NZ YOUNG FARMERS



ANNUAL REPORT 2026

FINANCIAL YEAR 2025/2026

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NZYF MEMBERSHIP

TOTAL MEMBERS

(as of 30 April 2026)

1512

NZYF MEMBERS

2025 Total: 1,572

178

TEENAG

2025 Total: 192

CLUBS

63

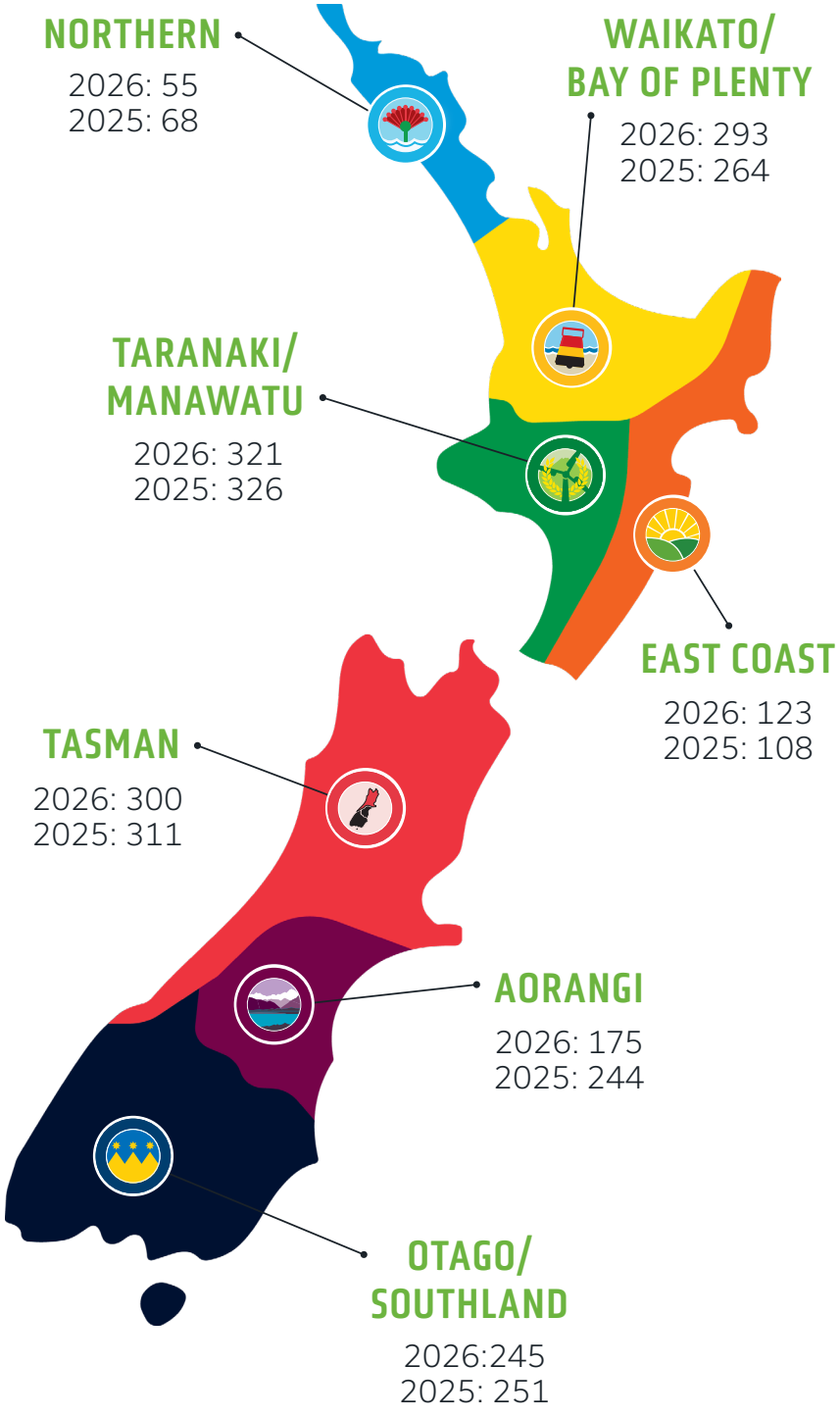
NZYF CLUBS

2025: 64 Clubs

35

TEENAG CLUBS

2025: 35 Clubs



OUR REACH

100+

NZYF and
TeenAg clubs

800+

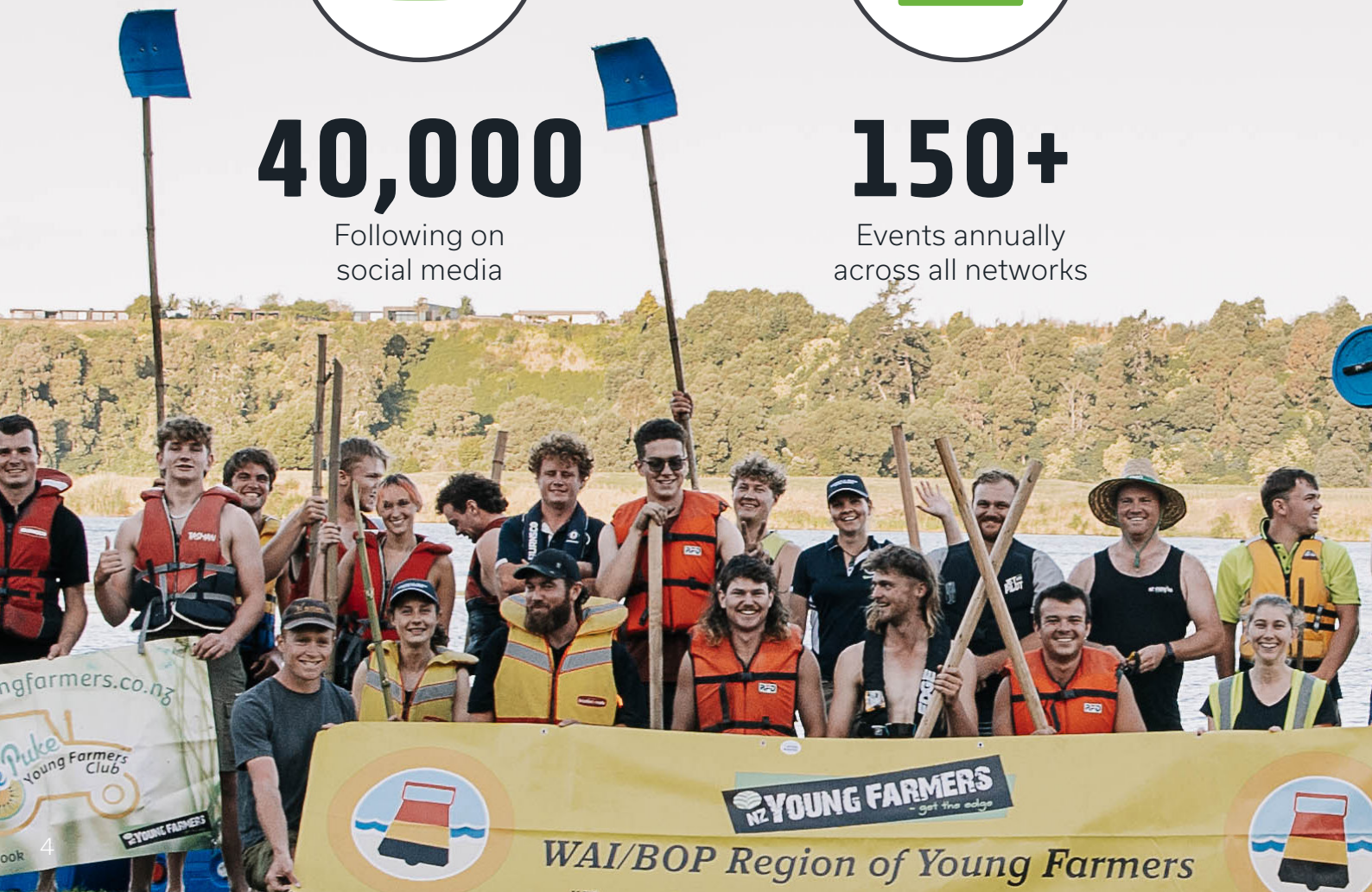
Club meetings
each year

40,000

Following on
social media

150+

Events annually
across all networks





CHEYNE GILLOOLY
NZYF CHIEF EXECUTIVE

There is a renewed sense of energy and optimism across New Zealand's rural sector.

