

Orokonui Ecosanctuary Limited

Performance Report For The 15 Months Ended 30 June 2020

Orokonui Ecosanctuary Limited

Special Purpose Financial Report Contents

For The 15 Months Ended 30 June 2020

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Orokonui Ecosanctuary Limited

Entity Information

As At 30 June 2020

Legal Name of Entity	Orokonui Ecosanctuary Limited
Type of Entity and Legal Basis	Registered Charity
Registration Number	1939545
Contact Details	
Physical Address	600 Blueskin Road Waitati 9081
Phone	+64 3 482 1755
Email	info@orokonui.nz
 Website	www.orokonui.nz
Business Location	Orokonui Bay, Waitati, Dunedin 9085
Registered Office	c/o Gallaway Cook Allan, 23 Vogel Street Dunedin
Directors	Alister Robinson (Chair) Colin Campbell Hunt Rosemary Clark Geoffrey Plunket (Treasurer) Ross Smith (resigned 20 July 2020) Sharon van Turnhout (resigned 20 July 2020) Brendan Gray (resigned 20 July 2020) Cheryl Adams (appointed 1 September 2020)
Accountants	Findex NZ Limited 44 York Place Dunedin 9016
Auditor	Crowe New Zealand Audit Partnership 44 York Place Dunedin
Bankers	ANZ
IRD Number	096-994-982
Shareholder	Otago Natural History Trust 10
	Total Ordinary Shares <hr style="width: 100px; margin-left: auto; margin-right: 0;"/> 10
Date of Incorporation	10 May 2007



Orokonui Ecosanctuary Limited

Statement of Service Performance

For The 15 Months Ended 30 June 2020

Outcome 1. - To promote the preservation, protection, conservation and fostering of the indigenous flora and fauna of New Zealand

Description and quantification of the Company's Outputs

Orokonui Ecosanctuary continued to make a vital contribution in its work with threatened species in FY20. In our role as a kiwi creche for DoC, nine Haast Tokoeka Kiwi were raised until they were robust enough for release into predator free environments. Our resident pair of Takahē, Paku and Quammen, bred once, but due to their age, the egg was found to be infertile. As a result, we received a new breeding pair, Waimarie and Bennett, in May 2020.

In its sixth season, our lizard monitoring programme again showed a trend of increasing lizard abundance, species diversity, and geographical spread of Green Skink, Cryptic Skink, Otago Large Gecko and Common Skink. In our eighth year of Tuatara monitoring at Orokonui, of Tuatara three new nests were detected, and two hatchings observed – the first for several centuries in the southern South Island in a free-roaming population.

As our population of South Island Kākā continue to breed and fly beyond the fence, a research project using VHS and GPS to track the movements of a group of the birds. This data will help to better protect the kākā through the identification and mitigation of specific risks that they may face.

Outcome 2. - To provide facilities for the maintenance, care, housing and display of the indigenous flora and fauna of New Zealand in an environment reflective of their natural habitat.

Description and quantification of the Company's Outputs

Our focus on maintaining a safe and predator free environment for our precious native species continued in FY20. We trapped a total of 282 predators in our external trapping programme including 119 rats, 62 hedgehogs, 45 rabbits, 17 stoats, 10 weasels, 4 ferrets, 2 cats, and 23 mice. Inside the fence, two tracking tunnel operations were carried out with a total of 1,332 tunnels were deployed each time; mice registered below 5% in both operations.

Four audits for mustelids were carried out by mustelid detection dog team: in May and October 2019 no mustelids were detected. In May 2020 a positive indication for a mustelid was reported and acted upon; a subsequent audit in June 2020 gave a negative result.

In June 2020 we received authority from DoC, and confirmation of funding, for the construction of a new Jewelled Gecko advocacy and breeding enclosure, increasing opportunities for the public to engage with this cryptic species. A detailed vulnerability assessment of the fence and culvert system was also completed, along with the first tranche of priority work identified in the report, helping to mitigate the risk posed by extreme weather events.



Orokonui Ecosanctuary Limited

Statement of Service Performance

For The 15 Months Ended 30 June 2020

Outcome 3. - To educate and to encourage the awareness of the public, in respect of the preservation, protection and conservation of the indigenous flora and fauna of New Zealand

Description and quantification of the Company's Outputs

In FY20 the Orokonui Knowledge Group approved seven new proposals for research within the ecosanctuary, with a wide range of topics. These included the personality differences in adult and juvenile skinks, the reproductive activity of tuatara, fungal diversity at Orokonui, the stability of the predator proof fence, using VHF and GPS to track our kākā, and the habitat use and behaviour of jewelled gecko.

