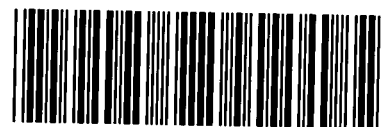


Registered Company No. 05745215 (England and Wales)
Registered Charity No. 1113864

THE C. ALMA BAKER TRUST
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT
and
FINANCIAL STATEMENTS
For the year ended 30 June 2016

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THE C. ALMA BAKER TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS**For the year ended 30 June 2016**

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THE C. ALMA BAKER TRUST

FOREWORD

The Trust is an English Charitable Trust whose main object is the furtherance of the science of agriculture. The Trustees have additional powers to make grants for educational and general charitable purposes. This has given rise to a range of activities.

The Trust's main asset, Limestone Downs, is a large dairy, beef cattle and sheep property situated on the coast 15 kilometres south of Port Waikato, New Zealand. Some 3,219 hectares (7,954 acres) in area it is an extremely attractive property with enormous potential. It has a good balance of hills and flats, a wide range of soils varying from peat to volcanic in origin, and a favourable climate. The property includes an important area of native bush.

The property originally formed part of the estate of the late Charles Alma Baker CBE who died in 1941. With the approval of the Charity Commissioners for England and Wales the English Trustees of Mr. Baker's will have been able to retain Limestone Downs by setting up the C. Alma Baker Trust in 1981. The Trustees appoint a New Zealand Committee which administers the farm according to the terms of the Trust and the property has been developed into an intensive farming enterprise which provides the opportunity for new ideas and developments in agriculture to be fully explored and debated in a working farm environment. From its inception the Trust has benefited from a close relationship with Massey University, New Zealand's leading provider of agricultural research and education.

In addition to the activities on the property the Trust makes grants for agricultural research and supports overseas travel likely to benefit agriculture and provides scholarships for students of agriculture wishing to attend university. A scheme is in operation enabling four young farmers from England and Wales to visit Limestone Downs each year for three months' practical farming experience, followed by a month-long study tour of New Zealand.

THE C. ALMA BAKER TRUST

LEGAL AND ADMINISTRATIVE DETAILS

Company registration number:	05745215
Charity registration number:	1113864
Directors and Trustees:	Mr C R Boyes (Chair) Mr R Moore (retired June 2016) Mr S F B Taylor Mr E F P Valletta (appointed June 2016) Mr D H Wynne-Finch
Company Secretary:	Ms J E O'Beirne (retired January 2016) Mrs S Beeney (appointed January 2016)
The Registered Office:	20 Hartford Road Huntingdon Cambs. PE29 3QH
Directors of C Alma Baker Trust (NZ) Limited	Professor B K Macdonald (until July 2016) Mr D J Frith (Chair) (retired February 2016) Professor D M West Professor H T Blair (appointed February 2016) Mr K I Lowe Mr L Johnstone Dame M M Millard (Chair from February 2016) Mr T G Mandeno
Secretary of C Alma Baker Trust (NZ) Limited	Ms J Olsen (from July 2016)
Bankers:	Barclays Bank plc Huntingdon Area 1 Branches Huntingdon Cambs. PE29 3AE Bank of New Zealand (Pukekohe)
Investment advisors:	Canaccord Genuity Wealth Management (London) Craigs Investment Partners (Auckland)
Solicitors:	Warrens Boyes & Archer 20 Hartford Road Huntingdon Cambs. PE29 3QH Rennie Cox Level 15, 126 Vincent St PO Box 6647 DX CP28002 Auckland, 1141, New Zealand
Auditor:	Buzzacott LLP 130 Wood Street London, EC2V 6DL

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

The Trustees, who are the Directors of the Company for the purposes of the Companies Act, present their Annual Report of The C. Alma Baker Trust (the charitable company) for the year ended 30 June 2016 under the Companies Act 2006 and the Charities Act 2011, together with the audited financial statements for the year, and confirm that the latter comply with the requirements of the Companies Act 2006, the Company's Memorandum & Articles of Association and the Charities SORP 2015.

Constitution

The C. Alma Baker Trust was created by a Trust Deed dated 6 July 1981, and shortly thereafter the Executors of the late Charles Alma Baker CBE transferred to the Trust the residuary estate from his Estate which included his freehold property known as Limestone Downs, R D 5, Tuakau, New Zealand.

With effect from the 1 July 2006 the Trust became an incorporated body and in its Memorandum & Articles of Association the Company utilised, with some amendments, the original objects of the charitable company as set out in the Trust Deed of the 6 July 1981.

Structure, Governance and Management

Prior to incorporation the Trustees appointed a New Zealand Committee to administer the farming operation at Limestone Downs. Following incorporation the New Zealand Committee is now embodied in the form of a New Zealand subsidiary company called C. Alma Baker Trust (NZ) Limited.

The members of the New Zealand Committee are the Directors of the New Zealand subsidiary company ("the Directors"), and the terms of the original Trust Deed have been incorporated in the Memorandum & Articles of Association of the New Zealand subsidiary company, but in all other respects the governance and day to day running of the farming operation at Limestone Downs remains the same.

The Directors are required to report to the Trustees on their activities and the Trustees receive copies of all Board papers throughout the year. The Trustees visit New Zealand regularly on a rotational basis to meet with the Directors, agents, accountants, auditors, professional advisers, representatives of Massey University, recipients of awards and the management and staff of Limestone Downs.

Persons with Significant Control

The Company knows, or has reasonable cause to believe, that there is no registrable person or registrable legal entity in relation to the company with significant control.

Recruitment and Training of Trustees

There are currently four Trustees in the UK, who appoint the Directors of the New Zealand subsidiary.

Further Trustees may be appointed by ordinary resolution, and in June 2016 the Trustees appointed Edward Valletta to be a Trustee in anticipation of the retirement on 30 June 2016 of Roger Moore who had served as a Trustee since the inception of the Trust in 1981.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

The Board of Directors of the New Zealand subsidiary company consists of seven members, six of whom must be resident in New Zealand, three of whom are appointed following the recommendation of the Vice Chancellor of Massey University in New Zealand.

During the year the Trustees appointed Professor Hugh Blair to be a Director of the C. Alma Baker Trust (NZ) Limited. Dame Margaret Millard was appointed Chairman in place of David Frith who retired as Chairman and also as a Director following 35 years of service to the Trust.

The Directors are appointed for a period of five years and are not remunerated for their services.

Trustees and Directors are selected for their agricultural and financial knowledge and experience. Trustees' responsibilities are disseminated to the Trustees by their professional advisers and through their experience as trustees of other charitable bodies and they are encouraged to attend external training courses where this is considered appropriate.

The Trust also appoints Patrons who are chosen for dedicated services to the Trust and they are currently Sir Alan Frampton K.N.Z.M, and David Frith C.B.E. with Roger Moore also appointed on 20 June 2016.

Key management personnel

The Trustees consider that they, together with the Directors of C. Alma Baker Trust (NZ) Limited comprise the key management personnel of the Trust in charge of directing and controlling, running and operating the Trust on a day-to-day basis.

Professor Barrie Macdonald and Kevin Lowe, who are Directors of C. Alma Baker Trust (NZ) Limited, enter into transactions with the Company and the Trust for the provision of their professional services. Transaction amounts are agreed by the Trustees.

Objectives and Activities

Objects

The objects of the Trust are:-

- (a) the furtherance of the science of agriculture;
- (b) the furtherance of the science of horticulture;
- (c) the advancement of education; and
- (d) such other purposes charitable in accordance with the Law of England as the Trustees shall from time to time think fit.

Public Benefit

The Trustees have had regard to the Charity Commission guidance on public benefit. The activities of the Trust provide benefit for the public through increased food production via sustainable farming methods and through the recipients of the various research grants and awards. Further details can be found on page 8.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

Activities

The principal activity is the maintenance of the farming enterprise carried out at Limestone Downs which provides the opportunity through an intensive farm system for new ideas in agriculture to be fully explored by research and trial activities in a working farm environment.

The Trust makes grants for agricultural research and scholarships for students of agriculture wishing to attend a University or Technical Institute. The Trust also supports travel likely to benefit agriculture and, in particular, travel between the UK and New Zealand, together with grants for educational purposes and general charitable donations.

