



28 August 2023

## Infratil Infrastructure Bond Offer Opens

Infratil Limited (**Infratil**) announced today that it has opened an offer of 7½ year unsecured, unsubordinated, fixed rate bonds (**2031 Bonds**) to New Zealand investors. The bonds will mature on 15 March 2031.

The offer comprises two separate parts:

- A firm offer of up to \$50,000,000 of 2031 Bonds (with the ability to accept oversubscriptions of up to \$25,000,000 at Infratil's absolute discretion), which will be available to New Zealand clients of the Joint Lead Managers, approved financial intermediaries and other primary market participants invited to participate in the bookbuild process (**Firm Offer**). The Firm Offer is now open and will close on 1 September 2023.
- An exchange offer of up to \$122,103,683 of 2031 Bonds under which all New Zealand resident holders of the IFT210 bonds maturing on 15 September 2023 (**2023 Bonds**) will have the opportunity to exchange some or all of their maturing 2023 Bonds for 2031 Bonds (**Exchange Offer**). The Exchange Offer will open following the closing of the Firm Offer on 4 September 2023 and close on 13 September 2023. All eligible holders of the 2023 Bonds who submit valid applications will have their applications satisfied in full up to a maximum of the number of 2023 Bonds they hold. There is no ability to apply for additional 2031 Bonds under the Exchange Offer.

The timing of the Exchange Offer is designed to ensure eligible holders of the 2023 Bonds can have certainty on the interest rate applicable to the 2031 Bonds when they elect whether to participate in the Exchange Offer. Eligible applicants can be certain that their application will be satisfied in full up to the amount of their existing investment.

### Interest Rate

The Interest Rate for the 2031 Bonds will be the greater of:

- a) the Minimum Interest Rate of 7.05% per annum, and
- b) the sum of the Issue Margin and the Base Rate determined on the Rate Set Date (1 September 2023).

The indicative Issue Margin range for the 2031 Bonds is 2.40% to 2.55% per annum. The Issue Margin will be set following a bookbuild process on 1 September 2023 and will be announced by Infratil via NZX shortly thereafter, together with the Interest Rate. In any case the Interest Rate will not be less than the Minimum Interest Rate of 7.05% per annum.

Full details of the offer, including on the how the Interest Rate for the 2031 Bonds will be calculated, is set out in the Indicative Terms Sheet **attached**.

The offer is being made as an offer of debt securities of the same class as existing quoted debt securities pursuant to the Financial Markets Conduct Act 2013. The notice required by the Financial Markets Conduct Regulations 2014 has been provided to NZX. The 2031 Bonds are expected to be quoted on the NZX Debt Market under the ticker code IFT340.

Further information is available on [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) or by contacting a Joint Lead Manager or your usual financial adviser.

Arranger and Joint Lead Manager:

Bank of New Zealand

Joint Lead Managers:

ANZ Bank New Zealand Limited

Craigs Investment Partners Limited

Forsyth Barr Limited Jarden Securities Limited

Tom Robertson

Treasury and Risk Manager, Infratil

Phone: +64 4 550 5432

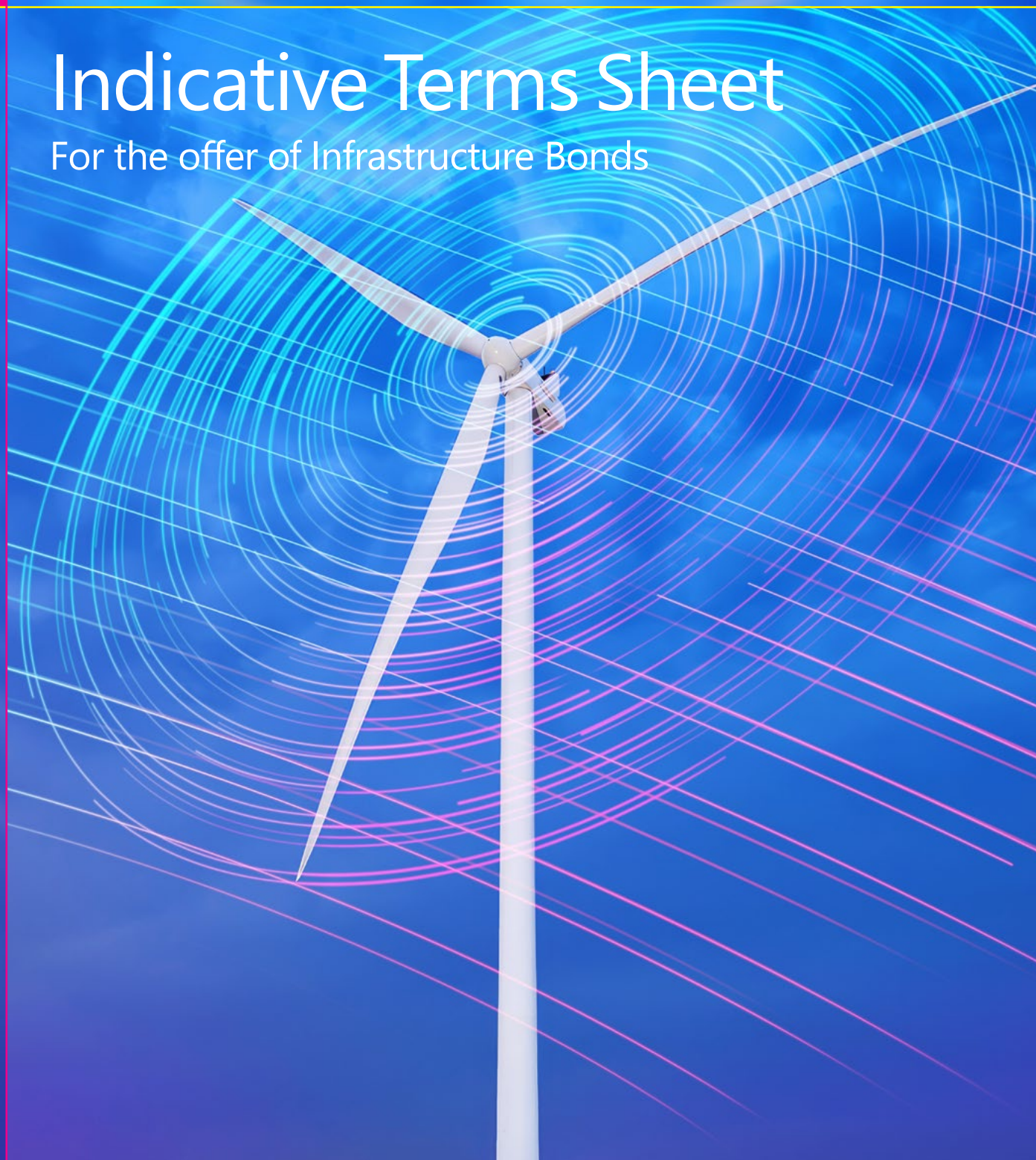
Email: [tom.robertson@hrlmorrison.com](mailto:tom.robertson@hrlmorrison.com)