Our education team had another busy year with 6,265 students participating the Orokonui Education Programme, inspiring a new generation of budding conservationists. In April 2020 we learned that our research proposal, Kei Hea Ngā Kākā~(Where are the Kākā) had received a \$20,000 Participatory Science Platform grant. The project is designed to engage our neighbouring communities in identifying and minimising risks to the Orokonui kākā population as it moves beyond the safety of the ecosanctuary.

Orokonui continues to provide a range of opportunities for the community to engage with conservation. The Orokonui Volunteer Programme saw 298 volunteers deliver a further 9,941 hours of voluntary labour in FY20, with tasks including wildlife monitoring and care, weed and pest control, guiding, event support, administration, pro-bono specialist services and governance.

A variety of events activities throughout the year ensured that a broad spectrum of the community could visit the sanctuary. These included musical performances by Nadia Reid and Flora & Archer, and Opera at Orokonui, yoga retreats, dusk tours, photography workshops and a free open day attended by more than 2,000 people.

Outcome 4. – to do anything else within New Zealand that will advance any of these aims

Description and quantification of the Company's Outputs

Financial self-sufficiency continues to be a focus, with efforts to boost visitors yielding results in FY20. In FY20 12,699 people visited the ecosanctuary for self-guided walking; a further 1,563 took guided tours - an increase of approximately 20% on the previous year. While the percentage of self-generated revenue as a proportion of total revenue dropped to 63% in FY20 from 68% in FY19, revenue from admissions, events, cafe, shop sales and venue hire was still strong despite the impacts of Covid-19 on local, national and international markets.



INDEPENDENT AUDITOR'S REPORT

To the Shareholder of Orokonui Ecosanctuary Limited

Opinion

We have audited the performance report of Orokonui Ecosanctuary Limited (the Company) on pages 1 to 15, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the 15 months ended 30 June 2020, the statement of financial position as at 30 June 2020, and the statement of accounting policies and other explanatory information.

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; and
- b) the performance report on pages 1 to 15 presents fairly, in all material respects:
 - the entity information for the 15 months ended 30 June 2020;
 - the service performance for the 15 months ended 30 June 2020; and
 - the financial position of the Company as at 30 June 2020, and its financial performance, and cash flows for the 15 months then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit).

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000. Our responsibilities under these standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report.

We are independent of the Company in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

An affiliated entity, Findex NZ Limited, provides accounting services of a compliance nature to the Company. The firm has no other relationship with, or interests in, the Company.

Information Other Than the Performance Report and Auditor's Report

The Directors are responsible for the other information. Our opinion on the performance report does not cover the other information included in the annual report and we do not and will not express any form of assurance conclusion on the other information. At the time of our audit, there was no other information available to us.

In connection with our audit of the performance report, if other information is included in the annual report, our responsibility is to read the other information and, in doing so, consider whether the other information

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is materially inconsistent with the performance report or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of our auditors' report, we concluded that there is a material misstatement of this other information, we are required to report that fact.

Emphasis of Matter

We draw attention to Note 11 of the financial statements, which describes the effects of the World Health Organisation's declaration of a global health emergency relating to the spread of COVID-19. Our opinion is not modified in respect of this matter.

Other Matter

The financial statements of Orokonui Ecosanctuary Limited for the year ended 31 March 2019, were audited by another auditor who expressed an unmodified opinion on those statements on 16 July 2019.

Responsibilities of the Directors for the Performance Report

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 performance report, which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) 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 performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion, 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 risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Restriction on Use

This report is made solely to the company's shareholder, as a body. Our audit has been undertaken so that we might state to the company's shareholder those matters 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 company and the company's shareholder as a body, for our audit work, for this report, or for the opinions we have formed.



Crowe New Zealand Audit Partnership

CHARTERED ACCOUNTANTS

Dated at Dunedin this 6th day of October 2020

Orokonui Ecosanctuary Limited

Statement of Financial Performance

For The 15 Months Ended 30 June 2020

	Notes	2020 (15 Months) \$	2019 (12 Months) \$
Revenue			
Donations, Fundraising and Other Similar Revenue	1	248,411	176,571
Grants	1	202,679	126,850
Revenue From Providing Goods and Services	1	783,216	674,736
Interest, Dividends and Other Investment Revenue	1	7,889	11,710
Total Revenue		1,242,195	989,867
Expenses			
Costs Related to Providing Goods or Services	2	113,955	100,073
Other Expenses	2	1,088,988	843,342
Expenses		1,202,943	943,415
Net Surplus		39,252	46,452



The attached notes and Auditor's Report form an integral part of these financial statements.