Achievements, Performance and Future Plans

The Trust's agricultural activities continued to be centred at Limestone Downs with continued focus on the development of policies for Limestone Downs and monitoring its performance and the award of research and educational grants.

FARM REPORT 2015 - 2016

This was a busy year at Limestone Downs, with better weather conditions than in recent years and the ongoing development of the dairy operation. Improved production was achieved despite animal health challenges. A major project funded by Beef + Lamb NZ involving the use of beef bulls in the dairy system was undertaken at Limestone Downs. Feed conditions meant that stock on the Sheep & Beef unit achieved higher weights than budgeted. For the second consecutive year, 140 per cent lambing was achieved.

In February 2016, Hugh Blair was appointed a Director. Hugh, who is a specialist in animal breeding and genetics, is Professor of Animal Science and Deputy Head of the Institute of Veterinary, Animal and Biomedical Sciences at Massey University.

Scientific research funded by the Trust, and on-farm research continued to attract industry interest, leading to an excellent turnout at the Open Day in February. As well as a farm tour and reports on farm activities, speakers covered a range of projects funded by the Trust or undertaken at Limestone Downs. These included studies on a major beef-breeding project, the causes of humeral fractures in dairy heifers, sheep mortality, and water quality and ecology of the Kaawa Stream.

The farm recovered well from the drought with a mild winter and few frosts. However, the early spring had wet and cold periods that slowed growth and the flats went under water in what records show was a one-in-ten year flood. Supplements on the feed-pad were needed to assist the dairy herd.

After mild weather going into summer, there were good rains over December and January – a welcome change from three droughts in a row.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

Sheep and Beef

Ample feed over summer allowed more lambs to be finished and cattle taken on to heavier weights before slaughter.

Lambing results from the ewes was pleasing as feed had been short over mating, and this was the second consecutive year that 140 per cent was achieved.

There was an abortion issue in the hoggets that no amount of veterinary investigation was able to resolve.

Dairy

A wet and cold early spring with flooding on the flats proved a challenge. Supplements were fed on the pad and, with hindsight, more should have been. Falling cow conditions proved a challenge at mating time.

With ample summer feed, the herd gained weight. Facial eczema proved a real challenge with zinc injected into the water supply and added to supplements.

With the Beef Project in partnership with Beef + Lamb NZ and Massey University, no replacement calves were reared while cows and heifers were purchased. This allowed some culling of low producing and high cell-count cows.

Occupational Health and Safety

Hazard Co was employed to independently audit systems and processes on-farm. Some minor issues with signage were identified and these have been acted on.

Research and Extension

The farm had heavy usage for training, research and extension.

Schools, including Pukekohe High and Te Kohanga, visited to support their agricultural courses, and visitors were hosted from a range of institutions including the Taratahi Agricultural Training Centre. Soil Science students from Massey University also stayed for a week-long course. The farm also hosts bike treks, tramping clubs, Probus groups and Scouts who camped in the shearers quarters to experience country living.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

On-farm research which was supported included:

- Ongoing work on hogget lambing with Veterinary Science staff from Massey University.
- Massey researchers have established a predator-free area in the bush to study regeneration.
- A major project funded by the Ministry of Primary Industries to develop techniques for precision application of fertiliser.
- Ecologists monitoring environmental issues associated with the dairy conversion.

Dairy Beef Project

The Trust has joined with Beef + Lamb NZ and Massey University to undertake a major research project to explore the use of beef bulls in a dairy system. The whole herd will be mated to selected beef sires to assess aspects including ease of calving, gestation length and meat characteristics. This means that herd replacements will be purchased.

The work is now in its second season with some interesting results which will be discussed at the Open day in February 2017.

Open Day

The annual Open Day was held in February with about 120 people attending. They were invited to tour either the Dairy or Sheep & Beef farm and to discuss issues with the respective Managers.

Dr. Rebecca Hickson, Massey University, reported on the major project with the dairy herd mated to beef sires whose progeny will be finished on the Sheep & Beef farm so that carcass and other measurements can be taken.

Dr. Anne Ridler, Massey University, reported on the Trust-funded project at Limestone Downs looking to reduce sheep losses – an ongoing challenge to resolve.

Dr. Jennifer Price, an ecologist with Kessells & Associates, reported on a Trust-funded project to monitor stream water quality following the dairy conversion.

Professor David West reported on broken shoulders in dairy cattle which is an issue on some farms from time to time. Causes are not clear and it was agreed the Trust should sponsor further investigation.

Starting the 2016-2017 Season

The 2015/16 drought ended early enough to provide a good feed position going into the winter. However, the spring arrived with continuous wet weather and little sunlight until mid-October, resulting in poor grass growth and quality as well as poor utilisation.

The dairy herd was particularly affected with falling production and cow condition, only assisted by feeding on the pad.

Although ewes docked 140 per cent, it had been hoped to achieve more as they had been mated in good condition and had good scanning figures.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

Grants and Awards

SCIENCE OF AGRICULTURE

List of research awards (approved December 2015)

Researcher	Institution	Project	Approved
Heath, Dr A	Hopkirk Research Inst, Palmerston North	Ecology of Theileria in NZ cattle ticks	\$16,500
Hickson, Dr. Rebecca	IVABS, Massey University	Genetic susceptibility Theileria Ikeda	\$29,260
Kenyon, Dr Paul	IVABS, Massey University	Can examining udders really increase flock performance	\$20,000
Ridler, Dr. Anne	IVABS, Massey University	Factors affecting the productive longevity of ewes: Year 5	\$ 7,050
Ridler, Dr. Anne	IVABS, Massey University	Identifying the magnitude and causes of ewe hogget and lamb deaths	\$11,041
Dittmer, Dr Karen	IVABS, Massey University	Investigating the causes of humeral fractures in NZ dairy heifers	\$15,000
TOTAL (\$)			\$98,851
TOTAL (£)			£45,014

Two Fellowships totalling £15,710 (\$34,500) were awarded in 2015-2016:

Dr Jackie Benschop, Institute of Veterinary, Animal and Biomedical Sciences, Massey University;
Dr Lucy Burkitt and Dr Ranvir Singh, Fertiliser & Lime Research Centre, Massey University.

FOR THE ADVANCEMENT OF EDUCATION

As an investment in the future of agriculture-related research, the following awards were made in February 2016 to recent New Zealand graduates undertaking postgraduate study.

Post Graduate Scholarships – 3 Scholarships were awarded totalling \$39,000

<i>Name and Address</i>	<i>Degree</i>	<i>Topic/Field of Study</i>	
Gardner, Rachel R.	Masterate	Determining the performance of carry-over cows, their longevity and the feasibility of carrying a non-lactating animal as an alternative to raising a replacement heifer.	\$13,000
Mahoney-Kurpe, Samuel C	Masterate	Assessing the impact of <i>Epichloe festucae</i> <i>var. lolli</i> infection on the rhizosphere microbiome of perennial ryegrass using high-throughput amplicon sequencing	\$13,000
Thompson- Morrison, Hadee R	Masterate	Cadmium contamination of agricultural soils, and mitigating associated risks to crops cultivation using organic (compost) soil amendments.	\$13,000
TOTAL (\$)			\$39,000
TOTAL (£)			£17,760

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

Practical Farming Scholarship for English and Welsh Young Farmers

Practical farming scholarships for English and Welsh Young Farmers were awarded to the following:

- Alice Clews, Wetherby, West Yorkshire (July 2015 to November 2015)
- Adam Stockton, Skipton, North Yorkshire (October 2015 to February 2016)
- Kate Williams, Barnsley, South Yorkshire (January 2016 to May 2016)
- Dominic Bloxham, Bednall, Staffordshire (April 2016 to August 2016)

Travelling expenses and insurances totalling £7,233 were granted to the above.

Included in the above was £750 awarded separately as a travel grant to travel to NZ for farming experience.

The Royal Smithfield Club at the East of England Agricultural Society

A grant of £1,000 was made for prizes at the annual East of England Smithfield Festival awarded to winners of the College Challenge.

General Charitable Donations

Donations were granted totalling £2,217.