**7.5 Year Fixed Rate Bond**  
Maturing 15 March 2031



# Indicative Terms Sheet

For the offer of Infrastructure Bonds



Arranger and Joint Lead Manager



Joint Lead Managers





# Indicative Terms Sheet

Dated 28 August 2023

This Indicative Terms Sheet ("**Terms Sheet**") sets out the key terms of the offer ("**Offer**") by Infratil Limited ("**Infratil**") of fixed rate bonds maturing on 15 March 2031 ("**Infrastructure Bonds**"). The Offer is comprised of a Firm Offer of up to \$50,000,000 (plus oversubscriptions of up to an additional \$25,000,000 at Infratil's discretion) of Infrastructure Bonds and an Exchange Offer of up to \$122,103,683 of Infrastructure Bonds under which all current holders of the IFT210 bonds maturing on 15 September 2023 will have the opportunity to exchange some or all of their maturing bonds for Infrastructure Bonds.

The Infrastructure Bonds will be issued under the programme trust deed dated 11 November 1999 (as amended or amended and restated from time to time) between Infratil and Trustees Executors Limited as supplemented by a series supplement dated 28 August 2023 (together, "**Trust Deed**"). Unless the context requires otherwise, capitalised terms used in this Terms Sheet have the same meaning given to them in the Trust Deed. This Terms Sheet is an "**Issue Flyer**" for the purposes of the Trust Deed.

## Important Notice

The Offer by Infratil is made in reliance upon the exclusion in clause 19 of schedule 1 of the Financial Markets Conduct Act 2013 ("**FMCA**").

The Offer contained in this Terms Sheet is an offer of Infrastructure Bonds that have identical rights, privileges, limitations and conditions (except for the interest rate and maturity date) as:

- Infratil's fixed rate bonds maturing on 15 September 2023, which have an interest rate of 5.25% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT210;
- Infratil's fixed rate bonds maturing on 15 June 2024, which have an interest rate of 5.50% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT230;

- Infratil's fixed rate bonds maturing on 15 December 2024, which have an interest rate of 4.75% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT260;
- Infratil's fixed rate bonds maturing on 15 June 2025, which have an interest rate of 6.15% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT250;
- Infratil's fixed rate bonds maturing on 15 March 2026, which have an interest rate of 3.35% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT300;
- Infratil's fixed rate bonds maturing on 15 December 2026, which have an interest rate of 3.35% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT280;
- Infratil's fixed rate bonds maturing on 15 December 2027, which have an interest rate of 3.60% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT310;
- Infratil's bonds maturing on 15 December 2028, which have a current interest rate of 4.85% per annum (rate reset after five years on 15 December 2023) and which are currently quoted on the NZX Debt Market under the ticker code IFT270;
- Infratil's fixed rate bonds maturing on 31 July 2029, which have an interest rate of 6.90% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT330;
- Infratil's bonds maturing on 15 December 2029, which have a current interest rate of 7.89% per annum (further rate reset on 15 December 2023 and annually thereafter) and which are currently quoted on the NZX Debt Market under the ticker code IFTHC; and

- Infratil's fixed rate bonds maturing on 15 June 2030, which have a current interest rate of 5.93% per annum (rate reset on 15 June 2026) and which are currently quoted on the NZX Debt Market under the ticker code IFT320,

(together the "**Quoted Bonds**").

