

CONSOLIDATED
ANNUAL
REPORT

FOR THE YEAR ENDED 30 JUNE 2019





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> YEAR 1 – A FULLY COMMERCIAL COMPANY



Rosstan Mazey
Chief Executive



Mark Shadbolt
Chairman

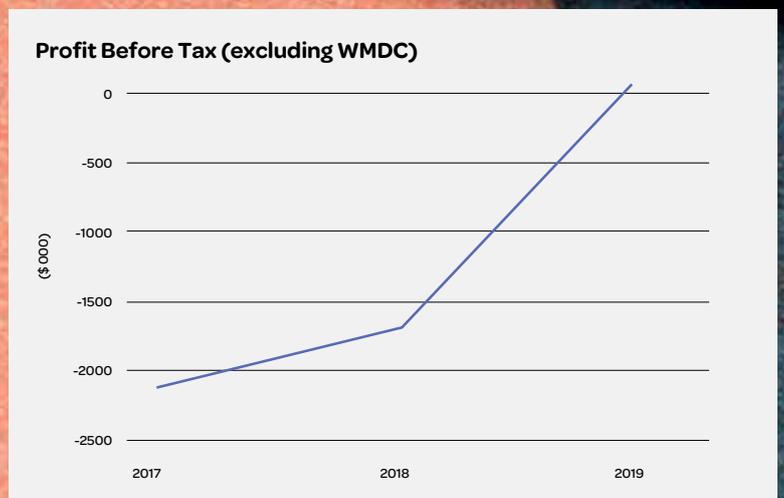
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- 2013** > Incorporation of Wools of New Zealand
-
- 2014** > Extension of forward contracts
 - > Direct-2-Scour launched
 - > Staple supply programme
-
- 2015** > GlacialXT Investment
 - > Traceability initiative with Oritain
-
- 2016** > Launch of GlacialXT innovation
 - > Refinement of Direct-2-Scour
-
- 2017** > GlacialXT moves to commercial production
 - > Redesign of Direct-2-Scour and launch of tender
-
- 2018** > Launch of Natural Fibre Exchange
 - > Issue of PDS share offer to grower shareholders
 - > Transitioned to fully commercial model
-
- 2019** > Successful first year under fully commercial model
 - > Brand relaunch including refreshed website, brand guidelines and brand book
 - > Large growth in volume and value of the lambswool contract
-

> HIGHLIGHTS

SUCCESSFUL FIRST YEAR UNDER FULLY COMMERCIAL MODEL

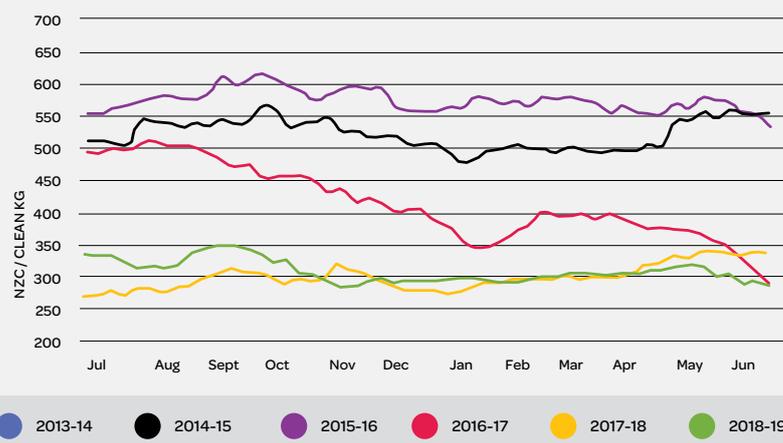
\$1.7 MILLION TURNAROUND IN PROFIT BEFORE TAX EXCLUDING WMDC

6.2 MILLION KGS OF WOOL TRANSACTED THROUGH DIRECT-2-SCOUR, REPRESENTING 8% IMPROVEMENT ON 5.8 MILLION KGS LAST YEAR



New Zealand Coarse Wool Market

Data prior to 1 Aug 2016 supplied by NZWSI



PROGRESS SINCE INCORPORATION

In September 2018 Wools of New Zealand issued an additional 11 million shares in accordance with the Product Disclosure Statement (PDS). This offer ensured that current committed grower shareholders were recognised for their ongoing support to the Company they created and have continued to help grow and develop. There are now 18,670,956 ordinary shares on issue.

