

**Air New Zealand Limited**  
**Preliminary Half Year Results**  
**25 February 2015**

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# Air New Zealand Limited

ARBN 000 312 685

31 December 2014

Half year information given to the ASX under listing rule 4.2A.3

## Appendix 4D

- 1 This report is for the half year ending 31 December 2014 and should be read in conjunction with the most recent annual financial report. Comparatives are in respect of the half year ending 31 December 2013.

2 Results for announcement to the market:

	Current Half Year \$NZ'm	Up/(Down) %	Previous Corresponding Half Year \$NZ'm
2.1 Revenue from ordinary activities (includes finance income)	2,429	3.6%	2,345
2.2 Profit from ordinary activities after taxation	133	(5.7)%	141
2.3 Net profit attributable to members	133	(5.7)%	141

2.4 - 2.5 Dividends:

On 24 February 2015, the Board of Directors declared an interim dividend of 6.5 cents per Ordinary Share, payable on 20 March 2015 to registered shareholders at 13 March 2015. The total dividend payable will be \$73 million. Imputation credits will be attached and supplementary dividends paid to non-resident shareholders. The dividend has not been recognised in the December 2014 interim financial statements.

A final dividend in respect of the 2014 financial year of 5.5 cents per Ordinary Share and a special dividend of 10.0 cents per Ordinary Share was paid on 22 September 2014. Imputation credits were attached and supplementary dividends paid to non-resident shareholders.

- 2.6 Additional explanation of above information:

Not required.

3 Net tangible assets per security:

(NZ Cents Per Share)	Current Half Year	Previous Corresponding Half Year
Ordinary Shares	152	156

4 Entities over which control has been gained or lost during the period:

Entities over which control has been lost

Name	Date of disposal
Altitude Aerospace Interiors Limited	29 September 2014

5 Dividends:

Details for the interim dividend for 2015, the final dividend for 2014 and special dividend are provided in section 2.4 - 2.5 above.

	\$NZ'm	NZ cents per share
<b>Distributions recognised</b>		
Final dividend for 2014 financial year on Ordinary Shares	61	5.5
Special dividend on Ordinary Shares	112	10.0
<b>Distributions paid</b>		
Final dividend for 2014 financial year on Ordinary Shares	64	5.5
Special dividend on Ordinary Shares	117	10.0

6 Dividend or distribution reinvestment plans in operation:

The dividend reinvestment plan is currently suspended.

## Air New Zealand Limited

ARBN 000 312 685

31 December 2014

Half year information given to the ASX under listing rule 4.2A.3

### Appendix 4D

#### 7 Details of associates and joint ventures:

Name of entity	% Held Current Half Year	% Held Previous Corresponding Half Year	Contributions to Net Profit Current Half Year \$NZ'm	Contributions to Net Profit Previous Corresponding Half Year \$NZ'm
<b>Associate</b>				
Virgin Australia Holdings Limited*	25.92%	N/A	(14)	N/A
Christchurch Engine Centre (CEC)**	49%	49%	3	6
<b>Joint Venture</b>				
Pacific Leisure Group Limited	50%	50%	-	-
ANZGT Field Services LLC	51%	51%	-	-

\* On 4 July 2014, the Chief Executive Officer of Air New Zealand was appointed to the Board of Directors of Virgin Australia Holdings Limited which demonstrated, from an accounting perspective, that the Group was able to exercise significant influence going forward. Accordingly, the investment was treated as an associate from this date. In the 2014 financial year Air New Zealand treated the investment as an investment in quoted equity instruments, rather than an equity accounted associate.

\*\* The CEC is operated in partnership with Pratt and Whitney.

#### 8 Accounting Standards:

This report has been compiled in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). NZ GAAP consists of New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other applicable financial reporting standards as appropriate to profit-oriented entities.

#### 9 This report is based on accounts which have been subject to audit review.

A copy of the review report is attached at the back of the Interim Financial Statements.

### Directors' Declaration

By resolution of the board, the directors declare that:

- the financial statements together with the notes to the financial statements comply with New Zealand generally accepted accounting practice;
- the financial statements together with the notes to the financial statements give a true and fair view of the financial position and performance of Air New Zealand Limited and its subsidiaries as at 31 December 2014, as represented by the results of their operations and their cash flows for the six months ended on that date.

In the directors' opinion, at the date of this declaration there are reasonable grounds to believe that Air New Zealand Limited will be able to pay its debts as and when they become due and payable.

Dated 25 February 2015

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Tony Carter

Chairman

# Air New Zealand Limited

ARBN 000 312 685

31 December 2014

Half year information given to the ASX under listing rule 4.2A.3

## Directors' Report made in accordance with a resolution of the directors

### Review of operations and results:

Refer to media release attached.