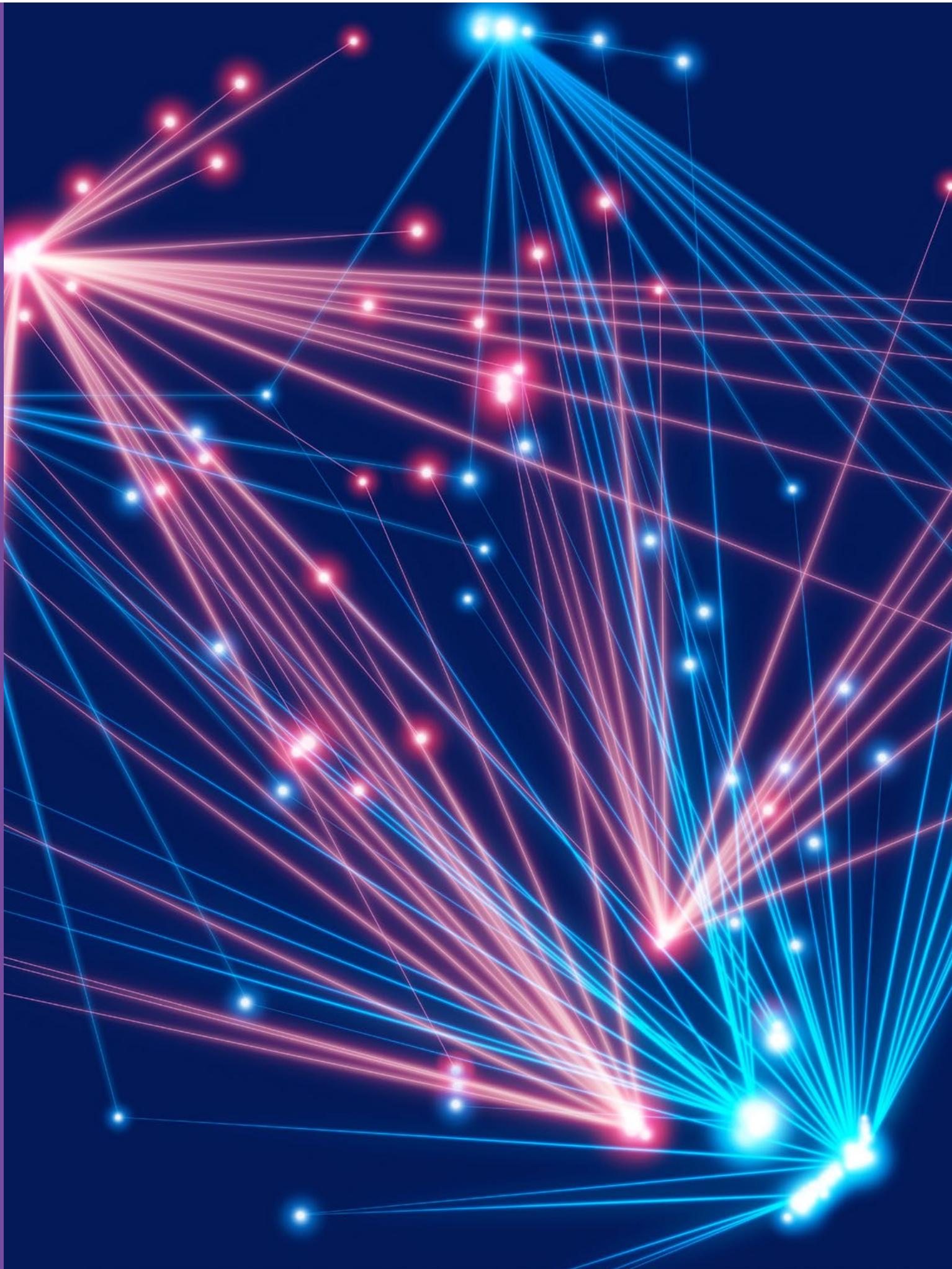
Accordingly, the Infrastructure Bonds are the same class as the Quoted Bonds for the purposes of the FMCA and the Financial Markets Conduct Regulations 2014.

Infratil is subject to a disclosure obligation that requires it to notify certain material information to NZX Limited ("**NZX**") for the purpose of that information being made available to participants in the market and that information can be found by visiting [www.nzx.com/companies/IFT](http://www.nzx.com/companies/IFT).

The Quoted Bonds are the only debt securities of Infratil that are currently quoted and in the same class as the Infrastructure Bonds that are being offered. The Quoted Bonds with ticker code IFT330 have been quoted on the NZX Debt Market for less than 3 months.

Investors should look to the market price of the Quoted Bonds referred to above to find out how the market assesses the returns and risk premium for those bonds.

Infratil has the right in its absolute discretion and without notice to close the Firm Offer and/or Exchange Offer early, to add additional Issue Dates, to extend the Firm Offer Closing Date and/or Exchange Offer Closing Date, to increase the amount of oversubscriptions, or to choose not to proceed with the Offer.





# Key Terms of the Infrastructure Bonds

<b>Issuer:</b>	Infratil Limited.
<b>Description:</b>	Infrastructure Bonds are unsecured, unsubordinated debt securities of Infratil to be issued pursuant to the Trust Deed.
<b>Firm Offer and Exchange Offer:</b>	<p>The Offer consists of two separate parts.</p> <p>Under the first part ("<b>Firm Offer</b>"), Infratil is offering Infrastructure Bonds to New Zealand clients of the Joint Lead Managers, approved financial intermediaries and other primary market participants invited to participate in the bookbuild.</p> <p>Under the second part ("<b>Exchange Offer</b>"), Infratil is offering New Zealand resident holders of its IFT210 fixed rate bonds maturing on 15 September 2023 ("<b>2023 Bonds</b>") the opportunity to exchange all or some of their 2023 Bonds for Infrastructure Bonds offered under this Terms Sheet. You will receive one new Infrastructure Bond for each 2023 Bond exchanged under the Exchange Offer. Once you submit a completed application for the Exchange Offer you will no longer be able to sell or otherwise transfer your 2023 Bonds designated in that application.</p> <p>There is no public pool for Infrastructure Bonds under the Offer.</p> <p>See "<b>How to Apply</b>" on page 8.</p>
<b>Use of Proceeds:</b>	Infratil intends to use the net proceeds of the Offer for general corporate purposes, including to refinance the 2023 Bonds and to repay a portion of Infratil's existing bank debt bridge facilities put in place to fund the acquisition of One New Zealand.
<b>Terms Particular to the Firm Offer</b>	
<b>Firm Offer Amount:</b>	The Firm Offer is for up to \$50,000,000 of Infrastructure Bonds, with the option to accept oversubscriptions of up to an additional \$25,000,000 of Infrastructure Bonds in aggregate at Infratil's absolute discretion.
<b>Firm Offer Applications:</b>	The Firm Offer is open to all New Zealand resident investors, but only if the investor receives a firm allocation from a Joint Lead Manager, approved financial intermediary or other primary market participant invited to participate in the bookbuild.
<b>Firm Offer Opening Date:</b>	28 August 2023.
<b>Firm Offer Closing Date:</b>	11.00am, 1 September 2023.
<b>Terms Particular to the Exchange Offer</b>	
<b>Exchange Offer Amount:</b>	The Exchange Offer is for up to \$122,103,683 of Infrastructure Bonds (being the total face value of 2023 Bonds outstanding). No oversubscriptions will be accepted under the Exchange Offer.
<b>Exchange Offer Applications:</b>	The Exchange Offer is available to New Zealand resident holders of the 2023 Bonds. Infratil will issue one Infrastructure Bond for each 2023 Bond exchanged.
<b>Exchange Offer Opening Date:</b>	4 September 2023.

