

Performance Report

Top of the South Community Foundation (Consolidated)
For the year ended 31 March 2026

Prepared by Go Accounting Limited

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Entity Information

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

Legal Name of Entity

Top of the South Community Foundation (TSCF)

Entity Type and Legal Basis

Top of the South Community Foundation is a Charitable Trust under the Charitable Trust Act 1957.

Top of the South Community Foundation Limited is a company under the Companies Act 1993.

Both entities are Registered Charities under the Charities Act 2005.

Registration Numbers

CC34345 - Top of The South Community Foundation

CC45256 - Top of The South Community Foundation Limited

Entity's Purpose or Mission

The mission of TSCF is to inspire and enable generosity to benefit our local community forever. We encourage people to consider leaving a gift in their will and/or during their lifetime to benefit the Tasman Nelson Marlborough regions. The capital remains intact and annual distributions are made from individual's endowment funds locally.

At the heart of everything we do, is building strong communities.

Entity Structure

The Foundation operates as a single entity with the operational activity undertaken by the Top of the South Community Foundation Limited (TSCFL).

Entity's Governance Arrangements

The TSCF Board of Trustees (all voluntary positions) comprises up to ten Trustees. Certain tasks are allocated to Board Committees, but ultimately the Board is responsible.

Trustees

Anissa Bain

Alexander Hannant (appointed 10/02/2026)

Corey Hebbard (appointed 10/02/2026)

David Ashcroft (ceased 26/05/2025)

Howard Timms (appointed 10/02/2026)

Jane Peterson - Chair

Paul Nicholson (appointed 17/06/2025)

Rachel Sanson (appointed 17/06/2025)

Roy Dawson (ceased 31/12/2025)

William Rainey

The Directors of TSCFL are the Trustees of the TSCF.

Controlled Entity's for Financial Reporting Purposes

Top of the South Community Foundation Limited (TSCFL) is a registered charitable entity 100% owned by TSCF. The operational activity of the Foundation is undertaken by TSCFL.

Main Sources of Entity's Cash and Resources

The main source of revenue is donations from local residents and other organisations supporting the Tasman Nelson Marlborough community.

The focus is to grow endowment fund donations from local residents to support their community. Such donations are pooled and invested. The capital remains intact, and the investment income (interest, dividends and capital gains) is used to make distributions annually to charities and community groups primarily in the Tasman Nelson Marlborough region.

When making distributions, Donor wishes are paramount: they can choose which groups to support or leave the decision to our Trustees who decide each year where the distributions are best directed.

Donors may:

- Leave a gift in their will.
- Donate during their lifetime and have the pleasure of seeing their money make a difference.

Endowment fund donors are invited to make an establishment donation supporting the operating expenses of the Foundation, and some donors choose to support the Foundation's operations for which we are very grateful.

The other main source of revenue is from investments.

Main Methods Used by Entity to Raise Funds

Other than endowment donations, the main source of funds is donations and sponsorship funding from private and business supporters.

The Foundation arranges the distribution of net annual income generated by the endowment fund. Donors agree to the Foundation receiving an annual contribution (currently 0.8% - 1.5% pa) of invested funds towards the operational costs of the Foundation.

In some instances, the Foundation fulfils a Funding Manager role distributing funds on behalf of the donor, for which it receives a donation to support the costs of providing that service.

Entity's Reliance on Volunteers and Donated Goods or Services

Trustees are all volunteers. From time to time the Foundation is offered donated or discounted services to assist with running the operation; such services include accountancy, legal services, audit services, website development, investment management and marketing.

Accountants

Go Accounting Limited, 6 Cube Court, Richmond 7020

Auditors

Independent Auditors Limited, 51 Halifax Street, Nelson 7010

Bankers

NBS Bank, 111 Trafalgar Street, Nelson 7010

Date of Establishment

30 June 2008

Tax Status

Registered Charity, CC34345 & CC45256

Website

www.topsouthfoundation.org.nz

Email

info@topsouthfoundation.org.nz

Phone

027 856 9752

Statement of Service Performance

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

Description of Entity's Medium to Long Term Objectives

Purpose

The Top of the South Community Foundation exists to make local generosity last forever, so Te Taihū can shape its own future.

