Kiwifruit Vine Health Incorporated (KVHI)
Annual General Meeting Agenda

Thursday 20 August 2026 at 9.00am
Suite 1, Mercury Baypark, Truman Lane, Mt Maunganui

Microsoft Teams meeting
Join on your computer, mobile app or room device
Join the meeting now
Meeting ID: 433 253 591 151 49
Passcode: y9KU237Q

1. Mihi whakatau – Vance Skudder.

2. Welcome, Apologies and Confirmation of Quorum (quorum of 20 members required, inclusive of body corporates) – Chair, Dermott Malley.

3. Approval of the Minutes of the Annual General Meeting of Kiwifruit Vine Health Incorporated held on 21 August 2025 and Matters Arising from those Minutes – Chair, Dermott Malley.

4. Kiwifruit Vine Health Incorporated Chair & Chief Executive Reports - Chair, Dermott Malley and Chief Executive, Leanne Stewart.

5. Kiwifruit Vine Health Incorporated's 2025-26 Performance Report – Chief Executive, Leanne Stewart.

6. Approval of the 2027-28 Biosecurity (Readiness and Response – Kiwifruit Levy) and the Biosecurity (Kiwifruit National Pathway Management Plan – Kiwifruit Levy) levy rates - Chief Executive, Leanne Stewart.

7. Kiwifruit Vine Health Incorporated's Budget for 2027-28 - Chief Executive, Leanne Stewart.

8. Directors Remuneration - Chair, Dermott Malley.

9. Appointment of the Auditor for Kiwifruit Vine Health Incorporated - Chair, Dermott Malley.

10. Grower Director Election - Chair, Dermott Malley.
    (An opportunity to hear from the director candidates will be provided)

11. General business
    Business to be taken from people in attendance at the meeting provided that no motions are required to be passed. It is a requirement of the Constitution that all Members must be given at least three business days' written notice of the business to be conducted of any Society meeting. Two additional business days should be allowed to deliver that written notice to all Members.

12. Close of AGM.

Following the close of the meeting please join the KVHI Board, and NZKGI Executive Committee & Forum for morning tea.

Explanation of Voting at AGM and of Grower Directors

The business to be conducted at the AGM is set out in the above agenda. Voting put to the AGM is by online and optional postal ballot and by voting at the AGM on the separate voting form. Unless otherwise specified voting papers submitted to KVH by post or by Members attending the AGM by the end of the AGM will be counted. The Boards will declare the result of the voting on resolutions put to the AGM following the AGM on the website and in the KVH Bulletin on 27 August 2026.

Explanation of Resolutions

Kiwifruit Vine Health Incorporated - 2026 Annual General Meeting

KVHI 2025 Annual General Meeting Minutes – Resolution 1 (Item 3 of Agenda)

Proposed resolution:
That the minutes of the Annual General Meeting of Kiwifruit Vine Health Incorporated held on 21 August 2025 be approved as a true and accurate record.

Explanatory Information
The minutes for the last Annual General Meeting, held on 21 August 2025 have been distributed with the AGM pack. The Chair will invite members to discuss the content of the previous minutes and to ask any questions. The Chair will then put the above resolution to the meeting.

The resolution requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends that Members approve the minutes of the Annual General Meeting held on 21 August 2025.

KVHI Chair and Chief Executive Reports – Resolution 2 (Item 4 of Agenda)

Proposed resolution:
That the Chair and Chief Executive Reports for Kiwifruit Vine Health Incorporated be approved.

Explanatory Information
These reports are contained in the Annual Report. The Chair and Chief Executive will speak to their reports and invite members to discuss the content of the reports and ask any questions. The Chair will then put the above resolution to the meeting.

The resolution requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends that Members approve the Chair and Chief Executive Reports.

KVHI Performance Report – Resolution 3 (Item 5 of Agenda)

Proposed resolution
That Kiwifruit Vine Health Incorporated's Performance Report for the twelve months ending 31 March 2026 be approved.

Explanatory Information
The audited 2025-26 Performance report for KVHI, in accordance with the Tier 3 (Not-For-Profit (NFP)) Standard ("Tier 3 NFP Standard") issued by the New Zealand Accounting Standards Board has been distributed in the AGM pack.

KVHI's Chief Executive will present the Performance report and invite members to ask any questions. The Chair will then put the above resolution to the meeting.

The resolution requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends the Members approve the 2025-26 Performance Report of Kiwifruit Vine Health Incorporated for the twelve months ending 31 March 2026.

2027-28 Levy Rates – Resolution 4 (Item 6 of Agenda)

Proposed resolution:

1. That for the year ending 31 March 2028 the Biosecurity (Readiness & Response – Kiwifruit Levy) levy is set at the rate of one cent per tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia.

2. That for the year ending 31 March 2028 the Biosecurity (Kiwifruit National Pathway Management Plan – Kiwifruit Levy) levy continues at the rate of six tenths of a cent per tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia.

Explanatory Information
KVHI undertakes annual assessment and planning for biosecurity response liabilities, managing wider pathway risk and maintaining our ability to undertake effective readiness biosecurity operations. Factors that are considered include growth in the value of the kiwifruit industry, seasonal performance, inflation, changes in operating expenses and GIA cost-share changes that increase our potential response liability obligations.

1. Biosecurity Readiness and Response Levy
The Biosecurity levy is proposed to be set at a rate of one cent per tray equivalent for the 2027-28 financial year, a 0.2c increase on the levy. This increase is being proposed following five biosecurity responses in a two year period that have cost the kiwifruit industry $1.85 million for our share of cost obligations under the Government Industry Agreement for Biosecurity Readiness and Response (GIA).

GIA is a partnership between government and industry for improving New Zealand's biosecurity. Under GIA, industry organisations (such as KVHI on behalf of the kiwifruit and kiwiberry sectors) and the Ministry for Primary Industries (MPI) signed a Deed that formally established the biosecurity partnership. The GIA Deed outlines the principles for the partnership and the commitments that each signatory makes including joint decision making and cost sharing for readiness and response. Under GIA, industries identify the biosecurity risks of greatest concern to them, and jointly by way of operational agreements, agree with government what readiness and response approaches are required.

KVHI signed the GIA Deed in May 2014, and has entered into below Operational Agreements ("OA"):
i. Fruit Fly Readiness and Response Operational Agreement, signed May 2016.

ii. *Sector Operational Agreement for Readiness and Response – Kiwifruit and Kiwiberry sectors, signed March 2017.*
iii. *Brown Marmorated Stink Bug (BMSB) Readiness and Response Operational Agreement, signed July 2017.*
iv. *Plant Production Biosecurity Scheme Operational Agreement, signed November 2021.*
v. *Lepidoptera Readiness Operational Agreement, signed February 2023.*
vi. *Vespa velutina Response Operational Agreement, signed May 2026.*

The programmes of readiness in OAs are developed, agreed and cost-shared by GIA partners. As such, these costs are part of KVH's annual operating budget. Conversely, response costs are incurred only when an incursion occurs. Response costs are shared by GIA partners and will vary depending on the scale of the response, with KVH's liability for costs capped within each OA.

KVH provides for this response cost liability by a combination of reserves held and the right to call on members by way of increase to the Biosecurity levy as provided for in the levy regulations. Currently the maximum levy cap that can be set under the Biosecurity (Readiness and Response – Kiwifruit Levy) levy is five cents per tray. If a response was to be prolonged with significant associated costs, or responses for other organisms occur, then KVHI could request an increase in the Biosecurity levy up to this cap. KVHI's potential response liability obligations for 2027-28 is $6.3 million which means KVHI require reserves to meet 50% of this liability at $3.15 million.

The proposed levy increase allows KVHI to rebuild Biosecurity levy reserves to be able to pay for future response costs and continue to provide effective readiness biosecurity activities. In the past KVHI has rebuilt reserves when they have been depleted. At the 2021 AGM the Biosecurity levy was decreased from 1c to 0.8c per tray equivalent, after the Biosecurity levy reserves had been rebuilt to a sufficient level.

1. *Kiwifruit National Pathway Management Plan Levy*

There is no proposal to increase the Pathway Plan levy from its current setting of 0.6c per tray equivalent. This levy funds activities that reduce the risk of pests and diseases spreading through the movement of people, machinery, vehicles, equipment, and other potential pathways associated with kiwifruit production. It supports the implementation and enforcement of the National Kiwifruit Pathway Management Plan by enabling surveillance, compliance, education, auditing, wild kiwifruit control and industry engagement to ensure growers and industry participants meet their biosecurity obligations.