<b>Exchange Offer Closing Date:</b>	5.00pm, 13 September 2023.
<b>Terms Common to the Firm Offer and the Exchange Offer</b>	
<b>Rate Set Date:</b>	1 September 2023.
<b>Issue Date:</b>	15 September 2023.
<b>Expected Date of Initial Quotation on the NZX Debt Market:</b>	18 September 2023.
<b>Maturity Date:</b>	15 March 2031.
<b>Interest Rate:</b>	<p>The Infrastructure Bonds will pay a fixed rate of interest from the Issue Date until the Maturity Date.</p> <p>The Interest Rate will be the greater of:</p> <p>(a) the sum of the Issue Margin and the Base Rate determined on the Rate Set Date; and</p> <p>(b) the Minimum Interest Rate.</p> <p>The Interest Rate will be announced by Infratil via NZX and available on Infratil's website <a href="http://www.infratil.com/for-investors/our-bonds">www.infratil.com/for-investors/our-bonds</a> on or shortly after the Rate Set Date.</p>
<b>Minimum Interest Rate:</b>	7.05% per annum.
<b>Issue Margin:</b>	The Issue Margin will be determined by Infratil in consultation with the Joint Lead Managers (identified on page 10) on the Rate Set Date following completion of the bookbuild process for the Firm Offer and will be announced via NZX and available on Infratil's website <a href="http://www.infratil.com/for-investors/our-bonds">www.infratil.com/for-investors/our-bonds</a> shortly thereafter.
<b>Indicative Issue Margin:</b>	The indicative Issue Margin range is 2.40% to 2.55% per annum. The actual Issue Margin may be above, within or below the indicative range.
<b>Base Rate:</b>	The mid-market rate for a New Zealand dollar interest rate swap of a term matching the period from the Issue Date to the Maturity Date as determined by Infratil in consultation with the Arranger (identified below) on the Rate Set Date in accordance with market convention with reference to Bloomberg page ICNZ4 (or any successor page), in each case expressed on a quarterly basis (and rounded to 2 decimal places, if necessary, with 0.005 being rounded up).
<b>Interest Payment Dates:</b>	15 March, 15 June, 15 September and 15 December of each year until and including the Maturity Date (commencing on 15 September 2023). Although the first Interest Payment Date is 15 September 2023, because that is the same date as the Issue Date, no interest will have accrued and no interest will be payable on that date. The first date on which interest will be paid on the Infrastructure Bonds is 15 December 2023.
<b>Interest Payments:</b>	<p>Other than for the first Interest Payment Date (on which no interest will be paid), Infratil will pay interest in arrear in equal amounts on each Interest Payment Date.</p> <p>In addition, if the Infrastructure Bonds are redeemed on a day that is not an Interest Payment Date (see "Right to Redeem Early" and "Early Redemption Events" on page 6), the amount of interest that will be payable to you will be adjusted to reflect the number of days in the interest period in which the interest accrued.</p>

**First Interest Payment:**

As noted above, although the first Interest Payment Date is 15 September 2023, because that is the same date as the Issue Date, no interest will have accrued and no interest will be payable on that date. The first date on which interest will be paid on the Infrastructure Bonds is 15 December 2023. Interest paid on 15 December 2023 on each Infrastructure Bond will be paid to the Holder of the Infrastructure Bond on the Record Date for that payment (being 5 December 2023).

**Interest Suspension and Dividend  
Stopper:**

Infratil may suspend the payment of interest where an Interest Suspension Event exists. If the payment of interest is suspended:

- (a) interest will continue to accrue (without compounding) and will be paid by Infratil when the Interest Suspension Event ceases to exist; and
- (b) Infratil will not pay or make any distribution to shareholders or provide any financial assistance for the acquisition of shares in Infratil.

**Interest Suspension Events:**

In summary, an Interest Suspension Event may occur if:

- (a) the interest payment would be likely to breach the solvency test in section 4 of the Companies Act 1993;
- (b) the interest payment would be likely to result in a breach of the terms or conditions of other financial indebtedness incurred by Infratil or certain of its subsidiaries; or
- (c) the interest payment would be likely to result in a breach of any other legal obligation by Infratil or certain of its subsidiaries.

**Right to Redeem Early:**

Infratil has the right to redeem all or some of the Infrastructure Bonds prior to the Maturity Date by giving you no less than 5 Business Days' notice. Infratil may not exercise this right if:

- (a) the Supervisor has declared the Infrastructure Bonds due and payable because an event of default as described in clause 8.1 of the Trust Deed exists; or
- (b) the notice of early redemption is given at a time on or after the day falling 25 Business Days before the Maturity Date.

You have no right of early redemption except following an Early Redemption Event.

**Redemption Price:**

**Redemption on the Maturity Date or following an Early Redemption Event**

Each Infrastructure Bond redeemed on the Maturity Date, or earlier following an Early Redemption Event, will be redeemed at an amount equal to its Face Value less all withholding tax or deductions required to be made.