As members, you should be enormously proud of the role you play. Every day, you help feed, clothe and support people throughout New Zealand and around the world.

You contribute to our economy, sustain rural communities and continue a tradition of innovation and stewardship that has helped define our country.

For me, it is a privilege to represent the next generation of New Zealand's farming, rural and food and fibre talent. Yours is a generation that is globally connected, entrepreneurial and ambitious. You understand the legacy you have inherited, but they are not constrained by it. You are making the world your own. You are embracing technology, exploring new business models, building international networks and asking how New Zealand can continue to lead in a rapidly changing world.

NZYF has an important role in ensuring that this generation has the connections, opportunities and confidence to succeed. Through our clubs, competitions, leadership opportunities and national programmes, we give young people a place to test themselves, form lifelong friendships and build the skills and networks that will support them throughout their careers.

Of course, leading a national charitable organisation in difficult and dynamic financial times is not without its challenges. Costs continue to rise, traditional funding models are under pressure and the expectations placed on organisations like ours continue to grow. We have had to be disciplined about where we focus our energy, realistic about the resources available to us and increasingly creative about how we generate sustainable revenue.



At the same time, these challenges have reinforced the value NZYF can bring to the wider sector. We have a trusted national network, strong regional connections and the ability to engage directly with the people who will shape the future of food and fibre. We can help our partners connect with young rural people, support capability development, test new ideas and turn national priorities into practical opportunities for our members.

Over the past year, we have worked hard to welcome new partners and supporters

into the NZYF community. Our focus has not simply been on finding sponsorship. We want to work with organisations that understand our members, share our ambitions and can offer something meaningful. Whether that is knowledge, career pathways, new experiences, practical support or investment in our communities.



Those partnerships are already making a difference. They are helping us create stronger programmes, broaden the opportunities available to our members and ensure NZYF remains relevant to the changing needs of young people across the rural sector. Just as importantly, they demonstrate that the wider industry recognises the value of investing in its next generation.

The strength of NZYF has always come from its people. Across the country, members and volunteers give their time, energy and enthusiasm to run clubs, organise events, support competitions and bring people together. Their contribution is extraordinary, and it is the foundation on which everything else is built.

As we head into our 100th year, we do so with increased membership and a renewed sense of energy and enthusiasm across the organisation. It is a significant milestone, one that gives us the opportunity to celebrate the generations of people who have built NZYF, while looking confidently toward the next century. Our history is something to be proud of, but our focus must remain firmly on the future.

Our responsibility is to honour that foundation while continuing to evolve. We must remain financially sustainable, responsive to our membership and ambitious about the role we can play, not only for young farmers, but for the future of New Zealand's entire food and fibre sector.

There is much more to do, but there is also much to be proud of.

NZYF is strong because our people are strong: connected to their communities, confident in their contribution and ambitious for what comes next.

It is an honour to represent you!





KATE DENHOLM
NZYF CHAIR

Reflecting on the 2025/26 year of New Zealand Young Farmers, I think about the many dedicated people in every part of our organisation – members, leaders, competitors, advocates, volunteers, sponsors, partners and staff. We are the caretakers of our old organisation, an organisation that has seen so much more than we have. We bring youth, enthusiasm, energy and respect; but we will always be grounded and pulled together by the wise and strong organisation that is NZ Young Farmers.

There has been plenty to be proud of over the past year.

Membership has remained steady following the first significant fee increase in many years. Our clubs continue to be at the heart of NZYF, with 63 clubs around the country bringing young people together, fibre sector.

A YEAR OF PROGRESS

We also took an important step forward in the governance of our organisation, implementing a new constitution as part of our re-registration as a not-for-profit incorporated society.

In a challenging sponsorship and business environment, we welcomed a number of new partners while continuing to receive strong support from long-standing sponsors, industry leaders and government. Those relationships are incredibly important to our ability to deliver opportunities for young people.

We also refreshed our strategy, reaffirming our purpose of enabling young people to thrive in New Zealand's food and fibre sector. We have set ourselves ambitious targets, and as a Board we believe that challenging times are exactly when we need to be ambitious about what NZYF can achieve.

The FMG Young Farmer of the Year Grand Final in Invercargill was another highlight. Hugh Jackson took home the Cloak of Knowledge after an impressive contest, with the wider Invercargill community getting firmly behind the event and the local organising committee, led by Emma Wilson.

BUILDING A SUSTAINABLE FUTURE

Alongside the progress, this year has also brought some significant challenges.

Our ambition is to support many more young people to thrive in our sector through NZYF. At the same time, we are operating in an environment of rising costs and increasing pressure across the sponsorship and business landscape.

Financial sustainability is now a key strategic priority for the organisation. We have a clear focus on developing a more sustainable operating model that allows us to continue delivering value for members and investing in the future of NZYF.

That work will be important as we look ahead – not just to the next year, but to the next 100 years.

DONALD'S FARM

Donald's Farm entered a new chapter this year, with Sam Waugh finishing up after more than 10 years as Farm Manager. Sam has made a huge contribution to the farm and NZYF, from improving performance and profitability to building partnerships and delivering an education programme reaching thousands of students. We thank him and wish him all the best for his next step.

We welcomed Carlos Pinillos and his family as our new Farm Manager, alongside Amanda Phillips as Educational Facilitator. Thank you also to Farm Board Chair Julie Pirie and Board members Bryan Cartelle and Peter Jones for their ongoing expertise, commitment and passion for the farm.

THE PEOPLE BEHIND NZYF

I'm proud to be a NZYF member, and even prouder of the people who make this organisation what it is. Our volunteers continue to give their time and energy to clubs, contests and the wider organisation, supported by a dedicated national office team.

This year has also shown the resilience of our members and clubs as they adapted to increased compliance requirements while continuing to deliver for their communities.

Thank you to our members, sponsors and partners for your ongoing support. I'd also like to acknowledge Cheyne Gillooly and the National Office team for their work throughout the year.

Finally, thank you to our Board: Stanley Fraser, Valentine Taumuti, Vanessa Winning, Malcolm Nitschke, Graham Johnson and Jessica Wilson – for your time, expertise and commitment to NZYF.



LOOKING TOWARDS 100 YEARS

As we enter NZYF's 100th year, that idea of being caretakers feels more important than ever.

An organisation doesn't make it to 100 years by standing still. It survives because each generation contributes something of its own, while protecting what matters and passing it on to the next.

There is an immense responsibility in reaching this milestone. We have an opportunity not only to celebrate the history of NZ Young Farmers, but to use our centenary to strengthen the organisation and set it up for the next century.

That means honouring the people who have built NZYF before us, celebrating the people who are part of it today, and being brave enough to shape what it can become tomorrow.

We have strong foundations. We have incredible people. And we have plenty of work ahead.

I'm proud to be part of the team helping to carry NZYF into its next 100 years.

THE YEAR AT A GLANCE



THORNBURY YF 90TH CELEBRATION

An awesome achievement by the Thornbury YF club to celebrate 90 years. Young and old farmers alike attending the event.



FRANKLIN YF QUIZ NIGHT

The Franklin YF Club raised over $20,000 for the Leukaemia and Blood Cancer Foundation, the local Lions club and the Aka Aka hall (where the event was held).



OTAGO SOUTHLAND COOK BOOK

NZYF's most southern region created a Grand Final keepsake cookbook, bringing together recipes and stories from across the region.



KING COUNTRY YF REOPENS

King Country Young Farmers dropped 'North' from its name and relaunched in October following a period of recess, with a great response from the local community.



MASSEY & LINCOLN EXCHANGE

Two of Young Farmers' biggest clubs got together for the annual University Club Exchange. Both clubs had mixed success through a range of challenges!

MOVEMBER®

$10,000 FOR MOVEMBER

Members and NZYF Clubs joined the NZYF Movember Challenge to raise over $10,000 for the Movember Foundation.