### Directors' details:

The following directors held office during the six months to 31 December 2014 and are directors at the date of this report.

Name		Date of Initial Appointment
Tony Carter	<b>Chairman</b> (Non Executive, Independent)	1 December 2010
Jan Dawson	<b>Deputy Chairman</b> (Non Executive, Independent)	1 April 2011
Roger France	(Non Executive, Independent)	1 October 2001
Paul Bingham	(Non Executive, Independent)	1 July 2008
Rob Jager	(Non Executive, Independent)	1 April 2013
Jonathan Mason	(Non Executive, Independent)	1 March 2014
Linda Jenkinson	(Non Executive, Independent)	1 June 2014

At the Annual Meeting held on 30 September 2014 the following directors retired by rotation in accordance with the Company's Constitution and were re-elected to the Board:

Jan Dawson  
Paul Bingham

At the Annual Meeting on 30 September 2014, a resolution was passed to elect the following directors as independent directors.

Jonathan Mason  
Linda Jenkinson

Dated 25 February 2015

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**Tony Carter**  
**Chairman**

Name of Listed Issuer:

AIR NEW ZEALAND LIMITED

### Results for announcement to the market

Reporting Period 6 months to 31 December 2014

Previous Reporting Period 6 months to 31 December 2013

	Amount \$NZ'm	Percentage change
Revenue from ordinary activities (including finance income)	2,429	3.6%
Profit from ordinary activities after tax attributable to security holders	133	(5.7)%
Net profit attributable to security holders	133	(5.7)%

Dividend (NZ cents)	Amount per security	Imputed amount per security
Interim dividend*	6.5	2.53

\* Interim dividend was declared on 24 February 2015.

Details of interim dividend	
Record Date for Interim Dividend	13-Mar-15
Payment Date for Interim Dividend	20-Mar-15

## PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT

### AIR NEW ZEALAND LIMITED

Half Year Ended 31 December 2014 (referred to in this report as the "current half year")

#### 2.1 Details of the reporting period and the previous corresponding period

This report is for the half year ended 31 December 2014 and should be read in conjunction with the most recent annual financial report. Comparatives are in respect of the half year ended 31 December 2013.

#### 2.2 Information prescribed by NZX

Refer to "Results for announcement to the market".

**2.3 The following information, which must be presented in whatever way the Issuer considers is the most clear and helpful to users, e.g. combined with notes to the financial statements or set out separately.**

##### (a) A Statement of Financial Performance

Refer to the Interim Financial Statements.

##### (b) A Statement of Financial Position

Refer to the Interim Financial Statements.

##### (c) A Statement of Cash Flows

Refer to the Interim Financial Statements.

**(d) Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable and (if known) the amount per security of foreign sourced dividends or distributions.**

On 24 February 2015, the Board of Directors declared an interim dividend of 6.5 cents per Ordinary Share, payable on 20 March 2015 to registered shareholders at 13 March 2015. The total dividend payable will be \$73 million. Imputation credits will be attached and supplementary dividends paid to non-resident shareholders. The dividend has not been recognised in the December 2014 interim financial statements.

A final dividend in respect of the 2014 financial year of 5.5 cents per Ordinary Share and a special dividend of 10.0 cents per Ordinary Share was paid on 22 September 2014. Imputation credits were attached and supplementary dividends paid to non-resident shareholders.

	\$NZ'm	NZ cents per share
<b>Distributions recognised</b>		
Final dividend for 2014 financial year on Ordinary Shares	61	5.5
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<b>Distributions paid</b>		
Final dividend for 2014 financial year on Ordinary Shares	64	5.5
Special dividend on Ordinary Shares	117	10.0

**(e) Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.**

The dividend reinvestment plan is currently suspended.

**(f) Net tangible assets per security with the comparative figure for the previous corresponding period**

	Current Half Year	Previous Corresponding Half Year
(NZ Cents Per Share)		
Ordinary Shares	152	156

## PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT

### AIR NEW ZEALAND LIMITED

Half Year Ended 31 December 2014 (referred to in this report as the "current half year")

#### (g) Details of entities over which control has been gained or lost during the period

##### Entities over which control has been lost

Name	Date of disposal
Altitude Aerospace Interiors Limited	29 September 2014

#### (h) Details of associates and joint ventures:

##### Parts (i) to (iii)

Name	% Held Current Half Year	% Held Previous Corresponding Half Year	Contributions to Net Profit Current Half Year \$NZ'm	Contributions to Net Profit Previous Corresponding Half Year \$NZ'm
<b>Associate</b>				
Virgin Australia Holdings Limited*	25.92%	N/A	(14)	N/A
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\* On 4 July 2014, the Chief Executive Officer of Air New Zealand was appointed to the Board of Directors of Virgin Australia Holdings Limited which demonstrated, from an accounting perspective, that the Group was able to exercise significant influence going forward. Accordingly, the investment was treated as an associate from this date. In the 2014 financial year Air New Zealand treated the investment as an investment in quoted equity instruments, rather than an equity accounted associate.