Financial Review

Results for the year

The consolidated statement of financial activities shows total income for the year of £1,384,222 (2015 - £1,246,236) and total expenditure of £2,484,278 (2015 - £2,442,101). Total expenditure includes an exchange rate loss of £711,335 (2015 - £586,571). This is due to unfavourable exchange rate movements in the year. Investment gains totalled £137,582 (2015 - £92,158 loss).

This gives a net deficit in the movement in funds of £962,474 (2015 - £604,176 after gains on revaluations of intangibles of £687,847), and total funds at 30 June 2016 of £7,973,069 (2015 - £8,935,543).

The land on which the farm is sited has been valued at NZ\$14.45m to reflect the rateable value as estimated by the Waikato District Council. There has been no change in valuation since the year ended 30 June 2015.

The future trading situation requires tight budgetary controls to accommodate the current low milk price. The sale of Transferrable Development rights generated substantial funds without affecting the capital value of the property.

The Trustees have set aside £6,153,363 as designated funds to reflect the investments and tangible fixed assets, which are required to generate income for carrying out the charitable activities, so are not readily available for use. General funds stand at £1,819,706.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

Investment Policy

The current investment strategy of the Trust is to continue to maintain its investments for the long term.

The Trustees maintain investment portfolios in the United Kingdom and New Zealand. Canaccord Genuity Wealth Management are the Trustees' investment advisers in the UK and Craigs Investment Partners are the advisers in New Zealand. Both make recommendations within an agreed risk profile. The Trustees have closely monitored the difficult climate during the year. The Trustees review investment performances regularly and at each quarterly meeting.

Reserves Policy

The Trustees are committed to ensuring the continuity of the working farm at Limestone Downs and otherwise to preserving the capital of the Trust in order to meet the Trust's objectives. The Trustees, therefore, adopt a reserves policy with a view to maintaining the viability of the farm and to provide for contingencies. All surpluses not required for the management of the Trust or retained for working capital are applied for the furtherance of the science of agriculture, the advancement of education and other charitable purposes as they arise.

The Trustees consider the level of general funds to be adequate, but not excessive, and they are in the process of considering the level of reserves required.

Risk management

The Trustees, with the assistance of the New Zealand Board of Directors of C. Alma Baker Trust (NZ) Limited, have assessed the major risks to which the Trust is exposed. In particular, the Trustees are aware of the inherent risks within the farming industry, and are satisfied that systems have been established to mitigate those risks. HazardCo in New Zealand have produced a farm process and procedures review which was reported to the NZ Board and the recommendations have been implemented. For further information, please refer to discussion on going concern basis.

Going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. They have made this assessment in respect to a period one year from the date of approval of these accounts.

The Trust is dependent on the performance of the farm which is in turn dependent on external factors such as livestock and milk prices. They have focussed on creating a new management structure which will help to increase efficiency within the farm. This, together with increasing milk and livestock prices will increase the profitability of the farm.

Limestone Downs is valued at £6,212,115 (NZ\$14,450,000). This was the value as at 30 June 2015 which has not materially changed in the year to 30 June 2016. The land is converted at the exchange rate on the date of valuation. The land is being rented out but within the group at a rate of \$180,000 per annum and this is to continue for the foreseeable future.

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

The Trustees have commissioned a valuation of the entire property in the year to 30 June 2017, which is expected to show a significant rise in the value of the property. The farm is also realising \$1m from the sale of development rights to a small proportion of the land subsequent to the year end. In addition to freehold buildings and farm equipment, the Trust owns forestry and other plant and equipment used by the farm. This results in total tangible fixed assets of £10.7m at 30 June 2016 which the Trust considers to be a substantial asset base.

At 30 June 2016, the Trust also has £2m of stock in the form of livestock and wool and cash balances of £292,477.

At 30 June 2016, the Trust has loans totalling £5.3m (\$10m) which have been used to assist with the dairy conversion and continued development at Limestone Downs. The Trust is not required to pay the loan back until 2018 at which point \$7.5m of it will be due, with \$1.5 due in 2019 and \$1m due in 2020. The Trustees have been assured by the bank that the loans can be extended on similar terms and intend to start repaying the loans in the year to 30 June 2018. The loan is secured over the dairy stock and shares.

The Trustees have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Trust to continue as a going concern. They are of the opinion that the Trust will have sufficient resources to meet its liabilities as they fall due.

Grant Making Policy

The Trustees are responsible for setting the policy which is to invite applications via the Secretary of The New Zealand Company for agricultural and horticultural research awards, post graduate scholarships in agricultural and horticultural science and the CAB Fellowship. All applicants are considered by the Directors who advise the Trustees on respective merits and all papers are reviewed by the Trustees before grants are approved within an agreed budget. The Young Farmers Practical Farmers Awards are made by the Trustees with assistance and publicity from the England and Wales YFC movement. All grants are approved by the Trustees who also grant a few general charitable grants annually in accordance with the objects of the Trust.

Future Matters

Following the creation of the Dairy Unit at Limestone Downs the Trust is continuing to integrate the new project with the existing sheep and beef enterprises and to harmonise all management issues.

With the retirement of the Farm Manager Alf Harwood due to take place in January 2017 the Trust is carrying out a major review of farm management structures and has appointed Paul Mahoney as General Manager with effect from 16 January 2017.

Trustees' responsibilities statement

The Trustees (who are also directors of The C. Alma Baker Trust for the purposes of company law) are responsible for preparing the Trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group and of the income and expenditure of the group for that period

THE C. ALMA BAKER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2016

In preparing these financial statements, the Trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ◆ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Trust's transactions and disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the Trustees confirms that:


- ◆ so far as the Trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- ◆ the Trustee has taken all the steps that he ought to have taken as a Trustee in order to make himself aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

This Report was approved by the Board on:

8th March 2017

Dated



Trustee

MR C. R. BOYES

THE C. ALMA BAKER TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF THE C. ALMA BAKER TRUST

We have audited the financial statements of The C. Alma Baker Trust for the year ended 30 June 2016 which comprise the consolidated and parent charitable company statement of financial activities, the consolidated and parent charitable company balance sheets, consolidated and parent charitable company statement of cash flows, principal accounting policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body, and the charitable company's Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditor

The Trustees are also the directors of the charitable company for the purposes of company law. As explained more fully in the Trustees' Responsibilities Statement set out in the Trustees' report, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

THE C. ALMA BAKER TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF THE C. ALMA BAKER TRUST

Emphasis of matter – going concern

The financial statements have been prepared on a going concern basis. In forming our opinion we have considered the adequacy of the disclosures made in the financial statements concerning the future viability of the charitable company. Details of the circumstances related to the going concern position are described in note 1 to the financial statements and we consider that these disclosures need to be brought to the members' and Trustees' attention in view of their significance. Our opinion is not qualified in this respect.

Opinion on financial statements

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the group's and the parent charitable company's affairs as at 30 June 2016 and of group's and the parent charitable company's income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- ◆ the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- ◆ the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- ◆ certain disclosures of Trustees' remuneration specified by law are not made; or
- ◆ we have not received all the information and explanations we require for our audit; or
- ◆ the Trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report.



