Consumer goods	74.10	9,651	9,651	77.80	78.72	750,888	-	-	-1,391	10,275	759,773	3,474	1.6%	7.0%	8.6%
DPS	Dr Pepper Snapple	Food	59.61	12,500	12,500	63.94	68.05	799,193	-	-	40,039	11,452	850,685	-	6.4%	10.1%	15.3%
EMR	Emerson Electric	Consumer goods	72.70	9,800	9,800	78.98	78.58	773,969	-	-	-14,217	10,368	770,119	-	-0.5%	2.1%	10.7%



31 May 2014

Code	Company	Industry	Average purchase cost ¹	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	
GE	General Electric	Consumer goods	30.34	23,686	23,686	31.06	31.46	735,609	-	-	-550	10,031	745,090	-	1.3%	6.2%	7.2%
GIS	General Mills	Food	62.62	11,830	11,830	61.29	64.35	725,053	-	-	25,883	10,314	761,251	4,850	5.7%	9.5%	5.3%
HD	Home Depot	Services	99.15	7,700	7,700	92.29	93.99	710,618	-	-	3,396	9,744	723,757	-	1.8%	3.6%	-4.9%
ITW	Illinois Tool	Consumer goods	89.90	7,684	7,684	98.38	102.05	755,960	-	-	17,657	10,557	784,174	-	3.7%	10.1%	15.5%
JNJ	Johnson & Johnson	Healthcare	110.29	6,500	6,500	117.25	118.53	762,137	-	-	-2,037	10,373	770,472	-	1.1%	5.5%	11.9%
KMB	Kimberly-Clark Corp	Consumer goods	124.53	6,000	6,000	128.95	130.89	773,702	-	-	1,045	10,572	785,319	-	1.5%	4.1%	6.7%
KRFT	Kraft Foods	Food	69.96	11,000	11,000	65.77	69.44	723,461	-	-	30,128	10,284	763,873	-	5.6%	9.0%	1.6%
MAT	Mattel Aktie	Consumer goods	55.96	14,700	14,700	44.80	45.64	658,527	-	-	3,412	9,033	670,972	-	1.9%	-0.9%	-19.6%
MCD	McDonald's Corp	Services	125.91	6,153	6,153	117.80	119.22	724,806	-	-	-1,143	9,875	733,539	-	1.2%	6.4%	-3.7%
MDT	Medtronic Aktie	Healthcare	67.07	10,203	10,203	68.24	71.31	696,265	-	-	21,551	9,795	727,611	-	4.5%	2.8%	8.4%
NU	Northeast Utilities	Energy	53.43	14,000	14,000	54.67	52.97	765,438	-	-	-33,796	9,984	741,627	-	-3.1%	2.2%	2.1%
PFE	Pfizer Aktie	Healthcare	36.38	19,287	21,000	36.86	34.82	710,909	58,328	-	-47,922	9,936	731,251	-	-5.1%	-4.8%	-2.4%
PG	Procter & Gamble Corp	Consumer goods	100.18	7,700	7,700	95.68	94.58	736,712	-	-	-18,297	9,871	728,287	4,955	-0.5%	3.6%	-3.8%
WFC	Wells Fargo & Company	Financials	55.60	14,000	14,000	57.41	59.14	803,783	-	-	12,998	11,146	827,928	-	3.0%	4.1%	9.4%
US subtotal in \$ooo's		21 shares		ex-rate		0.8616	0.8500	15,699	58	-	67	216	16,041	13	1.9%	5.5%	4.0%
BATS	British American Tobacco	Tobacco	68.67	11,490	11,490	68.28	70.54	784,524	-	-	20,556	5,379	810,459	22,056	6.2%	13.0%	4.3%
CNA	Centrica	Energy	7.19	110,600	119,000	6.56	6.63	725,494	53,671	-	4,080	5,475	788,721	-	1.3%	5.2%	-9.1%
DGE	Diageo	Food	38.23	19,472	19,472	35.75	37.53	696,218	-	-	29,931	4,723	730,872	-	5.0%	5.6%	-0.3%
GSK	GlaxoSmithkline PLC	Healthcare	33.17	23,200	23,200	32.61	31.86	756,601	-	-	-22,260	4,776	739,117	-	-2.3%	4.0%	-2.3%
PSON	Pearson PLC	Services	23.17	35,000	35,000	21.48	22.94	751,811	-	-	45,775	5,331	802,917	22,073	9.9%	18.3%	1.3%
RB	Reckitt Benckiser Group	Consumer goods	92.20	8,200	8,200	94.87	100.61	777,932	-	-	41,666	5,411	825,010	12,444	7.7%	7.9%	10.8%
SSE	Scottish & Southern Energy	Energy	29.99	26,488	26,488	29.96	30.61	793,551	-	-	11,929	5,239	810,719	-	2.2%	5.5%	6.5%
UK subtotal in \$ooo's		7 shares		ex-rate		0.5107	0.5074	5,286	54	-	132	36	5,508	57	4.2%	8.4%	2.1%
AI	Air Liquide	Primary	162.33	4,627	4,627	166.33	170.38	769,615	-	-	21,643	-2,903	788,356	13,244	4.2%	10.1%	6.5%
ABI	Anheuser-Busch Interbrew	Food	118.66	6,000	6,000	130.09	129.17	780,526	-	-	-2,666	-2,844	775,016	10,463	0.6%	7.1%	12.0%
BAS	BASF SE	Primary	121.07	6,400	6,400	133.27	135.87	852,956	-	-	19,850	-3,223	869,583	20,402	4.4%	9.0%	12.1%
DPW	Deutsche Post AG	Services	33.35	20,557	20,557	42.76	43.47	879,053	-	-	17,796	-3,331	893,517	26,372	4.7%	2.4%	35.7%
FRE	Fresenius SE & Co	Healthcare	158.28	4,700	4,700	176.15	175.67	827,899	-	-	782	-3,015	825,665	6,936	0.6%	-1.8%	11.6%
BN	Danone	Food	93.50	9,275	9,275	85.43	87.76	792,334	-	-	24,630	-2,948	814,017	-	2.7%	6.5%	-7.9%



