

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF HEALTH HAWKE'S BAY LIMITED

We have audited the accompanying financial statements of Health Hawke's Bay Limited (the 'company'), which comprise the statement of financial position as at 30 June 2016, and the statement of comprehensive revenue and expense, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Financial Statements

The directors are responsible on behalf of the entity for the preparation and fair presentation of financial statements in accordance with Public Benefit Entity Standards issued in New Zealand by the New Zealand Accounting Standards Board and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal controls relevant to the company's preparation and fair presentation of financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, Health Hawke's Bay Limited.

Opinion

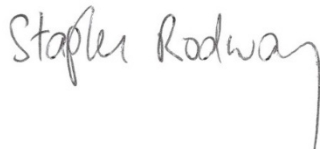
In our opinion, the financial statements present fairly, in all material respects, the financial position of Health Hawke's Bay Limited as at 30 June 2016 and its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards.

Matters Relating to the Electronic Presentation of the Audited Financial Statements

This auditor's report relates to the financial statements of Health Hawke's Bay Limited for the year ended 30 June 2016 included on Health Hawke's Bay Limited's website. Health Hawke's Bay Limited's directors are responsible for the maintenance and integrity of Health Hawke's Bay Limited's website. We have not been engaged to report on the integrity of Health Hawke's Bay Limited's website. We accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

The auditor's report refers only to the financial statements named above. It does not provide an opinion on any other information which may have been hyper linked to / from these financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited financial statements and related auditor's report dated 3 October 2016 to confirm the information included in the audited financial statements presented on this website.

Legislation in New Zealand governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

A handwritten signature in black ink that reads "Staples Rodway". The signature is written in a cursive style with a long vertical line extending downwards from the end of the name.

Staples Rodway Hawkes Bay Partnership
3 October 2016
Hastings