Katharine Patel, Senior Statutory Auditor
for and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

24 March 2017

THE C. ALMA BAKER TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended 30 June 2016

	Notes	UNRESTRICTED FUNDS			
		GENERAL FUNDS	DESIGNATED FUNDS	TOTAL 2016	TOTAL 2015
		£	£	£	£
INCOME FROM:					
Farm income	2	1,300,619	-	1,300,619	1,210,913
Investments income and interest	3	38,065	-	38,065	35,323
Other income	4	45,538	-	45,538	-
<i>Total income</i>		<u>1,384,222</u>	<u>-</u>	<u>1,384,222</u>	<u>1,246,236</u>
EXPENDITURE ON:					
Raising funds					
Investment manager fees		7,959	-	7,959	8,399
Charitable activities					
Charitable grants	5	99,655	-	99,655	109,248
Charitable donations	6	2,217	-	2,217	5,314
Costs relating to farming	7	1,663,112	711,335	2,374,447	2,319,140
<i>Total expenditure</i>		<u>1,772,943</u>	<u>711,335</u>	<u>2,484,278</u>	<u>2,442,101</u>
NET EXPENDITURE BEFORE GAINS (LOSSES)		(388,721)	(711,335)	(1,100,056)	(1,195,865)
NET GAINS (LOSSES) ON INVESTMENTS					
Investment gains (losses) in the year	12	-	46,395	46,395	(37,861)
Exchange gains (losses) in the year on investments	12	-	91,187	91,187	(58,297)
NET INCOME/(EXPENDITURE) BEFORE TRANSFERS	10	(388,721)	(573,753)	(962,474)	(1,292,023)
TRANSFERS BETWEEN FUNDS	17	1,010,067	(1,010,067)	-	-
NET INCOME/(EXPENDITURE) FOR THE YEAR		621,346	(1,583,820)	(962,474)	(1,292,023)
OTHER RECOGNISED GAINS (LOSSES)					
Gains on revaluation of tangible fixed assets		-	-	-	687,847
NET MOVEMENT IN FUNDS		621,346	(1,583,820)	(962,474)	(604,176)
RECONCILIATION OF FUNDS:					
Fund balances brought forward at 1 July 2015		1,198,360	7,737,183	8,935,543	9,539,719
Total funds carried forward at 30 June 2016	18	<u>1,819,706</u>	<u>6,153,363</u>	<u>7,973,069</u>	<u>8,935,543</u>

Notes 1 - 20 form part of the financial statements.
All income is from continuing operations.

THE C. ALMA BAKER TRUST

CONSOLIDATED BALANCE SHEET

Year ended 30 June 2016

	NOTE	2016 £	2016 £	2,015 £	2015 £
FIXED ASSETS					
Tangible fixed assets	11		10,692,403		10,935,183
Investments	12		837,882		671,137
TOTAL FIXED ASSETS			11,530,285		11,606,320
CURRENT ASSETS					
Stocks	13	1,975,575		1,569,468	
Debtors	14	116,726		34,515	
Cash at bank and in hand		292,478		159,812	
		<u>2,384,779</u>		<u>1,763,795</u>	
LIABILITIES					
Creditors: amounts falling due within one year	15	(565,073)		(565,435)	
NET CURRENT ASSETS			1,819,706		1,198,360
TOTAL ASSETS LESS CURRENT LIABILITIES			13,349,991		12,804,680
CREDITORS: amounts falling due after more than one year	16		(5,376,922)		(3,869,137)
TOTAL NET ASSETS			7,973,069		8,935,543
FUNDS AND RESERVES					
Designated fund	17		6,153,363		7,737,183
General fund			1,819,706		1,198,360
	18		<u>7,973,069</u>		<u>8,935,543</u>

Notes 1 - 20 form part of the financial statements.

The financial statements were approved and authorised by the Board on

8th March 2017



Mr C. R. Boyes Trustee

Registered Company Number 05745215 (England and Wales)

THE C. ALMA BAKER TRUST

CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 30 June 2016

		2016	2015
	Notes	£	£
Cash flows from operating activities:			
Net cash (used in) provided by operating activities	A	(280,229)	510,018
Cash flows from investing activities:			
Investment income		38,065	35,323
Loan interest paid		(278,084)	(295,470)
Purchase of tangible fixed assets		(27,741)	(119,712)
Proceeds from the disposal of tangible fixed assets		5,939	7,694
Proceeds from the disposal of investments		368,011	101,064
Purchase of investments		(372,211)	(168,756)
Net cash used in investing activities		(266,021)	(439,857)
Cash flows from financing activities:			
Loan advances		650,339	-
Net cash provided by financing activities		650,339	-
Change in cash and cash equivalents in the year		104,089	70,161
Cash and cash equivalents as 1 July 2015	B	(289,344)	(77,193)
Exchange difference		110,879	(282,312)
Cash and cash equivalents as 30 June 2016	B	(74,376)	(289,344)
A Reconciliation of net movement in funds to net cash (used in) provided by operating activities			
Net movement in funds (as per the statement of financial activities)		(962,474)	(604,176)
Adjustments for:			
Depreciation charge		263,587	272,110
(Gains) losses on investments		(137,582)	96,158
Losses on foreign exchange		711,335	586,571
Losses on livestock		35,232	12,500
Losses on disposal of fixed assets		995	1,018
Gains on revaluation of tangible fixed assets		-	(687,847)
Investment income and interest receivable including rent receivable		(38,065)	(35,323)
Interest payable		278,084	295,470
(Increase) decrease in stocks		(406,107)	499,712
(Increase) decrease in debtors		(82,211)	110,695
Increase (decrease) in creditors		56,977	(36,870)
Net cash (used in) provided by operating activities		(280,229)	510,018
B Analysis of cash and cash equivalents			
Cash at bank and in hand		292,478	159,812
Cash held by investment managers		33,237	8,274
Bank overdraft		(400,091)	(457,430)
Total cash and cash equivalents		(74,376)	(289,344)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

1. ACCOUNTING POLICIES

BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

These financial statements have been prepared for the year ended 30 June 2016.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these financial statements.

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (Charities SORP FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The date of transition to Charities SORP FRS 102 was 1 July 2014. The end of the accounting reference date in respect to the charity's last annual financial statements determined in accordance with the previous financial reporting framework was 30 June 2015. This is the first set of financial statements prepared in accordance with the Charities SORP FRS 102.

The charity constitutes a public benefit entity as defined by FRS 102.

The financial statements are presented in sterling and are rounded to the nearest pound.

RECONCILIATION WITH PREVIOUS GENERALLY ACCEPTED ACCOUNTING PRACTICE

In preparing the financial statements, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. Other than presentational adjustments to reanalyse expenditure for the year ended 30 June 2015 to accord with the format prescribed in the Charities SORP FRS 102, no further restatements were required. Specifically, governance costs which were previously reported as a separate line of expenditure within the statement of financial activities are now allocated to expenditure on charitable activities.

CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Preparation of the financial statements requires the Trustees and management to make significant judgements and estimates.

The items in the financial statements where these judgements and estimates have been made include:

- Estimating the useful economic life of tangible fixed assets for the purposes of determining depreciation rate;
- Valuation of stock;
- Estimating the required provision for bad debts; and
- Determining the value of designated funds needed at the year end.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

1. ACCOUNTING POLICIES (CONTINUED)

GOING CONCERN

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. They have made this assessment in respect to a period one year from the date of approval of these accounts.

The Trust is dependent on the performance of the farm which is in turn dependent on external factors such as livestock and milk prices. They have focussed on creating a new management structure which will help to increase efficiency within the farm. This, together with increasing milk and livestock prices will increase the profitability of the farm.

Limestone Downs is valued at £6,212,115 (NZ\$14,450,000). This was the value as at 30 June 2015 which has not materially changed in the year to 30 June 2016. The land is converted at the exchange rate on the date of valuation. The land is being rented out but within the group at a rate of \$180,000 per annum and this is to continue for the foreseeable future.

The Trustees have commissioned a valuation of the entire property in the year to 30 June 2017, which is expected to show a significant rise in the value of the property. The farm is also realising \$1m from the sale of development rights to a small proportion of the land subsequent to the year end. In addition to freehold buildings and farm equipment, the Trust owns forestry and other plant and equipment used by the farm. This results in total tangible fixed assets of £10.7m at 30 June 2016 which the Trust considers to be a substantial asset base.

At 30 June 2016, the Trust also has £2m of stock in the form of livestock and wool and cash balances of £292,477.

At 30 June 2016, the Trust has loans totalling £5.3m (\$10m) which have been used to assist with the dairy conversion and continued development at Limestone Downs. The Trust is not required to pay the loan back until 2018 at which point \$7.5m of it will be due, with \$1.5 due in 2019 and \$1m due in 2020. The Trustees have been assured by the bank that the loans can be extended on similar terms and intend to start repaying the loans in the year to 30 June 2018. The loan is secured over the dairy stock and shares.

The Trustees have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Trust to continue as a going concern. They are of the opinion that the Trust will have sufficient resources to meet its liabilities as they fall due.

BASIS OF CONSOLIDATION

The financial statements of the parent and the subsidiary have been consolidated on a line by line basis.

The consolidated financial statements consolidate the financial statements of The C. Alma Baker Trust and of its subsidiary, C. Alma Baker Trust (NZ) Limited, for the year ended 30 June 2016.