The resolution requires 50% or more of the votes cast by members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends the Biosecurity (Readiness & Response – Kiwifruit Levy) levy is set at the rate of one cent per tray equivalent and the Biosecurity (Kiwifruit National Pathway Management Plan – Kiwifruit Levy) levy continues at six tenths of a cent per tray equivalent for the 2027-28 financial year.

2027–28 KVHI Budget - Resolution 5 (Item 7 of Agenda)

Proposed resolution:
That Kiwifruit Vine Health Incorporated's Budget for the 2027-2028 year be approved.

Explanatory Information
The budget for KVHI includes revenue and expenses for meeting the obligations for readiness and response under the GIA and associated Operational Agreements (OA's), managing wider pathway risk under the Kiwifruit National Pathway Management Plan and Emergency Response Management

activities on behalf of the kiwifruit industry. These respective revenue and expense streams are managed separately from each other, with common activities receiving proportional allocations.

For the KVHI's combined budget for 2027-28:

1. *The levies have been included in this budget:*
   - *For the Biosecurity Levy, based on 218 million trays, at a proposed rate of one cent per tray equivalent for all commercial varieties of kiwifruit except Actinidia arguta, exported other than to Australia.*
   - *For the Pathway Plan Levy, also based on 218 million trays, at a proposed rate of six tenths of a cent per tray equivalent for all commercial varieties of kiwifruit except Actinidia arguta, exported other than to Australia.*
2. *KVHI is a party to six GIA Operational Agreements (OAs). As part of these OAs KVHI has an obligation to fund readiness costs and contributions toward GIA administration and secretariat costs. Response costs are incurred only when an incursion occurs. KVHI's potential response liability obligations for 2027-28 is $6.3 million.*
3. *Changes to note across the cost centres include increases to governance, people, strategic projects and wild kiwifruit control. There is an overall reduction in expenses of 6% ($204k).*
4. *Noting that there is projected to be a surplus for the year ending 31 March 2028 of $577k, resulting in an overall reserve of $2.8m.*

The resolution for approval of these budgets requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends the Members approve the KVHI 2027-28 Budget.

Directors Remuneration – Resolution 6 (Item 8 of Agenda)

Proposed resolution:
That the Kiwifruit Vine Health Incorporated (KVHI) Chair and Director fees are increased by 2.9% from 1 September 2026, in addition to a new annual allowance of $5,000 for the KVHI Audit and Risk Management Committee Chair.

Explanatory Information
The KVHI Directors have discussed potential increases to their fees for 2026-27, following the recommendations made by an independent review of KVHI governance remuneration, conducted by Strategic Pay who will present their findings at the AGM.

A remuneration increase of 2.9% is being sought for the 2026-27 financial year for the KVHI Chair and Director remuneration and a new annual allowance of $5,000 for the KVHI Audit and Risk Management Committee Chair. A placeholder for the same remuneration increase has been included in the 2027-28 budget, however this is subject to approval from members at the 2027 AGM.

The below table sets out the increase of Director's for the 2026-27 financial year, effective from 1 September 2026.

Position	*Current rate*	*New rate*
KVHI Board Chair	*$42,230*	*$43,799*
KVHI Audit and Risk Management Committee (ARMC) Chair	*$21,643*	*$27,200 (new annual allowance rate of $5,000)*
KVHI Director	*$21,643*	*$22,200*

The resolution requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends the Members approve the KVHI Chair and Director fees increase of 2.9% from 1 September 2026, in addition to a new annual allowance of $5,000 for the KVHI Audit and Risk Management Committee Chair.

Reappointment of Auditor – Resolution 7 (Item 9 of Agenda)

Proposed resolution:
That BDO be reappointed as the auditor of Kiwifruit Vine Health Incorporated for the 2026-27 financial year.

Explanatory Information
BDO New Zealand Limited, a limited liability company, is a member of BDO International Limited, a UK company and forms part of the international BDO network of independent member firms.

The KVHI Constitution specifies it is the role of Members to appoint or re-appoint an auditor.

The resolution requires 50% or more of the votes cast by Members to be in favour of the resolution for it to pass.

Board recommendation:
The KVHI Board recommends that BDO be reappointed auditor for the 2026-27 financial year.

KVHI Board Grower Director – Resolution 8 (Item 10 of Agenda)

Vacancy: Grower Director
As Simon Cook is retiring from the KVHI Board there is a vacancy on the Board. KVHI has received nominations from two candidates (David Tanner and James Towers) for this vacancy.

A separate voting form and the nominee's biographies are included in the AGM pack for your reference.

General Business (Item 11 of Agenda)

Items to be taken from those attending the meeting, provided that no motions are required to be passed. It is a requirement of the Constitution that all Members must be given at least three business days' written notice of the business to be conducted of any Society meeting. Two additional business days should be allowed to deliver that written notice to all Members.

Annual General Meeting

Kiwifruit Vine Health Incorporated

21 August 2025 at 9.00am

Held at: Mercury Baypark, 81 Truman Lane, Mount Maunganui and Microsoft Teams Video Conferencing

Members in person
Simon Cook (Chair), Dermott Malley (Deputy Chair), Craig Thompson (Director), Amy Willoughby (Director), Liarna White (Director), , Craig Sims, Colin Bond, Whetu Rolleston, Robert Humphries, Hugh Moore, Anaru Timutimu, Austin & Ann Benn, Kawiti Brown, Gabrielle Rolleston, Barry O'Neil, Tiaki Hunia, Andrew Trevelyn, Les & Pauline Kell, Chris Anstis, Stephen Butler, Erin Burt, Mark & Robyn Gardiner, Gary Davies, David Tait, Steve Thomas, Sally Gardiner, Elly Sharp, Haki McRoberts, Ronga Puha, Te Aroha Mani, Matt Flowerday, John Scrimgeour, Paul Gardiner, Ben Gardiner, Colin & Carolyn Smith, Tim Tietjen, Simon Bowker, Nick Woolsey

In attendance in person:
Leanne Stewart, Fiona Carrick (Director), Cam Clayton (Associate Director), Kylie McHannigan, Matt Glenn, Lisa Gibbison, Linda Peacock, Roanne Sutherland, Kerry O'Neil, Anna Li, Isiah Roberts (Electionz), Neil Mogey, Mike Murphy, Sam Vicente-Moa, Tanya Vickers, Vanessa Malloy, Chloe Trim, Rebekah Waltham, Kirsty Bent, Tom Davier, Elaine Gauld, Sean Newland, Sue Groenewald

In attendance via Microsoft Teams Video Conferencing:
Neil Te Kani, Monique Steele, Brenton Barnett

Apologies:
David Tanner & Ross Bawden

Item	Discussion
Meeting Administration	• Those present were welcomed to the meeting. • The meeting accepted the apologies. • The Chair instructed the members on how to raise topics during the meeting. • The Chair advised that Electionz are the independent scrutineer, and that voting will close at the conclusion of the AGM. • The Chair requested confirmation of the quorum, which was confirmed by the Board Secretary. • The Chair advised that the voting and grower member election results will be published via the Bulletin on Thursday 28 August 2025 and on the KVH website. • The KVHI 2025 AGM was declared open by the Chair. • The Chair asked for items of General Business of which there were none.
Minutes of the Annual General Meeting held on 21 August 2024	The meeting considered the minutes of the previous meeting which were distributed with the AGM papers. Resolution 1 **Resolved that:**

<table>
<tr>
<td></td>
<td>The minutes of the Annual General Meeting of Kiwifruit Vine Health Incorporated held on 21 August 2024 be approved as a true and accurate record.
Dermott Malley/Austin Benn

Matters Arising
There were no matters arising from the minutes.</td>
</tr>
<tr>
<td>Chair & Chief Executive Reports</td>
<td>Simon Cook presented the Chair’s Report. Some key points from the previous 12 months in his report which included:

The Board advanced strategic initiatives to boost industry readiness and resilience.
KVHI participated in two responses for Oriental fruit fly in Auckland, marking New Zealand’s 14th successful eradication.
Strong collaboration across KVH, APAC, and Punchbowl in the responses ensured effective field operations.
Continued rollout of the Emergency Response Management (ERM) framework improved national alignment.
Science-driven research projects with Zespri Innovation and Lincoln University enhanced surveillance and biosecurity practices.
Industry-wide engagement and leadership, including the Chief Executive’s GIA Chair role, reinforced governance and sector resilience.

