



THE MASONIC
VILLAGES TRUST

Annual Report 2022





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Front Cover: Photo credit Manadon Retirement Village Resident

Chair's Report

Doing it tough, but doing it well

I want to start this report with a heart-felt thank you to our management team and staff, both at The Trust offices themselves in Lower Hutt and within all our villages and aged care facilities across the North Island.



Marie Gillies, Chair

They have navigated an extremely trying year with aplomb, dealing with the uncertainties and difficulties of lockdowns and Covid exposures, mask use, vaccinations and isolation.

Covid has affected at least 60 per cent of our staff, meaning many of our team were sick at one time or another. And around 30 per cent of our aged care residents also tested positive.

The fact we managed the Covid pandemic without too much upset is due to our excellent team.

More latterly the business has had to deal with critical staff shortages and retention issues, and with the effects of rising prices. These have affected the whole sector and show no signs of easing.

We took pre-emptive action mid-way through the year by adjusting nursing staff salaries, and this and other positive measures we put in place mean we are in relatively good shape compared with some of our competitors.

Also impacting the business has been the 'transitional nature' of operations at our temporary Woburn care facility and at Edale.

But again, good management allowed us to mitigate the worst effects and we can now look forward to the opening next year of our new and exciting Woburn Care facility.

We also have more freedom now to refresh The Trust's Board. The Special General Meeting in July approved the new Constitution.

This removed the 'regional representation' requirement for Board members, meaning we can now develop a truly skills-based governance team.

And on that note, I'd like to welcome Terence Wellington to our Board.

But we also farewell some of our colleagues. I want to pay special mention to Mike Pope, who is retiring after 33 years of outstanding service on our Board.

Mike has made an excellent contribution and we will miss him greatly.



Official opening of the Wainuiomata Community Hub

Also departing is Wally Plank, whom I'd also like to thank for his sterling work. We always need more good people like Mike and Wally.

And I, too, will be stepping down. I have thoroughly enjoyed my time as Chair, but it's now time for someone else to step up.

And the new Chair will have a wonderful opportunity to take the Board and The Trust on a new journey.

The Board recommitted to its strategic plan with a robust focus on expansion in coming years.

One immediate feature of this is the ongoing development at Wainuiomata Village, where we opened the village hub during the year, and the rebuild of the new Woburn Care Home.

Expansion remains our goal but we need to be cognisant of the economic conditions and we need to have systems and processes that actively support and allow us to leverage our multi-million dollar business.

Our services will be increasingly in demand as New Zealand's population ages rapidly. That means we need to be properly prepared to meet the coming demand.

And that means having appropriate governance systems in place, continuing to focus on providing top quality, fit-for-purpose accommodation, ensuring we always recruit and retain skilled and hard working staff, and remaining true to our shared Masonic values.

In closing I'd like to thank Warick and his national office team. You make my job easier and The Trust more successful.

And lastly, to my fellow Trustees and independent Directors. I want to acknowledge your efforts and thank you sincerely for your commitment. I greatly appreciate it.

Marie Gillies, Chair

Chief Executive's Report

The Trust continues to eye new opportunities.

A particularly difficult period on many fronts, the year to June 2022 provided many challenges that had to be navigated, and came at a time when our care operations required substantial support. Nonetheless, the strategy of having a broad reach, and mix, of village and care operations stood The Trust in good stead.



Warick Dunn, Chief Executive

Despite the myriad disruptions across our operating environment, we progressed the long-term investments we have underway and are now looking to the next set of opportunities that will support The Trust to deliver on its mission.

The most significant investment The Trust has undertaken to support our care mission commenced last year with the closure of the original Woburn Care Home and our commitment to building a new care home in its place.

By the end of the financial year there was excellent progress on this build and we look forward to re-opening what will be a wonderful new home early in 2023.

This almost \$30m investment will see a facility offering 62 rooms. Most of them will be in the form of a "care suite", providing residents with a lounge, kitchenette, en-suited bathroom and the latest technology to support their care.