The charitable company financial statements are the financial statements of the parent, The C. Alma Baker Trust.

FUND ACCOUNTING

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust and may be applied at the discretion of the Trustees.

The designated fund is monies set aside out of general funds to reflect the value of investments, which provide income for the Trust, and the net book value of tangible fixed assets net of any loans used for the development of the assets, which are used to carry out charitable activities.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

1. ACCOUNTING POLICIES (CONTINUED)

INCOME RECOGNITION

Income is recognised in the period in which the charity has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor or funder has specified that the income is to be expended in a future accounting period.

Income from listed investments is recognised once the dividend has been declared and notification has been received of the dividend due. Income from all investments is accounted for only when the receipt of such income is probable and the amount can be measured reliably.

Farm income is included in the Statement of Financial Activities net of cost of sales. Farm income also includes realised gains/(losses) on the disposal of livestock.

The surplus on the sale of transferrable titles are recognised in other income. These consist of development rights held on the farm.

In accordance with the Charities SORP FRS 102, no value has been placed on services provided by volunteers.

EXPENDITURE RECOGNITION

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. Expenditure comprises direct costs, support costs and grant making. Support costs, including governance costs, are allocated to farming activities. The classification between activities is as follows:

- a) The costs of raising funds comprising fees payable to the charity's professional investment managers.
- b) Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to farm activities and those costs of an indirect nature necessary to support them.

Grant payments are recognised when a legal or constructive obligation arises, which results in the payment being unavoidable. Grants are made for the furtherance of the science of agriculture, for the advancement of education, and for general charitable purposes.

Salaries are apportioned between direct costs, support costs and grant making. The apportionment is based on time spent by staff on each activity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

1. ACCOUNTING POLICIES (CONTINUED)

INVESTMENTS

Listed investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price.

Realised gains (or losses) on investment assets are calculated as the difference between disposal proceeds and their opening carrying value or their purchase value is acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value at that date. Realised and unrealised investment gains (or losses) are combined in the statement of financial activities and are credited (or debited) in the year in which they arise.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets other than freehold land are stated at cost less depreciation. Freehold land is stated at existing use value. Existing use value is based on its value as assessed for rateable purposes. There has been no material change in rateable value in the year ended 30 June 2016.

Farm development consists of expenditure incurred in developing the dairy at the farm. The cost includes buildings and fixtures related to dairy and development of pastures and the quarry.

With the exception of freehold land, depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold buildings	- 1% straight line for concrete buildings
	- 2% straight line for wooden buildings
	- 4 - 13% straight line for other structures
Farm development	- 1 - 45% straight line
Vehicles, plant & equipment	- 20% straight line
Forestry	- 0%

STOCK

Stock comprises livestock, which is held only in the New Zealand subsidiary. Livestock is stated at its fair value less estimated point-of-sale costs. Fair value is based on New Zealand's "The National Average Market Values of Specified Livestock Denominations". Realised changes resulting from the disposal of livestock are reported as part of farm income.

DEBTORS

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

CREDITORS AND PROVISIONS

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the trust anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

1. ACCOUNTING POLICIES (CONTINUED)

CASH AT BANK AND IN HAND

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits for more than three months but less than one year have been disclosed as short term deposits.

TAXATION

The company is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

The company is unable to recover the U.K. input VAT associated with the supply of goods and services. The irrecoverable VAT is included in the total cost applicable to each expense heading. Expenses incurred in New Zealand are exclusive of New Zealand Goods and Services Tax (GST) except where not recoverable.

FOREIGN CURRENCIES

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date, with the exception of tangible fixed assets which are translated into sterling at the acquisition or subsequent valuation date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the net movement in funds.

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

2. FARM INCOME	2016 £	2015 £
Sheep	433,563	477,317
Cattle	313,808	173,366
Dairy	474,526	471,380
Wool	37,661	63,119
Hives	6,831	-
Rental	10,100	7,769
Other	24,130	17,962
	<u>1,300,619</u>	<u>1,210,913</u>
3. INVESTMENT INCOME	2016 £	2015 £
UK equities	14,398	13,993
UK fixed interest stocks	211	236
Overseas equities	9,510	12,657
Overseas fixed interest stocks	11,884	5,802
UK bank interest	24	24
Overseas bank interest	2,038	2,611
	<u>38,065</u>	<u>35,323</u>
4. OTHER INCOME	2016 £	2015 £
Sale of transferable titles	<u>45,538</u>	<u>-</u>
In the year ended 30 June 2016, \$100,000 (£45,538) was realised from the sale of transferrable titles. These consisted of development rights held on the farm and the sale does not affect the capital value of the property.		
5. CHARITABLE GRANTS	2016 £	2015 £
For the furtherance of the science of agriculture		
C. Alma Baker Fellowship (two awarded)	15,710	7,295
East of England Agricultural Society	1,000	1,000
Research awards (six awarded)	45,014	43,628
	<u>61,724</u>	<u>51,923</u>
For the advancement of education		
Post graduate scholarships (three awarded)	17,760	31,610
Maori language scholarships	-	6,808
U.K. Students' travel to New Zealand	7,233	5,579
	<u>24,993</u>	<u>43,997</u>
Support costs- Salaries and wages (note 9)	12,938	13,328
Total	<u>99,655</u>	<u>109,248</u>

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

6. CHARITABLE DONATIONS	2016	2015
	£	£
Donations payable		
ZANE - Zimbabwe a National Emergency Appeal	250	-
Malaysian Palm Oil Association	259	450
Community welfare projects	1,708	4,864
	<u>2,217</u>	<u>5,314</u>
7. COSTS RELATING TO FARMING	2016	2015
	£	£
Salaries and wages (note 9)	243,579	253,973
Livestock expenses	161,548	181,508
Dairy expenses	381,660	408,390
Farm operating costs	11,275	11,615
Repairs and maintenance	8,145	10,508
Vehicle running expenses	4,479	3,556
Standing charges	36,823	37,382
Depreciation	263,587	272,110
Livestock holding loss	35,232	12,500
Loss on disposal of fixed assets	995	1,018
Support costs (see note 8)	1,227,124	1,126,580
	<u>2,374,447</u>	<u>2,319,140</u>
8. SUPPORT COSTS	2016	2015
	£	£
Management fees	13,714	18,000
Salaries and wages (note 9)	110,123	130,388
Trustees' expenses	15,173	13,532
New Zealand committee expenses	9,521	9,155
Loan interest paid	278,084	295,470
Administration fees and other costs	22,618	24,893
Bank charges	590	449
Consultancy fees	20,317	-
Foreign exchange loss	711,335	586,571
Barrie Macdonald fees	5,738	6,128
Governance costs - auditors' fees (see note 10)	39,911	41,994
	<u>1,227,124</u>	<u>1,126,580</u>
9 STAFF COSTS, TRUSTEES' REMUNERATION, AND KEY MANAGEMENT PERSONNEL	2016	2015
	£	£
Staff costs:		
Wages and salaries	360,452	390,965
Pension costs	6,188	6,724
Total staff costs	<u>366,640</u>	<u>397,689</u>
Staff costs analysed by function:		
Farming		
- Direct costs	243,579	253,973
- Support costs	110,123	130,388
	<u>353,702</u>	<u>384,361</u>
Grant-giving	<u>12,938</u>	<u>13,328</u>
Total staff costs	<u>366,640</u>	<u>397,689</u>
Average number of employees:		
Full time	<u>14</u>	<u>14</u>
Employees paid above £60,000	<u>Nil</u>	<u>Nil</u>

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

9 STAFF COSTS, TRUSTEES' REMUNERATION, AND KEY MANAGEMENT PERSONNEL (CONTINUED)

None of the Trustees (who are also directors) nor any persons connected with them received any remuneration or benefits in kind during the year. Costs relating to travel and meetings amounting to £15,173 (2015 - £13,532) were reimbursed to four (2015 - four) Trustees.