MEMBER OF THE MONTH

John Bull Member of the Month continued to recognise members doing great work in their clubs and communities.



NZYF COMEDY NIGHT 2026

More than 180 people attended NZYF's first-ever Comedy Night, bringing members and supporters together for a new event on the NZYF calendar.



PENDARVES YF SPEED SHEAR

Pendarves YF donated their annual speed shear earnings to the Canterbury West Coast Air Rescue Trust.



RURAL WOMEN YOUNG BUSINESSWOMAN

NZYF sponsored the Young Businesswoman Award at the Rural Women New Zealand Business Awards. The award was presented to Millie Aitken, founder of Bar M Custom Tack.

NZYF COMMUNITY PARTNERS

A number of new partners have joined the NZYF Community to support the future sustainability of NZYF.



CUT THE BULL 2026

Spark That Chat teamed up with NZYF for the 2026 "Cut The Bull" campaign, a mental health initiative encouraging rural communities to have open conversations about wellbeing. 19 NZYF clubs got involved, sharing the message and showcasing what sparks their fuel.

NATIONAL AWARDS 2024 YEAR



NZ YOUNG FARMERS CLUB OF THE YEAR

Balfour Young Farmers



REGION OF THE YEAR

Otago Southland



EVENT OF THE YEAR

Opiki Young Farmers 85th Celebration



SERVICE TO YOUNG FARMERS

Sarah Avery, Inglewood Young Farmers (Taranaki Manawatu)



EMERGING MEMBER OF THE YEAR

Connor Miller, Balfour Young Farmers (Otago Southland)



BEST REGIONAL FINAL SEASON 57

Northern FMG Young Farmer of the Year



BEST DISTRICT CONTEST SEASON 57

Otago Southland

NATIONAL TOURNAMENT 2025



STOCK JUDGING

Overall Winner: Cam Clayton (Waikato BOP)
Chicken Section: Cam Clayton (Waikato BOP)
Sheep Section: Cam Clayton (Waikato BOP)
Goat Section: Brittany Caldwell (Aorangi)



CLAY TARGET WINNER

Robert Wilson
Otago Southland



FENCING WINNER

Ryan Dickey & Thomas Rathgen
Tasman



DEBATING

Winning Team: Otago Southland
Josh Bennett
Connor Miller
Zoe McElrea

SEASON 57 WRAP-UP



HUGH JACKSON TAKES THE WIN!

Hugh Jackson took out the Season 57 FMG Young Farmer of the Year title after winning the Waikato BOP Regional Final.



REGIONAL FINAL WINNERS:
Northern: Justin Ruygrok
Waikato BOP: Hugh Jackson
East Coast: James Robbie
Taranaki Manawatu: Jock Bourke
Tasman: George Letham
Aorangi: Gareth McKerchar
Otago Southland: Cam Smith



AGRIKIDSNZ CHAMPIONS

The Oinks
Liam Underwood, Fred Maher, Manawa Doonan
Seddon School
Tasman



FMG JUNIOR YOUNG FARMERS OF THE YEAR

John Lundy & Harry Parish
Rangiora High School
Tasman

NZ YOUNG FARMERS

SPONSORS AND SUPPORTERS (AS OF 30 APRIL 2026)

NZ Young Farmers wouldn't exist without the support of our family of sponsors and supporters.

NZYF COMMUNITY

beef+lamb new zealand
DairyNZ
MKM ORIGINALS
SKELLERUP
Milwaukee Nothing but HEAVY DUTY.
Fonterra Doing Good Together
Tavendale and Partners
CINTA
CRV BETTER COWS > BETTER LIFE
contiki TRAVEL. TOGETHER.
JOHN BULL MADE FOR NEW ZEALAND SINCE 1934
NZ PETROL Refunds
HALLENSTEINS

FMG YOUNG FARMER OF THE YEAR

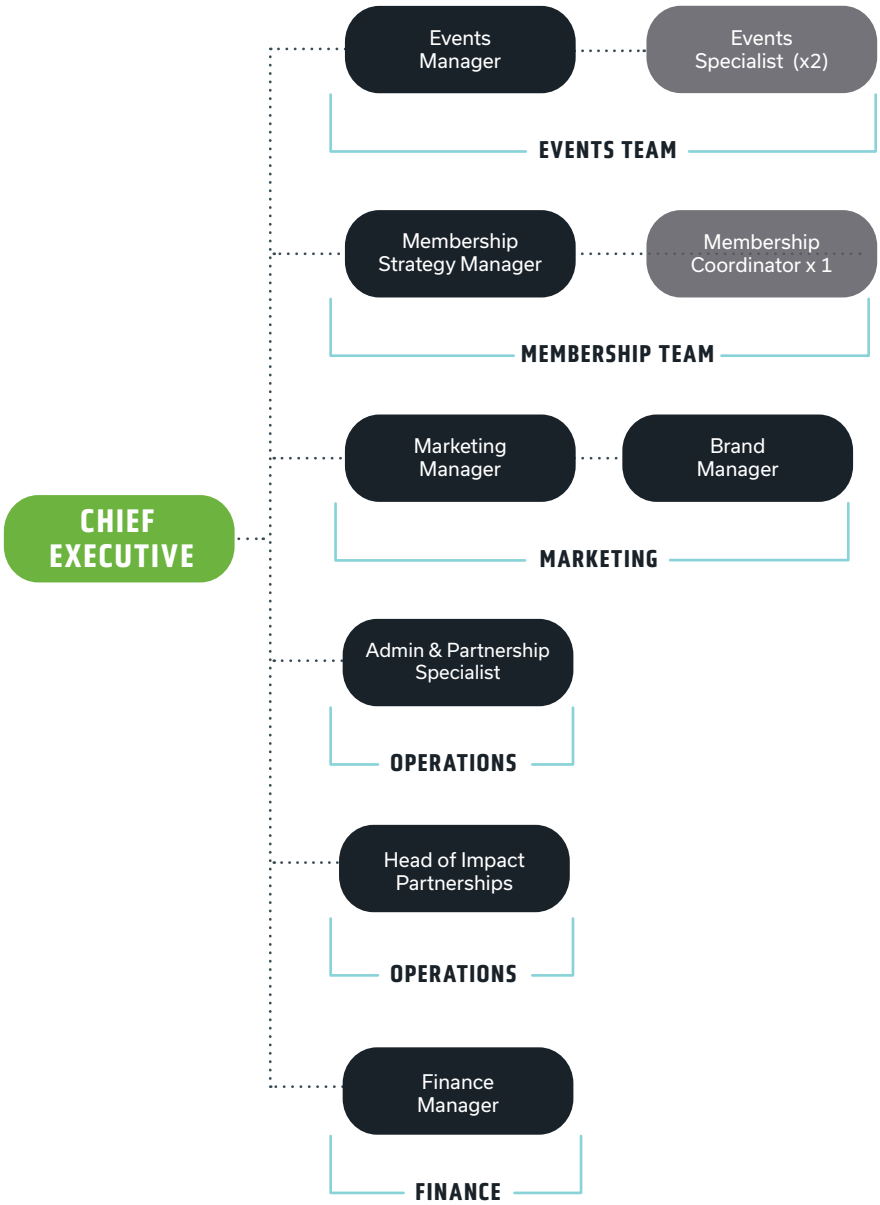
PRINCIPAL SPONSOR

FMG Advice & Insurance

FAMILY OF SPONSORS

ravensdown
Ministry for Primary Industries Manatū Ahu Matua
Milwaukee Nothing but HEAVY DUTY.
NEW HOLLAND
HONDA
BUSHBUCK
LINCOLN UNIVERSITY TE WHARE WĀNAKA O AORAKI
PTS LOGISTICS
ACC