Further evidence of the ongoing investment in our village operations came in the form of the completion of the refurbished Wairarapa Masonic Village Hall, and progress into Stages Three and Four at the Wainuiomata Masonic Village.

We also committed to start the earthworks and Stage One civil works for the planned major expansion to our Horowhenua Masonic Village. On completion, this project will make the Horowhenua Masonic Village our largest

village and will deliver much needed new homes for those looking for a great retirement community in the region of the Kapiti Coast.

Covid, and the country's journey from elimination to "living with it", has been disruptive throughout the year, with well-publicised impacts on staffing, interference to supply chains, building supply shortages and on-going infection control measures.

Our care homes, in particular, have felt the pain. They have had to manage with staff absences of, at times, up to 50 per cent of the workforce. It has only been through personal commitments from all staff that the care of residents has been sustained.

The entire aged care sector is also under extreme stress with shortages of up to 20 per cent of the required registered nurses.



As aged residential care services are nursing-led this has caused closures across the sector of close to 1,000 beds. It will be a number of years before a sense of equilibrium returns to the sector. We have seen Te Whatu Ora, Health NZ, established and we hope a more sustainable level of funding will be delivered to a crucial part of our health service.



Woburn Care Home site progress

Sadly, we continue to see particularly smaller operators leave the aged care sector, and this includes a number of charitable providers. Typically, they have lacked our Trust's scale; nor have most had the offsetting income that village operations provide.

On the financial level The Trust recorded total income of \$24.9m in the year to 30 June 2022. This produced an operating surplus of \$1.86m after deducting the costs of service delivery.

The Trust also benefited from a positive movement in the valuation attributable to its investment properties; this lifted the recorded surplus for the year to \$18m. The total value of the assets held by The Trust, which are deployed to further our mission, now amount to just over \$300m.

We continued to build our senior management team during the year and we established the position of General Manager, Masonic Care Ltd. This role will provide critical leadership as we commission the new Woburn Care Home and embed technology and systems designed to support our care staff to deliver great care.

There is no doubt the level and range of systemic challenges facing the aged care and retirement village sectors is both confronting and very stimulating. It requires the Boards within The Trust, and management, to test accepted "norms" and actively challenge how we might better execute our mission.

We have to make sure what we offer is attractive for future cohorts of older people so we can continue to prosper in a turbulent and testing setting.

No report this year would be complete without a heartfelt "thank you" to our many wonderful staff. The support they offer to our village residents and those in our care homes is, I know, deeply appreciated by the residents.

It was a particularly hard year as we contended with lockdowns, cases of Covid, and things getting harder than we are used to. This was especially true of our staff in the homes and villages, so to you all a special "thank you" for all you have done for our residents.

The Trust was established over 60 years ago, and careful stewardship of it has developed a resilient and forward-looking charity able to consider, and make, inter-generational investments to further support our primary goals of providing care and accommodation for older New Zealanders.

Your management team looks forward to continuing to deliver that mission of "great care, great communities".

Warick Dunn, Chief Executive

Masonic Villages Ltd

Another positive year for our villages

The Trust's charitable company, Masonic Villages Limited, is the registered operator of our retirement villages. We have continued to invest in the villages over the last few years as we have responded to the growing demand for retirement living, and the need to provide great communities for those seeking retirement accommodation.

Masonic Villages Ltd recorded a positive result for the year with an income of **\$8.8m**. This reflected the 40 Occupation Right Agreements issued during the year. After costs, Masonic Villages Ltd recorded an operating surplus of \$2.4m. Valuation adjustments, which are non-cash items, increased this figure to \$18.4m.

COVID

The year remained challenging due to the changing Covid landscape and the impacts this had. Village residents showed remarkable resilience as we all continued to connect and support each other.

WAINUIOMATA MASONIC VILLAGE

Masonic Villages Ltd remained committed to its focus on growth during the year, with the completion of stages two and three villas at the Wainuiomata Masonic Village.

Close to half of the 80 villa village is now built.

