

Napier Port Holdings Limited

Supplemental Selected Financial Information (unaudited)

The below supplemental selected financial information provides a summary of financial information for the year ended 30 September 2024 (FY2024) compared to the corresponding period in 2023 (FY2023).

Except where information is denoted as being extracted directly from audited financial statements, the supplemental selected financial information is unaudited.

Selected financial information¹

NZ\$000	FY2024	FY2023
Financial period	12 months ending 30 Sept 24	12 months ending 30 Sept 23
Financial performance:		
Revenue ⁽²⁾	141,351	121,951
Result from operating activities ⁽³⁾	51,963	37,245
Net profit after tax	24,830	16,587
Underlying net profit after tax ⁽⁴⁾	20,730	10,652
Balance sheet and cash flow items:		
Dividends paid	13,100	12,800
Total assets	578,854	564,771
Cash and cash equivalents	1,920	1,104
Total liabilities	159,728	168,591
Total debt	110,690	125,027
Net cash flows from operating activities	53,917	37,241
Underlying net cash flows from operating activities ⁽⁵⁾	46,950	36,386

Notes:

- The selected financial information (excluding any financial information in the selected financial information table that is identified as being underlying financial information) is extracted from audited financial statements of Napier Port Holdings Limited ('Napier Port') for FY2024. Some line items in the selected financial information include unaudited adjustments applied by Napier Port (denoted 'underlying'). An explanation of these adjustments is contained in section 1.1 below.
- Revenue relates to operating income as disclosed in the financial statements for Napier Port.
- Result from operating activities is a non-NZ GAAP measure and is as disclosed in the financial statements for Napier Port. The measure is calculated as operating income less operating expenses. The measure excludes income and expenses related to finance costs, taxes, the depreciation, amortisation, impairment, and retirement of operating and other assets, and the income and expenses arising from fair value changes, non-recurring and abnormal, and joint-venture and other investment activity.
- Underlying net profit after tax is a non-NZ GAAP measure that comprises reported net profit after tax adjusted for certain non-recurring, non-core and abnormal items, and unrealised fair value movements as described in section 1.1 below. Tax expense has been adjusted to reflect the tax implications of the adjustments. A reconciliation to reported net profit after tax is included in section 1.2 below.
- Underlying cash flows from operating activities is a non-NZ GAAP measure that comprises net cash flows from operating activities adjusted for certain non-recurring, non-core and abnormal items and the tax implications of these adjustments on the basis that cash taxes would be paid in the corresponding reporting period. A reconciliation to reported cash flows from operating activities is included in section 1.3 below.

1.1 Description of adjustments

In determining the use of adjustments, the Directors have considered only those items that they believe are required to ensure consistency and comparability of the financial information over the periods presented.

The adjustments that Napier Port considers appropriate are explained below:

- (i) removal of unrealised fair value movements on investment properties as this relates to non-core activity;
- (ii) removal of expenses and business interruption insurance income attributable to the extraordinary Cyclone Gabrielle event that occurred during February 2023.

Insurance income receivable for insured business interruption losses indemnifies the Group for reduced operating profits following Cyclone Gabrielle. The recognition of business interruption insurance income does not necessarily match the accounting period of the reduced operating profits, as this income recognition is determined according to the Group's accounting policy for recognising insurance recovery income and is dependent upon the timing of the lodgement of claims with insurers and the timing of their review processes. The adjustment removes this timing effect and the potential variability in income recognition;

- (iii) removal of non-recurring restructuring costs; and
- (iv) removal of the one-off deferred tax charge relating to the removal of tax depreciation on commercial buildings.

1.2 Reconciliation of underlying net profit after tax

NZ\$000	FY2024	FY2023
Reported net profit after tax	24,830	16,587
Adjustments:		
Fair value movements on investment properties	(129)	(1,225)
Cyclone Gabrielle related expenses	304	708
Cyclone Gabrielle business interruption insurance income	(9,250)	(7,250)
Restructuring costs	612	-
Tax impact of adjustments	2,334	1,832
Tax impact of removal of tax depreciation on buildings	2,029	-
Underlying net profit after tax	20,730	10,652

1.3 Reconciliation of underlying net cash flows from operating activities

NZ\$000	FY2024	FY2023
Reported net cash flows from operating activities	53,917	37,241
Adjustments		
Cyclone Gabrielle related expenses	304	708
Cyclone Gabrielle business interruption insurance income	(9,605)	(3,395)
Tax impact of adjustments	2,334	1,832
Underlying net cash flows from operating activities	46,950	36,386