31 May 2014

Code	Company	Industry	Average purchase cost ¹	During the month										Returns			
				Holdings		Price NZD		Values			Gain/loss		End Values				Net dividend
				Start	End	Start	End	Start	Buys	Sells	Market movement	Currency					
MC	Moet Hennessy Louis Vuitton	Consumer goods	219.36	3,262	3,262	225.80	232.12	736,555	-	-	23,362	-2,742	757,175	-	2.8%	10.5%	7.3%
SAN	Sanofi-Aventis S.A	Healthcare	133.86	6,300	6,300	124.21	124.39	782,544	-	-	4,026	-2,909	783,661	19,801	2.7%	5.0%	-7.3%
TEL	Telenor ASA	Services	26.31	28,462	28,462	27.15	27.97	772,875	-	-	15,546	7,664	796,085	-	3.0%	9.3%	6.5%
UNA	Unilever NV	Consumer goods	51.16	15,204	15,204	49.64	51.14	754,756	-	-	25,570	-2,815	777,511	-	3.0%	7.4%	0.7%
Europe subtotal in \$ooo's		10 shares		ex-rate		0.6214	0.6236	7,949	-	-	151	-19	8,081	97	2.9%	6.3%	7.6%
NESN	Nestle SA	Food	84.66	8,430	8,430	88.88	91.94	749,296	-	-	27,772	-2,043	775,026	-	3.4%	8.6%	10.7%
NOVN	Novartis AG	Healthcare	96.86	7,700	7,700	99.95	106.20	769,645	-	-	50,227	-2,155	817,717	-	6.2%	12.5%	14.1%
Swiss subtotal in \$ooo's		2 shares		ex-rate		0.7589	0.7609	1,519	-	-	78	-4	1,593	-	4.9%	10.6%	14.5%
Overall shares in \$ooo's		57 shares						43,968	112	-	345	305	44,729	167	1.9%	5.3%	7.6%
Liquidity in \$ooo's								174	-	-87	-0		87		0.0%	0.7%	2.2%
Overall asset in \$ooo's								44,142	112	-87	345	305	44,817	167	1.9%	5.3%	7.8%