Orokonui Ecosanctuary Limited

Statement of Movements in Equity

For The 15 Months Ended 30 June 2020

Notes	Share Capital	Retained Earnings	Total
	\$	\$	\$
Balance at 1 April 2019	-	389,888	389,888
Net Surplus		39,252	39,252
Balance at 30 June 2020	-	429,141	429,141
Balance at 1 April 2018	-	343,436	343,436
Net Surplus		46,452	46,452
Balance at 31 March 2019	-	389,888	389,888



Orokonui Ecosanctuary Limited

Statement of Financial Position

As At 30 June 2020

	Notes	2020 \$	2019 \$
Current Assets			
Cash Balances	3	189,675	233,807
Accounts Receivable		25,421	43,312
Accrued Interest		788	1,889
GST Receivable		2,213	-
Prepayments		617	4,063
Stock on Hand		14,242	16,243
Farmlands Shares		833	833
Shareholder's Advance Accounts	4	145,005	78,710
ANZ Term Deposits		164,321	207,084
Total Current Assets		543,114	585,941
Current Liabilities			
Accounts Payable		18,852	54,240
Provision for Holiday Pay		48,645	38,056
Siricco Liability		-	20,000
GST Payable		-	17,293
MSD Wage Subsidies		35,432	-
Other Current Liabilities	5	11,043	66,464
Total Current Liabilities		113,972	196,053
Net Assets		429,141	389,888
Accumulated Funds			
Retained Surplus		429,141	389,888
Total Accumulated Funds	6	429,141	389,888

The Directors present the approved financial statements.

APPROVED

For and on behalf of the Board.





Chairman

Treasurer

6 October 2020
Date



Orokonui Ecosanctuary Limited

Statement of Cash Flows

For The 15 Months Ended 30 June 2020

	Notes	2020 (15 Months) \$	2019 (12 Months) \$
Cash Flows From Operating Activities			
Cash Was Received From:			
Donations, Fundraising and Other Similar Revenue		248,411	176,571
Grants		147,259	157,862
Receipts From Providing Goods or Services		816,539	667,381
Interest, Dividends and Other Investment Revenue		8,990	9,821
Net Movement in GST		(19,506)	9,625
Cash Was Applied To:			
Payments to Suppliers and Employees		(1,222,294)	(954,991)
Net Cash Flows From Operating Activities		(20,600)	66,269
Cash Flows From Investing and Financing Activities			
Cash was Received From:			
Funds Introduced		51,043	36,281
Cash was Applied to:			
Redemption of/(Payments for) Investments		42,763	43,333
Expenses Paid on Behalf		(117,338)	(80,500)
Total Cash Flows From Investing and Financing Activities		(23,532)	(886)
Net Increase in Cash		(44,132)	65,383
Opening Cash Balance		233,807	168,424
Closing Cash Balance		189,675	233,807
Represented by:			
Bank Accounts and Cash	3	189,675	233,807
Net Cash Balance		189,675	233,807



The attached notes and Auditor's Report form an integral part of these financial statements.

Orokonui Ecosanctuary Limited

Statement of Accounting Policies

For The 15 Months Ended 30 June 2020

Reporting Entity

Orokonui Ecosanctuary Limited is a registered company governed by its constitution dated 10 May 2007, The Companies Act 1993, The Charities Act 2005 and The Charitable Trust Act 1957.

Basis of Preparation

Orokonui Ecosanctuary Limited has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using accrual basis of accounting. The Performance Report is prepared under the assumption that the Company will continue to operate in the foreseeable future.

Revenue

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the Company and revenue can be reliably measured.

Interest income is recognised as interest accrues, gross of refundable tax credits received.

Grants are recognised as revenue on receipt where no performance conditions have been specified on receipt of the grant. Where there are conditions the grant is recognised as revenue once conditions have been satisfied.

Leased Assets

Operating lease payments are representative of the pattern of benefits derived from the leased assets and accordingly are charged to the Statement of Financial Performance in the periods in which they are incurred.

Income Tax

Orokonui Ecosanctuary Limited is a charitable organisation registered with the Charities Commission and is therefore exempt from income tax.

Trade and Other Receivables

Accounts Receivable are recorded at expected realisable values as determined by the Directors.

Goods and Services Tax (GST)

All revenue and expense transactions are recorded net of GST. Where applicable, all assets and liabilities have been stated net of GST with the exception of receivables and payables which are stated inclusive of GST.

Inventory

Inventories is stated at the lower of cost and net realisable value.

Presentation and Functional Currency

These financial statements are presented in New Zealand dollars which is the Company's functional currency.

Changes in Accounting Policies

There have been no changes in accounting policies. All accounting policies have been applied on a basis consistent with those used in previous years.