\*\* The CEC is operated in partnership with Pratt and Whitney.

### 3.1 Basis of preparation

This report has been compiled in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). NZ GAAP consists of New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other applicable financial reporting standards as appropriate to profit-oriented entities.

### 3.2 Accounting policies

Refer to Note 1 of the Interim Financial Statements.

### 3.3 Changes in accounting policies

Refer to Note 1 of the Interim Financial Statements.

### 3.4 Audit Review Report

A copy of the review report is attached at the back of the Interim Financial Statements.

### 3.5 Additional information

Not applicable.

This half year report was approved by the Board of Directors on 25 February 2015.

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**Tony Carter**  
Chairman

**Notice of event affecting securities**

NZSX Listing Rule 7.12.2. For rights, NZSX Listing Rules 7.10.9 and 7.10.10.  
For change to allotment, NZSX Listing Rule 7.12.1, a separate advice is required.

Number of pages including this one  
(Please provide any other relevant  
details on additional pages)

1

Full name of Issuer	Air New Zealand Limited		
Name of officer authorised to make this notice	John Blair	Authority for event, e.g. Directors' resolution	Directors' Resolution
Contact phone number	64 9 336 2910	Contact fax number	64 9 336 2667
Date	24 / 02 / 2015		

Nature of event Tick as appropriate	Bonus Issue	<input type="checkbox"/>	If ticked, state whether:	Taxable	<input type="checkbox"/>	/ Non Taxable	<input type="checkbox"/>	Conversion	<input type="checkbox"/>	Interest	<input type="checkbox"/>	Rights Issue Renounceable	<input type="checkbox"/>
	Rights Issue non-renounceable	<input type="checkbox"/>	Capital change	<input type="checkbox"/>	Call	<input type="checkbox"/>	Dividend	<input checked="" type="checkbox"/>	If ticked, state whether:	Interim	<input checked="" type="checkbox"/>	Full Year	<input type="checkbox"/>
								Special	<input type="checkbox"/>	DRP Applies	<input type="checkbox"/>		

**EXISTING securities affected by this**

If more than one security is affected by the event, use a separate form.

Description of the class of securities	Ordinary Shares	ISIN	NZAIRE0001S2
			If unknown, contact NZX

**Details of securities issued pursuant to this event**

If more than one class of security is to be issued, use a separate form for each class.

Description of the class of securities		ISIN	
			If unknown, contact NZX
Number of Securities to be issued following event		Minimum Entitlement	
Conversion, Maturity, Call Payable or Exercise Date		Treatment of Fractions	
	Enter N/A if not applicable	Tick if <i>pari passu</i>	<input type="checkbox"/> OR provide an explanation of the ranking
Strike price per security for any issue in lieu or date Strike Price available.			

**Monies Associated with Event**

Dividend payable, Call payable, Exercise price, Conversion price, Redemption price, Application money.

In dollars and cents		Source of Payment	
Amount per security (does not include any excluded income)	\$0.065		
Excluded income per security (only applicable to listed PIEs)			
Currency	NZ Dollars	Supplementary dividend details - NZSX Listing Rule 7.12.7	Amount per security in dollars and cents
Total monies	\$72.8 million		\$0.011471
			Date Payable
			20 March 2015

**Taxation**

Amount per Security in Dollars and cents to six decimal places

In the case of a taxable bonus issue state strike price	N/A	Resident Withholding Tax	\$0.004514	Imputation Credits (Give details)	\$0.025278
		Foreign Withholding Tax	\$	FDP Credits (Give details)	

**Timing**

(Refer Appendix 8 in the NZSX Listing Rules)

**Record Date 5pm**

For calculation of entitlements -

13 March 2015

**Application Date**

Also, Call Payable, Dividend / Interest Payable, Exercise Date, Conversion Date. In the case of applications this must be the last business day of the week.

20 March 2015

**Notice Date**

Entitlement letters, call notices, conversion notices mailed

N/A

**Allotment Date**

For the issue of new securities. Must be within 5 business days of application closing date.

N/A

**OFFICE USE ONLY**

Ex Date:  
Commence Quoting Rights  
Cease Quoting Rights 5pm:  
Commence Quoting New Securities  
Cease Quoting Old Security 5pm:

Security Code:

Security Code:

