

Cibus Technologies Limited

Annual Financial
Statements

For the year ended
30 June 2020

Cibus Technologies Limited Directors' Declaration For the year ended 30 June 2020

Cibus Technologies Limited was incorporated on the 24th of August 2018. Cibus Technologies Limited is part of the 'Quayside Group'. The Group's Statement of Intent, prepared in accordance with the Local Government Act 2002, covers prudent financial management and risk management. The Quayside Group achieved the objectives set out in the Statement of Intent for the year ended 30 June 2020. Refer to Note 8 for further information.

The performance of Cibus Technologies Limited in undertaking its monitoring and advisory functions will be assessed with respect to:

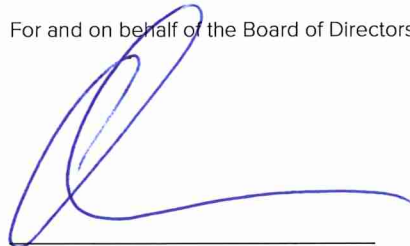
- The quality of financial and other analysis.
- The robustness and accuracy of the information relied upon in providing advice.
- The clarity, timeliness and materiality of advice.
- Compliance with the shareholder's expectation that there should be "no surprises" arising from the company.
- Compliance with the shareholder's expectation for optimal commercial performance from the company.


Achievements

During the year the Bay of Plenty Regional Council (Council) has been fully informed by the directors of the company as to the performance of Cibus Technologies Limited. The performance has met the shareholder's expectations as defined in the Quayside Group's Statement of Intent.

The directors are pleased to present the financial statements of Cibus Technologies Limited for the year ended 30 June 2020.

For and on behalf of the Board of Directors:



Director

Director

Cibus Technologies Limited

For the Year Ending 30 June 2020

Contents	Page
Auditor's Report	1
Statement of Comprehensive Income	5
Statement of Changes in Equity	6
Statement of Financial Position	7
Statement of Cash Flows	8
Notes to the Financial Statements	9
Statutory Information	19
Directory	20

SN SM

Independent Auditor's Report

To the readers of Cibus Technologies Limited's financial statements and performance information for the year ended 30 June 2020

The Auditor-General is the auditor of Cibus Technologies Limited (the Company). The Auditor-General has appointed me, Leon Pieterse, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements and performance information of the Company on his behalf.

Opinion

We have audited:

- the financial statements of the Company are on pages 5 to 12 that comprise the statement of financial position as at 30 June 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date and the notes to the financial statements that include accounting policies and other explanatory information; and
- the performance information of the Company on pages 13 to 18.

In our opinion:

- the financial statements of the Company on pages 5 to 12:
 - present fairly, in all material respects:
 - its financial position as at 30 June 2020; and
 - its financial performance and cash flows for the year then ended; and
 - comply with generally accepted accounting practice in New Zealand in accordance with New Zealand Equivalents to International Financial Reporting Standards Reduced Disclosure Regime; and
- the performance information of the Company on pages 13 to 18 presents fairly, in all material respects, the Company's actual performance compared against the performance targets and other measures by which performance was judged in relation to the Company's objectives for the year ended 30 June 2020.

Our audit was completed on 19 November 2020. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board of Directors and our responsibilities relating to the financial statements and the performance information, we comment on other information, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

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

Responsibilities of the Board of Directors for the financial statements and the performance information

The Board of Directors is responsible on behalf of the Company for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand. The Board of Directors is also responsible for preparing the performance information for the Company.

The Board of Directors is responsible for such internal control as it determines is necessary to enable it to prepare financial statements and performance information that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements and the performance information, the Board of Directors is responsible on behalf of the Company for assessing the Company's ability to continue as a going concern. The Board of Directors are also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Board of Directors intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Director's responsibilities arise from the Local Government Act 2002.

Responsibilities of the auditor for the audit of the financial statements and the performance information

Our objectives are to obtain reasonable assurance about whether the financial statements and the performance information, as a whole are 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 carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures, and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers, taken on the basis of these financial statements and the performance information.

