



CNI Iwi Endorsement Hui

**Ngati Tuwharetoa
Central North Island Iwi
Collective Settlement Hui
Taurewa Forest**

Agenda

- | | |
|----------------|-----------------------------|
| 11.00am | MihiMihi/Karakia |
| | Presentation |
| | Questions/Discussion |
| | Vote |
| 2.00pm | Lunch |



Endorsement Hui

- Endorsement Hui are being held by all iwi within the CNI Forests Iwi Collective with their respective hapū, iwi, and taura here to present:
 - The Agreement in Principle for the CNI Forests Collective Settlement, including an explanation of its terms; and
 - To seek support from the iwi to enter into the CNI Forests Iwi Collective Deed of Settlement on or around 25 June 2008.



CNI Iwi Collective

- The CNI Forests Iwi Collective is working to settle all historical Treaty of Waitangi claims to CNI Crown forest lands
- Includes representation from:
 - Ngāi Tahu
 - Raukawa
 - Ngāti Whare
 - Ngāti Rangitihi
 - Ngāti Tūwharetoa
 - Ngāti Manawa
 - Ngāti Whakaue
 - Te Pūmāutanga o Te Arawa



CNI Forests

1. Horohoro Forest
2. Whakarewarewa Forest
3. Crater Forest
4. Kaingaroa Forest
5. Waimihia Forest
6. Marotiri Forest
7. Pureora Forest
8. Waituhi Forest
9. Taurewa Forest





Progress to Date

- **15 July 2007 - CNI Iwi Hui agrees to proposal to advance negotiation discussions with Dr Cullen**
- **15 September 2007 - CNI Iwi Hui basic framework for CNI Iwi Collective & Negotiations established**
- **20 September 2007 - CNI Forestry Iwi meet with Dr Cullen, the Minister Confirms Crown commitment to Negotiations**



Progress to Date

- **14 February 2008 – Terms of Agreement are agreed by CNI Iwi Collective & Crown**
- **21 February 2008 – Terms of Agreement signed**
- **4 April 2008 – Settlement Proposal presented to Crown**
- **28 April 2008 – Draft Agreement in Principle of Substantive Terms of Settlement Completed**



Agreement in Principle

- The Agreement in Principle (AIP) for the CNI Forests Collective Settlement includes the substantive terms of settlement.
- The AIP Hui provides iwi with a chance to review and consider the deal prior to formally entering into the settlement.
- The AIP has been approved by the CNI Forests Iwi Collective and by the Crown.



Key Features of the Settlement

ACCUMULATED RENTALS

- Approximately \$250 million in accumulated rentals from the CNI forests will be transferred to the CNI Forests Iwi Collective.



Key Features of the Settlement

LAND

- The total area in the CNI forest lands is approximately 176,000 hectares. Based on valuation the CNI Forests Iwi Collective will receive 90%.
- The valuation for the 90% of CNI Forest Lands in the order of \$200 million.



Key Features of the Settlement

ANNUAL RENTAL INCOME

- The annual rental income from the Crown Forest Licenses on these lands total approximately \$15 million.



Key Features of the Settlement

NEW ZEALAND UNITS

- New Zealand Units (NZUs) from the proposed emissions trading scheme will be transferred to the CNI Iwi Collective. The value of these are yet to be determined.



Key Features of the Settlement

REGIONAL ASSETS

- The Crown will provide to the Collective regional commercial mechanisms, such as rights of first refusal and deferred selection mechanisms for CNI regional Crown assets or interests. These rights will be for redress not normally available to individual iwi.



Key Features of the Settlement

COMPREHENSIVE SETTLEMENTS

- The Crown will make settlement negotiations for individual iwi members a priority, so that iwi can conclude comprehensive settlements to settle all their remaining historical Treaty of Waitangi claims.



Key Features of the Settlement

The assets secured through the settlement will be held initially by a Trust Holding Company. The benefits of these assets will be distributed to the CNI iwi based on agreed proportions.

