



WELLINGTON INTERNATIONAL AIRPORT LIMITED

Half-Year Report

1 November 2016

Wellington International Airport Limited (WIAL) is pleased to provide the NZX with its half-year report for the six month period ended 30 September 2016.

Wellington International Airport Limited

Results for announcement to the market

Reporting Period	Six months to 30 September 2016		
Previous Reporting Period	Six months to 30 September 2015		
	30 Sep 2016 (\$000)	30 Sep 2015 (\$000)	Percentage change (%)
Total revenue from ordinary activities	58,417	55,616	5.0%
Profit (loss) from ordinary activities after tax attributable to security holders*	(5,025)	(8,936)	43.7%
Net profit (loss) attributable to security holders*	(5,025)	(8,936)	43.7%
	Amount per security	Amount per security	Imputed amount per security
Interim/Final Dividend	N/A	N/A	N/A
Record Date	N/A		
Dividend Payment Date	N/A		
Comments	WIAL does not have equity listed on the NZSX. WIAL's only listed securities are 3 issues of fixed rate bonds which are listed on the NZDX. Details relating to WIAL's fixed rate bonds can be found at www.nzx.com/companies/WIA .		

*Note these amounts are not attributable to the security holders (i.e. the bond holders of WIAL), but to the two shareholders of WIAL (these shares are not listed).

Accompanying Documents

Accompanying, and forming part of this half-year report, are the following documents:

- WIAL consolidated financial statements for the six months to 30 September 2016;
 - Media release of the WIAL financial results for the six months ended 30 September 2016.
- (a) This announcement is extracted from the unaudited financial statements of WIAL. For more detailed analysis and explanation please refer to the attached statements.
- (b) All dollars are in New Zealand currency.

Further Notes

- (a) For the current reporting period, the results comprise WIAL and its 100% owned subsidiary Wellington Airport Noise Treatment Limited.
- (b) WIAL has a Standard & Poor's credit rating of BBB+ stable issued on 16 December 2015.
- (c) The following table presents further information relevant to WIAL's performance:

	30 Sep 2016 (\$000)	30 Sep 2015 (\$000)	Percentage change (%)
Landing and terminal charges	33,931	32,175	5.4%
Retail and trading activities	18,470	17,689	4.4%
Property rent and lease income	6,016	5,752	4.5%

- (d) WIAL made a dividend payment of \$12,058,763 on 29 June 2016 to the Wellington City Council.
- (e) The net tangible assets per share was \$12.25 as at 30 September 2016 and \$10.37 as at 30 September 2015.
- (f) NZX has granted WIAL a waiver from NZX Listing Rule 11.1.1, to enable WIAL to decline to accept or register a transfer of Bonds that is not in multiples of \$1,000 and/or results in the transferor or transferee each holding (if not zero) an aggregate principal amount of Bonds of less than the Minimum Holding (as that term is defined in the NZX Listing Rules) of \$10,000. WIAL may not refuse to register a transfer if the transfer is for all of the transferor's Bonds.

(g) The Group refers to a non-NZ GAAP financial measure of earnings before interest, tax, depreciation, amortisation, change in fair value of financial instruments, impairments and gain/(loss) on sale of assets (EBITDAF) and subvention payment within these consolidated financial statements. The Board and management consider it a useful non-NZ GAAP financial measure as it shows the contribution to earnings prior to non-cash items, cost of financing and subvention and is used by management, in conjunction with other measures, to monitor financial performance. The limited use of this non-NZ GAAP measure is intended to supplement GAAP measures and is not a substitute for NZ GAAP measures. As these measures are not defined by NZ GAAP, NZIFRS, or any other body of accounting standards, the Group's calculations may differ from similarly titled measures presented by other companies. The adjustments in the reconciliation table below are set out in Note A1 to the half year financial statements of WIAL.

	6 months 30 Sep 2016 \$000 Unaudited	6 months 30 Sep 2015 \$000 Unaudited	12 months 31 Mar 2016 \$000 Audited
Net (loss)/profit after taxation ⁽¹⁾	(5,025)	(8,936)	12,523
Subvention payment ⁽²⁾	38,762	39,517	39,517
Net interest expense	12,090	8,466	16,774
Taxation income	(7,805)	(7,797)	(3)
Depreciation	9,983	8,151	16,469
Investment properties revaluation net increase	-	-	(1,889)
Loss on sale of property, plant and equipment	274	116	114
Decrease/(increase) in value of financial instruments designated at fair value through profit or loss ⁽³⁾	(4,544)	2,323	2,636
EBITDAF before subvention payment	43,735	41,840	86,141

1. The net (loss)/profit after taxation has been prepared in accordance with New Zealand generally accepted accounting practice and the New Zealand equivalents to International Financial Reporting Standards. The reported profit information has been taken from the unaudited half year financial statements of WIAL.
2. WIAL is a member of the Infratil tax group. WIAL pays subvention payments to other members of the Infratil tax group.
3. The fair value movement of the interest rate swaps put in place to hedge WIAL's floating rate bonds.
4. Further explanation of the reconciling items is available in WIAL's unaudited half year financial statements.