Vision

Resilient and vibrant people, places, and nature across Te Taihū - forever.

Our Role

The Foundation inspires and harnesses local generosity to create lasting benefits for Te Taihū. We build and steward a local asset, distribute for impact, and provide community leadership to strengthen the social, cultural, environmental, and economic wellbeing of Te Taihū. The Foundation's guiding principles are being trustworthy, locally rooted, community-led, easy to work with, and acting as good ancestors for future generations.

Long-Term Outcome

Te Taihū can build a compounding asset of its own: financial capital that grows while it gives, alongside the relationships, trust and knowledge of this place that grow with it. Each form strengthens the others. Relationships and good work earn trust, trust brings giving, and giving grows what Te Taihū can do. The more Te Taihū builds, the more say it has over its own future.

Significant Activities During the Year

Description and Quantification (to the extent practicable) of the Entity's Outputs	Actual This Year	Actual Last Year
"Funds" available for community grants	31	29
Generating investment growth	\$669,682	\$546,791
From investments under management	\$11,849,963 (Note 3 & 7)	\$11,466,943 (Note 3 & 7)
Individuals supporting Foundation operations	8	10
	\$17,759	\$33,649
Organisations supporting Foundation operations	11	8
	\$64,994	\$46,333
Community grants made	107	105
	\$568,386	\$443,813

The amount of community grants made reported in the Statement of Service Performance differs from the grant expense recognised in the Statement of Financial Performance.

The Statement of Service Performance reflects grant distributions made during the financial year that relate to the Foundation's current period activities. Accordingly, it excludes:

- donations made from the Foundation's operations funds; and
- grant payments made in the current year that relate to commitments from prior financial periods

The Statement of Financial Performance recognises all grant expenses in accordance with accounting standards, including amounts paid during the period irrespective of the period to which they relate.

This difference in presentation ensures that the Statement of Service Performance provides a clear reflection of grant distributions delivered by the Foundation during the current financial year.

Statement of Financial Performance

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

	NOTES	2026	2025
Revenue			
Donations, koha, bequests, and other general fundraising activities	1	593,670	4,739,260
Interest, dividends and investment gains	1	701,012	575,597
Total Revenue		1,294,682	5,314,857
Expenses			
Grants and donations made	2	638,387	383,816
Expenses related to service delivery	2	49,631	39,226
Volunteer and employee related costs	2	204,239	107,310
Other expenses	2	34,568	30,855
Total Expenses		926,825	561,207
Addition to Entity Capital for the Year		367,857	4,753,650

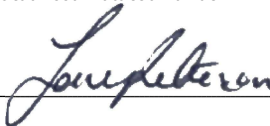
*Donations revenue includes Endowment Donation revenue to be invested in the Managed Portfolio, refer note 8.

Statement of Financial Position

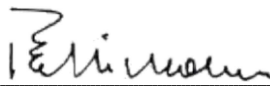
Top of the South Community Foundation (Consolidated)

As at 31 March 2026

	NOTES	31 MAR 2026	31 MAR 2025
Assets			
Current Assets			
Cash and Short-Term Deposits	3	621,784	1,558,920
Debtors and Prepayments	4	4,510	5,031
Total Current Assets		626,294	1,563,951
Non-Current Assets			
Property, Plant and Equipment	10	1,994	3,989
Investments	7	11,293,246	10,013,856
Total Non-Current Assets		11,295,240	10,017,844
Total Assets		11,921,534	11,581,796
Liabilities			
Current Liabilities			
Creditors and accrued expenses	5	28,461	16,501
Employee costs payable	6	12,223	-
Total Current Liabilities		40,684	16,501
Total Liabilities		40,684	16,501
Total Assets less Total Liabilities (Net Assets)		11,880,850	11,565,295
Accumulated Funds			
Accumulated Surpluses	8	11,880,850	11,565,295
Total Accumulated Funds		11,880,850	11,565,295



Chair Jane Peterson
Date: 8th September 2026



Trustee Paul Nicholson
Date: 11th September 2026

The attached Notes and Auditors' Report form an integral part of these financial statements.