**Early Redemption**

If an Infrastructure Bond is redeemed early due to Infratil exercising its right to redeem early, it will be redeemed at an amount equal to the greater of:

- (a) its Face Value plus accrued but unpaid interest; and
- (b) the current market price of the Infrastructure Bonds (determined in accordance with clause 6.1(l)(ii) of the Trust Deed),

in each case less all withholdings or deductions required to be made.

**Early Redemption Events:**

In summary, an Early Redemption Event may occur if:

- (a) an event of default as described in clause 8.1 of the Trust Deed occurs; or
- (b) certain takeover offers are made in respect of the shares in Infratil.

In general terms, the events of default include non-payment for 14 days or more and the occurrence of certain insolvency related events in relation to Infratil.



**Liabilities to Assets Covenant:**

Infratil has agreed for the benefit of Holders that, on the last day of each financial year and financial half-year of Infratil (and in certain other circumstances), Borrowed Money Indebtedness of the Issuer Group (being Infratil and certain of its 100% owned subsidiaries) will not exceed 50% of Tangible Assets of Infratil and its subsidiaries as at that date.

**Ranking of Infrastructure Bonds:**

The Infrastructure Bonds are unsecured and unsubordinated debt obligations of Infratil. This means that in a liquidation of Infratil your rights and claims as a Holder:

- (a) will rank **after** the claims of (i) secured creditors of Infratil (if any), and (ii) creditors of Infratil who are preferred by law (e.g. the Inland Revenue Department in respect of unpaid tax);
- (b) will rank **equally** with the claims of all other unsecured, unsubordinated creditors of Infratil; and
- (c) will rank in **priority** to the claims of (i) subordinated creditors of Infratil (if any) (being creditors who have agreed to accept a lower priority in respect of their claims in a liquidation of Infratil), and (ii) shareholders.

Infratil is a holding company with investments in various companies. **Holders have no claims against, or recourse to the assets of, any of those companies.** Infratil's ability to make timely payments on the Infrastructure Bonds is dependent on the returns it receives from its investments, its capital structure and the quality of its management.

In a liquidation of the Infratil group, creditors of Infratil's subsidiaries and associates (including lenders) would have a prior claim to the assets of those companies ranking ahead of the claim of Infratil's liquidator (claiming as shareholder in the companies). Only the residual assets of the companies, after the claims of the companies' creditors have been satisfied, would be available to Infratil's liquidator and therefore Infratil's creditors (including Holders).

**No Guarantee:**

The Infrastructure Bonds are not guaranteed by any member of the Infratil group or any other person.

**Issue Price:**

\$1.00 per Infrastructure Bond (being the Face Value).

No subscription moneys are payable by a Holder for Infrastructure Bonds allotted under the Exchange Offer.

**Minimum Application Amount:**

Infrastructure Bonds having a Face Value of \$5,000 and multiples having a Face Value of \$1,000 thereafter (unless a holder of 2023 Bonds is exchanging all of their 2023 Bonds).

**ISIN:**

NZIFTD0340L6

**Business Day:**

A day on which NZX is open for trading. If any Interest Payment Date or the Maturity Date falls on a day that is not a Business Day, the due date for the payment to be made on that date will be on the immediately preceding Business Day, but the amount paid will not be adjusted.

**Registrar and Paying Agent:**

Link Market Services Limited

**Who May Apply:**

**Firm Offer**

All Infrastructure Bonds offered under the Firm Offer are reserved for the clients of the Joint Lead Managers, approved financial intermediaries and other primary market participants invited to participate in the bookbuild, who are New Zealand residents. There is no public pool for Infrastructure Bonds for the Offer.

**Exchange Offer**

All Infrastructure Bonds exchanged or offered under the Exchange Offer are reserved to registered holders of a 2023 Bond who are New Zealand residents.

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**How to Apply:**

**Firm Offer**

Investors wanting to participate in the Firm Offer should contact a Joint Lead Manager, their financial adviser or any primary market participant for information on how they may acquire Infrastructure Bonds. You can find a primary market participant by visiting [www.nzx.com/services/market-participants](http://www.nzx.com/services/market-participants).

The Joint Lead Manager, primary market participant or your financial adviser will be able to explain what arrangements will need to be put in place for you to trade the Infrastructure Bonds including obtaining a common shareholder number ("**CSN**"), an authorisation code ("**FIN**") and opening an account with a primary market participant as well as the costs and timeframes for putting such arrangements in place.

**Exchange Offer**

Holders of 2023 Bonds have the option to participate in the Exchange Offer by using an online or printed application form.

If you have provided an email address for investor correspondence, you will receive an email on the Firm Offer Opening Date with an email link. The email link will take you to a Registrar website where you will receive information on how to apply for Infrastructure Bonds in the Exchange Offer using the online application form.

You will be able to apply using the online application form at [www.infratilbondexchangeoffer.com](http://www.infratilbondexchangeoffer.com) from the Exchange Offer Opening Date. You must complete the online application form by no later than 5.00pm on the Exchange Offer Closing Date.

If you have not provided an email address for investor correspondence, you will be mailed this Terms Sheet along with a printed application form to your registered postal address.

If you use a printed application form under the Exchange Offer, you must return a completed printed application form so that it is received by the Registrar at the address below no later than 5.00pm on the Exchange Offer Closing Date:

**Link Market Services Limited**

email a completed PDF copy to: [applications@linkmarketservices.co.nz](mailto:applications@linkmarketservices.co.nz)

or post a printed application form to: Infratil Bond Offer, c/- Link Market Services Limited, PO Box 91976, Victoria Street West, Auckland 1142

or deliver a printed application form to: c/- Link Market Services Limited, Level 30, PwC Tower, 15 Customs Street West, Auckland 1010

Once you submit a completed Exchange Offer application (online or through a printed application form) you will no longer be able to sell or otherwise transfer your 2023 Bonds designated in that application.