For the budget information reported in the performance information, our procedures were limited to checking that the information agreed to the Company's statement of intent.

We did not evaluate the security and controls over the electronic publication of the financial statements and the performance information.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements and the performance information, 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.
- We 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.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- We evaluate the appropriateness of the reported performance information within the Company's framework for reporting its performance.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board of 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 financial statements and the performance information 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.
- We evaluate the overall presentation, structure and content of the financial statements and the performance information, including the disclosures, and whether the financial statements and the performance information represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of 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.

Our responsibilities arise from the Public Audit Act 2001.

Other Information

The Board of Directors are responsible for the other information. The other information comprises the information included on pages 19 and 20, but does not include the financial statements and the performance information, and our auditor's report thereon.

Our opinion on the financial statements and the performance information does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements and the performance information, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financial statements and the performance information or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the Company in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1(Revised): Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with, or interests in, the Company.



Leon Pieterse
Audit New Zealand
On behalf of the Auditor-General
Tauranga, New Zealand

Cibus Technologies Limited
Statement of Comprehensive Income
For the year ended 30 June 2020

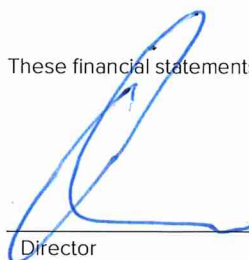
	Note	2020 \$000	2019 \$000
Revenue		-	-
Cost of sales		-	-
Gross profit		-	-
Expenditure			
Administrative expenses		-	-
Depreciation and amortisation		-	-
Total expenditure		-	-
Profit before income tax		-	-
Income tax expense		-	-
Profit for the period		-	-
Other comprehensive income		-	-
Total comprehensive income		-	-

SN 3

Cibus Technologies Limited
Statement of Financial Position
As at 30 June 2020

	Note	2020 \$000	2019 \$000
Assets			
Current assets		-	-
Non-current assets		-	-
Total assets		-	-
Liabilities			
Current liabilities		-	-
Non-current liabilities		-	-
Total liabilities		-	-
Net assets		-	-
Equity			
Share capital		-	-
Retained earnings		-	-
Total equity		-	-

These financial statements have been authorised for issue by the Board of Directors on 19th November 2020.



Director



Director



Cibus Technologies Limited
Statement of Changes in Equity
For the year ended 30 June 2020

	Note	2020 \$000	2019 \$000
Balance at 1 July		-	-
Comprehensive income			
Profit/(loss) for the year		-	-
Other comprehensive income		-	-
Balance at 30 June		-	-

57, 54

Cibus Technologies Limited
Statement of Cash Flows
For the year ended 30 June 2020

	Note	2020 \$000	2019 \$000
Cash flows from operating activities		-	-
Net cash flows from operating activities		-	-
Cash flows from investing activities		-	-
Net cash flows from investing activities		-	-
Cash flows from financing activities		-	-
Net cash flows from financing activities		-	-
Net increase / (decrease) in cash and cash equivalents		-	-
Cash and cash equivalents at the beginning of the year		-	-
Cash and cash equivalents at the end of the year		-	-