ORGANISATION STRUCTURE



BOARD OF DIRECTORS



KATE DENHOLM
CHAIR



STANLEY FRASER
ELECTED BOARD MEMBER

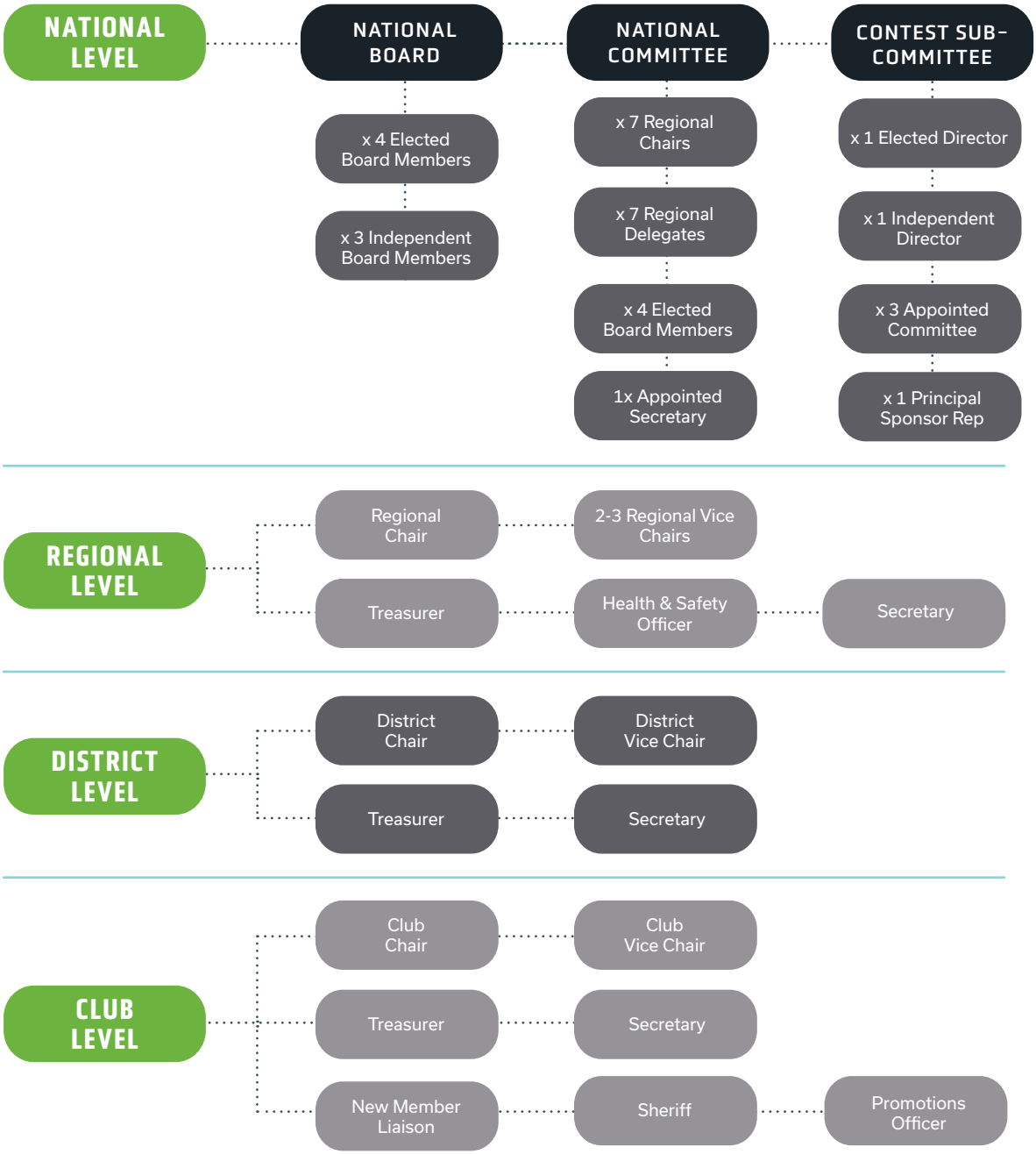


JESS WILSON
ELECTED BOARD MEMBER



GRAHAM JOHNSON
ELECTED BOARD MEMBER

MEMBERSHIP & EXTERNAL ROLES



BOARD OF DIRECTORS



MALCOLM NITSCHKE
BOARD MEMBER



VANESSA WINNING
BOARD MEMBER



VALENTINE TAUAMITI
BOARD MEMBER

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2026



The New Zealand Federation of Young Farmers Clubs (Inc.)

Group Consolidated Financial Report

for the year ended 30 April 2026

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Statement of compliance and responsibility

In the opinion of the Board of The New Zealand Federation of Young Farmers Clubs (Inc.) ('the Group') the financial statements and notes on pages 9 to 27:

- comply with New Zealand generally accepted accounting practice and present fairly the financial position of the Group as at 30 April 2026 and the results of the Group for the year ended that date;
- have been prepared using the appropriate accounting policies, which have been consistently applied and supported by reasonable judgements and estimates.

The Board believe that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of the Group and facilitate compliance of the financial statements with the Financial Reporting Act 2013.

The Board consider that they have taken adequate steps to safeguard the assets of the Group, and to prevent and detect fraud and other irregularities. Internal control procedures are also considered to be sufficient to provide reasonable assurance as to the integrity and reliability of the financial statements.

The Board are pleased to present the financial statements of The New Zealand Federation of Young Farmers Clubs (Inc.) as at and for the year ended 30 April 2026.

Kate Denholm
Board Chair

Date: 2 October 2026

Stanley Fraser
Chair of Audit and Risk Committee

Date: 2 October 2026

Directory

Date of establishment	20 March 1934
Nature of the entity	Incorporated society — meet the needs of rural youth
Charity Number	CC37379
Registered office	Building 28, Lincoln University, 1408 Springs Road, Lincoln 7608
Board Chair	Kate Denholm (from 27 November 2025) Chloe Jones (until 27 November 2025)
Board members	Nicola Blowey (until 27 November 2025) Stanley Fraser Jessica Wilson (from 11 October 2025) Graham Johnson (from 11 October 2025) Malcolm Nitschke Valentine Tauamiti Vanessa Winning
Chief Executive Officer	Cheyne Gillooly
Auditors	PKF Goldsmith Fox Audit Limited, 100 Moorhouse Avenue, Christchurch 8011
Bankers	ANZ Bank Limited

NZ YOUNG FARMERS

STATEMENT OF SERVICE PERFORMANCE 2026



NZ YOUNG FARMERS
STRATEGIC PLAN

OUR PURPOSE

We grow world class young people who are engaged & empowered in their rural communities across NZ.

OUR VISION

Young people influencing & contributing to the success of the food and fibre sector for generations to come.

OUR STRATEGIC PRIORITIES

- SUPPORT AND GROW A THRIVING CLUB NETWORK THAT CAN DELIVER AMAZING VALUE TO ITS MEMBERS
- FMG YOUNG FARMER OF THE YEAR CONTEST SERIES IS DRAWING AND SHOWCASING THE BEST NZ YOUNG FARMERS
- BUILD AND MAINTAIN GREAT PARTNERSHIPS THAT SUPPORT OUR PURPOSE AND VISION