**Applications may be refused**

In relation to the Firm Offer, Infratil reserves the right to refuse any application or to accept an application in part only, without providing a reason. If Infratil refuses any application under the Exchange Offer due to the applicant being ineligible the 2023 Bonds that are not being exchanged will be redeemed on their maturity date in accordance with their existing terms and conditions.

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**Brokerage:**

Infratil will pay a firm brokerage fee of 1.00% of the aggregate principal amount of Infrastructure Bonds (such fee comprised of a brokerage fee of 0.50% and a firm allocation fee of 0.50%). Such amounts will be paid to the Arranger who will distribute as appropriate to primary market participants and approved financial intermediaries.

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**NZX Debt Market Quotation:**

Infratil will take any necessary steps to ensure that the Infrastructure Bonds are, immediately after issue, quoted.

NZX is a licensed market operator, and the NZX Debt Market is a licensed market, under the FMCA.

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**NZX Debt Market Ticker Code:**

IFT340

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**Supervisor:**

Trustees Executors Limited

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**Governing Law:**

New Zealand

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**No Underwriting:**

The Offer is not underwritten.

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**Offer in New Zealand only:**

The Infrastructure Bonds may only be offered for sale or sold in New Zealand. Infratil has not and will not take any action which would permit a public offering of the Infrastructure Bonds, or possession or distribution of any offering material, in any country or jurisdiction where action for that purpose is required (other than New Zealand). Infrastructure Bonds may only be offered for sale or sold in compliance with all applicable laws and regulations in any jurisdiction in which they are offered, sold or delivered. Any information memorandum, terms sheet, circular, advertisement or other offering material in respect of the Infrastructure Bonds may only be published, delivered or distributed in or from any country or jurisdiction under circumstances which will result in compliance with all applicable laws and regulations.

By subscribing for Infrastructure Bonds, you agree to indemnify Infratil, the Joint Lead Managers and the Supervisor in respect of any loss incurred as a result of you breaching the above selling restrictions.

The above selling restrictions apply in relation to both the Firm Offer and the Exchange Offer.

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**Non-reliance:**

This Terms Sheet does not constitute a recommendation by the Joint Lead Managers, the Supervisor, or any of their respective directors, officers, employees, agents or advisers to subscribe for, or purchase, any of the Infrastructure Bonds.

The Joint Lead Managers and the Supervisor have not independently verified the information contained in this Terms Sheet. In accepting delivery of this Terms Sheet, you acknowledge that none of the Joint Lead Managers, the Supervisor nor their respective directors, officers, employees, agents or advisers gives any warranty or representation of accuracy or reliability and they take no responsibility for it.

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# Other Information

The dates set out in this Terms Sheet are indicative only and Infratil may change the dates set out in this Terms Sheet. Infratil has the right in its absolute discretion to close the Firm Offer and/or Exchange Offer early, to add additional Issue Dates, to extend the Firm Offer Closing Date and/or Exchange Offer Closing Date, to increase the amount of oversubscriptions, or to choose not to proceed with the Offer. Infratil will announce any changes to the dates set out in this Terms Sheet via NZX as soon as practicable.

Any internet site address provided in the Terms Sheet is for reference only and, except as expressly stated otherwise, the content of such internet site is not incorporated by reference into, and does not form part of, this Terms Sheet.

Copies of the Trust Deed are available by visiting [www.infratil.com/for-investors/bonds](http://www.infratil.com/for-investors/bonds) or you may request a copy from:

**Infratil Limited**

5 Market Lane  
Wellington  
Attention: Tom Robertson  
or

**Trustees Executors Limited**

Level 11, 51 Shortland Street  
Auckland  
Attention: David Shaw

Investors should seek qualified independent financial and taxation advice before deciding to invest. In particular, you should consult your tax adviser in relation to your specific circumstances. Investors will also be personally responsible for ensuring compliance with relevant laws and regulations applicable to them (including any required registrations).

**For further information regarding Infratil, visit [www.nzx.com/companies/IFT](http://www.nzx.com/companies/IFT).**

## Directory

### Issuer

**Infratil Limited**

5 Market Lane  
PO Box 320  
Wellington 6140  
Telephone 04 473 3663

### Supervisor

**Trustees Executors Limited**

Level 11, 51 Shortland Street  
PO Box 4197  
Auckland 1140  
Telephone 0800 878 783

### Registrar

**Link Market Services Limited**

Level 30, PwC Tower  
15 Customs Street West  
Auckland 1010  
PO Box 91976  
Auckland 1142

### Arranger

**Bank of New Zealand**

Level 6, 80 Queen Street  
Auckland 1010  
Telephone 0800 284 017

### Joint Lead Managers

**ANZ Bank New Zealand Limited**

Level 10, 171 Featherston Street  
PO Box 540  
Wellington 6011

**Bank of New Zealand**

Level 6, 80 Queen Street  
Auckland 1010  
Telephone 0800 284 017

**Craigs Investment Partners Limited**

Level 32, Vero Centre  
48 Shortland Street  
Auckland 1010  
Telephone 0800 226 263

**Forsyth Barr Limited**

Level 23, Shortland & Fort  
88 Shortland Street  
Auckland 1010  
Telephone 0800 367 227

**Jarden Securities Limited**

Level 14, 171 Featherston Street  
Wellington 6011  
Telephone 0800 005 678



28 August 2023

Dear Bondholder/Shareholder

Infratil Limited (**Infratil**) has announced that it is making a new offer of 7½ year unsecured, unsubordinated, fixed rate infrastructure bonds (**2031 Bonds**). The bonds will mature on 15 March 2031.