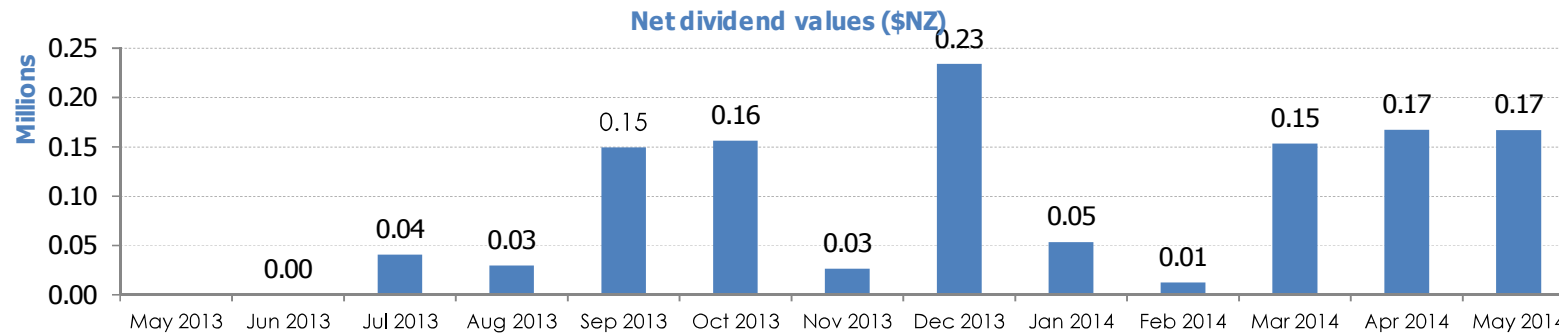
Note: ¹"Average purchase cost" figures are for since inception period.



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

	During the month							Returns		
	Values			Gain/loss		Values				
	Start	Buys	Sells	Market	Currency	End	Net dividend	Month	Ytd	Since Inception
NZ	8,793,334	-	-	-80,720	-	8,712,614	-	-0.9%	1.5%	14.8%
AUST	4,721,622	-	-	-2,213	75,724	4,795,133	-	1.6%	4.8%	11.0%
US	15,698,665	58,328	-	67,375	216,217	16,040,585	13,280	1.9%	5.5%	4.0%
UK	5,286,132	53,671	-	131,678	36,334	5,507,814	56,573	4.2%	8.4%	2.1%
Europe	7,949,113	-	-	150,539	-19,066	8,080,586	97,219	2.9%	6.3%	7.6%
Swiss	1,518,941	-	-	78,000	-4,198	1,592,743	-	4.9%	10.6%	14.5%
Overall shares	43,967,807	111,999	-	344,659	305,010	44,729,475	167,072	1.9%	5.3%	7.6%
Liquidity	174,163	-	-87,064	-52		87,047		0.0%	0.7%	2.2%
Overall asset	44,141,970	111,999	-87,064	344,607	305,010	44,816,522	167,072	1.9%	5.3%	7.8%

	During the year						
	Values			Gain/loss		Values	
	Start	Buys	Sells	Market	Currency	End	Net dividend
Overall shares	42,357,876	907,635	-459,500	1,240,472	682,993	44,729,475	334,328
Liquidity	612,483	-	-528,128	2,692		87,047	
Overall asset	42,970,359	907,635	-987,628	1,243,164	682,993	44,816,522	334,328





Monthly attribution analysis

The following table sets out the reporting month 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: -0.44%								
Benchmark return	+	Asset allocation	+	Stock selection	+	Timing effect	=	Actual return
1.92%	+	-0.05%	+	-0.40%	+	0.01%	=	1.48%

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: 0.49%								
Benchmark return	+	Asset allocation	+	Stock selection	+	Timing effect	=	Actual return
3.04%	+	-0.05%	+	0.56%	+	-0.01%	=	3.53%

Note: the above calculation is still based on the old benchmarks.