521 8

Cibus Technologies Limited

Notes to the Financial Statements

For the year ended 30 June 2020

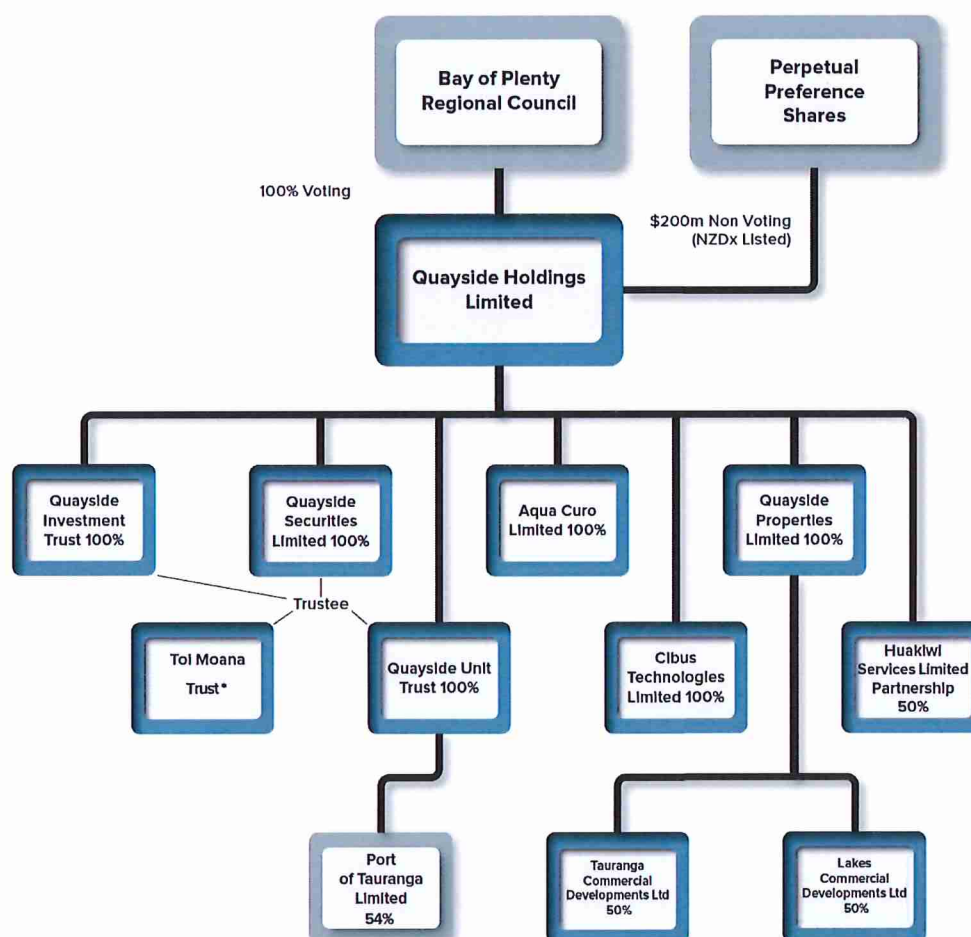
1 Reporting Entity

Cibus Technologies Limited is a company incorporated and domiciled in New Zealand and registered under the Companies Act 1993. The Parent is Quayside Holdings Limited and the ultimate controlling entity is the Bay of Plenty Regional Council. The Company is a council-controlled organisation as defined under Section 6 of the Local Government Act 2002, by virtue of the Council's right to appoint the Board of Quayside Holdings Limited.

The primary purpose of the Company is to create a trusted facility that provides a commercially viable option for drying New Zealand foods in the Bay of Plenty region. The Company is a for-profit entity.

The company did not trade during the year.

The diagram below illustrates the Quayside Group structure:



*Quayside Securities Ltd is the Trustee for the Tol Moana Trust. Bay of Plenty Regional Council holds the majority of units.

Handwritten signature

Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

2 Basis of preparation

Statement of compliance

The financial statements of the Company have been prepared in accordance with the requirements of the Local Government Act 2002, which includes the requirement to comply with generally accepted accounting practice in New Zealand (NZ GAAP).

The financial statements comply with New Zealand Equivalents to International Financial Reporting Standards – Reduced Disclosure Regime ("NZ IFRS RDR") and other applicable Financial Reporting Standards as appropriate to for-profit entities. The Company is a reporting entity for the purposes of the Financial Reporting Act 2013 and its financial statements comply with that Act.

The company effectively did not trade during the year. A small number of administration costs including audit fees have been borne by the holding company Quayside Holdings Limited.

NZ IFRS – reduced disclosure regime

The Company applies External Reporting Board Standard A1 'Accounting Standards Framework (For-profit Entities Update)' ('XRB A1'). For the purposes of complying with NZ GAAP, the Company is eligible to apply Tier 2 For-profit Accounting Standards (NZ IFRS RDR) on the basis that it is not a large for-profit public sector entity.