The 2019 financial year was the first year that the Company operated as a successful fully commercial entity following the conclusion of the Wool Market Development Commitment (WMDC) on 30 June 2018.

THE MARKET

Over the course of the financial year we witnessed weakening demand from China, historically accounting for more than 60% of total New Zealand wool exports with this proportion decreasing to below 50%.

Total New Zealand wool export volume for the year ended 30 June 2019 was back to 90,799 clean tonnes compared with the prior year at 100,216 clean tonnes, representing a reduction of 9.4%.

The US/China trade situation has provided an uncertain backdrop for global commerce impacting on China's ability to competitively operate as a transitional processor and manufacturer of wool products for the US and other destination markets.

Although Wools of New Zealand forward contracts are largely focused on the UK and European markets the total impact of the reduced demand from China has weakened the overall supply and demand situation for New Zealand wool.

The outlook for Brexit remains unclear. The impact that this will have on the UK, Europe and the global flow of products, services and finances remains uncertain, another significant factor impacting on global business and consumer confidence.

Despite these headwinds Wools of New Zealand is committed to creating and entering new sectors and markets, focusing on points of difference to deliver value over time.

The global growing awareness of plastics and pollution is an opportunity for all natural products, including wool. Traceability, certification, differentiation, telling the story, and finding new markets make this a focus for wool sales.

Our strategy is to continue to develop relationships with strategically aligned partners, promoting our unique 'direct-to-grower' connection, the Wools of New Zealand brand, our innovations and product developments, and certifications that set us apart and position us well for the future.

Consumer demand and retailer risk management is making source, traceability and integrity of products more critical. Our strategic advantage is not just in the supply of our wool but in our knowledge and relationships to create and lead the assembly of global supply chains.

We are seeing growing interest in wool from the interior textile space as consumers' interest in renewable, biodegradable natural fibres increases.

Customers want evidence of a direct link between the product and the people who grow the wool.

Our point of difference is our ability to assemble these supply chains from farm to consumer and deliver technical solutions through our innovations and technologies.

> THE BRAND OF CHOICE

Wools of New Zealand have worked with several market partners to provide the accreditations that influence the supply chain that consumers are responding to. This is an increasingly important way we add value to our growers' wool and strengthen our overall brand offering. There is an increasing demand for Wools of New Zealand branded wool and wool-rich products due to the knowledge of where our wool comes from along with the confidence the certifications provide. Attached to this is the strong sales, differentiation and marketing.

During the 2019 year, we sold wool certified under the following:



LANEVE

Our Laneve™ brand is applied to products that are 100% natural with the wool content being fully traceable to our growers who have joined the Wool Integrity Programme.



EU ECOLABEL

EU Ecolabel is a label of environmental excellence that is awarded to products and services meeting high environmental standards throughout their life cycle.

Wools of New Zealand developed the world's first on-farm accreditation system for greasy wool. EU Ecolabel ensures that the wool we grow and take to market is sustainable through working with both our farmers and the wool scour.



CRADLE TO CRADLE

Cradle to Cradle Design is a biometric approach to the design of products and systems that models industry on nature's processes by viewing materials as nutrients circulating in a healthy, safe metabolism.



GLOBAL ORGANIC TEXTILE STANDARD (GOTS)

The GOTS was developed through collaboration by leading standard setters with the aim of defining requirements that are recognised world-wide and that ensure the organic status of textiles from harvesting of the raw materials through environmentally and socially responsible manufacturing all the way to labelling in order to provide credible assurance to the consumer.



RESPONSIBLE WOOL STANDARD (RWS)

The RWS is a voluntary global standard that addresses the welfare of sheep and the land they graze on. RWS has created an industry benchmark to influence improvements in animal welfare and land management.

TECHNOLOGIES

Wools of New Zealand remains focused on improving and enhancing our products through new technologies to improve the functionality of current products and more importantly, move our fibre into non-traditional strong wool opportunities.