OUR VALUES

RESPECTFUL · ONE TEAM · PROUD · PASSIONATE

OUR REACH

90+
NZYF and TeenAg clubs
2025: 100+

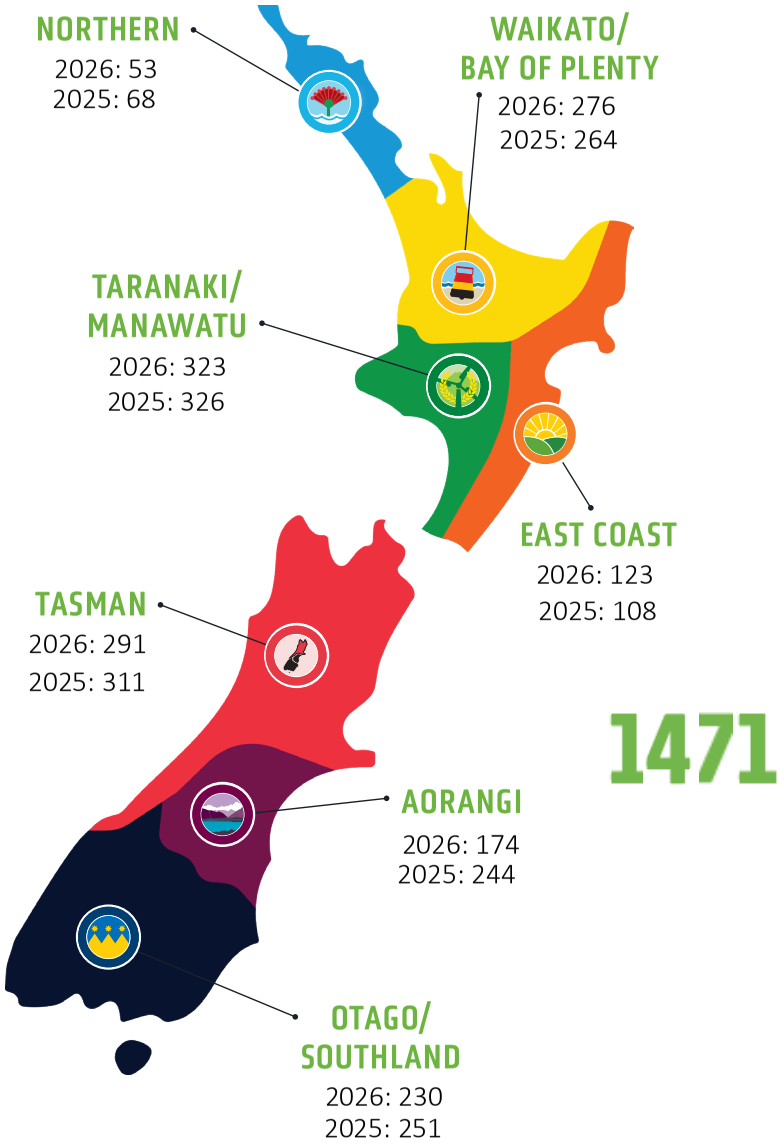
800+
Club meetings each year
2025: 800+

30,630
Following on social media
2025: 28,000

115+
Events annually across all networks
2025: 200+

PKF Goldsmith Fox Audit

NZYF MEMBERSHIP



1471

TOTAL MEMBERS

(as of 30 April 2026)

1471

NZYF MEMBERS
2025 Total: 1572

173

TEENAG
2025 Total: 192

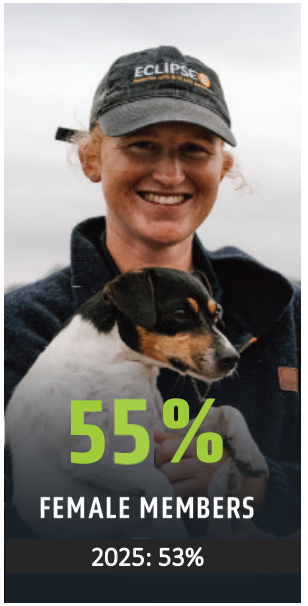
CLUBS

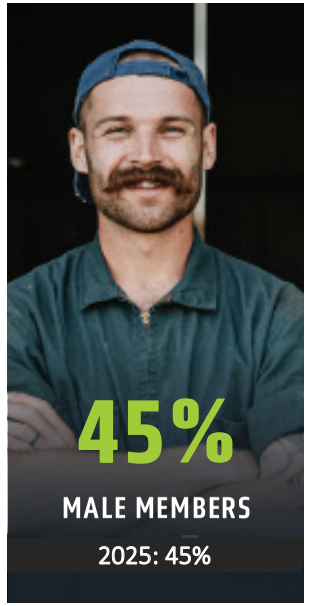
62

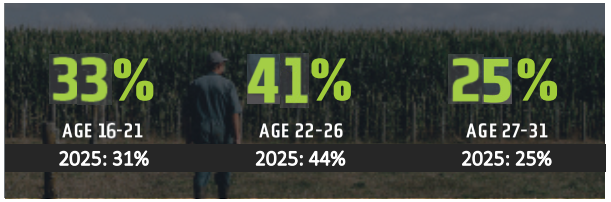
NZYF CLUBS
2025: 64 Clubs

28

TEENAG CLUBS
2025: 24 Clubs







15%
Sheep & Beef
2025: 16%

11%
Agribusiness
2025: 10%

29%
Dairy
2025: 28%

2%
Arable
2025: 2%

DONALD'S FARM

The late Donald Pearson donated his 74 ha farm to NZ Young Farmers for the purpose of encouraging young people into the agricultural sector.

Under NZYF ownership, this farm operates as a commercial dairy farm, with the future aim to utilise the farm, and the way in which it is operated, as an outdoor classroom or learning centre for NZYF members and the wider community.

Sam Waugh, an NZYF member, is the farm manager at Donald's Farm. He is passionate about developing the farm both from a commercial farming perspective but also in its role of encouraging the younger generation into the agricultural sector.



74 ha
DAIRY FARM

106
DAIRY COWS
2025: 118

48%
OF MILK AT EXCELLENCE LEVEL
2025: 61%



1000
STUDENTS ON FARM
2025: 1000

THE **CONTEST**

AgriKids NZ	**636** Contestants 2025: 603	**8-12** Primary School students aged	Children compete in teams of three to battle it out for the title of AgriKidsNZ Champion.	
FMG Junior Young Farmer of the Year	**282** Contestants 2025: 302	**13-18** High School students aged	Students compete in teams of two and complete a range of modules, based on the primary industry.	
FMG Young Farmer of the Year	**135** Contestants 2025: 145	The flagship event for NZ Young Farmers. Showcasing the level of skill and knowledge of young people in our industry.	Seven District Contests, Seven Regional Finals, One Grand Final.	
VOLUNTEERS (APPROX)	**429** District volunteers 2025: 429	**524** Regional volunteers 2025: 519	**196** Grand Final volunteers 2025: 200	

*Contest data based on Season 57 numbers, which were completed in July 2025.

Consolidated statement of comprehensive revenue and expense

for the year ended 30 April 2026 — in New Zealand Dollars

	Note	2026	2025
		$	$
Revenue			
Revenue from exchange transactions		3,370,532	3,385,429
Revenue from non-exchange transactions		128,632	142,221
Total revenue	3	**3,499,164**	**3,527,650**
Expenses			
Clubs expense		1,081,789	900,281
Employee benefits expense	5	1,026,382	957,719
Vehicle operating costs	6	56,785	44,131
Contest and other events		510,185	493,144
Members benefits		2,606	2,645
Administrative expenses		59,370	67,091
Other operating expenditure	7	445,810	485,282
Farming expenditure		235,888	221,856
Depreciation, amortisation and impairment	11, 12	63,275	70,176
Total expenditure		**3,482,090**	**3,242,325**
Operating surplus before financing costs		**17,074**	**285,325**
Finance income		39,679	33,482
Finance costs		-	(3,039)
Net finance income	4	**39,679**	**30,443**
Surplus for the year		**56,753**	**315,768**
Other comprehensive revenue and expense			
Other comprehensive revenue for the year		-	-
Total comprehensive revenue for the year		**56,753**	**315,768**

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated statement of financial position

as at 30 April 2026 — in New Zealand Dollars

	Note	2026	2025
		$	$
Current assets			
Cash and cash equivalents	8	1,271,811	1,574,341
Trade and other receivables	9	166,033	208,429
Prepayments		63,241	52,254
Inventory		22,840	13,333
Biological assets	10	454,284	332,305
Income tax receivable		1,397	1,866
Total current assets		**1,979,605**	**2,182,528**
Non-current assets			
Property, plant and equipment	11	5,085,748	5,019,281
Investments	13	150,516	149,438
Intangible assets	12	9,458	18,916
Other non-current assets		104,624	67,612
Total non-current assets		**5,350,346**	**5,255,247**
Total assets		**7,329,952**	**7,437,775**
Current liabilities			
Trade and other payables	14	204,422	268,186
Revenue received in advance		50,900	127,993
Employee entitlements	15	66,156	62,540
Other current liabilities		4,517	2,913
Total current liabilities		**325,995**	**461,632**
Total liabilities		**325,995**	**461,632**
Equity			
Accumulated surplus/(deficit)		1,145,078	1,117,265
Reserves		5,858,878	5,858,878
Total equity		**7,003,956**	**6,976,143**
Total liabilities and equity		**7,329,952**	**7,437,775**