We also completed the village's Community Hub which providing a focal point for the community to come together.



Wainuiomata Masonic Village Hub



Wainuiomata Masonic Village Hub



Wainuiomata Masonic Village Hub



WAIRARAPA MASONIC VILLAGE

Wairarapa Masonic's Community Hub, which had been closed due to a major refurbishment, has now reopened. This new and improved Hub is being enjoyed by the village community.

Across the wider retirement villages sector, the Ministry of Housing and Development has indicated a review of the Retirement Villages Act in response to the White Paper issued by the Retirement Commissioner, which called for the Act's review.

The retirement villages sector has responded to the issues raised with best practice guidelines, which include topics like ceasing service fees after termination and the operator replacing chattels provided. Masonic Villages already has these incorporated into our agreements.



New Community Hub photos

Masonic Villages across the North Island

TARANAKI VILLAGES

ELTHAM MASONIC VILLAGE



CLAWTON MASONIC VILLAGE



WAITARA MASONIC VILLAGE



HAWERA MASONIC VILLAGE



MANADON MASONIC VILLAGE



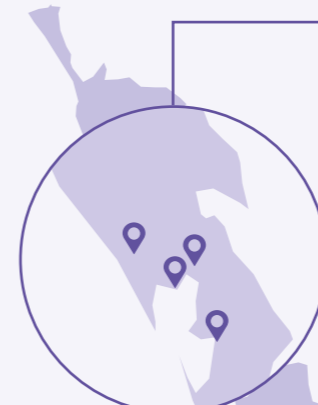
WELBOURN MASONIC VILLAGE



MASONIC VILLAGES ACCOMMODATION UNITS

VILLAGE	RENTALS	APARTMENTS	VILLAS	CURRENT	UNDER		TOTAL
					CONSTRUCTION	PLANNED	
Wairarapa	19	9	84	112	0	0	112
Horowhenua	28	0	55	83	0	108	191
Woburn	0	86	3	89	0	0	89
Te Awahou	35	0	25	60	0	0	60
Masonic Court	5	0	14	19	0	0	19
Northland	45	0	34	79	0	0	79
Taranaki	0	0	112	112	0	0	112
Edale, Marton	16	0	14	30	0	0	30
Wainuiomata	0	0	39	39	11	30	80
TOTAL	148	95	380	623	11	138	772

NORTHLAND VILLAGES



HOKIANGA MASONIC VILLAGE



WELLSFORD MASONIC VILLAGE



LUPTON MASONIC VILLAGE



MAUNU MASONIC VILLAGE



HOROWHENUA MASONIC VILLAGE



MANAWATU/RANGITIKIEI DISTRICT

EDALE MASONIC VILLAGE



TE AWAHOU MASONIC VILLAGE



MANAWATU MASONIC VILLAGE



WELLINGTON/WAIRARAPA VILLAGES

WOBURN APARTMENTS



WAINUIOMATA MASONIC VILLAGE



WAIRARAPA MASONIC VILLAGE



Masonic Care Ltd

A year of ongoing challenges

This year we experienced the full impact of Covid-19 as Delta and Omicron circulated in our communities. The ideal outcome of elimination evaporated and we very quickly moved to outbreak control and management, which directly impacted our care delivery and the way in which families and friends kept in touch with loved ones in care.

We will be forever grateful for the way in which our staff, residents and whānau rose to this challenge. Like most New Zealanders, our staff were already weary, having focused on elimination for the last two years, so this extra effort highlighted their superb resilience and commitment to the wellbeing of our residents.

We minimised the impact of Covid-19 on our residents because staff, visitors and residents themselves complied with the more stringent infection control measures we put in place. For example, we asked everyone coming through our doors to have a RAT test.

While we managed outbreaks within our facilities, we also maintained regular contact between family/whānau with regular updates via newsletters, use of technology, including FaceTime and Zoom, and many outdoor meetings. Despite isolation requirements we made all efforts to accommodate residents' family/whānau wishes, and continued with celebrations and events for our residents.






