



INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Trust Aoraki Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Trust Aoraki Limited on pages 3 to 19 which comprises, the statement of service performance, the comprehensive income, statement of changes in net assets/equity, and statement of cash flows for the year ended 31 March 2016, the statement of financial position as at 31 March 2016, and the statement of accounting policies and other explanatory information.

Directors Responsibility for the Financial Statements

The Directors are responsible on behalf of the entity for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the financial statements which comprise:
 - the statement of service performance; and
 - the statement of comprehensive income, statement of changes in net assets/equity, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial statements in accordance with Public Benefit Entity Tier 2 reporting issued in New Zealand by the New Zealand Accounting Standards Board, and
- (c) for such internal control as the Directors determine is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit of the statement of comprehensive income, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements, including performing procedures to obtain evidence about and evaluating whether the reported outcomes and outputs and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes, evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, Trust Aoraki Limited.

Opinion

In our opinion:

- (a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- (b) the financial statements on pages 3 to 19 presents fairly, in all material respects,:
 - the service performance for the year then ended; and
 - the financial position of Trust Aoraki Limited as at 31 March 2016, and its comprehensive income, and cash flows for the year then ended in accordance with Public Benefit Entity Tier 2 reporting.

Other Matters

The year ended 31 March 2016 is the transition year to Public Benefit Entity Tier 2 reporting, it is a requirement that the audited financial statements for the year ended 31 March 2015 showing the comparative amounts as they were presented under the old standards is appended to these financial statements (Appendix 2). This audit report is not issued in relation to Appendix 2.

We note that the company is still using the Gaming Operators license which expired in July 2015, under the direct knowledge and supervision of the Department of Internal Affairs.

Restriction on Distribution or Use

Our audit work has been undertaken so that we might state to the Shareholders and Directors those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Shareholders and Directors for our audit work, for this report or for the opinions we have formed.

Auditor: *Mark Wakefield*

Date: *26 July 2016*

Address (city): Canon Street, TIMARU