INDEPENDENT
AUDITORS

Movements in Accumulated Funds

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

	NOTES	2026	2025
Accumulated Funds			
Opening Balance		11,565,295	6,811,644
Accumulated Surpluses			
Movement in Accumulated Funds		367,856	4,753,650
Prior Period Adjustment	15	(52,301)	-
Total Accumulated Surpluses		315,555	4,753,650
Total Accumulated Funds		11,880,850	11,565,295

Statement of Cash Flows

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

	2026	2025
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Cash Flows from Operating Activities		
Donations, koha, bequests, and other general fundraising activities	589,588	4,747,475
Interest, dividends and investment gains	46	2,198
Net movement in GST	1,461	(1,091)
Expenses related to service delivery	(51,940)	(40,950)
Employee remuneration and other related expenses	(188,677)	(108,410)
Grants and donations made	(675,387)	(382,816)
Total Cash Flows from Operating Activities	(324,909)	4,216,406
Cash Flows from Investing and Financing Activities		
Sale of investments	-	20,000
Payments to purchase investments	(609,708)	(2,729,912)
Payments to acquire property, plant and equipment	(2,519)	-
Other investing and financing activities	-	-
Total Cash Flows from Investing and Financing Activities	(612,227)	(2,709,912)
Net Increase/(Decrease) in Cash	(937,136)	1,506,494
	2026	2025
Cash Balances		
Cash and cash equivalents at beginning of period	1,558,920	52,426
Cash and cash equivalents at end of period	621,784	1,558,920
Net change in cash for period	(937,136)	1,506,494

The attached Notes & Auditors' Report form an integral part of these financial statements.

INDEPENDENT
AUDITORS

Statement of Accounting Policies

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

Reporting Entity

This is a consolidated performance report including the following entities:

TSCF is governed by a trust deed dated 30 June 2008 and by the Charities Act 2005 and the Charitable Trusts Act 1957.

TSCFL is a registered company and registered charity governed by its constitution dated 13 April 2010, the Companies Act 1993 and the Charities Act 2005.

Basis of Preparation

The entity has elected to apply Tier 3 (NFP) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

TSCF and TSCFL are wholly exempt from New Zealand income tax being a registered charities and having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Tier 2 PBE Accounting Standards Applied

The entity has prepared a consolidated performance report which combines the assets, liabilities, net assets/equity, revenue and expenses of the controlling entity with those of the controlled entity in accordance with the requirements of PBE IPSAS 35.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a consistent basis with those of the previous reporting period.

Investments

Investments are recorded at market value as provided by Craigs Investments.

Grants Made

Grants are recognised in operating expenses when the grant or donation has been approved and the recipient advised.

Revenue Recognition

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

- Interest received is recognised as interest accrues, gross of refundable tax credits received.
- Dividends received are recognised on receipt, net of non-refundable tax credits.
- Donations, Grants & Bequests are accounted for depending on whether there is a documented expectation over its use. Where there is no documented expectation, revenue is recorded as income when the cash is received. Where there is a significant amount and documented expectation, the cash received is initially recorded as a liability on receipt. Income is subsequently recognised in the Statement of Financial Performance as the documented expectation is met.