Orokonui Ecosanctuary Limited

Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

	2020 (15 Months) \$	2019 (12 Months) \$
1 Analysis of Revenue		
Donations	148,102	93,671
Sponsorship	100,309	82,900
Grants	202,679	126,850
Café Sales	224,024	199,365
Shop Sales	86,973	76,274
Entry Tickets	252,973	345,240
Other Income	78,015	53,856
Employment Subsidies	16,133	-
MSD Wage Subsidies Received	125,098	-
Rebates	-	27
Interest Received	7,889	11,684
Total	1,242,195	989,867
2 Analysis of Expenses		
Costs Related to Providing Goods or Services		
Cost of Goods Sold		
Opening Stock - Shop	11,811	13,240
Opening Stock - Cafe	4,432	4,288
Purchases Shop	57,915	41,789
Purchases Cafe	54,039	56,999
	128,197	116,316
Closing Stock - Shop	10,040	11,811
Closing Stock - Cafe	4,202	4,432
Total	113,955	100,074
Other Expenses		
Audit Fee	7,750	6,930
Bad Debts Written off	-	348
Biodiversity Maintenance	46,093	25,380
Education Expenses	2,388	10,603
Insurance	22,961	17,816
Lease Charges - Hilux	10,435	10,435
Electricity	21,264	11,092
Marketing	21,072	19,379
Other Administration Expenses	93,059	83,691
Project Expenses	2,456	17,667
Biodiversity Restoration	3,300	5,861
Wages	845,285	630,007
Walking Tracks	12,925	4,134
Total	1,088,988	843,342
Total Expenses	1,202,943	943,415



Orokonui Ecosanctuary Limited

Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

	2020 (15 Months) \$	2019 (12 Months) \$
3 Bank Balances		
Cash on Hand	1,100	1,000
ANZ - 00	64,404	98,504
ANZ - 02	78,741	96,790
ANZ - Visa	(940)	(1,533)
ANZ Serious Saver 04	46,370	39,045
Total Bank Balances	189,675	233,807
4 Shareholder's Current Account		
Otago Natural History Trust	145,005	78,710
Total Shareholder's Current Account - Current Asset	145,005	78,710
5 Current Liabilities - Other		
Grants Carried Forward - Otago Museum	10,000	-
Grants Carried Forward - LEOTC	-	28,012
Grants Carried Forward - DCC Arts	1,043	3,000
Grants Carried Forward - Lottery Environment & Heritage	-	35,452
Current Liabilities - Other	11,043	66,464



Orokonui Ecosanctuary Limited

Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

2020
(15 Months)
\$

2019
(12 Months)
\$

6 Accumulated Funds

This Year 2020

	Trust Capital	Accumulated Surpluses or (Deficits)	Reserves	Total
Opening Balance	-	389,888	-	389,888
Net Surplus		39,252		39,252
Closing Balance	-	429,141	-	429,141

Last Year 2019

	Trust Capital	Accumulated Surpluses or (Deficits)	Reserves	Total
Opening Balance	-	343,436	-	343,436
Net Surplus		46,452		46,452
Closing Balance	-	389,888	-	389,888

7 Capital Commitments

No capital commitments have been contracted for or provided for at balance date (2019:Nil).

8 Contingent Liabilities and Guarantees

There were no contingent liabilities or guarantees at balance date (2019:Nil).



Orokonui Ecosanctuary Limited

Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

9 Related Parties

The following material transactions occurred with related parties during the year:

Related Party Transactions

Otago Natural History Trust is related to Orokonui Ecosanctuary Limited as a result of Otago Natural History Trust being the sole shareholder of Orokonui Ecosanctuary Limited.

During the 2020 year Orokonui Ecosanctuary Limited provided administrative support to the Trust, in lieu of rental on the premises occupied. (2019: the same support was provided).

Orokonui Ecosanctuary Limited has a current advance receivable from the Otago Natural History Trust of \$145,005 (2019: \$78,710). The advance is unsecured, interest free and repayable on demand. However, the Orokonui Ecosanctuary Limited is not seeking repayment within one year.

10 Events After Balance Date

There were no events that have occurred after balance date that would have a material impact on the Performance Report (2019:Nil).

11 COVID-19

On 11 March 2020, the World Health Organisation officially declared COVID-19, the disease caused by novel coronavirus, a global pandemic. In March 2020, the New Zealand Government announced the COVID-19 alert system (Levels 1-4) which specified the level of risk and restrictions that were to be followed. New Zealand entered alert 'Level 4' lockdown on 25 March 2020, which required mandatory nationwide suspension of all 'non-essential' services. The Company's visitor operations were considered a 'non-essential' service and therefore the Company closed to the public in accordance with the Governments direction.

At the date of approving these financial statements there is uncertainty about how much further general economic activity will fall and how long the period of reduced economic activity will last. The Directors have assessed that the impact of COVID-19 on the Company will likely be in the area of admissions and visitor revenue. The situation continues to be monitored and managed through business continuity planning.

The Directors believe that the Company has sufficient liquidity and cash reserves to adequately meet its operating, investing and financing cash flow requirements for a period of at least 12 months from the date these financial statements were authorised for issue. Including financial support from its parent the Otago Natural History Trust if required. For this reason, the Directors continue to adopt the going concern assumption in preparing the financial statements for the period ended 30 June 2020.

