

1 NZ Boat Share ST41-5 Limited's ("Company") financial information

Prospective financial information

- 1.1 This document contains prospective financial information. It is based on the Company's assessment of events and conditions existing at the date of this PDS and has been prepared in accordance with NZ Financial Reporting Standard FRS-42. The information should be read together with the accounting policies and assumptions that accompany the prospective financial information.

- 1.2 The Company was incorporated on 12 June 2023 and commenced business operations on 1 August 2023. The Company purchased the Vessel (an asset) from The Yacht Collective Limited on 31 July 2023. However there has been no business acquisition. Accordingly, no financial statements for the Company have been prepared or registered under the Companies Act 1993 and the Financial Reporting Act 2013.

- 1.3 The Company is expected to purchase the Vessel on 31 July 2023. This prospective financial information is provided on that basis. If you do not understand this financial information, you should seek advice from a financial adviser or an accountant.

NZ Boat Share ST41-5 Limited			
Prospective Statement of Cashflows			
For the periods ending	31 March 2024	31 March 2025	31 March 2026
	(8 months)	(12 months)	(12 months)
Operating Activities			
<i>Cash to be provided from:</i>			
Shareholder use charges	95,600	143,400	143,400
	<u>95,600</u>	<u>143,400</u>	<u>143,400</u>
<i>Cash to be distributed to:</i>			
Management Fees to The Yacht Collective Limited	(24,067)	(36,100)	(36,100)
Direct Operating Costs	(71,533)	(107,300)	(107,300)
	<u>(95,600)</u>	<u>(143,400)</u>	<u>(143,400)</u>
Net forecast cashflows from operating activities	-	-	-
Investment Activities			
<i>Cash to be provided from</i>			
	-	-	-
<i>Cash to be distributed to</i>			
	-	-	-
Net forecast cashflows from investment activities	-	-	-
Financing Activities			
<i>Cash to be provided from</i>			
	-	-	-
<i>Cash to be distributed to</i>			
	-	-	-
Net forecast cashflows from financing activities	-	-	-
Net Increase (Decrease) in cash held	-	-	-
Cash and cash equivalents at beginning of period	-	-	-
Cash and cash equivalents at end of period	<u>-</u>	<u>-</u>	<u>-</u>

NZ Boat Share ST41-5 Limited			
Prospective Statement of Profit or Loss			
For the periods ending	31 March 2024	31 March 2025	31 March 2026
	(8 months)	(12 months)	(12 months)
Income			
Shareholder use charges	95,600	143,400	143,400
Expenses			
Management Fees to The Yacht Collective Limited	(24,067)	(36,100)	(36,100)
Direct Operating Costs	(71,533)	(107,300)	(107,300)
Depreciation	(94,133)	(131,787)	(118,608)
	<u>(189,733)</u>	<u>(275,187)</u>	<u>(262,008)</u>
Net Total Comprehensive Income (Loss)	<u>(94,133)</u>	<u>(131,787)</u>	<u>(118,608)</u>

NZ Boat Share ST41-5 Limited			
Prospective Statement of Changes in Equity			
For the periods ending	31 March 2024	31 March 2025	31 March 2026
	(8 months)	(12 months)	(12 months)
Opening Balance	1,412,000	1,317,867	1,186,080
Net Profit (Loss)	(94,133)	(131,787)	(118,608)
Closing Balance	<u>1,317,867</u>	<u>1,186,080</u>	<u>1,067,472</u>

NZ Boat Share ST41-5 Limited			
Prospective Statement of Financial Position			
As at	31 March 2024	31 March 2025	31 March 2026
Current Assets	-	-	-
Non-Current Assets			
2023 Beneteau Swift Trawler 41 Fly vessel	1,317,867	1,186,080	1,067,472
TOTAL ASSETS	<u>1,317,867</u>	<u>1,186,080</u>	<u>1,067,472</u>
Current Liabilities	-	-	-
Non-Current Liabilities	-	-	-
TOTAL LIABILITIES	-	-	-
NET ASSETS	<u>1,317,867</u>	<u>1,186,080</u>	<u>1,067,472</u>
Equity			
Share Capital	1,434,000	1,434,000	1,434,000
Payment of share Issue costs	(22,000)	(22,000)	(22,000)
Accumulated deficits	(94,133)	(225,920)	(344,528)
TOTAL EQUITY	<u>1,317,867</u>	<u>1,186,080</u>	<u>1,067,472</u>

NZ Boat Share ST41-5 Limited
Statement of Accounting Policies
For the 8 month period ended 31 March 2023 and the years ended 31 March 2025 & 31 March 2026

Measurement Base

The Company follows accounting principles that are recognised as appropriate for the measurement and reporting of earnings and financial position on a historical basis and which comply with Generally Accepted Accounting Practice in New Zealand.

Specific accounting policies

i. Revenue recognition

Income shown in the Prospective Statement of Profit or Loss comprises amounts expected to be received by the Company in the ordinary course of business from shareholders in the respective year. It is accounted for on an accruals basis. It is assumed that all income is paid within the respective financial year.

ii. Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. Depreciation is allowed at 10% per annum on a diminishing value basis over the estimated useful life of the asset which is considered appropriate. This is less than the rate allowed by Inland Revenue which is considered to be greater than what is required in this instance. The estimated useful life of the asset to NZ Boat Share ST41-5 Limited is considered to be 15 years.

iii. GST

The Company is not registered for GST. The financial statements have been prepared on a GST inclusive basis.