Leanne Stewart presented the Chief Executive’s Report. The Chief Executive noted some key points in her report which included:

Strong collaboration and trust partnerships have been central to KVHI’s achievements over the past year.
KVHI participated in two effective responses for Oriental fruit fly in Auckland, in addition to industry representation at governance level.
Continued rollout of digital biosecurity tools, including online plans, Onside Intelligence, as well as traditional pest resources.
The Emergency Response Management (ERM) framework was expanded and used in cross-sector training to boost readiness.
Significant investment in science and innovation, including kiwifruit-specific research with Zespri Innovation and broader external advisory roles.
KVHI’s biosecurity readiness was strengthened through events like the 2024 Biosecurity Symposium and the 10-year KiwiNet milestone.
The Regional Coordinator network expanded with new appointments across key growing regions.
Acknowledgement of the ongoing support from growers, post-harvest operators, KVHI staff, NZKGI, and Zespri.

Resolution 2
Resolved that:
The Chair and the Chief Executive reports for Kiwifruit Vine Health be approved.
Simon Cook/Hugh Moore</td>
</tr>
<tr>
<td>Financial Reports</td>
<td>A full set of the Annual Accounts to 31 March 2025 were distributed with the AGM papers.

A summary of the financial reports and statements was presented by Leanne Stewart noting:

It is an unqualified audit report, completed by KVHI’s auditor, BDO.
A special purpose financial reporting framework was used.
</td>
</tr>
</table>

	• Income increased by $814k, from $1.875m in 2024 to $2.689m in 2025, driven by levies collected for 192 million trays of kiwifruit. • Additional revenue was received from external contributions to support wild kiwifruit control and emergency response activities. • GIA expenses increased due to two fruit fly responses, costing $749k, with partial cost recovery for staff field involvement. • Wild kiwifruit control programme costs totalled $752k for the year. • Emergency Response Management costs were $100k, supporting the establishment of the ERM readiness programme. • Professional services costs increased by $23k, mainly due to legal work on redrafting KVHI Rules into a Constitution under the Incorporated Societies Act 2022. • KVHI covered the costs of the fruit fly response using reserves specifically set aside for biosecurity events. As a result, KVHI recorded a financial loss of $534k for the year ending 31 March 2025, leaving total reserves at $2.365m. • KVHI will gradually rebuild these reserves in alignment with the KVHI Reserves Policy to ensure future response capability. A question was raised regarding fluctuations in people costs. • The increase and subsequent decrease were due to changes in staff numbers. • Specifically, staffing was reduced by 1 FTE for the current year. A question was raised regarding the increasing cost of the Wild Kiwifruit (WKF) programme. • The expense reflects ongoing reviews and a shift towards a prevention-focused approach. • Key actions include removal of unharvested fruit during July and active surveillance efforts. • Lincoln University research is contributing to improved understanding and management of wild kiwifruit population levels. • Budget is closely aligned with the control curve, addressing historic infestations, particularly in Te Puke forestry blocks. • Emphasis placed on timely fruit removal from vines to reduce spread. Resolution 3 **Resolved that:** **Kiwifruit Vine Health Incorporated's Financial Report for the twelve months ending 31 March 2025 be approved.** *Fiona Carrick/Mark Gardiner*
Levy Changes	Leanne Stewart presented the Biosecurity Readiness & Response Levy and the Pathway Plan Levy rates. Key points included: • At the 2021 AGM the total levy was decreased from 1.6c to 1.4c per tray equivalent, which has been in effect since the 2022-23 financial year. • There is no change proposed to the current levy rates. Resolution 4 **Resolved that:** **1. That for the year ending 31 March 2027 the Biosecurity (Readiness & Response – Kiwifruit Levy) continues at the rate of eight tenths of a cent per**

	tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia. **2. That for the year ending 31 March 2027 the Biosecurity (Kiwifruit National Pathway Management Plan – Kiwifruit Levy) levy continues at the rate of six tenths of a cent per tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia.** *Amy Willoughby/Steve Butler*
KVHI Budget	The budget for KVHI for the 2026-2027 year was circulated with the AGM papers and was presented by Leanne Stewart, noting the following: • For the KVHI's combined budget for 2026-2027, the proposed levies have been set, as per the previous resolutions, to be based on 210 million trays at a combined levy of 1.4c per tray equivalent. • The 2026-27 KVHI Budget continues to be operated under the principle of prudency to ensure grower levies are appropriately spent, while a high level of service is delivered. • Forecast total income is expected to be $3.360m and planned expenditure for the year is forecast to be $3.285m, an overall increase of 4%, across areas such as operations, people and wild kiwifruit control. • There is a projected surplus of $125k, resulting in a reserve of $2.824m, which aligns with the KVH Reserves Policy. Resolution 5 **Resolved that:** **Kiwifruit Vine Health Incorporated's Budget for 2026-2027 year be approved.** *Craig Thompson/Barry O'Neil*
Directors Remuneration	The Chair explained that the KVHI Board reviewed the director's remuneration following the recommendation of the KVHI Remuneration Committee in 2022 and have recommended to increase the director's remuneration by 2.5%. Resolution 6 **Resolved that:** **That the KVHI Directors fees are increased by 2.5% for the 2025-2026 financial year.** *Steve Butler/Elly Sharp*
Appointment of Auditor	The Chair advised that the KVHI Board have recommended that BDO be re-appointed as our auditor for the 2025-26 financial year. Resolution 7 **Resolved that:** **BDO be appointed as the auditor of Kiwifruit Vine Health Incorporated for the 2025-2026 financial year.** *Fiona Carrick/Sally Gardiner*
Constitution	The Chair summarised changes to the newly drafted KVHI constitution for re-registration under the new Incorporated Society Act 2022. Resolution 8 **Resolved that:**

	That the Kiwifruit Vine Health Incorporated Constitution is approved to meet the requirements for re-registration under the new Incorporated Society Act 2022. *Simon Cook/Hugh Moore*
Director Elections	The Chair advised that there is one three-year grower member vacancy for the KVHI Board and the incumbent, Dermott Malley is standing for re-election. Dermott Malley addressed the AGM. Resolution 9 **Resolved that:** **Dermott Malley is re-elected as a Grower Director to the KVHI Board for a term of three years.** *Liarna White/Mark Gardiner*
General Business	No general business was raised.
Close of AGM	The Chair thanked the members for attending the 2025 AGM and for their support of the activities of KVHI and closed the meeting at 9.35am

Minutes approved as a true and correct record.

Signed:

___________________________ ________________________

Chairman **Date**

Webster Holland
CHARTERED ACCOUNTANTS

Performance Report

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

Contents

Tel: +64 07 571 6280
E: tauranga@bdo.co.nz
www.bdo.nz

BDO TAURANGA
Level 1, 525 Cameron Road,
Tauranga 3110
PO Box 15660, Tauranga 3144
New Zealand

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KIWIFRUIT VINE HEALTH INCORPORATED

Report on the Performance Report

Opinion

We have audited the performance report of Kiwifruit Vine Health Incorporated ("the Society"), which comprises the entity information, the statement of service performance, the statement of financial performance, and statement of cash flows for the year ended 31 March 2026, the statement of financial position as at 31 March 2026, and the statement of accounting policies and other explanatory information.

In our opinion:

- the accompanying performance report presents fairly, in all material respects:
    - the entity information for the year ended 31 March 2026;
    - the financial position of the Society as at 31 March 2026, and its financial performance, and cash flows for the year then ended
    - the statement of service performance for the year ended 31 March 2026, in that the service performance information is appropriate and meaningful and prepared in accordance with the Society's measurement bases or evaluation methods

  in accordance with the Tier 3 (Not-For-Profit (NFP)) Standard ("Tier 3 NFP Standard") issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies, and notes to the performance report in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)"), and the audit of the entity information and statement of service performance in accordance with New Zealand Auditing Standard 1 (NZ AS 1) (Revised) *The Audit of Service Performance Information*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of the Society in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Responsibilities of the Members for the Performance Report

The Members are responsible for:

- The preparation, and fair presentation of the performance report in accordance with the Tier 3 NFP Standard.

- The selection of elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present a statement of service performance that is appropriate and meaningful in accordance with the Tier 3 NFP Standard.
- The preparation and fair presentation of the statement of service performance in accordance with the Society's measurement bases or evaluation methods, in accordance with the Tier 3 NFP Standard.
- The overall presentation, structure and content of the statement of service performance in accordance with the Tier 3 NFP Standard.
- Such internal control as the Members determine is necessary to enable the preparation of a performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Members are responsible on behalf of the Society for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Members either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

A further description of the auditor's responsibilities for the audit of the performance report is located at the XRB's website at https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-18-1/

This description forms part of our auditor's report.