The pandemic exacerbated nursing shortages as border closures limited the recruitment of overseas-trained nurses. Within New Zealand, the aged care sector is short 1,200 nurses – nearly 20 per cent of the nursing workforce.

Like other providers, Masonic Care felt the impact of nursing shortages and we expect this to be an ongoing issue for the next few years.

Despite these challenges we continue to offer our services, and continue to place residents from other health services. Consequently, our occupancy levels remained high; we ended the year with a 96.5 per cent occupancy rate.

This year we saw an increasing need from the community for a higher level of care, and clear evidence of an aging-well population. During the year, seven of our residents became centenarians, with one celebrating their 108th birthday!

MASONIC CARE NUMBER OF BEDS

Horowhenua Care Facility	Kelvin House (Woburn*)	Glenwood Masonic Hospital
 76	 31	 48
Masonic Court	Edale Masonic Care	TOTAL BEDS
 49	 30	234

*Woburn care located at Kelvin house during construction of new Woburn facility.

In recognition of the quality of their service delivery, our Woburn, Edale and Glenwood facilities all received three year accreditations, garnering praise for the many initiatives they developed.

We continued to develop our Clinical Governance Framework, providing the Board with more visibility on the standard of care provided. This year all facilities moved to VCARE, an electronic record for residents streamlining record keeping and improving reporting systems.

Construction of the new 62 bed facility at Woburn is well underway. We are aiming for a late March 2023 completion date, and models of care and service delivery are currently underway to complement the care provided in this new, purpose-built facility.

This year the health system underwent significant reform, moving from the District Health Board structure to the establishment of Health NZ/Te Whatu Ora and the Māori Health

Authority/Te Aka Whai Ora. The changes came with the promise of a more joined up health system and we hope this means the care of our elderly becomes a more valued component of that system.

Despite the challenges our care homes faced in the year, Masonic Care generated total income to 30 June 2022 of \$16m. However, the added cost of investing in our registered nurses to aid retention and assist recruitment, together with Government under-funding, led to an operating deficit of \$350,000. The benefit of valuation gains associated with our care suites saw a final recorded deficit of \$164,344.

The Board of The Masonic Villages Trust



Marie Gillies

Dip Health Ed
Chair, Member, Audit & Risk Committee
National Support Mgr Arthritis
Foundation (Retired), Heritage NZ Manager
(Retired), Director, Masonic Care Ltd
Director, Masonic Villages Ltd



Jim Watt

Deputy Chair
Deputy Grand Master, Freemasons NZ



Terence Wellington

CA



Wally Plank

Director, Fitzherbert
Function Centre
Chair, Manawatu Masonic
Company



Bryce Smith

BCA, CA, FCPA
Chartered Accountant
Member, Audit & Risk Committee



Sean Hannan

BA, LLB
Independent Director
Chair, Masonic Care Ltd
Chair, Masonic Villages Ltd
Member, Audit & Risk Committee



Mike Pope

LLB, Solicitor, Notary Public
Director, Masonic Care Ltd
Director, Masonic Villages Ltd



Roly Blake

Dist. Grand Master, NZ Freemasons
Chair of Taranaki Masonic Trust Board
Business Director (retd)



George Swanepoel

BA, LLB, H Dip Tax & PDip Bus Studies
Chair, Audit & Risk Committee

BOARD OFFICERS



Warick Dunn

LLB
Chief Executive



Alan Atack

NZCB, LBP
Project Director



Anne Mclean

Dip. Nursing
BA Social Sciences



Nick Merrett

BSc, MSc
Operations Manager



Alan Dawson

B.Sc [Accounting] Dip. Accounting
Science, CA
Head of Finance

INDEPENDENT DIRECTORS



Iris Reuvecamp

LLB Hons, BA, MBHL
(Distinction), AAMINZ, MinstD
Barrister & Solicitor
Director, Masonic Care Ltd
Director, Masonic Villages Ltd
Chair, Nominations &
Remuneration Committee