Key management personnel

The Trustees consider that they together with the directors of the C. Alma Baker Trust (NZ) Limited are the key management personnel of the charity in charge of directing, controlling, running and operating the material charitable activities on a day to day basis. Professor Barrie Macdonald and Kevin Lowe enter into transactions with the company and charity for the provision of their professional services. No other trustees or directors receive remuneration. The total amount of transactions for the year was £27,690 (NZ\$ 65,200) (2015 - £36,572 (NZ\$ 75,200)).

10. NET INCOME/(EXPENDITURE) FOR THE YEAR

This is stated after charging:

	2016 £	2015 £
Staff costs (note 9)	366,640	384,363
Auditor's remuneration		
UK Auditor's remuneration - audit fees - current year	13,680	14,160
- non-audit services	5,634	4,800
New Zealand Auditors - audit fees	7,980	7,847
- accountancy fees	12,617	15,187
	39,911	41,994
Director's fees	27,690	36,572
Depreciation	263,587	272,110

11. TANGIBLE FIXED ASSETS

	Freehold land £	Freehold buildings £	Farm development £	Forestry £	Vehicles, plant & equipment £	Total £
Cost or valuation						
1 July 2015	6,212,115	2,613,454	2,449,768	42,729	488,517	11,806,583
Additions	-	-	-	-	27,741	27,741
Disposals	-	-	-	-	(31,996)	(31,996)
30 June 2016	6,212,115	2,613,454	2,449,768	42,729	484,262	11,802,328
Depreciation						
1 July 2015	-	354,962	249,320	-	267,118	871,400
Charge for the year	-	63,498	132,406	-	67,683	263,587
Eliminated on disposal	-	-	-	-	(25,062)	(25,062)
30 June 2016	-	418,460	381,726	-	309,739	1,109,925
Net Book Value 30 June 2016	6,212,115	2,194,994	2,068,042	42,729	174,523	10,692,403
Net Book Value 30 June 2015	6,212,115	2,258,492	2,200,448	42,729	221,399	10,935,183

All of the tangible fixed assets are held in New Zealand.

All tangible fixed assets are used for the direct furtherance of the Trust's objectives.

The freehold land has been included in the balance sheet at valuation, on the basis of existing use as assessed by the Trustees based on its value as assessed for rateable purposes. There has been no material change in the year ended 30 June 2016.

The historic cost of freehold land at 30 June 2016 is £1,439,603 (2015 - £1,439,603).

The land and buildings are subject to a formal charge as security for the bank overdraft and loan to finance the development work with regards to the dairy farm (see note 16).

The Trustees obtained a valuation of the property being utilised for the Dairy project which valued that part of the property at a significantly higher value than the carrying value included in the financial statements.

The Trustees have commissioned a valuation of the entire property in the year to 30 June 2017 which is expected to show a significant increase in the value of the property.

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

12. INVESTMENTS	2016 £	2015 £
Market value at 1 July 2015	662,863	691,329
Realised exchange variance	(1,715)	-
Additions	372,211	168,756
Disposals	(368,011)	(101,064)
Realised gains in the year	20,034	350
Unrealised gains (losses) in the year	26,361	(38,211)
Exchange gain (losses)	92,902	(58,297)
Market value at 30 June 2016	804,645	662,863
Cash held by investment managers	33,237	8,274
Total value of investments at 30 June 2016	837,882	671,137
Cost at 30 June 2016	740,768	611,069

£219,059 of the total is represented by UK listed investments and £585,586 by overseas investments.

The following investments exceed 5% of the total investment value:	£	%
Fonterra Shareholders Fund	167,647	20.83%
Ravensdown Fertiliser Co-operative	83,282	10.35%
BNY Mellon	35,030	6.78%
Fletcher Building Limited	27,680	5.35%
M&G Strategic Corporate Bond	31,300	5.51%

Shares held in Fonterra Co-operative Group Limited valued at NZ\$50,964 (£27,403) are subject to a formal charge as security for a loan to finance development work with regards to the dairy farm (see note 16).

13. STOCKS	2016 £	2015 £
Beef/sheep livestock	1,254,835	913,371
Dairy livestock	685,455	609,031
Wool stock	35,285	47,066
	1,975,575	1,569,468

The dairy cattle stock is subject to a formal charge as security for a loan to finance the development work with regards to the dairy farm (see note 16).

14. DEBTORS	2016 £	2015 £
Farm trade debtors	106,411	9,703
Prepayments	10,028	8,839
Taxation recoverable	-	14,991
Sundry debtors	287	982
	116,726	34,515

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

15. CREDITORS: amounts falling due within one year	2016 £	2015 £
Bank overdraft	400,091	457,430
Farm trade creditors	49,809	71,599
Accruals	32,505	27,380
GST payable	41,199	3,411
Sundry creditors	41,469	5,615
	<u>565,073</u>	<u>565,435</u>

16 CREDITORS: amounts falling due after more than one year	2016 £	2015 £
Bank of New Zealand - loan		
At 1 July 2015	3,869,137	4,608,767
Advances in the year	650,339	-
Exchange differences	857,446	(739,630)
At 30 June 2016	<u>5,376,922</u>	<u>3,869,137</u>

The group has negotiated facilities with the Bank of New Zealand ('the bank') under which a maximum principal amount of NZ\$10,000,000 (£5,376,923) was made available to the group at any time to assist with the dairy conversion at Limestone Downs, Waikato, New Zealand. NZ\$7,500,000 (£4,032,693) of the total loan amount is repayable in full in 2018, NZ\$1,500,000 (£806,538) of the total loan amount is repayable in 2019, and the remaining NZ\$1,000,000 (£537,691) in 2020. The interest rate varies between 5.87% to 6.52% depending on the rate prevailing when the facilities were negotiated.

17. DESIGNATED FUNDS	At 1 July 2015 £	New designations £	Utilised/ released £	Transfers £	At 30 June 2016 £
Designated fund	<u>7,737,183</u>	-	<u>(573,753)</u>	<u>(1,010,067)</u>	<u>6,153,363</u>

The designated fund represents the book value of the charitable company's fixed assets less the related loan obligations. This fund was separated from the general fund in recognition of the fact that the tangible fixed assets are required for the charitable company's operational activities and the investments are required to fund charitable activities and can not be realised with ease, in order to meet future contingencies.

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General funds £	Designated funds £	2016 Total funds £
Tangible fixed assets	-	10,692,403	10,692,403
Investments	-	837,882	837,882
Stocks	1,975,575	-	1,975,575
Debtors	116,726	-	116,726
Cash at bank and in hand	292,478	-	292,478
Creditors: amounts falling due within one year	(565,073)	-	(565,073)
Creditors: amounts falling due after more than one year	-	(5,376,922)	(5,376,922)
	<u>1,819,706</u>	<u>6,153,363</u>	<u>7,973,069</u>
Unrealised gains included above			
On tangible fixed assets	-	4,772,512	4,772,512
On investments	-	63,877	63,877
Total unrealised gains at 30 June 2016	-	<u>4,836,389</u>	<u>4,836,389</u>

THE C. ALMA BAKER TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 30 June 2016

19. RELATED PARTY TRANSACTIONS

Professor Barrie Macdonald and Kevin Lowe are directors of C Alma Baker Trust (NZ) Limited, and that company enters into transactions with them for the provision of their professional services other than in their capacity as directors.

The value of those transactions in the year to 30 June 2016 was:

Professor Barrie Macdonald:	NZ\$25,200 (£11,475) (2015 - NZ\$25,500 (£12,256)).
Kevin Lowe:	NZ\$40,000 (£18,215) (2015 - NZ\$50,000 (£24,316)).

20. ULTIMATE CONTROLLING PARTY

The Trustees, who are also directors, are the ultimate controlling party.