Who we Report to

This report is made solely to the Society's members, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an 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 Society and the Society's members, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Tauranga.

BDO Tauranga
Tauranga
New Zealand
6 July 2026

Entity Information

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

'Who are we?', 'Why do we exist?'

Kiwifruit Vine Health Incorporated (KVH) is a biosecurity organisation dedicated to supporting the New Zealand kiwifruit industry.

KVH was established in December 2010 to lead the industry response to the Psa incursion. Since November 2012 KVH has been the organisation responsible for managing all biosecurity readiness, response, and operations on behalf of the kiwifruit industry.

KVH is an industry established body, accountable to its industry members. As well as working with growers KVH collaborates closely with Zespri International Limited (Zespri), New Zealand Kiwifruit Growers Inc (NZKGI), postharvest organisations and associated industries such as beekeepers, pollen providers, nurseries and contractors and the Ministry for Primary Industries (MPI).

Legal Name of Entity

Kiwifruit Vine Health Incorporated

Entity Type and Legal Basis

Incorporated Society registered under the Incorporated Societies Act 2022.

Registration Number

2542737

Entity's Purpose or Mission

The primary purpose of the Society is to be the Management Agency under the Biosecurity Act 1993 and to do all things required of the Society for the management of the National Kiwifruit Pathway Plan 2022 ("PMP") within New Zealand.

Other purposes of the Society are:

(a) (i) to monitor and identify biosecurity risks across pathways in the kiwifruit industry;

(ii) to undertake and manage biosecurity risks to the kiwifruit industry, including ensuring adequate operational arrangements are in place;

(iii) to lead biosecurity responses as required and to liaise with government agencies, industry groups and other agencies as appropriate in relation to any such biosecurity risks.

(b) To promote biosecurity excellence across the kiwifruit industry through a programme of education and awareness to ensure all growers and industry participants are aware of their biosecurity responsibilities under the PMP and manage risk;

(c) To promote and encourage in the national interest research into and the dissemination of information relating to biosecurity risk management and monitoring for kiwifruit vines in New Zealand;

(d) To coordinate emergency readiness and response activities across the kiwifruit industry where it is agreed there is a significant impact to growers and vine health; and

(e) To do any act or thing necessary or incidental to the attainment of the above objectives.

Webster Holland
CHARTERED ACCOUNTANTS

Entity Structure

The entity is a non-profit, incorporated society governed by a Board of Directors which comprises representatives from key industry groups including growers, post-harvest operators, Zespri and an independent director. The entity's day to day operations are managed by a Chief Executive, with support from biosecurity, industry relations, and technical staff.

Entity's Governance Arrangements

The entity is governed by a Board of Directors elected by grower members, with day-to-day operations managed by a Chief Executive and staff.

The Board of Directors is comprised of:

Dermott Malley - Grower Director and Chair (appointed 2018)

Liarna White - Grower Director and Deputy Chair (appointed 2023)

Simon Cook - Grower Director (appointed 2016)

Craig Thompson - Zespri Director (appointed 2019)

Fiona Carrick (Independent Director (appointed 2021)

Amy Willoughby (Supplier Director (appointed 2021)

Physical Address

25 Miro Street, Mount Maunganui, New Zealand, 3116

Postal Address

PO Box 4246, Mount Maunganui South, New Zealand, 3149

Webster Holland
CHARTERED ACCOUNTANTS

Approval of Performance Report

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

The Board of Directors are pleased to present the approved performance report including the historical performance report of Kiwifruit Vine Health Incorporated for year ended 31 March 2026.

APPROVED

Dermott Malley

Chair

Date 6 July 2026.

Liarna White

Deputy Chair

Date 6. 7. 2026

Statement of Service Performance

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

'What did we do?', 'When did we do it?'

Medium to long term objectives

Kiwifruit Vine Health Incorporated aims to strengthen the biosecurity resilience of the New Zealand kiwifruit industry.

This will be achieved by:

- Promoting adoption of best-practice biosecurity behaviours across the industry.
- Maintaining readiness and response capability to manage biosecurity incursions.
- Identifying, monitoring and mitigating biosecurity risks that could affect industry operations.
- Supporting research and innovation to improve the industry's capacity to prevent, detect and respond to biosecurity threats.

Main Activities

Throughout the year, KVH has supported the New Zealand kiwifruit industry in managing biosecurity risk through education and awareness, readiness and response activities, pathway risk management and biosecurity innovation.

Activities undertaken include:

- Delivering a coordinated programme of biosecurity education and awareness, measured through industry engagement and advocacy activities.
- Actively influencing New Zealand's biosecurity system through participation in policy development, submissions, and sector forums.
- Monitoring and improving industry satisfaction and engagement quality through feedback on KVH events, resources, and communications.
- Investing in readiness initiatives to strengthen industry resilience, including participation in biosecurity partnerships.
- Supporting early detection through industry monitoring and reporting of unusual pest and disease symptoms.
- Coordinating and capturing industry contribution to biosecurity responses through tracking response hours.
- Conducting site audits and operational activities to manage and reduce biosecurity risks, including wild kiwifruit vine control and regulatory permissions.
- Advancing biosecurity innovation by supporting research and development projects that address knowledge gaps and enhance industry preparedness.

	2026	2025
Key Priorities		
Biosecurity Excellence		
KVH biosecurity engagement meetings and events attended	255	-
Advocacy through biosecurity system submissions, policies, and strategies	28	18
Percentage industry participant satisfaction with KVH events and resources	92	90
Readiness and Response		
Readiness projects supporting industry resilience	32	31
Industry monitoring reports for new pests and diseases	60	68
Biosecurity response days contributed	165	108
Risk Management		
Industry sites effectively managing biosecurity risk	77	95
Number of wild kiwifruit vines controlled	12,506	17,352
Number of Pathway Plan permissions issued	113	117
Biosecurity Innovation		
Number of projects addressing biosecurity knowledge gaps through innovation	19	14

Webster Holland
CHARTERED ACCOUNTANTS

Statement of Financial Performance

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

'How was it funded?' and 'What did it cost?'

	NOTES	2026	2025
Revenue			
Membership fees and subscriptions	1	2,967,590	2,845,242
Government service delivery contracts	1	125,180	119,750
Non-government service delivery contracts	1	443,184	437,198
Interest Received		72,873	139,373
Total Revenue		**3,608,827**	**3,541,562**
Expenses			
Employee Remuneration and other Related Expenses	2	1,274,717	1,318,118
Other Expenses Related to Service Delivery	2	2,699,150	2,552,118
Other expenses	2	6,341	10,980
Total Expenses		**3,980,208**	**3,881,216**
Surplus/(Deficit) before Tax		**(371,381)**	**(339,654)**
Tax			
Income Tax Expense	9	20,404	39,024
Total Tax		**20,404**	**39,024**
Surplus/(Deficit) after Tax		**(391,785)**	**(378,678)**

Statement of Financial Position

Kiwifruit Vine Health Incorporated
As at 31 March 2026

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 MAR 2026	31 MAR 2025
Assets			
Current Assets			
Cash and short-term deposits	3	1,109,311	1,380,422
Debtors and prepayments	3	425,217	400,046
Investments	6	1,094,581	1,307,313
Total Current Assets		**2,629,109**	**3,087,781**
Non-Current Assets			
Property, Plant and Equipment	5	19,673	18,407
Investments	6	827,949	565,693
Total Non-Current Assets		**847,621**	**584,100**
Total Assets		**3,476,730**	**3,671,880**
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	452,563	270,147
Employee costs payable	4	64,607	49,599
Provision for Incursion Costs	4	706,232	710,080
Deferred revenue	4	52,060	49,000
Total Current Liabilities		**1,275,462**	**1,078,826**
Total Liabilities		**1,275,462**	**1,078,826**
Total Assets less Total Liabilities (Net Assets)		**2,201,269**	**2,593,054**
Accumulated Funds			
Accumulated surpluses (or deficits)	7	2,201,269	2,593,054
Total Accumulated Funds		**2,201,269**	**2,593,054**