Grant McGregor

MA (Hons), Economics
Director, Masonic Care Ltd
Director, Masonic Villages Ltd
Owner, McGregor Strategic Ltd

Financial Report

The Masonic Villages Trust
Summary Statement Of Comprehensive Revenue And Expenses
For The Year Ended 30 June 2022

	Group		Trust	
	2022	2021	2022	2021
	\$	\$	\$	\$
REVENUE FROM EXCHANGE TRANSACTIONS				
Operating revenue	24,920,238	24,524,554	3,838,054	3,313,521
Interest	461	97	459	49
	24,920,698	24,524,651	3,838,513	3,313,570
REVENUE FROM NON EXCHANGE TRANSACTIONS				
Donations and legacies	28,132	68,695	28,030	3,411
Total revenue	24,948,830	24,593,346	3,866,542	3,316,981
EXPENSES				
Operating homes, flats and villas	22,526,922	21,054,748	3,992,029	3,236,622
Employee benefit expenses	-	-	-	-
Interest expense	-	-	-	-
Depreciation	552,273	533,875	288,131	283,068
Total expense	23,079,195	21,588,623	4,280,160	3,519,690
OPERATING SURPLUS BEFORE INTEREST	1,869,635	3,004,723	(413,618)	(202,709)
Interest expense on village developments	3	-	-	-
OPERATING SURPLUS AFTER INTEREST	1,869,632	3,004,723	(413,618)	(202,709)
OTHER MOVEMENTS				
Legacy fund income	(29,929)	85,917	(29,929)	85,917
Resident licence agreement provision movements	(5,790,064)	(1,352,439)	-	-
Investment property fair value movement	22,002,156	32,314,303	-	-
	16,182,163	31,047,781	(29,929)	85,917
TOTAL SURPLUS FOR YEAR	18,051,794	34,052,504	(443,548)	(116,793)
OTHER COMPREHENSIVE INCOME				
Revaluation of property, plant and equipment	-	2,466,461	-	2,466,461
TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR	18,051,794	36,518,965	(443,548)	2,349,668

The Masonic Villages Trust
Summary Statement Of Changes In Net Assets
For The Year Ended 30 June 2022

	Group		Trust	
	2022	2021	2022	2021
	\$	\$	\$	\$
EQUITY AT BEGINNING OF YEAR	141,874,919	105,355,955	50,216,786	47,867,117
Total surplus for the year	18,051,794	34,052,504	(443,548)	(116,793)
Other comprehensive income	-	2,466,461	-	2,466,461
Total comprehensive revenue and expenses	18,051,794	36,518,965	(443,548)	2,349,668
EQUITY AT END OF YEAR	159,926,712	141,874,919	49,773,238	50,216,786

This summary report has been extracted from annual financial statements of The Masonic Villages Trust, in which an unmodified audit report was issued.

It may not contain sufficient information for a full understanding of the financial affairs of The Trust, but copies of the full financial report can be obtained from the CEO, The Masonic Villages Trust, Level 6, Daly Street, Lower Hutt.

The Masonic Villages Trust
Summary Statement Of Financial Position
As At 30 June 2022

	Group		Trust	
	2022	2021	2022	2021
	\$	\$	\$	\$
ASSETS				
Current assets	1,857,640	2,339,677	767,255	404,130
Non-current assets	298,370,405	249,910,307	71,363,326	58,574,211
TOTAL ASSETS	300,228,046	252,249,984	72,130,582	58,978,341
LIABILITIES				
Current liabilities	42,691,102	22,998,335	22,357,343	8,761,554
Non-current liabilities	97,610,231	87,376,730	-	-
TOTAL LIABILITIES	140,301,334	110,375,065	22,357,343	8,761,554
NET ASSETS	159,926,712	141,874,919	49,773,237	50,216,786
EQUITY				
Retained earnings	155,011,451	136,929,728	44,857,977	45,271,597
Property, plant and equipment revaluation reserve	4,516,881	4,516,881	4,516,881	4,516,881
Trust funds	398,380	428,310	398,380	428,310
	159,926,712	141,874,919	49,773,237	50,216,786