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated statement of changes in equity

for the year ended 30 April 2026 — in New Zealand Dollars

	Accumulated surplus / (deficit) $	Legacy – D F Pearson $	Livestock revaluation reserve $	Total $
Balance as at 1 May 2025	1,117,265	5,858,878	-	**6,976,143**
Total Comprehensive Revenue				
Surplus for the year	56,753	-	-	**56,753**
Other comprehensive revenue	-	-	-	**-**
Total Comprehensive Revenue	**56,753**	**-**	**-**	**56,753**
Transactions with the Board of the society				
Movements	(28,940)	-	-	**(28,940)**
Balance as at 30 April 2026	**1,145,078**	**5,858,878**	**-**	**7,003,956**
Balance as at 1 May 2024	(82,095)	5,905,699	9,308	**5,832,912**
Total Comprehensive Revenue				
Surplus for the year	315,768	-	-	**315,768**
Other comprehensive revenue	-	-	-	**-**
Total Comprehensive Revenue	**315,768**	**-**	**-**	**315,768**
Transactions with the Board of the society				
Movements	883,592	(46,821)	(9,308)	**827,463**
Balance as at 30 April 2025	**1,117,265**	**5,858,878**	**-**	**6,976,143**

This statement is to be read in conjunction with the notes to the financial statements.

Consolidated statement of cash flows

for the year ended 30 April 2026 — in New Zealand Dollars

	Note	2026	2025
		$	$
Cash flows from operating activities			
Cash receipts from customers		3,276,348	3,398,255
Cash paid to suppliers		(2,502,122)	(2,411,416)
Cash paid to employees		(1,022,766)	(902,509)
Interest received		6,395	8,805
Interest paid		-	(4,208)
Net cash from operating activities		**(242,146)**	**88,927**
Cash flows from investing activities			
Acquisition of property, plant and equipment		(119,282)	(38,673)
Addition of work in progress		(37,012)	(48,217)
Receipted from Clubs bank accounts			1,008,950
Net cash from/(to) investing activities		**(156,294)**	**922,060**
Cash flows from financing activities			
Receipts from investments		95,910	22,811
Net cash from financing activities		**95,910**	**22,811**
Net movements in cash and cash equivalents		(302,530)	1,033,798
Cash and cash equivalents at 1 May		1,574,341	540,543
Cash and cash equivalents at 30 April	8	**1,271,811**	**1,574,341**

This statement is to be read in conjunction with the notes to the financial statements.

Notes to the consolidated financial statements

1 General overview

Reporting Entity

The New Zealand Federation of Young Farmers Clubs (Inc.) (the "Society") is an incorporated society and a registered charity under the Incorporated Societies Act 2022. These financial statements have been prepared in accordance with the requirements of the Act. The Society is controlled by the Society's Board.

The financial statements and the accompanying notes summarise the financial results of activities carried out by The New Zealand Federation of Young Farmers Clubs (Inc.) and incorporate the activities of the following subsidiary (hereafter referred to as "the Group").

- Donald Pearson Farm Limited Subsidiary

The inclusion of this subsidiary is consistent with reporting in prior periods. The purpose of the Group is to meet the needs of rural youth.

The financial statements for the Group are for the year ended 30 April 2026. They were authorised for issue by the Group's Board on the date shown on page 3.

Basis of preparation

These financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with the Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards with reduced disclosure concessions applied as appropriate for Tier 2 not-for-profit public benefit entities.

As a registered charity, the Society is required to prepare financial statements in accordance with NZ GAAP as specified in Standard XRB A1. The Group is a Tier 2 not-for-profit reporting entity as it has total expenditure less than $33 million in the two preceding reporting periods.

The financial statements have been prepared on a historical cost basis unless stated otherwise. These financial statements are presented in New Zealand Dollars, which is the Group's functional currency. All amounts have been rounded to the nearest dollar, unless otherwise indicated.

Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

Information about judgements that have the most significant effects is disclosed in: Note 3 – Revenue (grants); Note 10 – Biological assets (estimated useful life); Note 11 – Property, plant and equipment (estimated useful life); Note 12 – Intangible assets.

2 Specific accounting policies

Significant accounting policies that do not relate to a specific note are outlined below. These policies have been applied consistently in preparing the financial statements for all periods presented.

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. When measuring fair value, the Group uses observable market data as far as possible. Further information about assumptions made is included in the relevant notes.

Basis of consolidation

The Group accounts for business combinations using the acquisition method when control is transferred to the Group. Consideration transferred is generally measured at fair value, as are the identifiable net assets acquired. Any goodwill

that arises is tested annually for impairment. Transaction costs are expensed as incurred. All significant intra-group transactions and balances are eliminated on consolidation.

Taxation

The Group is exempt from income tax due to its charitable nature, under section CW 42 of the Income Tax Act 2007. All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables which are stated inclusive of GST.

Changes in accounting policies

There have been no changes in accounting policies. All accounting policies were applied on a basis consistent with those from previous financial statements.

3 Revenue

	2026 $	2025 $
Exchange transactions		
Industry funding	352,593	376,753
Sponsorship	925,585	1,098,595
Ticket sales	82,602	64,862
Membership subscriptions	105,000	76,861
Farming revenue	625,792	609,179
Other revenue	179,225	201,594
Club revenue	1,036,807	895,242
Gain on revaluation of shares	62,927	62,343
Total exchange transactions	**3,370,532**	**3,385,429**
Non-exchange transactions		
Donations	55,340	92,582
Grants	73,292	49,639
Total non-exchange transactions	**128,632**	**142,221**
Total revenue	**3,499,164**	**3,527,650**

Revenue policy

Revenue is recognised when the amount of revenue can be measured reliably and it is probable that economic benefits will flow to the Group, and measured at the fair value of consideration received or receivable.

Revenue from exchange transactions policy

Revenue from exchange transactions for services rendered is recognised in the period it relates to. Amounts received in advance for services to be provided in future periods are recognised as a liability until the service is provided. Revenue received from exchange transactions include: industry funding, sponsorship, membership fees and subscriptions, ticket sales, farm revenue and other revenue.

Revenue from non-exchange transactions policy

Non-exchange transactions are those where the Group receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

Grants and bequests

The recognition of non-exchange revenue from Grants and Bequests depends on the nature of any stipulations attached to the inflow of resources received, and whether this creates a liability (i.e. present obligation) rather than the recognition of revenue.

Stipulations that are conditions specifically require the Group to return the inflow of resources received if they are not used in the way stipulated, resulting in the recognition of a liability that is subsequently recognised as non-exchange revenue as and when the conditions are satisfied.

Stipulations that are restrictions do not specifically require the Group to return the inflow of resources received if they are not utilised in the way stipulated, and therefore do not result in the recognition of a non-exchange liability, which results in the immediate recognition of non-exchange revenue.

4 Net finance costs

	2026 $	2025 $
Interest income	5,926	10,671
Dividend income	33,753	22,811
Finance income	**39,679**	**33,482**
Interest expense	-	(3,039)
Finance costs	**-**	**(3,039)**
Net finance income	**39,679**	**30,443**

Net financing costs policy

Finance income and expenses policy

Finance income comprises interest income on cash and cash equivalents and dividend income on share investments. Interest income is recognised as it accrues in surplus or deficit, using the effective interest method. Income from dividends is recognised when the Group's right to receive payment is established and the amount can be reliably measured.

Finance costs comprise interest expense on borrowings.

5 Employee benefits expense

	2026 $	2025 $
Salaries and wages	1,022,765	944,375
Increase/(decrease) in employee entitlements liability	3,616	13,344
Total employee benefit expense	**1,026,382**	**957,719**

6 Vehicle operating costs

	2026 $	2025 $
Operating lease expense – vehicle	13,244	15,401
Other vehicle operating expenditure	43,541	28,730
Total vehicle operating costs	**56,785**	**44,131**

7 Other operating expenditure

	2026 $	2025 $
Audit fees for audit of financial statements	31,500	30,065
Accounting fees	23,913	35,400
Board expenses	41,664	48,635
Communication expenses	6,724	6,495
Industry funding expenses	40,465	129,509
Insurance	25,734	17,305
IT maintenance and development	87,143	55,728
Legal expenses	2,993	6,461
Meeting expenses	47,818	45,251
Non salary staff related expenses	54,626	23,481
Other expenses	83,229	86,952
Total other operating expenses	**445,810**	**485,282**

Other expenses are made up of the following: Advertising, Cleaning, Consultancy, General Office Expenses, and Printing & Stationery.

