
**EVERGREEN RETIREMENT TRUST
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Including the following Funds:

Absolute Growth Fund (GBP) - Pounds sterling denominated
Income Plus Fund (GBP) - Pounds sterling denominated

CONTENTS

Unaudited Statement of Changes in Net Assets Available for Benefits	2
Unaudited Statement of Net Assets Available for Benefits	3
Unaudited Statement of Cash Flows	4
Notes to the Unaudited Financial Statements	5 - 8

EVERGREEN RETIREMENT TRUST
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
		2022 £	2021 £	2022 £	2021 £	2022 £	2021 £
Revenue							
Interest income/(expense)		37	(51)	62	(34)	99	(85)
Dividend income		-	-	-	2,728	-	2,728
Net gains/(losses) on financial instruments at net realisable value	5	(37,048)	36,287	(28,236)	21,165	(65,284)	57,452
Foreign exchange gains/(losses) on cash at bank and outstanding settlements		580	1,410	1,303	2,820	1,883	4,230
Total Revenue		(36,431)	37,646	(26,871)	26,679	(63,302)	64,325
Expenses							
Investment management fees		15,322	14,469	60,471	74,736	75,793	89,205
Administration expenses	4	3,227	3,371	3,220	3,423	6,447	6,794
Transaction costs		32	11	182	51	214	62
Audit fees		-	-	-	-	-	-
Legal fees		3,871	8,935	12,802	53,966	16,673	62,901
Wind-up costs		8,164	-	32,877	-	41,041	-
Total Expenses		30,616	26,786	109,552	132,176	140,168	158,962
Net Loss before Membership Activities and Transfer to Reserves		(67,047)	10,860	(136,423)	(105,497)	(203,470)	(94,637)
Withdrawals							
Member withdrawals		185,500	-	459,000	-	644,500	-
Total Withdrawals		185,500	-	459,000	-	644,500	-
Net Membership Activities		(185,500)	-	(459,000)	-	(644,500)	-
Movements in members' accounts		(252,547)	10,860	(595,423)	(105,497)	(847,970)	(94,637)
Members' accounts at the beginning of the period		317,917	307,057	1,280,347	1,385,844	1,598,264	1,692,901
Members' accounts at the end of the period		65,370	317,917	684,924	1,280,347	750,294	1,598,264

The notes to the unaudited financial statements set out on pages 5 to 8 should be read in conjunction with this unaudited statement of changes in net assets available for benefits.

EVERGREEN RETIREMENT TRUST
UNAUDITED STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS
AS AT 31 MARCH 2022

	Notes	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
		2022 £	2021 £	2022 £	2021 £	2022 £	2021 £
Members' Funds		65,370	317,917	684,924	1,280,347	750,294	1,598,264
		65,370	317,917	684,924	1,280,347	750,294	1,598,264
Assets							
Cash and cash equivalents	6	11,870	2,771	24,512	5,960	36,382	8,731
Trade and other receivables	8	579,252	664,801	1,171,277	1,386,853	1,750,529	2,051,654
Financial assets at net realisable value	7	3,784	60,478	529,471	552,981	533,255	613,459
Unit holder attributed taxation receivable		275	275	-	-	275	275
Total Assets		595,181	728,325	1,725,260	1,945,794	2,320,441	2,674,119
Liabilities							
Trade and other payables	9	526,480	407,451	996,554	623,095	1,523,034	1,030,546
Trade and other payables to related parties	9, 10	2,794	2,957	10,310	14,369	13,104	17,326
Financial liabilities at net realisable value	7	537	-	33,472	27,983	34,009	27,983
Total Liabilities		529,811	410,408	1,040,336	665,447	1,570,147	1,075,855
Net Assets Attributable to Members		65,370	317,917	684,924	1,280,347	750,294	1,598,264

These financial statements were authorised for issue by the Trustee, The New Zealand Guardian Trust Company Limited.

The notes to the unaudited financial statements set out on pages 5 to 8 should be read in conjunction with this unaudited statement of net assets available for benefits.

