



WELLINGTON INTERNATIONAL AIRPORT LIMITED

Half-Year Report

7 November 2017

Wellington International Airport Limited (WIAL) is pleased to provide the NZX with its half-year report for the six month period ended 30 September 2017.

Wellington International Airport Limited

Results for announcement to the market

Reporting Period	Six months to 30 September 2017		
Previous Reporting Period	Six months to 30 September 2016		
	30 Sep 2017 (\$000)	30 Sep 2016 (\$000)	Percentage change (%)
Total revenue from ordinary activities	63,790	58,417	9.2%
Profit (loss) from ordinary activities after tax attributable to security holders*	(1,741)	(5,025)	65.4%
Net profit (loss) attributable to security holders*	(1,741)	(5,025)	65.4%
	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 4 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/WIAL .		

*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 2017;
 - Media release of the WIAL financial results for the six months ended 30 September 2017.
- (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 2 December 2016.
- (c) The following table presents further information relevant to WIAL's performance:

	30 Sep 2017 (\$000)	30 Sep 2016 (\$000)	Percentage change (%)
Landing and terminal charges	37,566	33,931	10.7%
Retail and trading activities	20,101	18,470	8.8%
Property rent and lease income	6,123	6,016	1.8%

- (d) WIAL made a dividend payment of \$11,937,371 on 27 June 2017 to the Wellington City Council.
- (e) The net tangible assets per share was \$12.43 as at 30 September 2017 and \$12.25 as at 30 September 2016.
- (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 2017	6 months 30 Sep 2016	12 months 31 Mar 2017
	\$000	\$000	\$000
	Unaudited	Unaudited	Audited
Net (loss)/profit after taxation ⁽¹⁾	(1,741)	(5,025)	16,098
Subvention payment ⁽²⁾	37,610	38,762	38,894
Net financing expense ⁽³⁾	9,551	7,546	13,104
Taxation (income)/loss	(5,695)	(7,805)	960
Depreciation	11,451	9,983	21,654
Investment properties revaluation net increase	(3,866)	-	(820)
Loss on sale of property, plant and equipment	-	274	654
EBITDAF before subvention payment	47,310	43,735	90,544

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. Includes 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.