The financial statements were approved by the Board of Directors on 19th November 2020.

Basis of measurement

The financial statements have been prepared on a historical cost basis.

Presentation currency

These financial statements are presented in New Zealand dollars (\$), and where presented, rounded to the nearest thousand.

Changes in accounting policies

There were no changes in accounting policies during the period.

Comparatives

The company did not trade in the prior year therefore the comparative figures shown are zero.

Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of 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 accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

3 Significant accounting policies

Revenue

Revenue is measured at the fair value of the consideration received.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

Trade and other receivables

Trade and other receivables are measured at their cost less impairment losses.

Trade and other payables

Trade and other payables are stated at cost.

Goods and services tax

Cibus Technologies Limited is not registered for Goods and Services Tax (GST). Trade receivables and trade payables are stated inclusive of GST.

Income tax

The income tax expense recognised in the income statement is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior periods.

Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, trade and other payables. A financial instrument is recognised if the Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Company's contractual rights to the cash flows from the financial assets expire or if the Company transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Non-derivative financial instruments are recognised initially at fair value. Subsequent to initial recognition, financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

4 Related party transactions

Parent and ultimate controlling entity

The Parent entity of the Company is Quayside Holdings Limited, which is 100% owned by the Bay of Plenty Regional Council – refer to Note 1.

Key management personnel

The Company has a related party relationship with its directors. The Company does not have any employees.

Other related entities

Other related parties include subsidiaries in the Group – refer Note 1. There were no related party transactions or balances outstanding for the year. No related party debts have been written off or forgiven during the year.

Transactions with key management personnel

The Company does not provide any non-cash benefits to Directors in addition to their Directors' fees or salaries.

Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

5 Capital

Share capital

	2020 No.	2019 No.
Number of ordinary shares		
Balance at 1 July	24,000	-
Issue of ordinary shares	-	24,000
Balance at 30 June	24,000	24,000

The holders of the ordinary shares are entitled to dividends as declared from time to time and all shares have equal voting rights at meetings of the Company, and rank equally with regard to the Company's residual assets on wind up. Shares are currently issued for zero consideration as the company is inactive.

6 Capital commitments and contingencies

The Company has no commitments or contingencies at 30 June 2020.

7 Subsequent events

There were no subsequent events after balance.

Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

8 Quayside Group Statement of Service Performance

The Company is a member of the *Quayside Group*. The *Quayside Group* is required to prepare a Statement of Service Performance reporting on performance measures and results. Recorded below are nine targets and results of the *Quayside Group's* Statement of Intent categorised under five portfolio activities.

(a) Port portfolio

The *Quayside Group* has a majority shareholding in Port of Tauranga.

Performance measure	Performance target	2020 result
1. Maintain a majority holding in the Port of Tauranga Limited	Holding of greater than 51%	Quayside held 54.14% of Port of Tauranga shares as at 30 June 2020 

Target met: Yes

The *Quayside Group* has a majority shareholding in the Port of Tauranga. The *Quayside Group* and Council deem maintaining a majority shareholding in the Port of Tauranga as strategically important, as well as providing long-term financial security. The Port of Tauranga continues to provide the *Quayside Group* and Council with dividend returns and capital growth. The *Quayside Group* is a long term investor in Port of Tauranga and must maintain a majority shareholding in accordance with Council policy. The *Quayside Group* cannot go below a majority shareholding without the consent of Council.

Port of Tauranga financial highlights are tabled below:

	30 June 2020	30 June 2019
Quayside shareholding	54.14%	54.14%
Net profit after tax	\$90.0m	\$100.6m
Ordinary dividend to Quayside	\$49.0m	\$47.9m
Special dividend to Quayside	\$18.4m	\$18.4m
Share price (Last bid price)	\$7.60	\$6.25
Net tangible assets per share (dollars per share)	\$1.70	\$1.71





Further information on Port of Tauranga's non-financial performance can be found in their Annual Report or on their website www.port-tauranga.co.nz.