The Masonic Villages Trust
Summary Statement Of Cash Flows
For The Year Ended 30 June 2022

	Group		Trust	
	2022	2021	2022	2021
	\$	\$	\$	\$
Net cash inflows/(outflows) from Operating activities	2,795,553	5,174,297	(36,569)	313,592
Net cash inflows/(outflows) from Investing activities	(18,187,416)	(5,740,490)	(12,378,785)	(1,822,705)
Net cash inflows/(outflows) from Financing activities	14,489,261	1,399,466	12,427,224	1,508,476
Net change in cash and cash equivalents	(902,602)	833,273	11,870	(635)
Cash and cash equivalents at beginning of year	995,479	162,205	5,642	6,277
CASH AND CASH EQUIVALENTS AT END OF YEAR	92,876	995,479	17,512	5,642

This summary report has been extracted from annual financial statements of The Masonic Villages Trust, in which an unmodified audit report was issued.

It may not contain sufficient information for a full understanding of the financial affairs of The Trust, but copies of the full financial report can be obtained from the CEO, The Masonic Villages Trust, Level 6, 15 Daly Street, Lower Hutt.

The Masonic Villages Trust
Notes To The Summary Financial Statements
For The Year Ended 30 June 2022

1. Reporting Entity

The reporting entity is The Masonic Villages Trust (“The Trust”), and its subsidiaries (“the Group”). The Trust is registered under the Charitable Trust Act 1957 and the Charities Act 2005. The 100% subsidiaries of The Trust, Masonic Villages Limited (MVL) and Masonic Care Limited (MCL) are registered charitable companies under the Charities Act 2005. The subsidiary companies are issuers of Occupation Rights Agreements (ORAs) and are responsible for the day to day provision of care and retirement village operations. The primary objective of the Group is to operate care facilities and retirement villages for community and social benefit.

2. Statement of Compliance

These financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). These summary financial statements are in compliance with PBE-43 Summary Financial Statements. The full set of The Masonic Villages Trust financial statements comply with Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS) Tier 2 Not-For-Profit and other applicable financial reporting standards, as appropriate for public-benefit-entities.

These summary financial statements do not include all the disclosures provided in the full financial statements. No information has been re-stated or re-classified in preparation of the summary financial statements.

The full set of financial statements have been audited by BDO Wellington Audit Limited and an unqualified opinion was issued.

These financial statements were approved for issue by The Trustees on 19th September 2022.

3. Basis of consolidation

Subsidiaries are companies controlled by The Trust and are included in the consolidated financial statements using the purchase method of consolidation. In The Trust, subsidiaries are valued at cost and are subject to an impairment test at each reporting date.

All significant intercompany balances have been eliminated in full on consolidation.

The financial statements of the subsidiaries are prepared for the same reporting period of The Trust, using consistent accounting policies.

4. Basis of preparation

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events reported.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2022, and the comparative information presented in these financial statements apply to The Trust and Group for the year ended 30 June 2021.

The financial statements of the Group and Trust are presented in New Zealand Dollars and are rounded to the nearest dollar.

The measurement basis adopted in the preparation of these financial statements is historical cost with the exception of investment property which are measured at fair value.

5. Capital commitments and operating leases

As at 30 June 2022, the Group had capital commitments (including GST) in relation to construction contracts for Woburn Care Facility of \$10,509,495 (2021: \$20,639,962) and Wainuiomata Village and Care Facility \$3,348,214 (2021: \$4,389,977). The total capital commitment for other works in progress was \$26,912.

The Trust had capital commitments (including GST) in relation to construction contracts for the Woburn Care Facility of \$10,509,495 (2021: \$20,639,962) and the Wainuiomata care facility \$0 (2021: \$218,461).

The Group leases several items of office equipment and one care facility whilst the Woburn facility is being rebuilt.