8 Cash and cash equivalents

	2026 $	2025 $
Current assets		
Bank balances	1,271,811	1,574,341
	1,271,811	**1,574,341**
Current liabilities		
Bank overdrafts	-	-
	-	-
Total cash and cash equivalents	**1,271,811**	**1,574,341**

Cash and cash equivalents policy

Cash and cash equivalents comprise cash on hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

ANZ Bank has a registered security over all present and after-acquired personal property of The New Zealand Federation of Young Farmers Clubs (Inc.).

9 Trade and other receivables

	2026 $	2025 $
Exchange receivables		
Trade receivables	166,033	208,429
Total trade and other receivables	**166,033**	**208,429**
Current	166,033	208,429
Non-current	-	-

Trade and other receivables policy

Trade and other receivables are initially recognised at fair value, being their cost, and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Receivables are non-interest bearing and receipt is normally on 30 day terms.

A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. Impairment is calculated based on an expected credit loss (ECL) model. ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Group expects to receive).

10 Biological assets

At reporting date, livestock consist approximately of:

	2026 Number	2026 $	2025 Number	2025 $
R1 heifers	36	47,736	42	42,294
R2 heifers	40	103,920	21	38,346
R1 steers	1	1,214	1	967
R2 steers	1	2,070	1	1,600
MA cows	106	299,344	118	249,098
Total	**184**	**454,284**	**183**	**332,305**

Reconciliation of carrying amounts of dairy livestock

	2026 $	2025 $
Carrying amount at 1 May	332,305	243,622
Livestock sold	(58,994)	(30,836)
Gains arising from changes in fair value less costs to sell		
Attributable to natural increase	66,512	45,829
Attributable to price changes	114,461	73,690
Carrying amount at 30 April	**454,284**	**332,305**

Biological asset policy

Biological assets comprise dairy cattle and are initially measured at fair value less costs to sell, which equates to cost.

The dairy cattle are subsequently measured at fair value using the national average market values of specified livestock provided by Inland Revenue.

Livestock is held by the Group for the purpose of milk production for on-sale to Fonterra.

11 Property, plant and equipment

2026

	Freehold land $	Buildings $	Plant and equipment $	Motor vehicles $	Office equipment $	Furnishings $	Agrikids signage & trailer $	Total $
Cost								
Balance at 1 May 2025	3,973,000	841,033	130,306	51,078	29,514	2,179	43,431	**5,070,541**
Additions	-	91,880	20,641	-	7,761			**120,282**
Disposals	-	-	(1,000)	-	-	-	-	**(1,000)**
Balance at 30 April 2026	**3,973,000**	**932,913**	**149,947**	**51,078**	**37,275**	**2,179**	**43,431**	**5,189,823**
Depreciation and impairment losses								
Balance at 1 May 2025	-	(16,388)	(10,391)	(8,856)	(8,808)	(366)	(6,451)	**(51,260)**
Impairment loss	-	-	-	-	-	-	-	**-**
Depreciation for the year	-	(14,837)	(18,903)	(7,253)	(7,667)	(297)	(4,859)	**(53,815)**
Disposals	-	-	1,000	-	-	-	-	**1,000**
Balance at 30 April 2026	**-**	**(31,225)**	**(28,294)**	**(16,109)**	**(16,475)**	**(663)**	**(11,310)**	**(104,075)**
Carrying amount								
At 30 April 2026	3,973,000	901,688	121,653	34,969	20,800	1,516	32,121	5,085,748
At 30 April 2025	3,973,000	824,645	119,915	42,222	20,706	1,813	36,980	5,019,281

Property, plant and equipment policy

Recognition and measurement

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefit or service potential associated with the item will flow to the Group and the cost of the item can be measured reliably. No items were received through non-exchange transactions in the period under review (2025: -)

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Any gain or loss on disposal of an item of property, plant and equipment is recognised in surplus or deficit.

Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group. All other repair and maintenance costs are recognised in surplus or deficit as incurred.

Depreciation

Depreciation is calculated to write off the cost of items of property, plant and equipment less their residual values using the diminishing value method over their useful lives, and is recognised in surplus or deficit.

The depreciation rates of property, plant and equipment are as follows:

Freehold land	nil	
Buildings	0% - 9%	DV
Plant and equipment	0% - 67%	DV
Motor vehicles	13% - 30%	DV
Office equipment	0% - 100%	DV
Furnishings	12% - 25%	DV
Agrikids signage and trailer	8% - 100%	DV
Property improvements	0% - 13%	DV

The assets' residual values and useful lives are reviewed, and adjusted prospectively, if appropriate, at the end of each reporting period.

Impairment

There is no impairment provision for property, plant and equipment (2025: $-).

At each balance date the carrying amounts of items of property plant and equipment are assessed to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of the assets and are recognised in surplus or deficit.

12 Intangible assets

2026

	Software $	Total $
Cost		
Balance at 1 May 2025	381,398	381,398
Additions	-	-
Balance at 30 April 2026	**381,398**	**381,398**
Amortisation and impairment losses		
Balance at 1 May 2025	(362,482)	(362,482)
Amortisation for the year	(9,458)	(9,458)
Balance at 30 April 2026	**(371,940)**	**(371,940)**
Carrying amount		
At 30 April 2026	9,458	9,458
At 30 April 2025	18,916	18,916

Intangible assets policy

Software

Costs that are directly associated with the development and acquisition of software for internal use are recognised as an intangible asset. Staff training costs and costs associated with the maintenance of computer software and website are recognised as an expense in surplus and deficit when occurred.

Recognition and measurement

Expenditure on research activities is recognised in surplus or deficit as incurred. Development expenditure is capitalised only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Group intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise, it is recognised in surplus or deficit as incurred. Subsequent to initial recognition, development expenditure is measured at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in surplus or deficit as incurred.

Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual value using the straight line method over their estimated useful lives, and is generally recognised in surplus or deficit.

The amortisation rates for intangible assets are as follows:

Software	50%	(2 years)
Website	14.3%	(7 years)

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Impairment

There was no impairment provision for intangible assets (2025: $-).

Assets with a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount of which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Value in use is determined using the depreciated replacement cost for an asset where the future economic benefits or service potential of the asset are not primarily dependent on the asset's ability to generate net cash inflows and where the Group would, if deprived of the asset, replace its remaining future economic benefits or service potential.

If an asset's carrying amount exceeds its recoverable amount, the asset is impaired and the carrying amount is written down to the recoverable amount. The total impairment is recognised in the surplus and deficit.

Work in progress

In addition to the amounts listed above, there is no further work in progress recorded on the balance sheet as other current assets at 30 April 2026 (2025: $-).

13 Investments

	2026 Number	2026 $	2025 Number	2025 $
Shares held				
Farmlands Co-operative Society Limited	200	200	200	200
Livestock Improvement Corporation	5,924	6,576	5,924	5,806
Fonterra Co-operative Group Limited	30,925	140,709	30,925	140,400
Ravensdown Limited	3,032	3,032	3,032	3,032
Total	**40,081**	**150,516**	**40,081**	**149,438**

There is no impairment provision for investments (2025: $–).

14 Trade and other payables

	2026 $	2025 $
Exchange payables		
Trade payables	82,891	113,772
Accrued expenditure	45,221	55,900
GST payable	59,854	60,334
Other payables	16,456	38,180
Total trade and other payables	**204,422**	**268,186**
Current	204,422	268,186
Non-current	-	-

Payables are non-interest bearing and are normally settled in 30 day terms, therefore the carrying value approximates their fair value.

Trade and other payables policy

Trade and other payables are classified as financial liabilities at amortised cost. These liabilities are initially measured at fair value less any directly attributable transaction costs. Subsequent to initial recognition, they are measured at amortised cost using the effective interest method. The carrying amount of trade and other payables is assumed to be a reasonable approximation for their fair value.