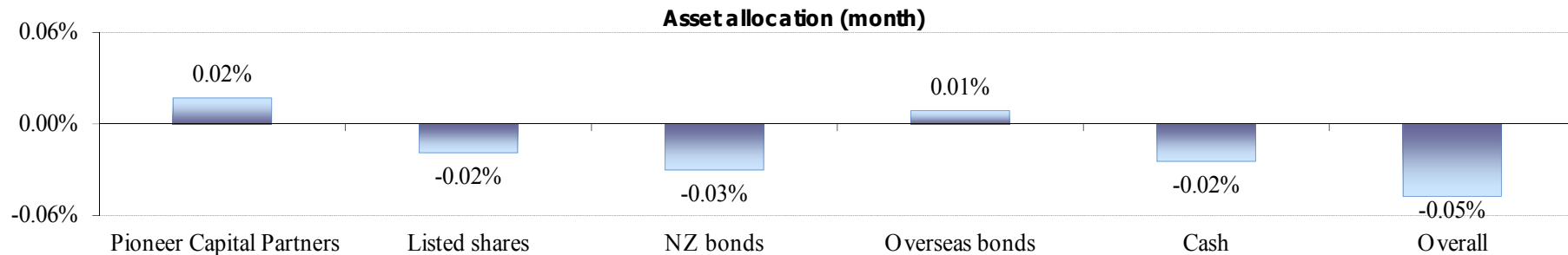


Monthly attribution analysis

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

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

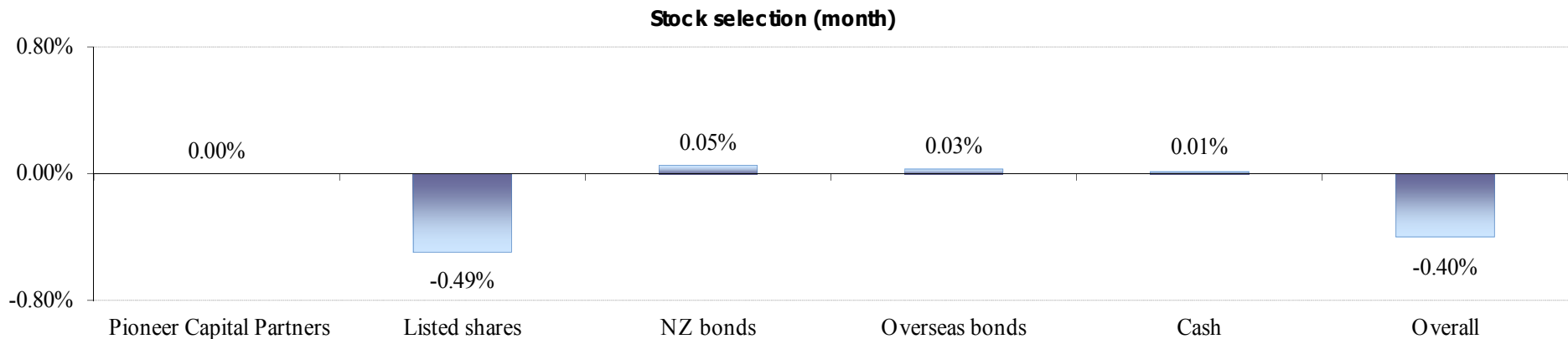


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This page sets out the year to date value added (i.e. the difference between the Trust's returns and the general market returns) broken down by asset allocation, stock selection, and timing effect. The general market return is the "benchmark" return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

Stock selection

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



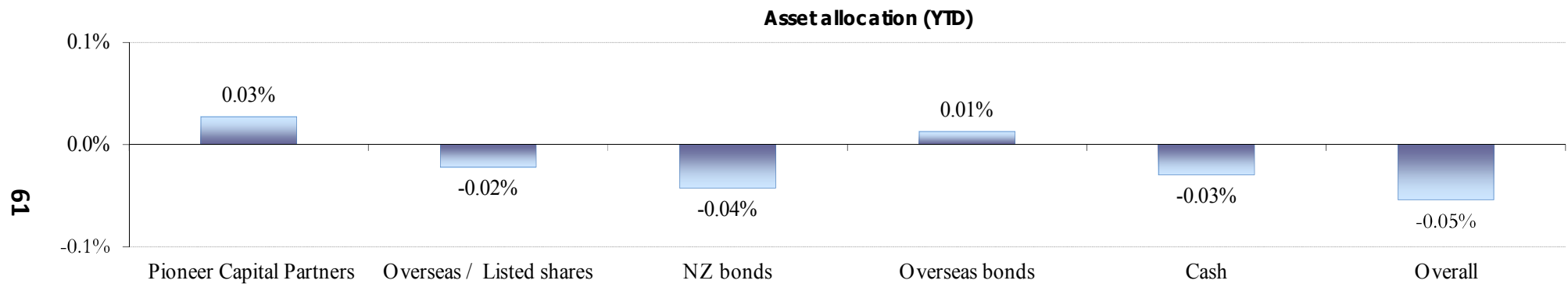


Year-to-date attribution analysis

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 individual sector. The general market return is the "benchmark" return i.e. the return that could be achieved if the investment policies were implemented "perfectly".