THE C. ALMA BAKER TRUST

CHARITABLE COMPANY STATEMENT OF FINANCIAL ACTIVITIES

Year ended 30 June 2016

	Note	UNRESTRICTED FUNDS			
		GENERAL FUNDS	DESIGNATED FUNDS	TOTAL 2016	TOTAL 2015
		£	£	£	£
INCOME FROM:					
Rental income	21	81,968	-	81,968	87,536
Investments income and interest	22	363,431	-	363,431	153,357
Other income	23	45,538	-	45,538	-
Total income		<u>490,937</u>	<u>-</u>	<u>490,937</u>	<u>240,893</u>
EXPENDITURE ON:					
Raising funds					
Investment management fees		7,958	-	7,958	8,399
Charitable activities					
Charitable grants	24	99,655	-	99,655	109,248
Charitable donations	25	2,217	-	2,217	5,314
Costs relating to farming	26	349,297	665,241	1,014,538	867,614
Total expenditure		<u>459,127</u>	<u>665,241</u>	<u>1,124,368</u>	<u>990,575</u>
NET EXPENDITURE BEFORE GAINS (LOSSES)		31,810	(665,241)	(633,431)	(749,682)
NET GAINS (LOSSES) ON INVESTMENTS					
Investment gains (losses) gains in the year	30	-	42,867	42,867	(38,851)
Exchange gains (losses) in the year on investments	30	-	41,649	41,649	(40,635)
NET INCOME (EXPENDITURE) BEFORE TRANSFERS		31,810	(580,725)	(548,915)	(829,168)
TRANSFERS BETWEEN FUNDS	39	(89,120)	89,120	-	-
NET INCOME (EXPENDITURE) FOR THE YEAR	28	(57,310)	(491,605)	(548,915)	(829,168)
OTHER RECOGNISED GAINS					
Gains on revaluation of tangible fixed assets		-	-	-	687,847
NET MOVEMENT IN FUNDS		(57,310)	(491,605)	(548,915)	(141,321)
RECONCILIATION OF FUNDS:					
Fund balances brought forward at 1 July 2015		(1,785,229)	10,172,835	8,387,606	8,528,927
Total funds carried forward at 30 June 2016	36	<u>(1,842,539)</u>	<u>9,681,230</u>	<u>7,838,691</u>	<u>8,387,606</u>

Notes 21 - 38 form part of the financial statements.
All income is from continuing operations.

THE C. ALMA BAKER TRUST

CHARITABLE COMPANY BALANCE SHEET

Year ended 30 June 2016

	Note	2016 £	2016 £	2015 £	2015 £
FIXED ASSETS					
Tangible fixed assets	29		10,475,151		10,671,055
Investments	30		550,272		576,502
Investment in subsidiary undertaking	31		38		38
TOTAL FIXED ASSETS			11,025,461		11,247,595
CURRENT ASSETS					
Debtors	32	2,994		3,771	
Cash at bank and in hand		292,419		159,764	
		295,413		163,535	
LIABILITIES					
Creditor: amounts falling due within one year	33	(2,137,952)		(1,948,764)	
NET CURRENT LIABILITIES			(1,842,539)		(1,785,229)
TOTAL ASSETS LESS CURRENT LIABILITIES			9,182,922		9,462,366
CREDITORS: amounts falling due after more than one year	34		(1,344,231)		(1,074,760)
TOTAL NET ASSETS			7,838,691		8,387,606
FUNDS AND RESERVES					
Designated fund	35		9,681,230		10,172,835
General fund			(1,842,539)		(1,785,229)
	36		7,838,691		8,387,606

Notes 21 - 38 form part of the financial statements.

The financial statements were approved and authorised by the Board on

8th March 2017

Mr C. R. Boyes



Trustee

THE C. ALMA BAKER TRUST

CHARITABLE COMPANY STATEMENT OF CASH FLOWS

Year ended 30 June 2016

		2016	2015
	Notes	£	£
Cash flows from operating activities:			
Net cash (used in) provided by operating activities	A	124,931	(1,046,132)
Cash flows from investing activities:			
Investment income		363,431	153,357
Loan interest paid		(70,683)	75,267
Purchase of tangible fixed assets		-	(52,986)
Proceeds from the disposal of investments		368,011	101,064
Purchase of investments		(232,302)	(161,674)
Net cash provided by (used in) investing activities		428,457	115,028
Change in cash and cash equivalents in the year		553,388	(931,104)
Cash and cash equivalents as 1 July 2015	B	168,038	215,329
Exchange difference		(395,770)	883,813
Cash and cash equivalents as 30 June 2016	B	325,656	168,038
A Reconciliation of net movement in funds to net cash (used in) provided by operating activities			
Net movement in funds (as per the statement of financial activities)		(548,915)	(141,321)
Adjustments for:			
Depreciation charge		195,904	208,495
(Gains) losses on investments		(84,516)	79,486
Losses on foreign exchange		665,241	522,077
Gains on revaluation of tangible fixed assets		-	(687,847)
Investment income and interest receivable including rent receivable		(363,431)	(153,357)
Interest payable		70,683	75,267
Decrease in debtors		777	5,321
Increase (decrease) in creditors		189,188	(954,253)
Net cash (used in) provided by operating activities		124,931	(1,046,132)
B Analysis of cash and cash equivalents			
Cash at bank and in hand		292,419	159,764
Cash held by investment managers		33,237	8,274
Total cash and cash equivalents		325,656	168,038

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

21. RENTAL INCOME	2016	2015
	£	£
Limestone Downs	<u>81,968</u>	<u>87,536</u>
22. INVESTMENT INCOME	2016	2015
	£	£
UK equities	14,398	13,993
UK fixed interest stocks	211	236
Dividends from C Alma Baker Trust (NZ) Ltd	327,335	124,010
Overseas equities	7,549	6,683
Overseas fixed interest stocks	11,884	5,802
UK bank interest	24	24
Overseas bank interest	2,030	2,609
	<u>363,431</u>	<u>153,357</u>
23. OTHER INCOME	2016	2015
	£	£
Sale of transferable titles	<u>45,538</u>	<u>-</u>
In the year ended 30 June 2016, \$100,000 (£45,538) was realised from the sale of transferrable titles. These consisted of development rights held on the farm and the sale does not affect the capital value of the property.		
24. CHARITABLE GRANTS	2016	2015
	£	£
For the furtherance of the science of agriculture		
C. Alma Baker Fellowship (two awarded)	15,710	7,295
East of England Agricultural Society	1,000	1,000
Research awards (six awarded)	45,014	43,628
	<u>61,724</u>	<u>51,923</u>
For the advancement of education		
Post graduate scholarships (three awarded)	17,760	31,610
Maori language scholarships	-	6,808
U.K. Students' travel to New Zealand	7,233	5,579
	<u>24,993</u>	<u>43,997</u>
Support costs- Salaries and wages (note 9)	12,938	13,328
Total	<u>99,655</u>	<u>109,248</u>

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

25. CHARITABLE DONATIONS

	2016 £	2015 £
Donations payable		
ZANE - Zimbabwe a National Emergency Appeal	250	-
Malaysian Palm Oil Association	259	450
Community welfare projects	1,708	4,864
	<u>2,217</u>	<u>5,314</u>

26. COSTS RELATING TO FARMING

	2016 £	2015 £
Depreciation on freehold buildings and farm development	195,904	208,495
Support costs (see below)	818,634	659,119
	<u>1,014,538</u>	<u>867,614</u>

SUPPORT COSTS

	2016 £	2015 £
Management fees	13,714	18,000
Trustees' expenses	15,173	13,532
Loan interest paid	70,683	75,267
Administration fees and other costs	7,304	5,573
Bank charges	197	175
Consultancy fees	20,317	-
Foreign exchange loss	665,241	522,077
Governance costs - auditors' fees (see note 28)	26,005	24,495
	<u>818,634</u>	<u>659,119</u>

27. EMPLOYEE INFORMATION AND TRUSTEES' REMUNERATION

The charitable company does not employ any staff. Two directors of The C Alma Baker Trust (NZ) Limited, one of whom is a New Zealand representative of the charitable company, received professional fees of NZ\$12,600 (£5,738) (2015 - NZ\$12,600 (£6,128)).

None of the Trustees (who are also directors) nor any persons connected with them received any remuneration or benefits in kind during the year. Costs relating to travel and meetings amounting to £15,173 (2015 - £13,532) were reimbursed to four (2015 - four) Trustees.