Notes to the Performance Report

Top of the South Community Foundation (Consolidated) For the year ended 31 March 2026

	2026	2025
1. Analysis of Revenue		
Donations, koha, bequests, and other general fundraising activities	593,670	4,739,260
Interest, dividends and investment gains	701,012	575,597
Total Analysis of Revenue	1,294,682	5,314,857

	2026	2025
2. Analysis of Expenses		

Costs related to service delivery

Accountancy	11,835	5,070
Administration Fees	183	44
Advertising	979	834
Computer Expenses	9,748	8,032
Conferences, Courses & Travel	914	2,587
Donor Management	297	415
General Expenses	279	502
Event Expenses	2,846	691
Insurance	1,455	-
Marketing	2,435	5,707
Office Rent	840	2,383
Printing & Stationery	1,997	79
Professional	4,623	2,330
Subscriptions	5,050	3,074
Telephone and Tolls	417	417
Website Costs	1,172	-
Vehicle Costs & Insurance	4,559	7,061
Total Costs related to service delivery	49,631	39,226

Volunteer and employee related costs

Management Contract	64,922	107,310
FAO Contract	43,130	-
Staff Amenities	1,023	-
Salaries & Wages	53,423	-
Systems & IT Officer Contract Staffing	7,080	-
Volunteer Contract Staffing	34,662	-
Total Volunteer and employee related costs	204,239	107,310

Grants and donations made

Grants Made	638,387	383,816
Total Grants and donations made	638,387	383,816

	2026	2025
Other expenses		
Audit Fee	3,500	2,500
Bank Fees	91	12
Depreciation	1,994	1,470
Portfolio Management Fees	28,983	21,795
Realised Loss on Investment	-	5,079
Total Other expenses	34,568	30,855
Total Analysis of Expenses	926,825	561,207

	2026	2025
3. Cash & Short-Term Deposits		
NBS Debit Card LTD	700	789
NBS 00 Account LTD	5,597	17,361
NBS Savings Account LTD	168	2
NBS 00 Account FOU	18,133	87,681
NBS Savings Account FOU	40,469	-
Craigs Cash Account	556,717	1,453,087
Total Cash & Short-Term Deposits	621,784	1,558,920

	2026	2025
4. Debtors and Prepayments		
Accounts Receivable	-	500
GST	2,935	4,531
Prepayments	1,575	-
Total Debtors and Prepayments	4,510	5,031

	2026	2025
5. Creditors and Accrued Expenses		
Accounts Payable	22,461	16,501
Grants Payable	6,000	-
Total Creditors and Accrued Expenses	28,461	16,501

	2026	2025
6. Employee Costs Payable		
Wages Payable	3,623	-
Annual Leave Owing	8,600	-
Total Employee Costs Payable	12,223	-

7. Investments - Non-Current

	Opening Balance	Portfolio Contribution	Interest/Dividends	Revaluation Gain/(Loss)	Closing Balance
Fixed Interest	\$3,562,221	\$347,518	\$197,233	(\$10,873)	\$4,096,099
NZ Shares	\$2,070,904	\$347,262	\$97,664	(\$75,497)	\$2,440,333
Australian Shares	\$756,327	\$585,271	\$33,446	\$57,338	\$1,432,382
Global Shares	\$2,962,016	(\$39,042)	\$53,604	\$347,854	\$3,324,432
Total	\$9,351,468	\$1,241,009	\$381,947	\$318,822	\$11,293,246

The Craigs Investment Portfolio is valued in the Financial Statements at Market Value separated into Class of Investment.

	2026	2025
8. Analysis of Accumulated Surpluses		
Opening Balance	11,565,295	6,811,644
Movement in day to day operations equity	(67,465)	23,859
Movement in endowment operations equity	435,321	4,729,792
Prior Period Adjustment	(52,301)	-
Closing Balance of Accumulated Surpluses	11,880,850	11,565,295

Equity can be considered to comprise retained earnings from day to day operations activities primarily held in cash plus funds under management from endowment operations primarily held as investments.

	2026	2025
9. Community Foundations of Aotearoa New Zealand Disclosure		
Equity Funds		
Endowment Funds	11,764,627	11,304,974
Administration Funds	85,336	260,321
Pass-Through Funds	-	-
Total Community Foundations of New Zealand Disclosure	11,849,963	11,565,295

Endowment Funds

Donated funds held in perpetuity or with a donor-directed pay down period of three or more years from the date the donation is made.