The above prospective financial statements have been prepared in accordance with the requirements of Financial Reporting Standard No 42: Prospective Financial Statements issued by the New Zealand Accounting Standards Board.

The actual financial statements for the 8 month period ended 31 March 2024 and the years ended 31 March 2025 and 31 March 2026 are likely to vary from the Prospective Financial Statements. Such variations may be material.

The prospective financial information is based upon the following assumptions:

Key Assumptions:

1. All 6 ordinary shares in the Company are subscribed for as at 31 July 2023.
2. Costs of \$22,000 were incurred in relation to the issue of shares in the Company.
3. The vessel is operational from 15 Aug 2023.

Purchase of 2023 Beneteau Swift Trawler 41 Fly

The cost of the purchase of the 2023 Beneteau Swift Trawler 41 Fly is the price paid to The Yacht Collective Limited being \$1,412,000 including GST.

Shareholder Use Charges

Shareholder Use Charges are based on 6 charges of \$15,933 each for the 8 months ended 31 Mar 2024, and 6 charges of \$23,900 each for the 12 months ended 31 March 2025 and 31 March 2026

Management fees to The Yacht Collective Limited include the following:

For the year to 31 March 2024 a pro-rated allowance of \$15,042 for a management fee to The Yacht Collective Limited, such fee being fixed on a yearly basis in accordance with the Management Agreement between The Yacht Club Limited and the Company.

For the year to 31 March 2025 and 2026 an annual allowance of \$36,100 for a management fee to The Yacht Collective Limited, such fee being fixed on a yearly basis in accordance with the Management Agreement between The Yacht Limited and the Company.

Direct Operating Costs for the 8 month period ended 31 March 2024 include the following:

- a. A pro-rated allowance of \$1,467 for legal and accounting fees, made on the assumption that The Yacht Collective Limited will undertake the day to day accounting work as part of the management services it provides, with minimal end of year costs for preparation of financial statements and tax returns, together with minor legal fees for the Company's transactions with new Shareholders. Major legal costs relating to the form and content of the various agreements involved have been absorbed by The Yacht Collective Limited;
- b. A pro-rated allowance of \$10,000 for berth rental. Berthing of this Vessel will be in the marine facility at Westhaven, Auckland;
- c. A pro-rated allowance of \$7,533 for general marine insurance based on a quotation provided by an experienced insurance broker, assuming an insured value of \$1,412,000
- d. A pro-rated allowance of \$15,334 for general maintenance. This includes \$9,667 for regular engine system checks, upkeep of the cabin and its furnishings and repairs and maintenance of onboard electronics & general touch-ups and maintenance of other equipment, \$2,000 for haul outs and \$3,667 for anti-foul;
- e. Pro-rated allowances of \$24,000 for cleaning and \$2,200 for polishing the hull and topsides by experienced subcontractors;
- f. A pro-rated allowance for 2 scheduled engine service per year totalling \$8,667. The twin Yanmar engines in this Vessel are new and under warranty for up to 2 Years;
- g. A pro-rated contingency reserve of \$2,333

No provision has been made for "additional use charges".

Direct Operating Costs for the year ended 31 March 2024 , 2025 and 2026 include the following:

- a. An annual allowance of \$2,200 for legal and accounting fees, made on the assumption that The Yacht Collective Limited will undertake the day to day accounting work as part of the management services it provides, with minimal end of year costs for preparation of financial statements and tax returns, and minor legal fees for the Company's transactions with new Shareholders;
- b. An annual allowance of \$15,000 for berth rental. Berthing of this Vessel will be in the marine facility at Westhaven, Auckland;
- c. An annual allowance of \$11,300 for general marine insurance based on a quotation provided by an experienced insurance broker, assuming an insured value of \$1,412,000;
- d. An annual allowance of \$23,000 for general maintenance. This includes \$14,500 for regular engine system checks, upkeep of the cabin and its furnishings and repairs and maintenance of onboard electronics and general touch-ups and maintenance of other equipment and \$3,000 for haul outs and \$5,500 for anti-foul;
- e. Annual allowances of \$36,000 for cleaning and \$3,300 for polishing the hull and topsides by experienced subcontractors;
- f. An annual allowance for 2 scheduled engine services per year totalling \$13,000. The twin Yanmar engines in this Vessel are new and under warranty for up to 2 Years.
- g. A annual contingency reserve of \$3,500

No provision has been made for "additional use charges".

Depreciation for the 8 month period ended 31 March 2024 and the years ended 31 Mar 2025 and 31 March 2026.

Depreciation is provided at 10% per annum on a diminishing value basis over the estimated useful life of the asset which is considered appropriate. This is less than the rate allowed by Inland Revenue which is considered to be greater than what is required in this instance. The estimated useful life of the asset to NZ Boat Share ST41-5 Limited is considered to be 15 years.

Other Information

36 Degrees Brokers Ltd will be selling its shares under the terms of the PDS for the same price it paid NZ Boat Share ST41-5 Limited for each individual share.