GlacialXT is a unique proprietary scour process that delivers a cleaner, whiter and brighter wool. During the year, with support from NZTE, marketing materials were compiled to further support the promotion of the GlacialXT technology in the market.

Wools of New Zealand has also invested in an odour neutralising application to overcome challenges with the use of wool in key applications.

Odour neutral is becoming more important, particularly for applications where our wool is featuring in bedding products

These technical advancements enable Wools of New Zealand to deliver pre-treated wool for subsequent processing into finished products that carry odour neutral functionality.

CLIMATE CHANGE AND SUSTAINABILITY

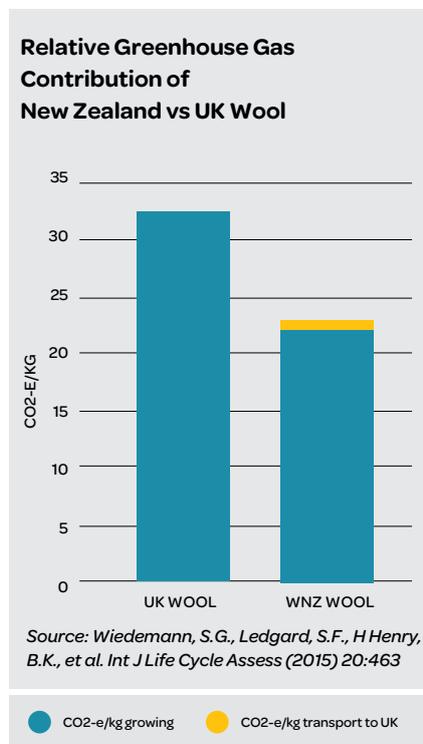
Climate change continues to be front of mind for Wools of New Zealand, growers and partners alike. Wools of New Zealand is well placed to share its influence and knowledge to impact the value chain by leveraging our commitment to sustainability. Our wool is produced with a low environmental impact, a natural result of our growers' dedication to animal welfare and care for the land.

The New Zealand climate, our selected sheep breeds and our scientific fact based and respectful approach to farming means we can grow wool far more efficiently than traditional farms in other parts of the world. Our wool has 28% lower greenhouse gas footprint than UK wool, even after including transport.

Wools of New Zealand has been recognised for our work promoting sustainability in the carpet industry, with an award from Carpet Recycling UK for good practice.

Wools of New Zealand was also a recipient of a marketing award in the Natural Flooring Innovation Awards 2019 for our 'Benefits of Wool' campaign, which promotes wool as planet friendly and 100% renewable.

This international recognition, alongside the many awards our growers have achieved on-farm at both a regional and national level, enable the strong in-market partnerships we hold.



Sales Platforms

In 2018 Wools of New Zealand initiated the launch of the Natural Fibre Exchange (NFX), an independent online trading platform. As this platform grows, it will increase the potential purchasers of growers' wool. In the 2019 year, 1.9 million greasy kgs were transacted through the NFX platform by Wools of New Zealand growers. The support from buyers continues to increase as the benefits and efficiencies the platform creates over the traditional selling methods are recognised.

Forward contracts continue to be a fundamental part of our model, providing price certainty for our growers. They play an important role in attracting and strengthening relationships with customers and assist in the movement of strong wool out of the commodity space.

Our ability to negotiate these favourable contracts including our ongoing lambswool and second shear contracts, is underpinned by delivery of wool in specification, on time and to required volumes.

Our lambswool forward contract continues to be a leader in the market. This year we were able to offer this contract ahead of the average market price, with our positive long-term relationships allowing us to again negotiate a favourable two-year contract, acknowledging both the consistency of our delivery and quality of grower's lambswool.

We continue to scan the market to lock in additional forward contracts, built on brand awareness and quality, delivering the attributes we offer.

Grower of the Year

The Wools of New Zealand Grower of the Year award is an annual award open to grower shareholders who are members of the Staple supply programme and who commit their annual strong wool production.

In 2019 the recipients were Simon and Melissa Turner from Glenhope Trading Ltd. This 690ha summer safe property is located in the Pukeriri district, near Napier. With a good mix of flat to hill country the property carries just over 5,000 Romney's, including a small Romney stud.

