



**REPORT OF THE STATUTORY SUPERVISOR
TO THE SECURITY HOLDERS OF
THE KERIKERI CRUISING CLUB INCORPORATED MARINA SCHEME
AS AT 30 JUNE 2016**

We report that we have supervised this Scheme in accordance with the Deed of Participation, and the other statutory requirements that are applicable, and we confirm as Statutory Supervisor that:

1. We have consulted with the Officers of Kerikeri Cruising Club Incorporated on all matters as required in the Deed of Participation;
2. We are not aware of any settlements of berth licences which have been received otherwise than in accordance with the Deed of Participation;
3. The berth licence fees to fund operating expenses for the period ended 30 June 2016 have in our opinion on the basis of reports supplied to us been administered correctly; and
4. We are not aware of any breach of the Deed of Participation by the Club, and on the basis of reports we have received we are of the opinion that the Club has complied with all terms and conditions of the Deed of Participation.

Trustees Executors Limited as Statutory Supervisor of the Scheme has no reason to believe that any matter pertaining to the Scheme has been carried out in otherwise than a satisfactory manner.

We are pleased to be associated with this marina scheme. However, we acknowledge that the law has changed and marina schemes no longer have to have a Statutory Supervisor. We have been working with the Club on the process involved in opting out of the Financial Markets Conduct Act and at this meeting berth holders will vote on the matter.

If the vote is passed, then the Club will need to call a Special General Meeting to make another decision about how the Club is governed. There is likely to be a proposal that a committee of Club members and berth holders takes over the supervision role. Alternatively, you may decide not to terminate Trustees Executors as supervisor, in which case we would operate in a contractual (but not statutory) capacity. Either way the roles and responsibilities of the supervisor will need to be enshrined in a new governing document.

Whatever berth holders decide, we will support the decision and assist in implementing the chosen arrangement as quickly and as efficiently as possible.

For and on behalf of Trustees Executors Limited

**Susan Bingham
CLIENT SERVICES MANAGER
GOVERNANCE & INVESTOR OVERSIGHT**

21 September 2016