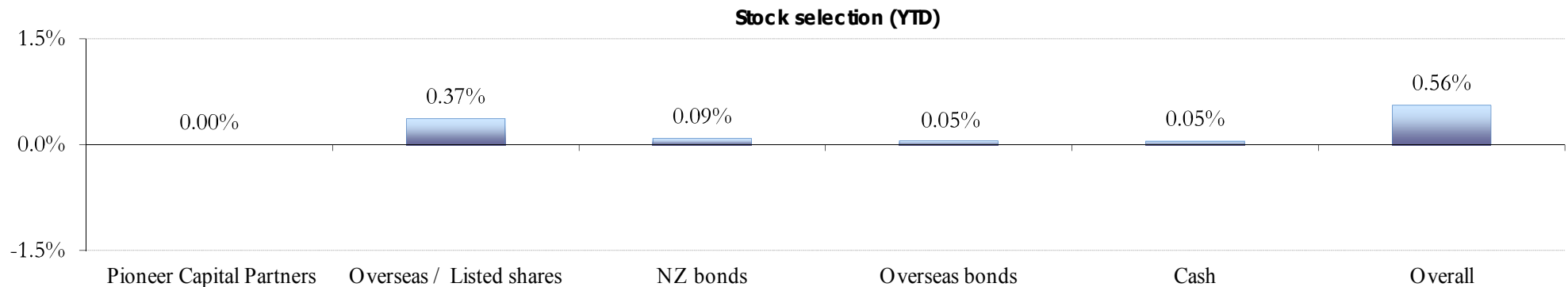
Asset allocation

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



Stock selection

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



Report type:	Executive Recommendations
Recommendation:	The Executive approves/declines the recommendations of the Donations Assessor as outlined below
Agenda item no:	9
Subject:	Discretionary Donation
Responsible for the report:	Donations Assessor

Purpose of report:	To inform and seek the Executive's approval/decline of donations.
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Approvals

Kumeroa – Hopelands School - \$634 for Learning resources for Maths and Science, and resources for sport.

Toki Incorporated - \$1,635 for sport uniforms.

Declines

Napier Aquahawks Swim Club - \$2,812 to cover the cost of Ribbons, Medals and Towel prizes.

Jonathan Bell

General Manager

June 2014

Donation Evaluation

Organisation Name: Kumeroa - Hopelands School

Geographic Location: Dannevirke/Woodville

Request No: 23585

Applicant No: 2432

Sector: Primary/Intermediate Schools

Application Type: Discretionary

Tax Status: Tax-exempt (charity)

Legal Status: School

Principal Officers/Personnel/Trustees

Contact: Julia Bevin

Chairperson:

Steff Cresswell

Address: 58 Township Road
R D 1

Secretary:

Ben Allomes

WOODVILLE 4997

Treasurer:

Secretary/Treasurer:

Aim of Organisation

The education of primary school aged children.

# of Staff:	4	# of Volunteers:	
# of Members:	47	Established:	01/01/2008
# of Beneficiaries:	47		

Current Application

Project Description

To provide learning experiences that meet the needs of our boys - such as hands on materials for maths and science, PE and sport equipment and resources.