Statement of Cash Flows

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

	2026	2025
Cash Flows from Operating Activities		
Operating receipts (money deposited into the bank account)		
Biosecurity and Pathway Levies	2,906,412	2,755,743
Government Service Delivery Contracts	128,240	121,000
Non Government Service Delivery Contracts	277,614	349,006
Interest received	72,972	121,251
Net GST Received	12,349	(553)
Other cash received		
Recovery - abandoned orchards	18,833	-
Total Other cash received	**18,833**	**-**
Total Operating receipts (money deposited into the bank account)	**3,416,419**	**3,346,447**
Operating payments (money withdrawn from the bank account)		
Employee remuneration and other related payments	(1,370,962)	(1,434,707)
Other payments related to service delivery	(2,241,684)	(1,657,832)
Income Tax Paid	(20,432)	(33,950)
Total Operating payments (money withdrawn from the bank account)	**(3,633,078)**	**(3,126,490)**
Total Cash Flows from Operating Activities	**(216,658)**	**219,957**
Cash Flows from Other Activities		
Payments from other activities		
Payments to acquire property, plant and equipment	(4,929)	(4,406)
Payments to purchase investments	(49,524)	(799,830)
Total Payments from other activities	**(54,453)**	**(804,235)**
Total Cash Flows from Other Activities	**(54,453)**	**(804,235)**
Net Increase/(Decrease) in Cash	**(271,111)**	**(584,278)**
Bank Accounts and Cash		
Opening cash	1,380,422	1,964,700
Net change in cash for period	(271,111)	(584,278)
Closing cash	1,109,311	1,380,422

Statement of Accounting Policies

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

'How did we do our accounting?'

Reporting Entity

KVH was established in 2010 following agreement of the Industry Advisory Council (IAC) to transition management of the Psa response from MPI and ZESPRI to a separate independent pan-industry organisation. Subsequently in 2012, Kiwifruit Vine Health Foundation (KVHF) was established as a separate incorporated charity to manage the wider biosecurity risks to the kiwifruit industry and to promote and encourage research into and the dissemination of information relating to biosecurity risk management and monitoring.

Further to a planned reorganisation of KVH and KVHF, early in the financial year ended 31 March 2018 the business of KVHF was merged into KVH such that from that point, KVH was undertaking both the Psa activities as it had done from its inception and the wider biosecurity activities previously undertaken by KVHF.

As of 1 April 2022 KVH continued its Management Agency status under the Biosecurity Act under the National Pathway Management Plan, followed by the expiry of the National Psa-V Pest Management Plan on 13 May 2023.

At the 24 August 2023 Annual General Meeting, members supported a resolution to expand KVH's mandate to coordinate emergency readiness and response activities across the kiwifruit industry where it is agreed there is a significant impact to growers and vine health, under the Emergency Response Management portfolio.

Basis of Preparation

The entity is required by law to apply the Tier 3 (NFP) Standard issued by the External Reporting Board (XRB) and has elected to do so. A PBE may apply the standard if it does not have public accountability and has total annual expenses less than or equal to $5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity is a going concern and will continue to operate in the foreseeable future.

Property, Plant and Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant or equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Depreciation

Depreciation is charged to the statement of financial performance at the same rate as allowed by the Income Tax Act 2007. The following rates have been used:

Computer equipment 25.0% - 67.0% diminishing value
Office equipment 10.0% - 25.0% diminishing value

Accounts Receivable

Receivables are stated at estimated realisable value after providing against debts where collection is doubtful. Bad debts are written off during the period in which they are identified.

Impairment of non-financial assets

At each balance date, the entity considers whether there are any indicators that a non-financial asset may be impaired. Indicators may include the asset being damaged, no longer in use, or expected to be disposed of before the end of its useful life.

Where such indicators exist, the asset is reviewed to determine whether its carrying amount remains recoverable. If the carrying amount exceeds the amount expected to be recovered through use or disposal, the asset is written down to its recoverable amount and an impairment loss is recognised in the Statement of Financial Performance.

Assets that continue to be used in providing the entity’s services and for which there are no indicators of impairment are not subject to further impairment assessment.

Taxation

KVH derives all of its income from non-taxable member transactions, except for interest income. No income tax arises in relation to the member transactions, however, the interest income is taxable using the taxes payable method.

Goods and Services Tax

All amounts are shown exclusive of Goods & Services Tax (GST), except for receivables and payables which are shown inclusive of GST.

Provisions

KVH records provisions when it has a legal or constructive obligation to satisfy a claim as a result of a past event, it is more likely than not that an outflow of resources will be required to satisfy the obligation, and a reliable estimate of the amount can be made. The amount recognised as a provision is the net present value of the best estimate of the outflows required to satisfy the obligation.

Leases

KVH has entered into lease agreements for office equipment and office space. Operating lease payments, where the lessors effectively retain substantially all the risk and benefits of ownership of the leased items, are recognised as an expense in profit or loss on a straight line basis over the lease term. Operating lease incentives are recognised as a liability when received and subsequently reduced by allocating lease payments between rental expense and reduction of the liability.

Income

Income is recognised to the extent that it is probable that economic benefit will flow to the Society and can be reliably measured.

Funding income:
Funding income is recognised in the period to which it relates, with any amount owing to KVH at balance date being included as a current asset, and any amount owed by KVH at balance date being included as a current liability.

Levy income:

Under the Levy Orders, levies become due and payable when kiwifruit is loaded onto a ship or aircraft for export (excluding exports to Australia). Levies collected are non-refundable. For financial reporting purposes, levy income is recognised at the point the levy becomes due and payable, being the date the kiwifruit is loaded for export, regardless of when the levy is invoiced or received.

Interest income:

Interest income is recognised as it is earned over the period to which it relates.

Statement of Cash Flows

The following definitions are the terms used in the Statement of Cash Flows:

i. *Cash and cash equivalents* comprise cash on hand, bank balances and short-term deposits with original maturities of three months or less.

ii. *Operating activities* are the activities carried out by the entity as part of its normal operations. These include the receipt of funding and the payment of costs incurred in delivering the entity's objectives.
iii. *Other activities* include the acquisition and disposal of long-term assets and other investments not included in cash and cash equivalents. They also include receipts and payments relating to long-term borrowings (principal amounts only) and any capital contributions to or from owners, where applicable.

First-time Adoption of PBE Tier 3

KVH has adopted the Tier 3 NFP standard for the first time this year. As a result of the first-time application of this standard, changes were required that affect the presentation and disclosures required on the first time application of the Tier 3 NFP standard, the performance report has been presented in accordance with the requirements of the standard and related XRP guidance.

Adoption of the standard has resulted in the following adjustments to the 2025 comparative figures for Revenue on the Statement of Financial Performance:

Levy income:

The Pathway and Biosecurity Levies are due when the kiwifruit is loaded on the ship. Kiwifruit shipped in March 2024 was invoiced in April 2025 and Kiwifruit shipped in March 2025 was invoiced in April 2025. Previously the income was recognised when invoiced.
Under Tier 3 reporting it is required to be recognised when due. The adjustments were:

$120,475 of levies income relating to 2024 has been removed from 2025 levy income.
$276,822 of levies income relating to 2025 has been moved from 2026 levy income into 2025 levy income.

Government Service Delivery Contracts income:

Income is received from Bay of Plenty Regional Council each year. This agreement covers 1 July - 30 June. Previously the income was recognised when invoiced. The income has now been recognised with 3 months deferred for April - June into the next financial year.

$26,500 of income previously recognised in 2024 has been added into 2025.
$27,750 of income invoiced in 2025 has been deferred to 2026.
$30,810 of income invoiced in 2026 has been deferred to be recognised in 2027.

Non Government Service Delivery Contracts income:

Income is received from Kiwifruit Breeding Centre Limited each year. This agreement covers 1 July - 30 June. Previously the income was recognised when invoiced. The income has now been recognised with 3 months deferred for April - June into the next financial year.

$21,250 of income previously recognised in 2024 has been added into 2025.
$21,250 of income invoiced in 2025 has been deferred to 2026.
$21,250 of income invoiced in 2026 has been deferred to be recognised in 2027.

Adoption of the standard has resulted in the following adjustments to the 2025 comparative figures for on the Statement of cashflows:

Interest received is now shown gross of RWT which is shown as a separate outgoing;
Payments to suppliers and employees has been separated into two amounts and now includes movement in the credit card balances;
Movement in Term Deposits are shown under Purchase of Investments;

Opening cash and Closing cash balances are shown excluding credit card balances and term deposits balances so the totals are consistent with the Cash and short-term deposits balances recorded on the Statement of Financial Position and corresponding note 3.