**EVERGREEN RETIREMENT TRUST
UNAUDITED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
		2022 £	2021 £	2022 £	2021 £	2022 £	2021 £
Cash Flows from Operating Activities							
Cash was provided from:							
Interest income/(expense)		37	(52)	62	(34)	99	(86)
Dividend income		-	-	-	2,728	-	2,728
Sale of investments		105,583	82,825	216,052	237,192	321,635	320,017
Cash was applied to:							
Payment of expenses		(25,430)	(26,646)	(94,618)	(160,319)	(120,048)	(186,965)
Purchase of investments		-	-	-	-	-	-
Net cash provided from operating activities		80,190	56,127	121,496	79,567	201,686	135,694
Cash Flows used in Financing Activities							
Cash was applied to:							
Withdrawals by members		(71,819)	(57,599)	(104,535)	(84,082)	(176,354)	(141,681)
Net cash used in financing activities		(71,819)	(57,599)	(104,535)	(84,082)	(176,354)	(141,681)
Net increase/(decrease) in Cash and Cash Equivalents		8,371	(1,472)	16,961	(4,515)	25,332	(5,987)
Cash and cash equivalents at the beginning of the year		2,771	4,257	5,960	10,585	8,731	14,842
Effect of exchange rate fluctuations		728	(14)	1,591	(110)	2,319	(124)
Cash and cash equivalents at the end of the year	6	11,870	2,771	24,512	5,960	36,382	8,731

The notes to the unaudited financial statements set out on pages 5 to 8 should be read in conjunction with this unaudited statement of cash flows.

**EVERGREEN RETIREMENT TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. General Information

The reporting entity is the Evergreen Retirement Trust ("the Scheme"). The Scheme is made up of funds ("the Funds") as detailed below. Notwithstanding the division of the Scheme into Funds, the Scheme comprises a single trust with the value of the members' interest in the Scheme determined by reference to the value of the units they hold in the Funds.

The Funds as at 31 March 2022 were as follows:

- Absolute Growth Fund - Pounds sterling denominated
- Income Plus Fund - Pounds sterling denominated

The New Zealand Guardian Trust Company Limited ("NZGT" or "Trustee") acts as Trustee of the Scheme and delegated the management, administration and investment manager duties of the Scheme, in so far as it is possible under the Financial Markets Conduct Act 2013 (FMC Act), to Evergreen Capital Partners Limited ("the Delegated Manager"). The Scheme's registered office is DLA Piper New Zealand, 50 Customhouse Quay, Wellington.

2. Summary of Accounting Policies

i Statutory Base

The financial statements have been prepared in accordance with the requirements of the Trust Deed and the FMC Act.

ii Basis of Preparation

As the Scheme became a Restricted Legacy Scheme on transition and closed to new members the realisation basis of accounting has been used in the preparation of the financial statements since 31 March 2017.

The Trustee announced the commencement of the wind up of the Scheme on 6 April 2018 and continues to apply realisation basis in the preparation of financial statements. The Trustee has applied the requirements of paragraph 25 of NZ IAS 1 Presentation of Financial Statements which states that "When an entity does not prepare financial statements on a going concern basis, it shall disclose that fact, together with the basis on which it prepared the financial statements and the reason why the entity is not regarded as a going concern."

The Trustee is liquidating the Scheme as soon as the underlying investments can be realised. Further wind up costs of £41,041 were expensed in the year (2021: £nil) and accruals at year end amounts to £102,318 (2021: £57,702) which have been recorded under trade and other payables in the statement of net assets available for benefits.

Impact of adopting the liquidation basis of preparation on measurement, classification of assets and liabilities and disclosures in the financial statements.

Under the liquidation basis of preparation, assets and liabilities are measured at their liquidation value. As a result, the assets are stated at their estimated net realisable value and liabilities are stated at their estimated settlement amount, and the relevant estimates will be periodically reviewed and adjusted as appropriate. Assets and liabilities included in the financial statements of the Scheme are stated on the following basis:

- Receivables are stated at their recoverable amounts, which are the estimated net cash proceeds to be received from the debtors.
- Financial instruments that were previously recognised at fair value through profit or loss, are stated at net realisable value at balance date. No adjustments have been made to reflect any discount on illiquid investments.
- Cash and bank balances are presented at face value, and
- Trade payables, other payables, accruals and provisions are stated at estimated settlement amounts.

In adopting the cessation basis, the Trustee has continued to apply the disclosure requirements of New Zealand IFRS and New Zealand GAAP, to the extent they are relevant to the liquidation basis, and have modified them where this is considered appropriate.

Accounting policies have been applied consistently with prior periods. Based on the Trustee's assessment there are no new accounting standards, amendments to standards and interpretations that have a material impact on these financial statements. The same applies for any new standards, amendments to standards and interpretations that have been issued but are not yet effective.

3. Accounting Estimates and Judgements

The preparation of financial statements in conformity with NZ IFRS requires the use of certain critical accounting estimates. It also requires the Trustee to exercise its judgement in the process of applying the Scheme's accounting policies. The Trustee has applied its judgement in selecting the accounting policy to designate financial assets at net realisable value. The Trustee considers that fair value is a reasonable determinate of net realisable value. This policy has a significant impact on the amounts disclosed in the financial statements. It is possible to determine the net realisable value of financial assets where quoted market prices are readily available and in the case of derivatives observable market inputs are readily available. Where quoted market prices are not readily available the Scheme must exercise significant judgement to determine the net realisable value of the financial asset which may impact on the amounts disclosed in the financial statements. Therefore there are material assumptions or major sources of estimation uncertainty that could have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in these financial statements. As with all investments, their value is subject to variation due to market fluctuations.