Project Costs

Description	Total Amount	Other Funding	Requested	Recommended
Resources - materials for maths & science/sport	\$2,000	\$0	\$2,000	\$634.00

Project Income

Other Funder	Amount	Decision Date	Confirmed
	\$		

Shortfall Raising Description

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Previous Funding

Year	Application type	Amount	Project
2010		\$4,000	data projectors, camera & sound systems
2012		\$2,000	the purchase of laptops

Financial Position

Financial Year: 31/12/2013			
Revenue		Term Assets	
Income	\$153,617	Fixed assets	\$176,690
Total	\$153,617	Investments	\$36,762
Expenses		Total	\$213,452
Expenses	\$141,985	Current Assets	
Depreciation	\$18,001	Current assets	\$31,236
Total	\$159,986	Total	\$31,236
		Term Liabilities	
		Term liabilities	\$31,673
		Total	\$31,673
		Current Liabilities	
		Current liabilities	\$11,421
		Total	\$11,421
Net Income:	\$-6,369	Net Assets:	\$201,594

Notes

interim 2013 accounts

Accounts prepared by: Prepared by suitably qualified person

Comments and Analysis

Advisor: Bev Watkins

Policy: Meets Policy

Project Background

It is widely recognised that boys learn differently to girls. In primary schools where most teachers are women, we need to make a conscious effort to understand the needs of boys and plan programmes that cater for their specific needs. Instead of trying to change boys, many creative teachers are changing their classrooms. The Gurian Institute has developed a wealth of 'boy friendly' teaching tools, like letting boys do origami while listening to stories which keeps them awake and alert, using squeezable stress balls and teaching academic concepts through physical movement. Many of these techniques benefit girls as well, especially girls with kinaesthetic styles of learning.

Project Management

ERO report , May 2013 was satisfactory.

General Comments

This application came in at the May closing date but required additional information and so was not included in the May meeting.
This is a small rural school east of Woodville. It has a roll of 47, 31 of whom are boys. Many of the items they wish to purchase are for teaching the curriculum, albeit in a different way. Sporting/outdoor equipment to the value of \$634 has been identified for support.

Recommended Amount

\$634 for equipment focusing on teaching boys, as per list

additional info
23585

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Donation Evaluation

Organisation Name: Napier Aquahawks Swim Club Inc

Geographic Location: Napier

Request No: 23673

Applicant No: 714

Sector: Sport - Youth

Application Type: Discretionary

Tax Status: Tax-exempt (amateur sport)

Legal Status: Incorporated society

Principal Officers/Personnel/Trustees

Contact: Hamish Frame

Address: P O Box 3229
NAPIER 4142

Chairperson:

Scott Richfield

Secretary:

Hamish Frame

Treasurer:

Duncan Gourley

Secretary/Treasurer:

Aim of Organisation

To promote and develop swimming as a recreational and competitive sport in a positive and secure environment.

# of Staff:	1	# of Volunteers:	7
# of Members:	450	Established:	14/11/1985
# of Beneficiaries:	200		

Current Application

Project Description

To cover costs of ribbons, medals and towel prizes - Championships 26 and 27 July 2014.

Project Costs

Description	Total Amount	Other Funding	Requested	Recommended
Events - Championship ribbons/medals/prizes	\$6,846	\$0	\$2,812	\$0.00

Project Income

Other Funder	Amount	Decision Date	Confirmed
Lion Foundation	\$6,846		
First Light	\$2,182		
Four Winds	\$2,182		
Southern Trust	\$2,812		

Shortfall Raising Description

We will provide for this through funds in our account, however we would like to be able to retain some for other events.

Previous Funding

Year	Application type	Amount	Project
2009		\$3,000	pool hire
2010		\$3,000	November pool hire
2011		\$3,000	pool hire
2013		\$3,900	pool and lane hire

Financial Position

Financial Year: 31/03/2014			
Revenue		Term Assets	
Income	\$287,559	Fixed assets	\$1,004
Total	\$287,559	Total	\$1,004
Expenses		Current Assets	
Expenses	\$242,363	Current assets	\$109,184
Depreciation	\$247	Total	\$109,184
Total	\$242,610	Term Liabilities	
			\$
		Total	\$0
		Current Liabilities	
		Current liabilities	\$22,154
		Total	\$22,154
Net Income:	\$44,949	Net Assets:	\$88,034

Notes

In 2013/14, the club made at least \$14K profit from holding the champs (entry fee minus event costs). The club generates the bulk of its income from coaching fees from members (\$108K), grants (\$71K), and through running swimming events (aprox \$60K). Coaching costs (\$88K) and pool hire (\$48K) are the major expenses. The past administrator of this club had defrauded \$25k of income. Reparation of \$100 is still outstanding to be paid.