Changes to Accounting Policies

Other than detailed above in relation to the first time adoption of PBE Tier 3, there have been no other changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Notes to the Performance Report

Kiwifruit Vine Health Incorporated
For the year ended 31 March 2026

	2026	2025
1. Analysis of Revenue		
Membership fees and subscriptions		
Biosecurity (National Pathway Management Plan - Kiwifruit Levy)	1,271,824	1,219,389
Biosecurity (Readiness and Response - Kiwifruit Levy)	1,695,766	1,625,852
Total Membership fees and subscriptions	**2,967,590**	**2,845,242**
Government service delivery contracts		
Wild Kiwifruit - BOPRC	125,180	119,750
Total Government service delivery contracts	**125,180**	**119,750**
Non-government service delivery contracts		
Wild Kiwifruit	258,131	250,330
Emergency Response Management	50,000	100,000
Admin Support Cost Recovery	40,000	50,000
Biosecurity Response Cost Recovery	95,053	36,868
Total Non-government service delivery contracts	**443,184**	**437,198**

Levy Rates per tray (on all commercial varieties of kiwifruit except Actinidia arguta, exported to all markets other than Australia).

	2026	2025
	Cents	Cents
Current Rates Levied (per tray)		
Biosecurity (National Pathway Management Plan - Kiwifruit Levy) Order 2022	0.6	0.6
Biosecurity (Readiness and Response - Kiwifruit Levy) Order 2015	0.8	0.8

The above income includes:

(i) the Biosecurity (Kiwifruit National Pathway Management Plan - Kiwifruit Levy) Order 2022 ("Pathway Plan levy") came into effect on the 1st of April 2022. This levy is payable to KVH, as the management agency, on all commercial varieties of kiwifruit, except Actinidia arguta, exported to countries other than Australia. Following approval at the 2025 KVH AGM, this levy rate was set for collection from 1 April 2025 at 0.6 cents.

(ii) the Biosecurity (Readiness and Response - Kiwifruit Levy) Order 2015 ("Wider Biosecurity levy") came into effect on 2 February 2015. The levy is payable to KVH, as the Government Industry Agreement (GIA) partner for the kiwifruit industry, on all commercial varieties of kiwifruit, except Actinidia arguta, exported to all countries other than Australia. Following approval at the 2025 KVH AGM, this levy rate was set for collection from 1 April 2025 at 0.8 cents.

Webster Holland
CHARTERED ACCOUNTANTS

	2026	2025

2. Analysis of Expenses

	2026	2025
Employee remuneration and other related expenses		
Staff Salaries	1,271,466	1,315,643
Accident compensation	3,250	2,475
Total Employee remuneration and other related expenses	**1,274,717**	**1,318,118**
Expenses related to commercial activities	18,833	-
Other expenses related to service delivery		
Emergency Response Management		
Capability development	28,657	69,874
Resourcing - ERM	13,500	26,060
Readiness work - ERM	2,804	713
Stakeholder engagement	4,255	3,353
Total Emergency Response Management	**49,215**	**100,000**
GIA Operational Agreement		
GIA Operational Agreement	113,658	114,393
Incursion Response Costs	986,823	749,237
Total GIA Operational Agreement	**1,100,480**	**863,630**
Governance		
Director Fees	149,221	145,250
Directors Meeting, Mileage & Expenses	42,240	25,150
Annual General Meeting Costs	14,509	14,585
Total Governance	**205,970**	**184,985**
Office Expenses		
Rent	54,661	48,564
Other Office Expenses	173,366	174,897
Total Office Expenses	**228,026**	**223,461**
Professional Services		
Audit Fee	16,175	12,075
Other Professional Services	47,779	76,387
Total Professional Services	**63,954**	**88,462**
Bad debts	18,833	-
Education and Awareness	107,321	113,387
Operations	185,582	170,017
Research & Development	5,000	20,000
Strategic Projects	41,900	36,282
Wild Kiwifruit	692,869	751,894
Total Other expenses related to service delivery	**2,699,150**	**2,552,118**
Other expenses		
Depreciation	6,341	10,980
Total Other expenses	**6,341**	**10,980**

Webster Holland
CHARTERED ACCOUNTANTS

	2026	2025

3. Analysis of Assets

Cash and short-term deposits		
ANZ Current Account	541,246	540,314
ANZ Savings Account	-	-
Westpac Current Account	158,804	82,746
Westpac Online Saver	409,260	757,362
Total Cash and short-term deposits	**1,109,311**	**1,380,422**

Debtors and prepayments		
Accounts Receivable	352,444	20,367
Accrued Income	29,032	305,925
Prepayments	19,982	16,607
GST	23,759	57,146
Total Debtors and prepayments	**425,217**	**400,046**

	2026	2025

4. Analysis of Liabilities

Creditors and accrued expenses		
Westpac Visa Credit Cards	1,138	4,408
Accounts Payable	395,890	224,867
Accrued Expenses	55,535	40,872
Total Creditors and accrued expenses	**452,563**	**270,147**

Employee costs payable		
Holiday Pay Accrual	64,607	49,599
Total Employee costs payable	**64,607**	**49,599**

Other current liabilities		
Provision for Incursion Costs	706,232	710,080
Total Other current liabilities	**706,232**	**710,080**

Deferred revenue		
Deferred revenue	52,060	49,000
Total Deferred revenue	**52,060**	**49,000**

	2026	2025

5. Property, Plant and Equipment

	2026	2025
Office Equipment		
Opening Balance	10,157	11,412
Depreciation	(1,111)	(1,255)
Closing Balance	**9,046**	**10,157**
Computer Equipment		
Opening Balance	8,250	13,569
Purchases	7,607	4,406
Depreciation	(5,230)	(9,726)
Closing Balance	**10,627**	**8,250**
Total Property, Plant and Equipment	**19,673**	**18,407**

6. Investments

	2026	2025
Current Term Deposits		
Term Deposit - ANZ		
Opening Balance	510,902	-
Additional Funds Invested / (Withdrawn)	17,986	510,902
Closing Balance	**528,888**	**510,902**
Term Deposit - Westpac - Current		
Opening Balance	796,411	1,073,176
Additional Funds Invested / (Withdrawn)	(230,718)	(276,766)
Closing Balance	**565,693**	**796,411**
Total Current Term Deposits	**1,094,581**	**1,307,313**
Non Current Term Deposits		
Term Deposit - Westpac - Non Current		
Opening Balance	565,693	-
Additional Funds Invested / (Withdrawn)	262,256	565,693
Closing Balance	**827,949**	**565,693**
Total Non Current Term Deposits	**827,949**	**565,693**
Total Investments	**1,922,530**	**1,873,006**

The investments in Term Deposits are stated at cost.

	2026	2025

7. Accumulated Funds

	2026	2025
Restricted Reserves		
Opening Balance	2,593,054	2,899,007
Adjustment on first-time adoption of PBE Tier 3 (NFP) Reporting Standard	-	72,725
Suplus/Deficit from Operations	(391,785)	(378,678)
Total Restricted Reserves	**2,201,269**	**2,593,054**
Total Accumulated Funds	**2,201,269**	**2,593,054**

Adjustment on first-time adoption of PBE Tier 3 (NFP) Reporting Standard:

On transition from special purpose financial statements to the PBE Tier 3 (Not-for-Profit) Reporting Standard, comparative figures were adjusted to align income recognition with the requirements of the standard.

These adjustments relate primarily to the timing of recognition of biosecurity levies and service delivery contract income and have been reflected as an adjustment to opening accumulated funds.