In accepting the award, the Turners commented:

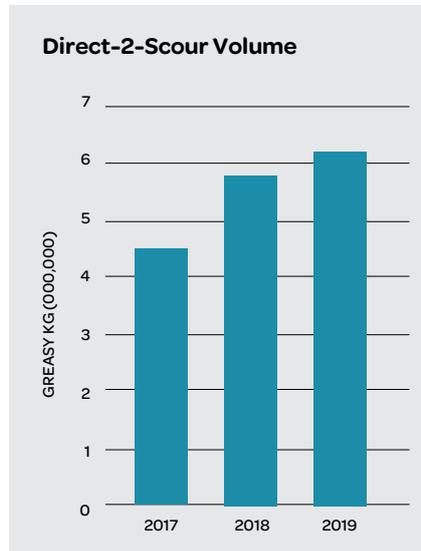
"Wool has been through a rough ride in recent years but we continue to believe in the product. We are backing Wools of New Zealand and its contracts as we believe in their strategy and their vision."



Communications

Wools of New Zealand has a focus on engaging regularly with our shareholders, keeping them updated with market conditions, new initiatives and successes. In addition to our regular e-bulletins and contact from Grower Liaisons, the direct link between growers and their Company, there was also a large focus on grower meetings throughout the country. During 2019, we were able to meet with over 150 growers – providing them an opportunity to learn more about their company, and providing Wools of New Zealand with a forum for feedback.

Since 2017, Direct-2-Scour volume has increased, reaching 6.2 million kgs transacted in the 2019 year. Over 70 new growers transacted through Wools of New Zealand in 2019 as engagement increases.



FINANCIAL PERFORMANCE

Operating profit

The Board considers the 2019 financial outcomes to be satisfactory given the first year as a fully commercial company operating in a very challenging wool market. Revenue for the 2019 year was \$22.8 million, compared to \$25.4 million for the previous year following the cessation of the Wool Market Development Commitment (WMDC). WMDC income of \$0.3 million was collected in the 2019 year. Total expenses were reduced significantly down at \$2.8 million from \$4.3 million in 2018, including a one-off impairment cost of \$0.2 million relating to the UK sampling joint venture. Wools of New Zealand saw a \$1.7 million turnaround in profit before tax, excluding WMDC. Profit after taxation and attributable to shareholders of the Company amounted to \$0.1 million (2018: \$0.3 million). The balance sheet remains strong with growing inventory levels due to growth in forward contracts.



The graph above shows the premium Wools of New Zealand is able to offer to growers at the time contracts are signed.

GOVERNANCE

Following the resignation of Rosstan Mazej, Chief Executive of Wools of New Zealand, (effective 27 September 2019) there have been changes to the governance structure. Mark Shadbolt has stepped down as Chair and into an Executive Director role, while Rebecca Smith, a Director since August 2017, has stepped in as Chair. This was communicated to shareholders through our e-bulletin.

Wools of New Zealand extends thanks to Rosstan Mazej for seeing the company through the shift to a fully stand-alone commercial position. The shift in the Board structure will enable Mark Shadbolt to take a greater lead in developing partnership opportunities and negotiations while Rebecca Smith will bring a refreshed strategy to the next phase of growth for Wools of New Zealand.

The Board currently comprises three Grower appointed Directors and two Independent Directors.



Mark Shadbolt
Grower Appointed Director, Chair
(stepped down 1 August 2019)

For the 2019 year, Mark was Chair of Wools of New Zealand and Director of Wools of New Zealand UK Ltd. Mark's long term passion is to see wool as an important financial contributor to the sheep industry and New Zealand. Mark has spent considerable time communicating with Wools of New Zealand shareholders and supporters in an effort to build grower support of those who own Wools of New Zealand shares, as well as engage with the industry and consider collaboration where commercially appropriate. Investment into innovation and technologies with a focus on new uses has been a key focus of Mark's to ensure wool prices received by growers is sustainably profitable.

Mark is also Managing Director of Banks Peninsula Wool Growers Limited, a company established by local wool growers with the objective of increasing the value of Banks Peninsula Strong Wool.