Covid-19 impact

Port services are considered essential services and as such, Port of Tauranga Limited continued trading throughout all alert levels, including through the recent full lockdown. This has limited the impact of COVID-19 and the Government's response on Port of Tauranga Limited. It is acknowledged that there is significant uncertainty in how COVID-19 will impact the New Zealand economy and Port of Tauranga Limited in the future.

8 Quayside Group Statement of Service Performance (continued)

(b) Investment portfolio

Performance measure	Performance target	2020 result
2. Generate commercial returns across the Investment portfolio.	Five year rolling gross return of $\geq 7.5\%$ p.a.	Five year rolling gross return of 12.13% for the Quayside consolidated group achieved at 30 June 2020.  One year rolling gross return of negative 5.67% for the Toi Moana Trust, achieved at 30 June 2020 (<i>the Trust has only been in operation for one year</i>). 
3. Adherence to industry standards including responsible investing.	<p>Management and monitoring of investment portfolio against Quayside SIPO and Responsible Investment frameworks:</p> <ul style="list-style-type: none"> Monthly reporting of SIPO Dashboard to the Board. Six monthly audits of investments and adherence to SIPO and responsible investment policy. 	<p>SIPO monitoring reported at full Board meetings. 6 instances of passive breaches noted. </p> <p>Six monthly audits not conducted as not deemed necessary given SIPO monitoring on a monthly basis. </p>

Target met: **No**

The *Quayside Group* manages a diversified investment portfolio with a market value of \$250m at 30 June 2020. These investments include domestic and foreign equities, and cash. Quayside holds equity investments as part of a portfolio of non-port assets, to support increasing sustainable shareholder returns over time.

The 7.5% p.a. five year rolling gross return target is based on current industry and analyst expectation of long-term performance of equity markets. This target is reviewed annually. During the year the Quayside Group met its rolling five year gross return objective with a return of 12.13%. The Toi Moana Trust has only been in existence since July 2019 and therefore can not be assessed with regard to the five year rolling return. However a negative 5.67% return was recorded on a one year rolling basis which reflects the impact of Covid-19 on the portfolio.

Quayside's Statement of Investment Policy and Objectives (SIPO), sets out the investment governance and management framework that ensures Quayside invests in a manner that is complementary to the policies and objectives of the Bay of Plenty Regional Council and is a responsible and commercially focused investor. The primary objectives underlying the strategic investment policies for the portfolio, are to ensure that the value of the assets are protected long term and grown appropriately, while generating income opportunities that could be distributed to the shareholder as required.

While six instances of passive breaches of the SIPO were noted during the year, these were a result of market movements at the time of transacting, which meant investment instructions could not be fulfilled.

Six monthly audits of adherence to SIPO were not deemed necessary as investments are reviewed for compliance with the SIPO and reported on at each full board meeting.

Covid-19 impact

The effect on the overall share portfolio for June 2020 was not material because of the very short period of the lockdown within this financial year. Worldwide restrictions in March and April 2020 materially affected the value of the share portfolio. However, most major equity markets have subsequently posted gains, continuing what has been a strong recovery from the lows seen in mid-to-late March. The S&P 500 recorded its strongest quarterly gain in more than two decades over the June quarter.

Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

8 Quayside Group Statement of Service Performance (continued)

Quayside Consolidated Group Investment Portfolio financial highlights are tabled below:

	30 June 2020	30 June 2019
Investment portfolio value	\$207.9m	\$194.1m
1 year gross return	10.09%	10.99%
5 year rolling gross return	12.13%	14.13%

Toi Moana Trust Investment Portfolio financial highlights are tabled below:

	30 June 2020	30 June 2019 *
Investment portfolio value	\$42.3m	-
1 year gross return	(5.67%)	-
5 year rolling gross return	n/a	-

* No comparative is shown as the Trust was only established in July 2019

SL 6

8 Quayside Group Statement of Service Performance (continued)

(c) Real asset portfolio

Performance measure	Performance target	2020 result
4. Generate long term commercial returns and / or regional benefit through a portfolio of real assets	Annual board assessment of the benefit of real assets, considering portfolio alignment, long term commercial return and any regional benefit factors.	The annual board assessment was completed in June 2020, reaffirming long term objectives. 