Breakdown of Restricted Reserves

	2026	2025
Biosecurity Reserves		
Opening Balance	2,421,171	2,796,162
Adjustment on first time adoption of PBE Tier 3 (NFP) Reporting Standard	-	68,843
Surplus / (Deficit) for the year	(444,340)	(443,834)
Closing Balance	1,976,831	2,421,171
Pathway Reserves		
Opening Balance	171,883	102,845
Adjustment on first time adoption of PBE Tier 3 (NFP) Reporting Standard	-	3,882
Surplus / (Deficit) for the year	51,770	65,156
Closing Balance	223,653	171,883
Emergency Response Management		
Opening Balance	-	-
Surplus / (Deficit) for the year	785	-
Closing Balance	785	-

Reserves Policy:

The KVH Board has a Reserves policy that is reviewed annually to ensure reserves are being retained for appropriate purposes, such as response obligations and continuance of operating expenses across each levy. The policy states that KVH can retain 50% of its annual response costs obligations, in addition to up to half of KVH's operating costs for associated activities under the biosecurity levy. Under the pathway plan levy there is an allowance for a modest surplus to be collected to allow for contingency planning, with the intention to retain up to $400,000 each year

Webster Holland
CHARTERED ACCOUNTANTS

Reconciliation to 2025 Special Purpose Financial Report

Result for the year ended 31 March 2025 as stated under special purpose financial reporting regime		**(533,777)**
Revenue Recognition changes on 1 April 2024		
Contributions now recognised in 2024, previously recognised in 2025	(120,475)	
BOPRC income now recognised in 2025, previously recognised in 2024	26,500	
Kiwifruit Breeding Centre Ltd income now recognised in 2025, previously recognised in 2024	21,250	
		(72,725)
Revenue Recognition changes for 31 March 2025		
Contributions now recognised in 2025, previously recognised in 2026	276,822	
BOPRC income now recognised in 2026, previously recognised in 2025	(27,750)	
Kiwifruit Breeding Centre Ltd income now recognised in 2026, previously recognised in 2025	(21,250)	
		227,822
Restated result for the year ended 31 March 2025		**(378,680)**

8. Commitments

	2026	2025
Commitments to Lease Office Space		
Less than one year	67,569	60,503
1 - 5 years	260,902	223,217
Greater than 5 years	191,820	222,400
Total Commitments to Lease Office Space	**520,291**	**506,120**

KVH leases office space at 25 Miro Street, Mount Manganui from Zespri.

9. Reconciliation to Income Tax Expense

	2026	2025
Interest Received	72,873	139,373
Taxable Profit (Loss)	72,873	139,373
Income Tax Expense at 28%	20,404	39,024

Webster Holland
CHARTERED ACCOUNTANTS

	2026	2025

10. Contingent Liabilities and Guarantees

Contingent liabilities	2026	2025
Biosecurity Response Costs Maximum Liability	6,200,000	6,200,000
Total Contingent liabilities	**6,200,000**	**6,200,000**

The Government Industry Agreement for Biosecurity Readiness and Response (GIA) is a partnership between government and industry for improving New Zealand’s biosecurity. Under GIA industry organisations (such as KVH on behalf of the kiwifruit and kiwiberry industries) and the Ministry for Primary Industries sign a Deed that formally establishes the biosecurity partnership. The GIA Deed outlines the principles for the partnership and the commitments that each signatory makes including joint decision making and cost sharing for readiness and response.

Under GIA industries are able to identify the biosecurity risks that are a priority to them, and jointly by way of operational agreements agree with government what readiness and response approaches are required.

KVH signed the GIA Deed in May 2014.

Under the GIA Deed KVH has entered into the Operational Agreements ("OA") below:

(i) Fruit Fly Readiness and Response Operational Agreement: signed May 2016;

(ii) Sector Operational Agreement for Readiness and Response - Kiwifruit and Kiwiberry sectors: signed March 2017;

(iii) Brown Marmorated Stink Bug (BMSB) Operational Agreement: signed July 2017;

(iv) Plant Production Biosecurity Scheme Operational Agreement: signed November 2021;

(v) Lepidoptera Readiness Operational Agreement: signed February 2023;

(vi) Vespa Velutina 2025 Operational Agreement for Response: signed May 2026

The programme of preparedness (readiness) in each OA is developed and funded under a work programme that is agreed by all parties involved and costs are incurred. As such these costs are part of KVH’s annual operating budget.

Conversely, response costs are incurred only when an incursion occurs, and costs will vary depending on the scale of the response. KVH’s liability to response costs is capped within the OAs.

Currently KVH's potential liability to response costs is estimated at $6.2 million. KVH plans to provide for this liability by a combination of biosecurity reserves held in KVH, and a right to call on Members by way of an increase to the Biosecurity levy, as provided for in the levy regulations.

No guarantees have been provided by KVH.

Webster Holland
CHARTERED ACCOUNTANTS

11. Related Party Transactions

	2026	2025
Total Revenue		
GIA Operations Limited	3,682	3,949
New Zealand Kiwifruit Growers Incorporated	47,959	56,945
Zespri International Limited	3,396,612	2,893,493
Total Total Revenue	**3,448,253**	**2,954,388**
Total Expenses		
GIA Operations Limited	105,016	109,477
New Zealand Kiwifruit Growers Incorporated	455	-
Zespri International Limited	100,905	82,900
Total Total Expenses	**206,376**	**192,377**
Receivable Balance at Year End		
GIA Operations Limited	-	-
New Zealand Kiwifruit Growers Incorporated	4,045	4,924
Zespri International Limited	311,126	-
Total Receivable Balance at Year End	**315,171**	**4,924**
Payable Balance at Year End		
GIA Operations Limited	26,873	14,832
New Zealand Kiwifruit Growers Incorporated	-	-
Zespri International Limited	-	77,574
Total Payable Balance at Year End	**26,873**	**92,406**

GIA Operations Limited - KVH's share in GIA Operations Limited as at 31 March 2026 is 4.55% (2025: 5.00%)

Zespri International Limited (Zespri) are related by way of common Directorship, Craig Thompson is a Director of both KVH and Zespri International Limited.

NZKGI are a related party by way of common membership, all members of KVH are also members of NZKGI.

Simon Cook is a Director of Trevelyan's Growers Limited and KVH. There were no transactions between these two parties in 2026.

12. Events After the Balance Date

Subsequent to balance date, KVH approved funding of $300,000 towards the Yellow-Legged Hornet Response. This commitment relates to ongoing biosecurity response activities and was authorised after balance date by the KVH Board. As the commitment did not exist at balance date, it has not been recognised as a liability in these financial statements but is disclosed as a significant event occurring after balance date. (2025 - nil).

13. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

KVH 2027-28 AGM Budget

Summary for the year ended 31 March 2028	KVHI	ERM	Pathway Plan	Biosecurity
			218,000,000	218,000,000
			0.006	0.010
			6/10ths cent per tray	1 cent per tray
	Combined Budget Total	Allocated to ERM	Allocated to Pathway Plan	Allocated to Wider Biosecurity
Opening reserves 01-04-2027 (estimate)	$2,211,049	$0	$325,185	$1,885,865
Forecast Revenue	$3,957,169	$50,000	$1,693,919	$2,213,250
Forecast Costs	-$3,380,132	-$50,000	-$1,645,857	-$1,684,275
Forecast Surplus/(Deficit)	$577,037	$0	$48,062	$528,975
Closing reserves 31-03-2028 (estimate)	$2,788,087	$0	$373,247	$2,414,840

2027-28 AGM Current Budget	2027-28 Total KVHI	ERM	Pathway Plan	Biosecurity
Income				
Levy income - Wider Biosecurity	2,180,000	-	-	2,180,000
Levy income - Pathway Plan	1,308,000	-	1,308,000	-
ERM Contribution	50,000	50,000	-	-
Wild Kiwifruit Recovery	384,169	-	384,169	-
Interest income	35,000	-	1,750	33,250
Total income	3,957,169	50,000	1,693,919	2,213,250
Operational expenditure				
Education and awareness	126,000	-	38,400	87,600
Emergency Response Management	50,000	50,000	-	-
GIA operational agreement	130,000	-	-	130,000
Governance	237,128	-	79,572	157,556
Office expenses	259,100	-	72,630	186,470
Operations	318,250	-	129,813	188,438
People	1,347,654	-	498,343	849,311
Professional services	87,000	-	26,100	60,900
Research and development	10,000	-	-	10,000
Strategy Projects	20,000	-	6,000	14,000
Wild Kiwifruit	795,000	-	795,000	-
Total expenses	3,380,132	50,000	1,645,857	1,684,275
Surplus (Deficit) including Interest Income	577,037	-	48,062	528,975
Reserves c/f from 2026-27 year (est)	2,211,049	0	325,185	1,885,865
Reserves projected for 31 March 2028	2,788,085	0	373,247	2,414,840

2026-27 Current Budget	
Income	
Levy income - Wider Biosecurity	1,760,000
Levy income - Pathway Plan	1,320,000
ERM Contribution	50,000
Wild Kiwifruit Recovery	377,203
Interest income	35,000
Total income	3,542,203
Operational expenditure	
Education and awareness	126,000
Emergency Response Management (see note below)	50,000
GIA operational agreement	430,000
Governance	210,460
Office expenses	259,830
Operations	317,000
People	1,312,683
Professional services	82,750
Research and development	10,000
Strategy Projects	10,000
Wild Kiwifruit	775,000
Total expenses	3,583,723
Operating Surplus (Deficit)	-41,520
Reserves c/f from 2026 year (act)	2,253,353
Reserves for 31 March 2027 (est)	2,211,833

KVH Grower Director Candidate Profiles

TANNER, David

Candidate profile

I was born into the kiwifruit industry, have built a career in the industry and I am passionate about the industry's future. I seek your support for the grower vacancy on the Kiwifruit Vine Health Board to make a positive difference to the industry.