Rebecca Smith
Independent Board Appointed Director,
Chair (appointed 1 August 2019)

Rebecca Smith is Director of the New Zealand Story, a Government backed initiative aimed at broadening the perception of New Zealand beyond its natural beauty. With a career spanning dairy, banking, teleco's, manufacturing, software and tourism, Rebecca has a breadth of sales and marketing experience that is proving to be invaluable to Wools of New Zealand.

Rebecca is focused on capturing value for our growers from the increased global demand for natural fibres and planet-friendly solutions.



Craig Hickson
Grower Appointed Director

Craig has been involved in farming since 1982. Craig owns Anawai, a 1,500 hectare property in Hawkes Bay. He is the Managing Director and owner of Progressive Meats Limited, a business he started with his wife in 1981 and which now employs 350 staff. In addition to Progressive Meats Limited,

Craig is a shareholder and Director of several other primary industry companies, including Hawkes Bay Meat Company, Te Kuiti Meats Ltd, Lean Meats Ltd, Taylor Preston Ltd, Progressive Leathers Ltd, Venison Packers Feilding Ltd and Tomoana Pelt Processors Ltd. Craig is Chair of the Natural Fibre Exchange.



Ian Marshall
Independent Board Appointed Director

Ian Marshall is a retired Audit Practitioner who also chairs our Audit and Risk Committee. Ian brings strategic financial acumen and compliance to the Board table and to the Company.

Ian understands the Corporate Governance model of separating strategy from execution and has extensive experience dealing with different stakeholders' needs with independence and integrity.

Ian is a Massey University Counsellor and chairs the Audit and Risk Committees of Massey University and Marlborough District Council, as well as being a member of the New Zealand Auditing and Assurance Standards Board.



Lucy Griffiths
Grower Appointed Director

Lucy Griffiths is the owner of Innov8 Aotearoa, a company formed to assist New Zealand agri-food companies to market their products strategically with a focus on export development.

Originally from Southland farming roots, Lucy has travelled the world as a Nuffield New Zealand scholar and as part of FAME (Food & Agribusiness Market Experience).

Lucy is a member of the Institute of Directors and serves on diverse Boards including - CEDA (Central Economic Development Agency), Great South (Southland Regional Development Agency), Trust House, Masterton Community Trust (Elected Trustee) and Brackenridge (Chair).

Our people

Wools of New Zealand's growing team of experienced, committed and passionate people in New Zealand and the United Kingdom are all working hard towards improving the profitability of our grower shareholders.

We thank our management team and all staff for their efforts in the company as we moved to the fully commercial model.

Summary Consolidated Statement of Profit or Loss and Other Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2019

\$NZD	<i>Note</i>	2019	2018
Total Gross Revenue	4	22,824,797	25,418,095
Gross Profit		3,072,699	4,870,001
Total Expenses		(2,781,930)	(4,382,251)
PROFIT BEFORE TAX		290,769	487,750
Income Tax		(197,919)	(162,782)
PROFIT FOR THE YEAR AFTER TAX ATTRIBUTABLE TO SHAREHOLDERS		92,850	324,968
Other Comprehensive Income:			
Translation of Foreign Operations (net of tax)		(24,092)	91,795
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO SHAREHOLDERS		68,758	416,763

Summary Consolidated Statement of Financial Position

AS AT 30 JUNE 2019

\$NZD	2019	2018
Current Assets		
Cash, Short Term Deposits and Cash Equivalents	1,397,091	2,476,290
Receivables and Prepayments	1,184,877	1,727,172
Wool inventory on hand	4,326,500	2,226,895
Derivative Financial Assets	100,956	-
Total Current Assets	7,009,424	6,430,357
Non Current Assets		
Total Non Current Assets	1,344,872	1,727,331
Total Assets	8,354,296	8,157,688
Current Liabilities		
Loans and Borrowings	-	265,296
Trade and Taxation Payable	2,624,186	1,992,670
Derivative Financial Liabilities	-	238,370
Total Current Liabilities	2,624,186	2,496,336
Non Current Liabilities		
Total Liabilities	2,624,186	2,496,336
Net Assets	5,730,110	5,661,352
Represented by:		
Equity		
Share Capital	7,997,021	7,997,021
Accumulated Funds	(2,303,946)	(2,396,796)
Other Reserves	37,035	61,127
Total Equity	5,730,110	5,661,352