4. Administration Expenses

Professional fees
Investment accounting fees
Other expenses

Total administration expenses

	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
	2022	2021	2022	2021	2022	2021
	£	£	£	£	£	£
	-	-	-	-	-	-
	3,170	3,309	3,170	3,311	6,340	6,620
	57	62	50	112	107	174
	3,227	3,371	3,220	3,423	6,447	6,794

**EVERGREEN RETIREMENT TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
	2022	2021	2022	2021	2022	2021
	£	£	£	£	£	£
5. Net gains/(losses) on Financial Instruments at Net Realisable Value						
International equity unitised funds	(34,002)	32,158	(24,267)	22,950	(58,269)	55,108
International fixed interest unitised funds	-	-	-	-	-	-
International property trusts	-	-	16,952	53,971	16,952	53,971
Foreign exchange contracts	(3,046)	4,129	(20,921)	(55,756)	(23,967)	(51,627)
Net gains/(losses) on financial instruments at net realisable value	(37,048)	36,287	(28,236)	21,165	(65,284)	57,452
6. Cash and Cash Equivalents						
Cash - Pounds sterling	160	691	96	443	256	1,134
Cash - New Zealand dollar	11,710	2,080	24,416	5,517	36,126	7,597
Cash - Australian dollar	-	-	-	-	-	-
Cash - United States dollar	-	-	-	-	-	-
Total cash and cash equivalents	11,870	2,771	24,512	5,960	36,382	8,731
7. Financial Instruments at Net Realisable Value						
<i>Financial assets at net realisable value</i>						
International equity unitised funds	3,784	58,082	2,700	41,452	6,484	99,534
International property trusts	-	-	526,771	509,819	526,771	509,819
Forward foreign exchange contracts	-	2,396	-	1,710	-	4,106
Financial assets at net realisable value	3,784	60,478	529,471	552,981	533,255	613,459
<i>Financial liabilities at net realisable value</i>						
Forward foreign exchange contracts	(537)	-	(33,472)	(27,983)	(34,009)	(27,983)
Financial liabilities at net realisable value	(537)	-	(33,472)	(27,983)	(34,009)	(27,983)

The Scheme maintains an active hedging policy designed to hedge returns of the underlying funds back to the currency in which the Fund is denominated. Hedge accounting has not been used in the preparation of these financial statements. The Scheme uses Jarden Securities Limited (formerly OMF Financial Limited) ("Jarden") to execute margin foreign exchange contracts and deliverable foreign exchange contracts. For margin foreign exchange contracts Jarden can unilaterally reduce the size of the margin foreign exchange contract if the Scheme's balance falls below an agreed minimum amount. To date, Jarden has not established a minimum amount for the Scheme and Jarden have not exercised that right. No assets of the Scheme were pledged as collateral or security against the margin account.

Cash receipts from Jarden and payments to Jarden were reported on a net basis in the Statement of Cash Flows because the turnover is quick, the amounts are large and the maturities are short.

(i) Valuation

Assets designated as fair value through profit or loss comprising of international equity, international fixed interest and international property unitised funds have been valued using redemption prices supplied by the managers of the underlying funds. Redemption price for liquid investments is the amount that the units could have been redeemed for had the redemption request been placed with the underlying fund manager on the balance sheet date.

Redemption price on the balance sheet date is considered to approximate fair value on the balance sheet date. Illiquid investments referred to below are carried at the unit price provided by the underlying fund manager.

The Trustee and the Delegated Manager are assessing the options in relation to the illiquid asset realisation and delivering the best possible outcome for members. This means there is uncertainty around the realisable value of assets (and related uncertainty in relation to the future costs of running the Scheme) stated in the financial statements. The valuation of the underlying investments, is as supplied by the managers of the underlying funds, and are included in level two of the fair value hierarchy, except GDI No 36 Perth CBD Office Trust which is included in level 3. The Trustees have been unable to independently verify the value of the investment in GDI No 36 Perth CBD Office Trust as the audited financial statements of this fund are not yet available.

Fair values for assets and liabilities that are held for trading comprising of forward foreign exchange contracts have been determined using valuation techniques using market observable inputs which are included in level two of the fair value hierarchy. The fair values have been calculated from spot exchange rates and forward points supplied by a reputable pricing vendor.