15 Employee entitlements

	2026 $	2025 $
Current		
Accrued salaries and wages	11,349	12,421
Annual leave	54,807	50,119
Total employee entitlements	**66,156**	**62,540**

Employee entitlements policy

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for restructuring. If benefits are not expected to be settled within 12 months of the reporting date, then they are discounted.

16 Financial instruments classification

Financial instruments are recognised in the Statement of Financial Position when the Group becomes party to a financial contract. They include cash and cash equivalents, trade and other receivables, trade and other payables, interest bearing loans and borrowings, related party receivables, related party payables and derivative financial instruments.

Financial assets (except for trade receivables without a significant financing component) and liabilities are initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

Financial assets and liabilities are classified into the following categories:

Financial assets held at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions, and is not designated as at fair value through profit and loss (FVTPL):

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the amounts outstanding.

Financial assets at amortised cost are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit and loss. Any gain or loss on derecognition is recognised in profit and loss.

Financial assets held at amortised cost comprise: cash and cash equivalents, trade and other receivables, and related party receivables.

Financial assets held at fair value through profit and loss

All financial assets not classified as measured at amortised cost of FVOCI are measured at FVTPL. This includes all investments in equity instruments. Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit and loss.

Financial assets at FVTPL comprise forward foreign exchange contracts.

Financial liabilities held at amortised cost

Financial liabilities not designated as at FVTPL on initial recognition are classified as at amortised cost. Financial liabilities at amortised cost are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit and loss. Any gain or loss on derecognition is recognised in profit and loss.

Financial liabilities held at amortised cost comprise: trade and other payables, interest bearing loans and borrowings, and related party payables.

Impairment- financial assets

The Group recognises loss allowances for expected credit losses (ECLs) on financial assets measured at amortised cost.

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Group expects to receive).

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

17 Operating leases

At 30 April 2026, the future minimum lease payments under non-cancellable leases were payable as follows:

	2026 $	2025 $
Less than one year	43,327	42,129
Between one and five years	29,692	64,815
More than five years		-
Total	**73,019**	**106,944**

Operating lease expenses of $52,230 (2025: $25,842) have been recorded within administrative expenses in the statement of comprehensive revenue and expense.

The Group has entered a number of material operating leases for vehicles, photocopiers and buildings. The expiry dates of these leases are as follows:

Buildings	1 January 2028
Photocopiers	20 November 2028
Vehicles	18 May 2027

Upon expiry of the current building lease agreement there are two subsequent right of renewals, each for 36 month periods. These have not been included in the future payments listed above.

Operating leases policy

An operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset. Payments made under operating leases are recognised in surplus or deficit on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

18 Related parties

Key management personnel

Key management personnel of The New Zealand Federation of Young Farmers Clubs (Inc.) include the Board and Senior Leadership Team staff members.

Key management personnel of Donald Pearson Farm Limited includes the Board of Directors.

During the year, overall remuneration of $220,661 (2025: $178,164) was paid to 8 (2025: 8) members of the Group's key management personnel.

Key management personnel did not receive any remuneration or compensation other than in their capacity as key management personnel (2025: $-).

The Group did not provide any compensation to close family members of key management personnel during the period (2025: $-).

The Group did not provide any loans to key management personnel or their close family members during the period (2025: $-).

Related entities

A list of entities incorporated into the Group are detailed below:

Related Entity	Nature of Relationship
Donald Pearson Farm Limited	Wholly owned entity

The controlled entity has the same reporting date as the controlling entity.

There are no significant restrictions on the ability of the controlled entity to transfer funds to the Society in the form of cash distributions or to repay loans or advances.

Donald Pearson Farm Limited

The Society has 100% equity interest in Donald Pearson Farm Limited, which is involved in dairy cattle farming. It was incorporated on 28 April 2017 with the farm and assets being transferred on 21 December 2018.

19 Going concern

The Group’s current assets exceed its current liabilities at 30 April 2026 by $1,653,610 (2025: $1,720,896). The Group recorded a profit for the period ended 30 April 2026 of $56,753 (2025: surplus of $315,768). The Group has adopted the going concern assumption.

20 Commitments and contingencies

There were no capital commitments or contingent liabilities at balance date.

21 Subsequent events

There have been no events subsequent to balance date that would materially affect the financial statements.

PKF Goldsmith Fox

INDEPENDENT AUDITOR'S REPORT

To the Members of The New Zealand Federation of Young Farmers Clubs (Inc.)

Report on the Audit of the Consolidated Financial Report

Opinion

We have audited the consolidated financial report of The New Zealand Federation of Young Farmers Clubs (Inc.) and its controlled entity (the 'Group'), which comprise the consolidated financial statements on pages 9 to 27 and the service performance information on pages 5 to 8. The complete set of consolidated financial statements comprise the consolidated statement of financial position as at 30 April 2026 and the consolidated statement of comprehensive revenue and expense, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial report presents fairly, in all material respects:

- The financial position of the Group as at 30 April 2026, and its financial performance and its cash flows for the year then ended; and
- The service performance information for the year ended 30 April 2026 in that the service performance information is appropriate and meaningful and prepared in accordance with the Group's measurement bases or evaluation methods

  in accordance with Public Benefit Standards Reduced Disclosure Regime ('PBE Standards RDR') issued by the New Zealand Accounting Standards Board.

This report is made solely to the members, as a body. Our audit work has been undertaken so that we might state to the members those matters which we are required to state to them in the 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 members, as a body, for our audit procedures, for this report, or for the opinion we have formed.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 (Revised) *The Audit of Service Performance Information*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Report* section of our report.

We are independent of the Group 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.

Other than in our capacity as auditor we have no relationship with, or interests in the Group.

PKF Goldsmith Fox

Board's Responsibilities for the Consolidated Financial Report

The Board is responsible on behalf of the Group for:

a) The preparation and fair presentation of the consolidated financial report in accordance with PBE Standards RDR;

b) The selection and elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present service performance information that is appropriate and meaningful in accordance with PBE Standards RDR;

c) The preparation and fair presentation of service performance information in accordance with the Group's measurement bases or evaluation methods in accordance with PBE Standards RDR;

d) The overall presentation, structure and content of the service performance information in accordance with PBE Standards RDR; and

e) Such internal control as the Board determine is necessary to enable the preparation of a consolidated financial report that is free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial report, the Board is responsible on behalf of the Group, for assessing the Group'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 Board either intend to liquidate the Group or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Consolidated Financial Report

Our objectives are to obtain reasonable assurance about whether the consolidated financial 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 NZ AS 1 (Revised) 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 economic decisions of users taken on the basis of this consolidated financial report.

As part of an audit in accordance with ISAs (NZ) and NZ AS 1 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial 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. 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 of the report 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 Group's internal controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and the Board;
- Obtain an understanding of the process applied by the Group to select its elements/aspects of service performance, performance measures and/or descriptions and the measurement bases or evaluation methods;
- Evaluate whether the selection of elements/aspects of service performance, performance measure and/or descriptions and measurement bases or evaluation methods present an appropriate and meaningful assessment of the Group's service performance in accordance with PBE Standards RDR;
- Evaluate whether the service performance information is prepared in accordance with the Group's measurement bases or evaluation methods, in accordance with PBE Standards RDR;

- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the consolidated financial 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 Group to cease to continue as a going concern;
- Evaluate the overall presentation, structure, content of the consolidated financial report and whether the consolidated financial report represents the underlying transactions and events and elements/aspects of service performance in accordance with PBE Standards RDR in a manner that achieves fair presentation; and
- Plan and perform the Group audit to obtain sufficient appropriate audit evidence regarding the financial information and service performance information of the entities or business units within the Group as a basis for forming an opinion on the Group financial report. We are responsible for the direction, supervision and review of the audit work performed for the purposes of the Group audit. We r remain solely responsible for the audit opinion.

We communicate with the members 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.

PKF Goldsmith Fox Audit.

PKF Goldsmith Fox Audit Limited

Christchurch, New Zealand

2 October 2026

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