Target met: Yes

The real asset portfolio refers to direct investment in commercial return regional infrastructure including (but not exclusively) water, energy, communications, transport, land and buildings.

The *Quayside Group* real asset portfolio currently comprises Rangiuru Business Park, a 148 hectare industrial business park development currently used as rural and horticultural blocks, residential land in Tauriko, commercial buildings in Mount Maunganui, Tauranga and Rotorua CBDs and a forestry/horticultural block at Paengaroa. An annual board assessment carried out in June 2020 of each of these assets has determined that they continue to provide short-term benefit in the form of cash returns to the group and remain strong long-term assets for future growth.

Rangiuru business park continues to be progressed for future development, and during the year a number of strategic purchases were made of surrounding properties. The land in the business park zone continues to provide positive short-term returns from operating the land as dairy grazing and kiwifruit orchards. The return from these operations delivered a gross profit to the group of over \$3.7 million this year. The business park once completed will provide much needed industrial development for the region and indicative employment of 3000-4000 employees.

During the year *Quayside Group* purchased an industrial property held in the Mount industrial zone. Investment continued into the commercial property joint ventures, with one property being completed in the Rotorua CBD and demolition beginning on a property in the Tauranga CBD.

Covid-19 impact

Whilst there is an overall expectation that investment property values would decline, the comparable sales post Covid-19 are proving that there is still strong demand in the Bay of Plenty for the types of properties held by the Quayside Group, and as a result there was a \$5.2m upward revaluation of the real asset portfolio for the year. For commercial properties held, the tenants are high calibre and the drop in interest rates has preserved the yield on these properties. The valuations have considered sales and leasing transaction evidence that occurred recently and possibly prior to the onset of the current circumstances and also, where possible, considered transactions that have occurred since the circumstances of Covid-19 were known to real estate market participants (buyers and sellers, lessors and lessees). The valuations have also considered the supply and demand characteristics for the subject property asset classes at the date of valuation, involving extensive discussions with real estate agents and market participants to consider the rental and capital markets for the subject properties in the current environment.

The only direct impacts of Covid-19 restrictions over April 2020 were minor delays and disruptions to commercial developments in Rotorua and Tauranga as follows:

- A lease that was due to start on the 1st April was delayed by one month.
- The design and fit-out for a tenant was delayed and commencement date of the lease was delayed by a few months.
- The demolition of a building was delayed by two months.

Real asset portfolio financial highlights are tabled below.


	30 June 2020	30 June 2019
Invested	\$70.8m	\$46.1m
Committed	\$4.3m	-



Cibus Technologies Limited
Notes to the Financial Statements (continued)
For the year ended 30 June 2020

8 Quayside Group Statement of Service Performance (continued)

(d) Private equity

Performance measure	Performance target	2020 result
5. Generate long term commercial returns and or regional benefit through a portfolio of private equity assets.	Annual board assessment of the benefit of each private equity asset holding, considering portfolio alignment, long term commercial return and any regional benefit factors.	The annual board assessment was completed in June 2020, noting short term performance and reaffirming long term objectives. 

Target met: **Yes**

The *Quayside Group* has created a commercial portfolio of investments deriving long term growth and income performance with targeted regional benefits where possible. This portfolio is part of a financial strategy to reinvest retained profits for the purpose of enhancing regional development and diversifying investments to make the dividend to council more stable.

Quayside currently has commercial investment in a number of private equity entities both through direct holdings and third party management, including Oriens Capital Ltd, WNT Ventures, Honeylab Ltd, Techion Ltd, Opotiki Packing and Coolstorage Ltd and Rhondium Ltd. These investments continue to provide promising returns for the group and region and further capital has been invested into these entities during the year.

Quayside also has a joint venture interest in Huakiwi Developments Ltd, developing kiwifruit orchards on prime horticultural Maori Land. This investment provides governance and employment opportunities and significant GDP opportunity for these areas.