Accounts prepared by: Prepared by Accountants

Comments and Analysis

Advisor: Rose Artemiev

Policy: Meets Policy

Project Background

We would appreciate the support of Eastern & Central Community Trust so that we are able to put on a safe and professional swimming meet and be able to do fundraising at the event to fund other events throughout the year.

Project Management

The Club is run by a voluntary committee and employs two coaches to deliver swim coaching and programmes. It provides recreational and competitive swimming for 200 young people.

General Comments

This application is being considered as a discretionary, as the event is taking place at the end of July. The application is to contribute to running costs for the 2014 East Coast Swimming Champs (medals, ribbons, trophies, prizes). The event is attended by 450 entrants from clubs from the ECCT region and the wider North Island. The club already makes a good profit from hosting this event (even without receiving any grants). All expenses are easily covered by the entry fee. Recommend decline.

Recommended Amount

\$0 for staging East Coast Swimming Championships

Donation Evaluation

Organisation Name: Toki Incorporated
Geographic Location: Napier
Request No: 23759
Sector: Sport - Adult
Application Type: Discretionary
Tax Status: Tax-exempt (amateur sport)

Applicant No: 7353

Legal Status: Incorporated society

Principal Officers/Personnel/Trustees

Contact: Simon Montgomerie
Address: 31 Nuffield Avenue
 Marewa
 NAPIER 4110

Chairperson: Rhys Thursten
Secretary:
Treasurer: Simon Montgomerie
Secretary/Treasurer:

Aim of Organisation

To promote and facilitate enjoyable sport participation to the people of Hawke's Bay. Provide administration and structure for the members of the club. Act as a not for profit entity.

# of Staff:		# of Volunteers:	
# of Members:	80	Established:	19/04/2012
# of Beneficiaries:	40		

Current Application

Project Description

30x training T Shirts and printing; 30x basketball reversible singlets and printing; 30x full tracksuits including club logo.

Project Costs

Description	Total Amount	Other Funding	Requested	Recommended
Miscellaneous - uniforms	\$5,603	\$250	\$5,353	\$1,635.00

Project Income

Other Funder	Amount	Decision Date	Confirmed
Own funds	\$250		

Shortfall Raising Description

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Previous Funding

Year	Application type	Amount	Project
2012		\$500	sports equipment
2014		\$4,000	uniforms, playing patches, balls, cones

Financial Position

Financial Year: 31/03/2014			
Revenue		Term Assets	
Income	\$18,911		\$
Total	\$18,911	Total	\$0
Expenses		Current Assets	
Expenses	\$18,588	Current assets	\$7,752
Total	\$18,588	Total	\$7,752
		Term Liabilities	
			\$
		Total	\$0
		Current Liabilities	
		Current liabilities	\$6,828
		Total	\$6,828
Net Income:	\$323	Net Assets:	\$924

Notes

Liabilities are unspent grants and donations. 85% of the income is from funders.

Accounts prepared by: Prepared by Organisation

Comments and Analysis

Advisor: Bev Watkins

Policy: Meets Policy

Project Background

With the growth of the club has come more demands from both an operation and administration point of view. These demands have included the need for additional uniforms, equipment and training facilities. This funding request is being made to assist some of these demands and overall improvement of our teams in the local sports leagues they participate in.

Project Management

This club has a small management team in place and appears to have appropriate systems in place. They have submitted a number of applications that have not proceeded, mainly because they have received funding from elsewhere. So far, in two years, they have submitted 7 applications; 2 were declined, 2 were withdrawn, 2 were successful and 1 is under consideration.

General Comments

This club has been operating for two years and provides opportunities for basketball, touch and now netball. This application is for basketball uniforms. They have been supported by local gaming machine trusts. They currently have a request for a Change of Purpose for their last donation because they did not need the full amount of the donation. The outcome of the COP request will be known by the time this request is considered. The group is filling a need and has 80 members. They are wanting 30 training T-Shirts \$720; 30 singlets \$915 and 30 tracksuits with logo \$3967.50. Their emphasis is on participation, hence the dependence on funders for their operating costs. Support is recommended for the playing uniforms at \$1,635.

Recommended Amount

\$1,635 for playing uniforms