28. NET INCOME (EXPENDITURE) FOR THE YEAR

	2016 £	2015 £
This is stated after charging:		
Auditor's remuneration		
UK Auditor's remuneration		
- audit fees - current year	13,679	14,160
- non-audit services	5,635	4,800
New Zealand Auditors		
- audit fees - current year	4,050	3,152
- accountancy fees	2,641	2,383
	<u>26,005</u>	<u>24,495</u>
Depreciation	<u>195,904</u>	<u>208,495</u>

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

29. TANGIBLE FIXED ASSETS

	Freehold land £	Freehold buildings £	Farm development £	Total £
Cost or valuation				
1 July 2015 and 30 June 2016	<u>6,212,115</u>	<u>2,613,454</u>	<u>2,449,768</u>	<u>11,275,337</u>
Depreciation				
1 July 2015 and 30 June 2016	-	354,962	249,320	604,282
Charge for the year	-	63,498	132,406	195,904
30 June 2016	<u>-</u>	<u>418,460</u>	<u>381,726</u>	<u>800,186</u>
Net Book Value 30 June 2016	<u>6,212,115</u>	<u>2,194,994</u>	<u>2,068,042</u>	<u>10,475,151</u>
<i>Net Book Value 30 June 2015</i>	<u>6,212,115</u>	<u>2,258,492</u>	<u>2,200,448</u>	<u>10,671,055</u>

All of the tangible fixed assets are held in New Zealand.

All tangible fixed assets are used for the direct furtherance of the Trust's objectives.

The freehold land has been included in the balance sheet at valuation, on the basis of existing use as assessed by the Trustees based on its value as assessed for rateable purposes. There has been no material change in the year ended 30 June 2016.

The historic cost of freehold land at 30 June 2016 is £1,439,603 (2015 - £1,439,603).

The land and buildings are subject to a formal charge as security for the bank overdraft and loan to finance the development work with regards to the dairy farm (see note 34).

The Trustees obtained a valuation of the property being utilised for the Dairy project which valued that part of the property at a significantly higher value than the carrying value included in the financial statements.

The Trustees have commissioned a valuation of the entire property in the year to 30 June 2017 which is expected to show a significant increase in the value of the property.

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

30. INVESTMENTS	2016 £	2015 £
Market value at 1 July 2015	568,228	587,104
Realised exchange variance	(1,715)	-
Additions	232,302	161,674
Disposals	(368,011)	(101,064)
Realised gains in the year	20,031	350
Unrealised gains (losses) in the year	22,836	(39,201)
Exchange gain (losses)	43,364	(40,635)
Market value at 30 June 2016	<u>517,035</u>	<u>568,228</u>
Cash held by investment managers	<u>33,237</u>	<u>8,274</u>
Total value of investments at 30 June 2016	<u>550,272</u>	<u>576,502</u>
Cost at 30 June 2016	<u>469,000</u>	<u>306,648</u>

All investments are held to provide an investment return.

£219,059 of the total is represented by UK listed investments and £297,976 by overseas investments

	2016 £	%
The following investments exceed 5% of the total investment value:		
BNY Mellon	35,030	6.78%
Fletcher Building Limited	27,680	5.35%
M&G Strategic Corporate Bond	31,300	6.05%

31. INVESTMENT IN SUBSIDIARY UNDERTAKING

The subsidiary, C Alma Baker Trust (NZ) Limited, is wholly owned by the charitable company. The principal activity of the company is the maintenance of the farming enterprise carried out at Limestone Downs which provides opportunities, through intensive farming systems, for new ideas in agriculture to be fully explored by research and trial activities in a working farm environment.

The farming business is conducted with good farm management so as to remain viable and produce an income for charitable distribution purposes. Equally it is conducted to encompass the charitable company's agricultural research purposes.

The company's Memorandum of Association provides for the grant of periodic leases of Limestown Downs (farmland) to C. Alma Baker Trust (NZ) Limited. The current lease runs for a period of 5 years from 1 July 2016 with annual rental of £180,000.

The company has been valued in the accounts at the original nominal value of its share capital \$NZ 100 (£38). It had a net deficit of NZ\$198,049 (£96,313) for the year ended 30 June 2016 (2015 - NZ\$527,819 (£240,355)). The total funds at 30 June 2016 amounted to NZ\$274,243 (£147,458) (2015 - NZ\$1,191,119 (£505,483)).

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

32. DEBTORS	2016	2015
	£	£
Prepayments	2,994	3,273
Sundry debtors	-	498
	<u>2,994</u>	<u>3,771</u>
33. CREDITORS: amounts falling due within one year	2016	2015
	£	£
Taxation payable	8,234	3,411
Accruals	18,960	18,960
Sundry creditors	41,469	5,615
C. Alma Baker Trust (NZ) Limited	2,069,289	1,920,778
	<u>2,137,952</u>	<u>1,948,764</u>
34. CREDITORS: amounts falling due after more than one year	2016	2015
	£	£
Bank of New Zealand - loan		
At 1 July 2015	1,074,760	1,280,213
Exchange differences	269,471	(205,453)
At 30 June 2016	<u>1,344,231</u>	<u>1,074,760</u>

The charitable company has negotiated a loan facility with the Bank of New Zealand ('the bank') under which a maximum principal amount of NZ\$2,500,000 was made available to the charity at any time to assist with the dairy conversion at Limestone Downs, Waikato, New Zealand. The loan amount drawn is repayable in full in 2018. The current interest rate is 6.19%.

The charitable company has also provided an interlocking guarantee to the bank in terms of the bank's standard guarantee form for C Alma Baker Trust (NZ) Limited.

35. DESIGNATED FUNDS	At 1 July	New	Utilised/	Transfers	At 30 June
	2015	designations	released		2016
	£	£	£	£	£
Designated fund	<u>10,172,835</u>	<u>-</u>	<u>(580,725)</u>	<u>89,120</u>	<u>9,681,230</u>

The designated fund represents the book value of the charitable company's fixed assets less the related loan obligations. This fund was separated from the general fund in recognition of the fact that the fixed assets could not be realised with ease, in order to meet future contingencies. The tangible fixed assets are required for the charitable company's operational activities and the investments are required to fund charitable activities.

THE C. ALMA BAKER TRUST

NOTES TO THE CHARITABLE COMPANY FINANCIAL STATEMENTS

Year ended 30 June 2016

36 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General funds £	Designated funds £	2016 Total funds £
Tangible fixed assets	-	10,475,151	10,475,151
Investments	-	550,272	550,272
Investment in subsidiary undertaking	-	38	38
Debtors	2,994	-	2,994
Cash at bank and in hand	292,419	-	292,419
Creditors: amounts falling due within one year	(2,137,952)	-	(2,137,952)
Creditors: amounts falling due after more than one year	-	(1,344,231)	(1,344,231)
	<u>(1,842,539)</u>	<u>9,681,230</u>	<u>7,838,691</u>
Unrealised gains included above			
On tangible fixed assets	-	4,772,512	4,772,512
On investments	-	48,035	48,035
Total unrealised gains at year end	<u>-</u>	<u>4,820,547</u>	<u>4,820,547</u>

37. RELATED PARTY TRANSACTIONS

The charitable company had granted a lease for the use of the farmland at Limestone Downs to its subsidiary C. Alma Baker Trust (NZ) Limited. Rent of NZ\$180,000 (£81,968) was received for the year (2015 - NZ\$180,000 (£87,536)). A dividend of NZ\$718,827 (£327,335) was received from C. Alma Baker Trust (NZ) Limited (2015 - NZ\$255,000 (£124,010)).

During the year, some of the charitable company's expenses incurred in New Zealand were paid by C. Alma Baker Trust (NZ) Limited. Some reimbursements have been made, however at 30 June 2016 The C. Alma Baker Trust owed C Alma Baker Trust (NZ) Limited NZ\$3,848,463 (£2,069,289) (2015 - NZ\$4,467,922 (£1,920,778)) (note 36).

B.K. Macdonald

B.K. Macdonald is a director of C Alma Baker Trust (NZ) Limited and an authorised New Zealand representative of the Trustees. The charitable company enters into transactions with him for the provision of professional services other than in his capacity as a director of C Alma Baker Trust (NZ) Limited.

K.I.Lowe

K.I.Lowe is a director of C Alma Baker Trust (NZ) Limited. The charity enters into transactions with him for the provision of professional services other than in his capacity as a director of the C Alma Baker Trust (NZ) Limited.

38. ULTIMATE CONTROLLING PARTY

The Trustees, who are also directors, are the ultimate controlling party.