TRUST HOLDING COMPANY

Shares as follows:

2008

CNI Iwi Collective
Shares—90%

Crown Shares—10%

2014

CNI Iwi Collective
Shares—90% or more

Shares of all iwi outside of CNI
Collective Shares—10% or less
Crown Shares—0%



Commercial Distribution

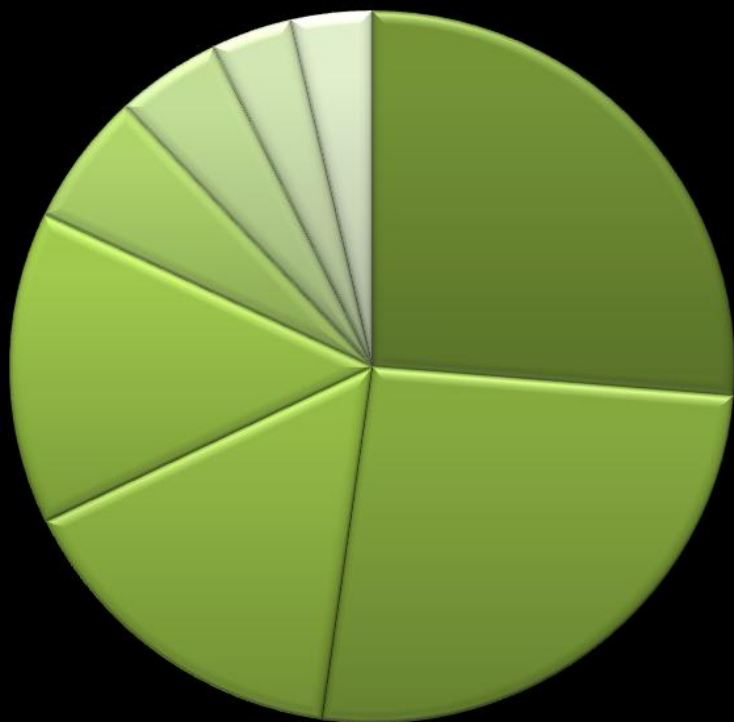
FOREST MANAGEMENT COMPANY

- The long term goal is to establish a vehicle to manage and expand the valuable and large-scale forestry interests of CNI iwi through:
 - The creation and capture of sustainable economic benefits for CNI iwi;
 - The creation of local and global opportunities; and
 - Full and active participation in forestry and its related value chain activities.



Commercial Distribution

INCOME DISTRIBUTED TO IWI BASED ON
AGREED PROPORTIONS



1. Ngāi Tahu (26.3125%)
2. Tūwharetoa (25.9125%)
3. Te Pūmāutanga o Te Arawa (15.6125%)
4. Raukawa (14.2125%)
5. Ngāti Manawa (6.0125%)
6. Ngāti Whare (4.7125%)
7. Ngāti Whakāue (3.6125%)
8. Ngāti Rangitīhi (3.6125%)



Iwi Distribution - What does this mean for us?

- Our 'agreed proportion' of the total quantum of the CNI Forest Settlement means that our share will be approximately as follows:
 - Annual Rentals for 35 years: \$3.89 million pa
 - Accumulated Rentals: \$64.78 million
 - Waimihia, Marotiri, Pureora, Waituhi & Taurewa forests will be returned
 - Land in the Kaingaroa Forests
- (The distribution of land will be finalised through a mana whenua determination process over the next 2 years)



Tūwharetoa Settlement Trust

- Tūwharetoa must establish an entity to:
 - Finalise CNI negotiations;
 - Develop structures and policies for distribution of benefits to Ngati Tuwharetoa;
 - Manage the iwi portion of the CNI settlement
 - Facilitate mana whenua rights of hapū /iwi;
 - Facilitate the establishment of suitable forestry hapū cluster entities.

Tūwharetoa Settlement Trust

CNI Trust
Holding
Company

CNI
Forestry
Company

- The Tūwharetoa Settlement Trust (TST) will be responsible for holding the Iwi share of CNI Settlement Benefits

Tūwharetoa Settlement Trust

- Land
- Annual Rentals - \$3.89m
- Trust Holding Company Dividends
- NZUs
- Accumulated Rentals – \$64.78m
- Other benefits of CNI Settlement

Tūwharetoa Settlement Trust

Tūwharetoa Settlement Trust (TST)