Administration Funds

Funds held for the running of the foundation and not held for charitable distribution purposes.

Pass-Through Funds

Funds donated with the intention that the funds be fully paid out to charitable purpose within three years of the date of the donation.

	2026	2025
10. Property, Plant & Equipment		
Office Equipment		
Opening Book Value	3,989	2,940
Additions	-	2,519
Current Year Depreciation	(1,994)	(1,470)
Closing Book Value	1,995	3,989

11. Contingent Liabilities and Guarantees

The NAER Fund (established 2016) includes \$24,043 that is wholly available for distribution in consultation with the donor. (2025: \$22,081).

Age Concern Nelson Tasman (ACNT) is the beneficiary of the 'Age Connect Fund' (established 2018). ACNT has an option for the initial capital of \$465,000 to be recalled. (2025: \$465,000).

Life Linc is the beneficiary of the 'Life Linc Fund' (established 2023). Life Linc has an option for the initial capital of \$50,000 to be recalled. (2025: \$50,000).

Nelson City Band (NCB) is the beneficiary of the 'Nelson City Band Fund' (established 2023). NCB has an option for the initial capital of \$48,997 to be recalled. (2025: \$48,997).

Multi-year grants of \$40,000 were approved in 2026 for payment.

The final instalment of \$10,000 to Clifton Terrace School is due in February 2027 as per the pre-agreed distribution schedule.

12. Related Parties

From time to time reimbursements of expenses are made to the Directors.

No related party debts have been written off or forgiven during the year (2025: Nil).

13. Events After the Balance Date

There were no events that have occurred after balance date that would have a material impact on the Performance Report.

14. Capital Commitments

No capital commitments have been contracted for or provided for at balance date (2025: Nil).

15. Prior Period Adjustments

The following prior period adjustments have been identified and corrected as follows:

Grants that were advised to the recipients prior to 31 March 2025 but not accrued:

- Family Start \$10,000
- Te Atiawa \$15,000
- He Kai Kei aku Ringa ki te Tauhi \$10,000
- Onetahua Marae \$15,000

These have been adjusted from fund distributions in the current year

16. Audit

The financial statements of TSCF have been audited.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Top of the South Community Foundation

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements contained in the performance report of Top of the South Community Foundation, incorporating Top of the South Community Foundation Limited ("the Group"), which comprises the statement of financial performance and statement of cash flows for the year ended 31 March 2026, the statement of financial position as at 31 March 2026 and the statement of accounting policies and other explanatory information. We were not engaged to audit the entity information or statement of service performance and accordingly these statements, representing other information, are not included in our audit.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Group as at 31 March 2026, and its financial performance and cash flows for the year then ended in accordance with Tier 3 (NFP) issued by the New Zealand Accounting Standards Board, relevant to reporting financial position, financial performance and cash flows.

Basis of Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards of Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Information Other than the consolidated Financial Statements and Auditor's Report Thereon

The Trustees are responsible for the other information. The other information comprises the entity information and statement of service performance.

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

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

Trustees Responsibility for the Performance Report

The Trustees are responsible on behalf of the Group for:

- a) determining that the Tier 3 (NFP) reporting framework is acceptable in the entity's circumstances;



- b) service performance criteria that are suitable in order to prepare service performance information in accordance with Tier 3 (NFP);
- c) the preparation and fair presentation of the performance report on behalf of the entity which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance reportin accordance with Tier 3 (NFP), and
- d) such internal control as the Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

A further description of the auditor's responsibilities for the audit of the performance report at the External Reporting Board's website at www.xrb.govt.nz/audit-report-8. This description forms part of the auditor's report.

Independent Auditors Ltd

INDEPENDENT AUDITORS LTD
NELSON

8 September 2026