Covid-19 impact

The annual real asset portfolio review has assessed the Covid-19 impact on each investment and overall it is expected that there will be minimal impact across the private equity portfolio. A number of the investments were deemed essential services and all investments have sound underlying models and strong management.

Private equity portfolio financial highlights are tabled below.

	30 June 2020	30 June 2019
Invested	\$54.9m	\$39.7m
Committed	\$50.9m	\$35.1m

A

8 Quayside Group Statement of Service Performance (continued)

(e) Governance

This activity relates to the policies and procedures the *Quayside Group* will adopt to satisfy governance requirements and expectations and ensures that open dialogue exists between the *Quayside Group* and Council, so that Council are kept informed of all significant matters relating to the *Quayside Group* at the earliest opportunity.

Performance measure	Performance target	2020 result
6. Keep Council informed on a 'no surprises' basis, providing quality and timely information.	A minimum of four presentations per annum to Council, as shareholders. Timely advice and support as required. Matters of urgency are reported to Council at the earliest opportunity.	Presentations to Council in August 2019, September 2019, October 2019, February 2020, April 2020, and June 2020. Open communication with Council maintained throughout the year through regular meetings with Quayside Chief Executive and Council management.
7. Ensure Group policies and procedures are current and appropriate.	All policies and procedures to be reviewed no less than biennially.	Policies were reviewed at Board meetings in accordance with the bi-annual cycle.
8. Meet shareholder distribution expectations as outlined in SOI or otherwise agreed.	Distributions paid to agreed values.	Cash dividend of \$32.1m (target \$32.1m) paid to Council as per the SOI. Gross PPS dividend of \$7.7m (target \$8.6m) paid to PPS holders*. <i>*Note the PPS dividend target payment was a forecast only due to the rate reset in March 2020.</i>
9. Compliance with NZX listing requirements for PPS holders.	Matters of material impact are disclosed in line with QHL framework for continuous disclosure. Board reporting of PPS compliance and monitoring.	Filing of interim and annual financial statements achieved within 60 day deadline. Internal audit compliance systems show no open issues or instances of non-compliance with NZX requirements.

Target met: Yes

Key

 Met
  Substantially met
  Not met
  Not applicable

ON 5

Cibus Technologies Limited

Statutory Information

For the year ended 30 June 2020

Directors interests

During the year the Directors resolved that the annual report of Cibus Technologies Limited need not comply with paragraphs 211 (a), and € to (j) of subsection (1) and subsection (2) (Statutory information) of the Companies Act 1993.

Information used by directors

During the financial year there were no notices from directors of Cibus Technologies Limited requesting to use information received in their capacity as a director which would not otherwise have been available to them.

Indemnification and insurance of directors and officers

As the company is currently non-trading there is currently no Directors' and Officers' Liability Insurance or separate Directors' and Officers' defence costs insurance.

Donations

No donations were made by Cibus Technologies Limited during the year ended 30 June 2020.

Remuneration of directors

The following directors of Cibus Technologies Limited held office during the year ended 30 June 2020:

	\$000
S Hamilton	-
S Newbury	-

Loans

There were no loans by Cibus Technologies Limited to directors.

Employees

Cibus Technologies does not have any employees.

Auditor's remuneration

The following amount is payable to the auditors of the company for the year, as Cibus Technologies is non-trading, these costs have been borne by the parent company, Quayside Holdings Limited.

Audit NZ: Audit Fees \$1,890 (GST excl)



Cibus Technologies Limited Directory

Company number

6994773

Incorporation date

24th August 2018

Registered office

Level 2, 41 The Strand
Tauranga 3110
Ph: (07) 579 5925

Postal address

PO Box 13564
Tauranga 3141

Auditors

Audit New Zealand
On behalf of the Auditor-General
745 Cameron Road
PO Box 621
Tauranga 3144
New Zealand

Solicitor

Cooney Lees Morgan
PO Box 143
Tauranga 3110

Ay
SN