3 Establishment Trustees – Tūwharetoa CNI Team

Hapū Trustee elected for each Forest Cluster

Years 1-3

Register of Beneficiaries



Tūwharetoa Settlement Trust

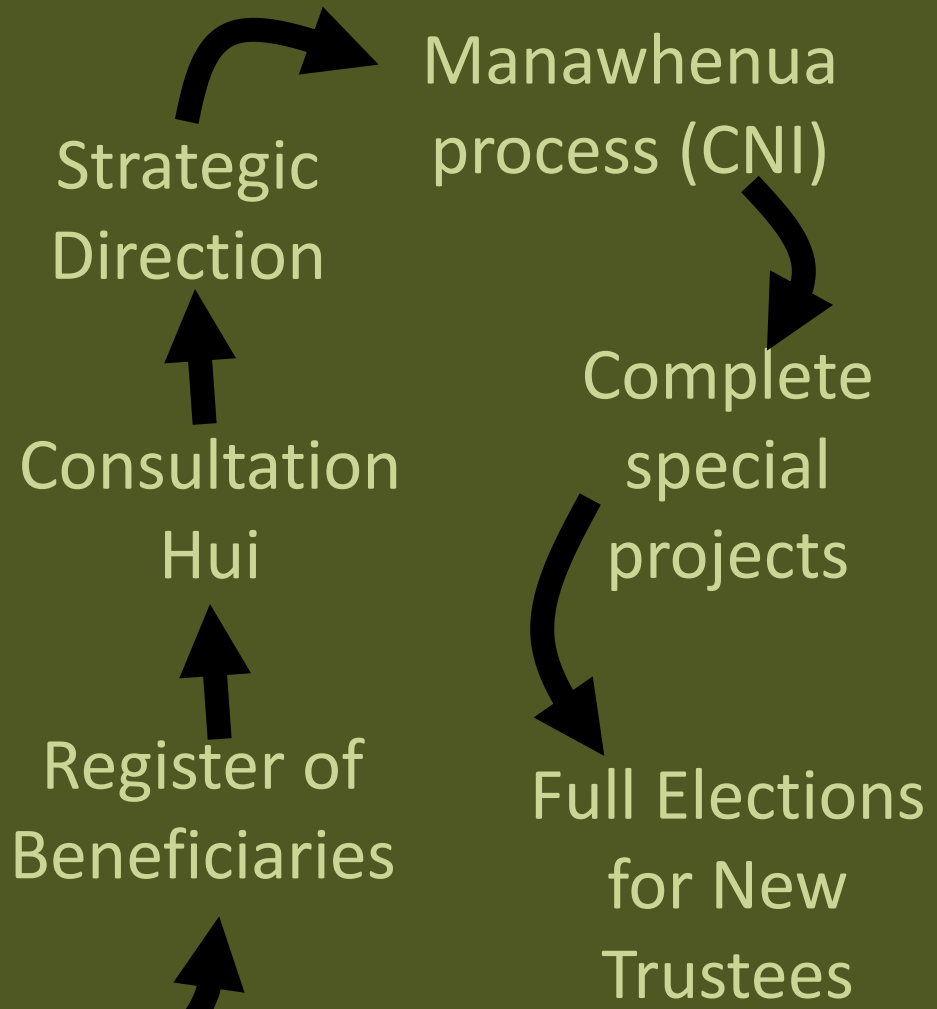
Cluster Settlement Trusts

Land

Share of Accumulated
Rentals

Share of Annual Rentals

Share of Trust Holding
Company Dividends



Years 1-3



Resolutions

Resolution One

- That this Ngāti Tūwharetoa Hui supports the Agreement In Principle for the Central North Island Forests Collective Settlement, as presented.



Resolutions

Resolution Two

- That this Ngāti Tūwharetoa Hui supports and endorses Te Ariki Tumu Te Heuheu & CNI Delegates entering into the Central North Island Collective Deed of Settlement on behalf of Ngati Tūwharetoa



Resolutions

Resolution Three

That this Ngāti Tūwharetoa Hui authorises the Ngāti Tūwharetoa Treaty Claims Settlement Trust:

- to act on behalf of Ngāti Tūwharetoa in the Central North Island Forests Collective Settlement;
- as an owner in the Trust Holding Company collectively holding the settlement land and assets; and
- to receive any distributions of assets made to Ngāti Tūwharetoa.



Next Steps

- Following the iwi endorsement hui, the CNI Forests Iwi Collective and the Crown will consider whether there is a sufficient level of support from CNI iwi to formally enter into the Deed of Settlement.
- If approved by the CNI Forests Iwi Collective and by Cabinet, the Deed of Settlement will be signed by the iwi members of the CNI Forests Iwi Collective and the Crown. This is scheduled to occur around the 25th of June 2008.
- Legislation will be required to implement the settlement. It is anticipated that the Crown will introduce legislation to Parliament shortly after the Deed of Settlement is signed.