Kaheka 2 Forest Partnership
Budget Cash flow Statement
Year Ending 28 February 2017

Cash flow is in NZ$ and GST Exclusive

	TOTAL	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB
OPENING BALANCE	**7,415**												
INCOME													
Credit Interest	**720**	20	20	20	500	20	20	20	20	20	20	20	20
Investment Fund	**7,514**								7,514				
Sale of NZU's	**54,000**			54,000									
Roadlining Harvest Revenue	**600,000**									300,000	300,000		
TOTAL INCOME	**662,234**	**20**	**20**	**54,020**	**500**	**20**	**20**	**20**	**7,534**	**300,020**	**300,020**	**20**	**20**
EXPENDITURE													
Roadlining Expenses													
Forest Roading	**288,000**									144,000	144,000		
Harvesting Costs	**180,000**									90,000	90,000		
Cartage	**105,000**									52,500	52,500		
Miscellaneous	**3,000**									1,500	1,500		
Harvest Management	**24,000**									12,000	12,000		
Forest Expenses													
ETS deregistration	**640**										640		
Forest Management	**12,701**	600	1,200	600	2,423	3,380	600	600	660	710	728	600	600
Pre Harvest Inventory	**13,900**					13,900							
Harvest Plan	**9,115**				9,115								
Lidar	**1,500**		1,500										
Operation Expenses													
Fire Protection/Training/Levy	**850**								300	550			
Pest Control	**1,500**		1,500										
Administration Expenses													
Accountancy Fees	**2,695**			2,695									
Administration	**4,320**		360	360	360	360	360	360	360	360	360	360	720
Audit Fees	**1,575**					1575							
Bank Fees	**90**	35	5	5	5	5	5	5	5	5	5	5	5
Contingencies	**2,000**					1,000						1,000	
Meeting Costs	**300**				300								
Statutory Supervisor	**1,250**		625						625				
Subscriptions	**90**		25			20			45				
Financial & Standing Charges													
Insurance - Fire & Public Liability	**7,915**							401	7,514				
Legal Fees	**600**					600							
Rates	**2,096**			524			524			524			524
Valuation	**290**		290										
Other Expenses													
GST (refund)	**(1,929)**	(1,929)											
TOTAL EXPENDITURE	**661,498**	**(1,294)**	**5,505**	**4,184**	**12,203**	**20,840**	**1,489**	**1,366**	**9,509**	**302,149**	**301,733**	**1,965**	**1,849**
BALANCE	**8,151**	**8,729**	**3,244**	**53,080**	**41,377**	**20,557**	**19,088**	**17,742**	**15,767**	**13,638**	**11,925**	**9,980**	**8,151**

Notes to the Budget

1. Roadlining Revenue is from the harvest of the trees to form the road and skids. It is an assumption based on 500 tonnes recoverable logs per hectare at $100/tonne average (See note 3.)
2. On average 32 lineal meters of road is required per 1 hecatre of forest. For the first 100 hectares they will form 3200 meters of road.
3. It is assumed that 12ha will be harvested for the roadlining and skid sites for the first 100ha of forest. This is based on 15 meters each side of the road and 10 skids.
4. Roading cost are assumed at $90,000 per km. 3.2km of road to establish for first 100ha.
5. Harvest cost are based on $30 per tonne
6. Cartage cost are based on $17.50 per tonne
7.Miscellaneous includes Forest Levy, Weighbridge
8. Harvest Management is 4% of gross revenue

Until the Harvest Plan is completed the above expenditure is estimated.

9. Pre Harvest Inventory (182ha) - Quoted at $150 per plot with 1 plot every 2 hectares
10. Lidar mapping - 182.3ha @ $8/ha
11. Harvest planning - 182.3ha x $50
12. Accounting Fees - Email quote from Moore Stephens Markhams 03/02/2016
13. Audit Fees - Email quote from Silks 02/02/2016
14. Statutory Supervisor - Same as previous year
15. Tree Crop insurance - Last years premium + 2%
16. Public Liability insurance - Same as last years premium ($401)
17. Legal Fees - Deed of Participation & other, for FMCA compliance
18. Liability Free NZU balance at 1 March 2016 - 29,779 (6,000 to be sold @ $9.00)
19. Investment Fund balance as at 1 March 2016 - $19,126
20. Possum Control - no longer part of the AHB programme