Information about the offer and the 2031 Bonds is available on Infratil's website [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) where you can download a copy of the Indicative Terms Sheet.

### **Offer structure**

The offer comprises two separate parts:

- A firm offer of up to \$50,000,000 of 2031 Bonds (with the ability to accept oversubscriptions of up to \$25,000,000 at Infratil's absolute discretion) which will be available to New Zealand clients of the Joint Lead Managers, approved financial intermediaries and other primary market participants invited to participate in the bookbuild process (**Firm Offer**). The Firm Offer is now open and will close on 1 September 2023.
- An exchange offer of up to \$122,103,683 of 2031 Bonds under which all New Zealand resident holders of the IFT210 bonds maturing on 15 September 2023 (**2023 Bonds**) will have the opportunity to exchange some or all of their maturing 2023 Bonds for 2031 Bonds (**Exchange Offer**). The Exchange Offer will open following the closing of the Firm Offer on 4 September 2023 and close on 13 September 2023. All eligible holders of the 2023 Bonds who submit a valid application will have their applications satisfied in full up to a maximum of the number of 2023 Bonds they hold. There is no ability to apply for additional 2031 Bonds under the Exchange Offer.

The timing of the Exchange Offer is designed to ensure eligible holders of the 2023 Bonds can have certainty on the interest rate applicable to the 2031 Bonds when they elect whether to participate in the Exchange Offer. Eligible applicants can be certain that their application will be satisfied in full up to the amount of their existing investment.

The offer is being made as an offer of debt securities of the same class as existing quoted debt securities pursuant to the Financial Markets Conduct Act 2013. The Bonds are expected to be quoted on the NZX Debt Market under the ticker code IFT340.

### **Interest Rate**

The Interest Rate will be the greater of:

- (a) the Minimum Interest Rate of 7.05% per annum; and
- (b) the sum of the Issue Margin and the Base Rate determined on 1 September 2023 when the Firm Offer closes.

The Issue Margin will be set following a bookbuild process on 1 September 2023. The indicative Issue Margin range for the 2031 Bonds is 2.40% to 2.55% per annum. In any case, the Interest Rate will not be less than the Minimum Interest Rate of 7.05% per annum.

Full details of the offer, including on how the Interest Rate for the 2031 Bonds will be calculated, is set out in the Indicative Terms Sheet that is available to download on Infratil's website.

The Issue Margin and the Interest Rate will be announced by Infratil on 1 September 2023 via NZX and will be available on Infratil's website [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) together with an updated Terms Sheet.

**How do I apply?**

- If you want to participate in the Firm Offer you should contact a Joint Lead Manager, your financial adviser or any primary market participant for information on how to acquire the 2031 Bonds. You can find a primary market participant by visiting [www.nzx.com/services/market-participants/find-a-participant](http://www.nzx.com/services/market-participants/find-a-participant).
- The Exchange Offer is only open to current holders of 2023 Bonds. If you are not a current holder of 2023 Bonds you are able to participate through the Firm Offer only.

If you are interested in further information we suggest that you contact your usual financial adviser or one of the Joint Lead Managers whose details are contained within the Indicative Terms Sheet.

Yours sincerely

*Tom Robertson*

Tom Robertson  
Infratil Treasury and Risk Manager





28 August 2023

Dear Bondholder

Infratil Limited (**Infratil**) has announced that it is making a new offer of 7½ year unsecured, unsubordinated, fixed rate infrastructure bonds (**2031 Bonds**). The bonds will mature on 15 March 2031.

Information about the offer and the 2031 Bonds is available on Infratil's website [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) where you can download a copy of the Indicative Terms Sheet.

### **Offer structure**

The offer comprises two separate parts:

- A firm offer of up to \$50,000,000 of 2031 Bonds (with the ability to accept oversubscriptions of up to \$25,000,000 at Infratil's absolute discretion) which will be available to New Zealand clients of the Joint Lead Managers, approved financial intermediaries and other primary market participants invited to participate in the bookbuild process (**Firm Offer**). The Firm Offer is now open and will close on 1 September 2023.
- An exchange offer of up to \$122,103,683 of 2031 Bonds under which all New Zealand resident holders of the IFT210 bonds maturing on 15 September 2023 (**2023 Bonds**) will have the opportunity to exchange some or all of their maturing 2023 Bonds for 2031 Bonds (**Exchange Offer**). The Exchange Offer will open following the closing of the Firm Offer on 4 September 2023 and close on 13 September 2023. All eligible holders of the 2023 Bonds who submit a valid application will have their applications satisfied in full up to a maximum of the number of 2023 Bonds they hold. There is no ability to apply for additional 2031 Bonds under the Exchange Offer.

The timing of the Exchange Offer is designed to ensure eligible holders of the 2023 Bonds can have certainty on the interest rate applicable to the 2031 Bonds when they elect whether to participate in the Exchange Offer. Eligible applicants can be certain that their application will be satisfied in full up to the amount of their existing investment.

The offer is being made as an offer of debt securities of the same class as existing quoted debt securities pursuant to the Financial Markets Conduct Act 2013. The 2031 Bonds are expected to be quoted on the NZX Debt Market under the ticker code IFT340.

### **Interest Rate**

The Interest Rate will be the greater of:

- (a) the Minimum Interest Rate of 7.05% per annum; and
- (b) the sum of the Issue Margin and the Base Rate determined on 1 September 2023 when the Firm Offer closes.

The Issue Margin will be set following a bookbuild process on 1 September 2023. The indicative Issue Margin range for the 2031 Bonds is 2.40% to 2.55% per annum. In any case, the Interest Rate will not be less than the Minimum Interest Rate of 7.05% per annum.

Full details of the offer, including on how the Interest Rate for the 2031 Bonds will be calculated, is set out in the Indicative Terms Sheet that is available to download on Infratil's website.