For and on behalf of the Board



Rebecca Smith, *Chair*
13 September 2019



Ian Marshall, *Director*
13 September 2019

Summary Consolidated Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2019

\$NZD	2019	2018
Net Cash (Outflows)/ Inflows from Operating Activities	(237,803)	2,087,460
Net Cash (Outflows) from Investing Activities	(93,335)	(184,867)
Net Cash (Outflows) from Financing Activities	(278,453)	(754,734)
Net (decrease)/increase in cash and cash equivalents	(609,591)	1,147,859
Net foreign exchange movements	(469,608)	220,002
Cash and Cash Equivalents at the Beginning of Year	2,476,290	1,108,429
Cash and Cash Equivalents at the End of the Year	1,397,091	2,476,290

Summary Consolidated Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2019

\$NZD	Share Capital	Foreign Currency Translation Reserve	Revaluation Reserve	Accumulated Losses	Total Attributable to Equity Holders of Parent
30 June 2017	7,997,021	(30,668)	222,748	(2,944,511)	5,244,589
Movement in reserve			(222,748)	222,748	-
Profit after tax for the year	-	-	-	324,968	324,968
Translation of foreign operations	-	91,795	-	-	91,795
Total Comprehensive Income	-	91,795	-	324,968	416,763
30 June 2018	7,997,021	61,127	-	(2,396,795)	5,661,352
30 June 2018	7,997,021	61,127	-	(2,396,795)	5,661,352
Profit after tax for the year	-	-	-	92,850	92,850
Translation of foreign operations	-	(24,092)	-	-	(24,092)
Total Comprehensive Income	-	(24,092)	-	92,850	68,758
30 June 2019	7,997,021	37,035	-	(2,303,945)	5,730,110

Notes to the Summary Consolidated Financial Statements

FOR THE YEAR ENDED 30 JUNE 2019

REPORTING ENTITY AND STATUTORY BASE

Wools of New Zealand Limited (the Company) is a profit-oriented company domiciled in New Zealand and registered under the Companies Act 1993. These summary financial statements comprise the controlling entity, the Company, its subsidiaries including Wools of New Zealand (UK) Limited and other non-trading entities (the Group), and its associates. The Group's principal activity is the sales, logistics and marketing of New Zealand strong wool both internationally and locally on behalf of its shareholders and suppliers.

The information is presented in New Zealand dollars, rounded to the nearest dollar, which is the Company's functional and the Group's presentation currency.

SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of these summary consolidated financial statements have been consistently applied to all periods presented. Where necessary, certain comparative numbers have been restated to comply with the current year reporting requirements.

Note 1

The summary consolidated financial statements have been prepared in accordance with, and comply with New Zealand Generally Accepted Accounting Practice (NZ GAAP) and Financial Reporting Standard No. 43 Summary Financial Statements (FRS 43). The full financial statements comply with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and other reporting standards as appropriate for Tier 1 profit entities.

Note 2

The specific disclosures included in the summary consolidated financial report have been extracted from the audited financial statements dated 13 September 2019. The audit opinion expressed thereon was unmodified.

Note 3

This summary consolidated financial report does not provide the detail included in the full financial report, therefore should be read in conjunction with our full financial statements to provide the complete information about the Group for the 30 June 2019 financial year. The full financial statements are available on our website www.ourwool.co.nz.

Note 4

REVENUE

When the Company acts in an agency capacity rather than as the principal in a transaction 'Direct-2-Scour', the revenue recognised is the net of amount of selling fees made by the Company. 'Direct-2-Scour' revenue included in gross revenue was \$11,299,702 (2018: \$11,359,665).

Included within export sales is \$79,999 of realised foreign exchange losses (2017: \$129,593 realised gains) attributable to forward contracts to manage foreign exchange risk exposure on export sales.

Shareholders contributed to the annual Wool Market Development Commitment (WMDC) up to cessation at 30 June 2018.