6. Related party transactions

KEY MANAGEMENT PERSONNEL COMPENSATION

Key management personnel comprise The Trustees and senior management personnel who have responsibility for planning, directing and controlling the activities of the Masonic Villages Trust.

	Group		Trust	
	JUNE 2022	JUNE 2021	JUNE 2022	JUNE 2021
	\$	\$	\$	\$
Salaries and other employee benefits -13.93 FTE (2021: 13.52 FTE)	2,012,896	1,722,298	2,012,896	1,722,298
Directors' fees	99,388	80,258	99,388	80,258

Two of the Directors of MCL who are Trustees of The Trust contribute their services free of charge. One of the three appointed Directors is a Trustee of The Trust. Three appointed Directors were paid in total \$99,388 in directors fees (2021 directors fees: \$80,258) for services provided to MVL and MCL.

The Kelvin House facility has been leased from an entity owned by an appointed director from January 2021.

Transactions between the Group, Trust and entities in which The Trustees and directors are associated were undertaken at arms length on normal trading terms.

TRANSACTIONS WITH SUBSIDIARY COMPANIES

Intercompany charges by The Trust to subsidiary companies:

MANAGEMENT FEES	JUNE 2022	JUNE 2021
	\$	\$
Masonic Care Limited	1,484,058	1,315,380
Masonic Villages Limited	2,037,413	1,697,371
	3,521,471	3,012,751

Management fees relate to the management, administrative and support services provided to the subsidiaries by The Trust to efficiently carry out their required operational functions during the year.

LEASE FEES	JUNE 2022	JUNE 2021
	\$	\$
Masonic Care Limited	239,500	257,300

Lease fees relate to the land and building leased to each care facility. Lease fees are reviewed annually. Interest charges are at the discretion of The Trust up to 4% above the ANZ Bank overdraft interest rate. No interest was charged for 2022 (2021: \$0). The term of the lease is 30 years with a right of renewal at 1 July 2020.

BALANCES OWING BY (OWED TO):	JUNE 2022	JUNE 2021
	\$	\$
Masonic Care Limited	(407,628)	(873,647)
Masonic Villages Limited	(3,534,459)	(2,862,268)

Advances are short-term, unsecured and interest free payable upon demand. Carrying value approximates fair value.

Inter-group transactions are presented in their net position and no subsidiary inter-group debts were written off during the year.

The Trust did not receive any dividends or any other income from subsidiaries in either year.

7. Contingencies

The Group and Trust had no known contingent liabilities or assets as at 30 June 2022 (2021: \$0).

8. Significant events after balance date

Ground work on the proposed extension of the Horowhenua Village has commenced after the balance date.



BDO Wellington Audit Limited

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE TRUSTEES OF THE MASONIC VILLAGES TRUST

Report on the Summary Financial Report

The summary financial statements, which comprise the summary Parent and consolidated statement of financial position as at 30 June 2022, the summary Parent and consolidated statement of comprehensive revenue and expenses, summary Parent and consolidated statement of changes in net assets and summary Parent and consolidated statement of cash flows for the year then ended, and related notes, are derived from the audited Parent and consolidated financial statements of The Masonic Villages Trust and Group for the year ended 30 June 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited Parent and consolidated financial statements, on the basis described in the Notes to the Summary Report.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the Not-for-profit Public Benefit Entity Accounting Standards Reduced Disclosure Regime. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited Parent and consolidated financial statements and the auditor's report thereon.

The Audited Parent and Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited Parent and consolidated financial statements in our report dated 19 September 2022.

Trustees' Responsibility for the Summary Financial Statements

The Trustees are responsible on behalf of the entity for the preparation of the summary financial statements on the basis described in the Notes to the Summary Report.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited Parent and consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other than in our capacity as auditor we have no relationship with, or interests in, the Masonic Villages Trust or any of its subsidiaries.

BDO Wellington Audit Limited

BDO WELLINGTON AUDIT LIMITED
19 September 2022
Wellington
New Zealand



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