I vividly remember the 5th of November 2010, the day when Psa was confirmed in the NZ kiwifruit industry. I was fortunate to be able to dedicate 2 ½ years leading the scientific and technical response to Psa for the industry. I am incredibly proud of the proactive manner in which the industry in its broadest sense came together to focus on battling this biosecurity event, and to have the foresight to build Kiwifruit Vine Health as a vehicle for managing biosecurity risk.

Since leaving Zespri in late 2014, I have become a kiwifruit grower. Together with partners, we own approximately 27 hectares of Hayward and Gold3 across 4 properties in Napier, Te Puke and Katikati. I also co-own a Horticultural Innovation business (Start Afresh) that, at its heart, is growing the productivity and performance of the kiwifruit industry and its people.

As many will know, I was a KVH Director from 2016 to 2023, including 6 years as Chair. I have decided to re-stand for this grower director's role as I feel I have more to give to this organisation and have had many ask if I would be willing to assist in developing the future strategic direction for the organisation once again. If I was successful in becoming a KVH director, I would be offering my extensive expertise in plant health and biosecurity risks, crisis management, and understanding of the research and development process, for the benefit of the industry. In addition to the technical skills I possess, I also offer the perspective of a vigilant grower, enthusiastic teacher and commercial orchard owner.

I am committed to supporting the KVH team to ensure that unlike the days of late 2010, where we were poorly prepared for a biosecurity incursion, that we are far fitter to battle such events, and ensure that the value that we as growers, postharvest operators, marketers and service industries have created in our leading horticultural industry is not eroded. There is still more to do, and I have the knowledge and passion, and desire, to guide KVH to deliver its vision of a biosecurity-resilient New Zealand kiwifruit industry.

I look forward to receiving your support.

David Tanner

TOWERS, James

Candidate profile

As a kiwifruit grower and Director of the Waitotara Kiwifruit General Partnership Limited (21 canopy ha 20 minutes west of Whanganui), I understand firsthand the importance of protecting the long-term health, productivity, and profitability of our industry.

For more than 40 years, I have worked across New Zealand and internationally in agriculture, leading businesses, managing large farming operations, and delivering projects focused on improving productivity, sustainability, and resilience. Throughout my career I have remained focused on achieving practical outcomes, building strong relationships, and helping people adapt successfully to change.

Biosecurity is fundamental to the future of the kiwifruit industry. During my time with AgResearch one of my roles was overseeing the Tuberculosis Cattle Quarantine Centre at Kaitoke, operating within strict biosecurity, compliance, and risk management frameworks. In addition, my work across Africa and Asia has exposed me to the challenges of managing transboundary animal diseases, in particular Foot and Mouth Disease (FMD), one of the world's most significant livestock biosecurity risks. Working alongside government agencies, farmers, veterinarians, and international development organisations reinforced the importance of strong biosecurity systems, stakeholder collaboration, farmer education, and effective mitigation and containment strategies.

These experiences highlight that biosecurity is not just about managing today's risks but about anticipating tomorrow's threats. The same principles apply to the kiwifruit industry. Protecting our orchards, our livelihoods, and New Zealand's reputation as a trusted supplier requires vigilance, sound science, strong governance, and the confidence of growers. These are the values and experiences I would bring to the KVH Board.

I am known for being practical, approachable, and willing to listen. I value clear communication, accountability, and collaboration. I believe strong grower representation is essential, and I will ensure that growers remain at the centre of KVH decision-making.

James Towers

Voting Paper 2026 AGM

Voting

You may vote in person at the meeting on 20 August 2026, prior to the meeting by postal vote date stamped no later than 19 August 2026 or online voting (instructions included in this voting pack). Voting closes at the conclusion of the KVH AGM on 20 August 2026.

For further explanation and background to these resolutions please refer to the enclosed Explanation of Resolutions paper.

KVHI MEMBERS ONLY ARE ELIGIBLE TO VOTE

(For each resolution please tick ONE box only)

RESOLUTION 1 – KVHI 2025 AGM MINUTES	YES	NO
That the minutes of the Annual General Meeting of Kiwifruit Vine Health Incorporated held on 21 August 2025 be approved as a true and accurate record.		

RESOLUTION 2 – KVHI CHAIR and CHIEF EXECUTIVE REPORTS	YES	NO
That the Chair and Chief Executive Reports for Kiwifruit Vine Health Incorporated be approved.		

RESOLUTION 3 – KVHI 2025-26 PERFORMANCE REPORT	YES	NO
That Kiwifruit Vine Health Incorporated's 2025-26 Performance Report for the twelve months ending 31 March 2026 be approved.		

RESOLUTION 4 – 2027-2028 LEVY RATES	YES	NO
1. That for the year ending 31 March 2028 the Biosecurity (Readiness & Response – Kiwifruit Levy) levy is set at the rate of one cent per tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia. 2. That for the year ending 31 March 2028 the Biosecurity (Kiwifruit National Pathway Management Plan – Kiwifruit Levy) levy continues at the rate of six tenths of a cent per tray equivalent on all commercial varieties of kiwifruit except *Actinidia arguta*, exported to all markets other than Australia.		

RESOLUTION 5 – 2027-28 KVHI BUDGET	YES	NO
That Kiwifruit Vine Health Incorporated's Budget for the 2027-2028 year be approved.		

RESOLUTION 6 – DIRECTORS REMUNERATION	YES	NO
That the Kiwifruit Vine Health Incorporated (KVHI) Chair and Director fees are increased by 2.9% from 1 September 2026, in addition to a new annual allowance of $5,000 for the KVHI Audit and Risk Management Committee Chair.		

RESOLUTION 7 – APPOINTMENT OF AUDITOR	YES	NO

That BDO be reappointed as the auditor of Kiwifruit Vine Health Incorporated for the 2026-2027 financial year.		

RESOLUTION 8 – ELECTION OF KVHI GROWER DIRECTOR
Please refer to the nominated candidate's bios and separate voting paper included in the AGM pack.

DECLARATION BY MEMBER:

NAME OF MEMBER: ________________________________

I hereby declare that I am authorised to exercise this vote for the above named Member of **Kiwifruit Vine Health Incorporated**.

Signed: ________________________________**KPIN:**______________________

Date: ____________________________

Members of Kiwifruit Vine Health Incorporated entitled to vote are the following categories of persons, as per clause 5.5 of the KVHI Constitution:

(a) Grower members who shall become Members by either paying a Levy or completing a membership application form;
(b) Registered suppliers who are party to the Zespri Group Limited Annual Supply Agreement;
(c) Zespri Group Limited; and
(d) A party determined by the Board in its sole discretion as being appropriate for membership and whose application for membership has been approved by the Board.

Number of votes
For the explanation of how the votes are calculated please refer to the KVH website www.kvh.org.nz

Voting Paper

KVHI Board Grower Director Election

Grower Identifier (KPIN):	
Name:	

THERE IS **ONE** KVH BOARD GROWER MEMBER DIRECTOR VACANCY.

YOU MAY VOTE FOR ONE CANDIDATE.

More than 1 tick marked will constitute an invalid vote

Place a tick in the box of the candidate(s) you wish to vote for.

CANDIDATES	☑
TANNER, Dave (3-year term)	
TOWERS, James (3-year term)	

Biographies for the candidates are included in the AGM papers, and the candidates will have the opportunity to address the AGM on 20 August 2026.

To register your vote, either:

1. Vote online from Friday 31 July 2026 to the close of the AGM on Wednesday 20 August 2026 through Electionz.
2. Hand deliver this form to Kylie McHannigan at the KVHI AGM.

Your voting entitlement is calculated as follows:

(a) A Member (other than a Grower Member) who is a body corporate shall have a single vote and each individual Member (other than a Grower Member) shall have one vote;

(b) A Grower Member shall have one vote for every tray equivalent (rounded to the nearest tray) of kiwifruit owned by the Member when it was accepted for export by an exporter to markets other than Australia in the most recently completed season. A Member's voting entitlement shall be determined by taking the average of the highest number of tray equivalents produced by the Member in any two of the five financial years immediately preceding the financial year in which the vote occurs.

If you wish to find out your voting entitlement, please contact the KVHI Office on 0800 665 825.