Note 5

NET FINANCE INCOME AND EXPENSES

\$NZD	2019	2018
Foreign Exchange Income/(Expense) comprise:		
Net Gain/(Loss) on Derivative Financial Instruments	469,608	(220,000)
Net (Loss) on Foreign Denominated Items	(72,140)	(207,307)
Foreign Exchange Income/(Expense)	397,468	(427,307)
Interest Received from Short Term Deposits	33,906	15,922
Interest on Loans and Borrowings	(7,278)	(30,850)
Total Finance Income/(Expenses)	424,096	(442,235)

Note 6

There were no subsequent events requiring adjustment to these financial statements.



REMUNERATION OF DIRECTORS

The fee paid and payable to Directors during the year were:

\$NZD	2019	2018
MP Shadbolt (Chairman)	60,000	60,000
LMJ Griffiths	30,000	27,500
IC Marshall (Chair of Audit)	45,000	41,250
RR Smith	30,000	27,500
CRN Hickson	30,000	30,000
JGD Tuuta	-	6,678
Total Directors' Fees	195,000	192,928

M Shadbolt performs duties over and above normal governance duties of the Chair. In consideration of this time and effort he was paid additional executive compensate of \$67,200 (2018: \$45,450) in addition to Director's Fees included in the above.

DEEDS OF INDEMNITY

Pursuant to section 162 of the Companies Act 1993 and the Constitution, Wools of New Zealand Limited has entered into insurance and indemnity agreements with the Directors of to indemnify them to the maximum extent permitted by law, against all liabilities which they may incur in the performance of their duties as Directors of any company within the Group. Insurance cover extends to Directors and Officers for the costs and expenses of successfully defending legal proceedings. Specifically excluded are penalties and fines which may be imposed for breaches of law and criminal actions. In accordance with commercial practice, the insurance contract prohibits further disclosure of the terms of the policy.

REMUNERATION OF EMPLOYEES

Grouped below, in accordance with section 211(1)(g) of the Companies Act 1993, are the number of employees, who are not directors, whose remuneration and benefits in their capacity as employees, exceeding \$100,000 in the financial year, were:

	2019	GROUP 2018
\$100,001 – 110,000	1	-
\$110,001 – 120,000	2	2
\$120,001 – 130,000	-	-
\$130,001 – 140,000	2	1
\$140,001 – 150,000	-	-
\$150,001 – 160,000	-	-
\$160,001 – 170,000	-	-
\$170,001 – 180,000	-	1
\$180,001 – 190,000	-	-
\$220,001 – 230,000	1	1

Independent Auditor's Report

To the shareholders of Wools of New Zealand Limited

Report on the summary consolidated financial statements

Opinion

In our opinion, the accompanying summary consolidated financial statements of Wools of New Zealand Limited (the company) and its subsidiaries (the group) on pages 10 to 15:

- i. Has been correctly derived from the audited Group financial statements for the year ended on that date; and
- ii. Is a fair summary of the Group financial statements, in accordance with FRS 43 Summary Financial Statements.

The accompanying summary consolidated financial statements comprises:

- the summary consolidated statement of financial position as at 30 June 2019;
- the summary consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

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



Use of this Independent Auditor's Report

This report is made solely to the shareholders as a body. Our audit work has been undertaken so that we might state to the shareholders those matters we are required to state to them in the Independent Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the shareholders as a body for our audit work, this report, or any of the opinions we have formed.



Responsibilities of the Directors for the summary Consolidated Financial Statements

The Directors, on behalf of the company, are responsible for:

- the preparation and fair presentation of the summary consolidated financial statements in accordance with FRS 43 Summary Financial Statements; and
- implementing necessary internal control to enable the preparation of a summary consolidated set of financial statements that is correctly derived from the audited consolidated financial statements.

 **Auditor's Responsibilities for the summary Consolidated Financial Statements**

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with (or are a fair summary of) the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

We expressed an unmodified audit opinion on the consolidated financial statements in our audit report dated 13 September 2019.

The summary consolidated financial statements do not contain all the disclosures required for a full set of consolidated financial statements under generally accepted accounting practice in New Zealand. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of the group.



KPMG
Christchurch

13 September 2019



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