**EVERGREEN RETIREMENT TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

7. Financial Instruments at Net Realisable Value (continued)

The following table shows a reconciliation from the opening balance to the closing balance for the fair value measurements in level 3 of the fair value hierarchy:

	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
	2022 £	2021 £	2022 £	2021 £	2022 £	2021 £
Opening balance	-	-	509,819	455,848	509,819	455,848
Gain recognised in profit or loss	-	-	16,952	53,971	16,952	53,971
Closing balance	-	-	526,771	509,819	526,771	509,819
Change in unrealised gains for the period included in profit or loss for financial assets and liabilities held at balance date	-	-	16,952	53,971	16,952	53,971

8. Trade and Other Receivables

Forwards margin accounts	558,956	664,801	1,156,792	1,386,853	1,715,748	2,051,654
Unsettled trades receivable	20,296	-	14,485	-	34,781	-
Total Trade and Other Receivables	579,252	664,801	1,171,277	1,386,853	1,750,529	2,051,654

9. Trade and Other Payables

Legal fees payable	-	3,729	-	16,793	-	20,522
Wind up costs payable	22,354	13,401	79,964	44,301	102,318	57,702
Member withdrawals payable	500,956	387,275	913,420	558,955	1,414,376	946,230
Investment accounting fees payable	3,170	3,046	3,170	3,046	6,340	6,092
Total Trade and Other Payables	526,480	407,451	996,554	623,095	1,523,034	1,030,546

Trade and Other Payables to Related Parties

Investment management fees payable (refer note 10)	2,794	2,957	10,310	14,369	13,104	17,326
Total Trade and Other Payables to Related Parties	2,794	2,957	10,310	14,369	13,104	17,326

10. Related Parties

Delegated Manager and Investment Manager

The Delegated Manager of the Scheme is Evergreen Capital Partners Limited. The Delegated Manager is entitled to scheme management fees of 1.5% per annum (plus GST) of the value of the Member's Account. With the agreement of the Trustee, this fee has changed to a fixed schedule of fees from 7 April 2018.

Clearwater Capital LP, which is a related party of Evergreen Capital Partners, was the Investment Manager of the Scheme. The Investment Manager was entitled to management fees of 1.5% per annum (plus GST if any) of the net asset value of the Absolute Growth Fund and 1.0% (plus GST if any) of the Income Plus Fund. With the agreement of the Trustee, this fee was reduced to the recovery of hedging advisory services from 7 April 2018. This fee ceased in March 2020.

The Trustee is entitled to a fee for the day-to-day functions of acting as Trustee of the Scheme. The fee is payable by the Delegated Manager. The Trustee has stopped charging the day-to-day fee. Other ad hoc Trustee fees may be charged to the Scheme.

The Delegated Manager's, Investment Manager's and Trustee's fees are provided for in accordance with the Trust Deed.

Fees paid or payable to related parties for the period were as follows:

	Absolute Growth Fund (GBP)		Income Plus Fund (GBP)		Scheme (GBP)	
	2022 £	2021 £	2022 £	2021 £	2022 £	2021 £
Evergreen Capital Partners Limited:						
Scheme management fee expense	12,945	11,265	52,657	57,300	65,602	68,565
Scheme management fee payable	1,635	1,506	6,994	6,784	8,629	8,290
Clearwater Capital LP:						
Investment management fee expense	-	16	-	134	-	150
Investment management fee payable	-	279	-	2,310	-	2,589

11. Audit

The Scheme has obtained an exemption from the requirement of Section 461D of the Financial Markets Conduct Act 2013, that requires that financial statements when prepared are audited by a qualified auditor. The exemption was granted by the Financial Markets Authority on the 29 April 2021 and is effective from 1 May 2021, consequently, these financial statements have been prepared and are unaudited.

**EVERGREEN RETIREMENT TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

12. Contingent Liabilities

There were no contingent liabilities as at 31 March 2022 (2021: Nil).

13. Capital Commitments

There were no capital commitments as at 31 March 2022 (2021: Nil).

14. Events After Balance Date

The Trustee intends to make a final wind-up distribution once the remaining illiquid investments have been realised. At the final wind up of the Scheme, unpaid distribution proceeds will be paid to the Treasury under the unclaimed monies process for superannuation scheme under s149 of the Trusts Act 2019.

There were no material subsequent events which require adjustment to or disclosure in these financial statements.

Date: 26 July 2022

To: The Registrar of Financial Service Providers

**SIGNOFF UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
EVERGREEN RETIREMENT TRUST**

On behalf of The New Zealand Guardian Trust Company Limited (**Manager**), I, the undersigned, confirm that:

The attached unaudited financial statements that comply with generally accepted accounting practice have been prepared for the Manager, as at the balance date, for the Evergreen Retirement Trust.



.....
Harry Koprivic
CEO
The New Zealand Guardian Trust Company Limited