The Issue Margin and the Interest Rate will be announced by Infratil on 1 September 2023 via NZX and will be available on Infratil's website [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) together with an updated Terms Sheet.

#### How do I apply?

- If you want to participate in the **Firm Offer** you should contact a Joint Lead Manager, your financial adviser or any primary market participant for information on how to acquire the 2031 Bonds. You can find a primary market participant by visiting [www.nzx.com/services/market-participants/find-a-participant](http://www.nzx.com/services/market-participants/find-a-participant).
- If you would like to participate in the **Exchange Offer** the online portal will be available at [www.infratilbondexchangeoffer.com](http://www.infratilbondexchangeoffer.com) from 8.30am on 4 September 2023. To complete your online application, you will need your CSN/Holder Number and the unique Entitlement Number for the Exchange Offer. Your online acceptance details are:
  - CSN/Holder Number:     [•]
  - Entitlement Number:     [•]

We strongly encourage you to use the online portal to avoid missing out due to postal delays, or due to issues processing manual applications. The online portal will be available until the Exchange Offer closes at 5.00pm on 13 September 2023.

If you are unable to complete the online application please go to Infratil's website [www.infratil.com/for-investors/our-bonds](http://www.infratil.com/for-investors/our-bonds) and download a copy of the Indicative Terms Sheet which includes an application form for completion, or alternatively contact Link Market Services on [applications@linkmarketservices.co.nz](mailto:applications@linkmarketservices.co.nz) or call 09 375 5998 if you have any questions on how to participate in the Exchange Offer. You must return a completed application form so that it is received by the Registrar no later than 5.00pm on 13 September 2023.

If you decide not to participate in the Exchange Offer, or to only exchange some of your 2023 Bonds, then the payment of the face value of your 2023 Bonds that are not exchanged will be made by direct credit into your nominated bank account on 15 September 2023, together with the final interest payment. If you need to update your nominated bank account or other contact details please visit the Link Investor Centre ([investorcentre.linkgroup.nz](http://investorcentre.linkgroup.nz)) to update online.

If you are interested in further information we suggest that you contact your usual financial adviser or one of the joint lead managers whose details are contained within the Indicative Terms Sheet.

Yours sincerely

*Tom Robertson*

Tom Robertson  
Infratil Treasury and Risk Manager

28 August 2023



**Notice pursuant to clause 20(1)(a) of schedule 8 of the Financial Markets  
Conduct Regulations 2014**

Infratil Limited ("**Infratil**") gives notice under clause 20(1)(a) of schedule 8 of the Financial Markets Conduct Regulations 2014 ("**Regulations**") that it proposes to make an offer for the issue of bonds due 15 March 2031 ("**2031 Bonds**"), in reliance upon the exclusion in clause 19 of schedule 1 of the Financial Markets Conduct Act 2013 ("**FMCA**").

The main terms of the offer and the 2031 Bonds are set out in the attached Terms Sheet. Except for the interest rate and maturity date, the 2031 Bonds will have identical rights, privileges, limitations and conditions as:

- Infratil's fixed rate bonds maturing on 15 September 2023, which have an interest rate of 5.25% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT210;
- Infratil's fixed rate bonds maturing on 15 June 2024, which have an interest rate of 5.50% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT230;
- Infratil's fixed rate bonds maturing on 15 December 2024, which have an interest rate of 4.75% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT260;
- Infratil's fixed rate bonds maturing on 15 June 2025, which have an interest rate of 6.15% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT250;
- Infratil's bonds maturing on 15 March 2026, which have an interest rate of 3.35% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT300;
- Infratil's fixed rate bonds maturing on 15 December 2026, which have an interest rate of 3.35% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT280;
- Infratil's bonds maturing on 15 December 2027, which have an interest rate of 3.60% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT310;
- Infratil's bonds maturing on 15 December 2028, which have a current interest rate of 4.85% per annum (rate reset after five years on 15 December 2023) and which are currently quoted on the NZX Debt Market under the ticker code IFT270;
- Infratil's bonds maturing on 31 July 2029, which have an interest rate of 6.90% per annum and which are currently quoted on the NZX Debt Market under the ticker code IFT330 ("**IFT330 Bonds**");
- Infratil's bonds maturing on 15 December 2029, which have a current interest rate of 7.89% per annum (further rate reset on 15 December 2023 and annually thereafter) and which are currently quoted on the NZX Debt Market under the ticker code IFTHC; and
- Infratil's bonds maturing on 15 June 2030, which have a current interest rate of 5.93% per annum (rate reset on 15 June 2026) and which are currently quoted on the NZX Debt Market under the ticker code IFT320,

(the "**Quoted Bonds**"), and therefore are of the same class as the Quoted Bonds for the purposes of the FMCA and the Regulations. The Quoted Bonds (except the IFT330 Bonds) have been continuously quoted on the NZX Debt Market over the preceding 3 months.<sup>1</sup>

As at the date of this notice, Infratil is in compliance with:

- the continuous disclosure obligations that apply to it in relation to the Quoted Bonds; and
- its financial reporting obligations (as defined in the Regulations).

As at the date of this notice, there is no excluded information required to be disclosed for the purposes of the Regulations.

As at the date of this notice, there is no other information that would be required to be disclosed under a continuous disclosure obligation or which would be excluded information required to be disclosed for the purposes of the Regulations if the Quoted Bonds had had the same redemption date or interest rate as the 2031 Bonds being offered.

**For further information, please contact: Tom Robertson, Treasury & Risk Manager, Infratil Limited on 04 550 5432**

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<sup>1</sup> Infratil's IFT330 Bonds were first quoted on the NZX Debt Market on 1 August 2023 and therefore have not been quoted on the NZX Debt Market for more than 3 months.