

# FINANCIAL STATEMENTS

## Statement of Comprehensive Income

| SIX MONTH PERIOD ENDED<br>31 DECEMBER 2022                 | Unaudited<br>31/12<br>2022<br>\$000's | Unaudited<br>31/12<br>2021<br>\$000's | Audited<br>Year to<br>30/06/22<br>\$000's |
|--|---------------------------------------|---------------------------------------|---|
| Total operating revenues from Port services                | 24,939                                | 23,342                                | 48,584                                    |
| Total operating expenses                                   | (16,435)                              | (14,382)                              | (27,160)                                  |
| Operating profit before administrative and finance costs   | 8,504                                 | 8,960                                 | 21,424                                    |
| Administrative expenses                                    | (986)                                 | (757)                                 | (4,642)                                   |
| Operating profit before financing costs                    | 7,518                                 | 8,203                                 | 16,782                                    |
| Financial income   | 368                                   | 609                                   | 1,374                                     |
| Financial expenses   | (760)                                 | (468)                                 | (1,008)                                   |
| Net financing costs  | (392)                                 | 141                                   | 366                                       |
| Other income   | 95                                    | 10                                    | 10  |
| <b>Surplus before income tax</b>                           | <b>7,221</b>                          | <b>8,354</b>                          | <b>17,158</b>                             |
| Income tax   | (2,068)                               | (2,490)                               | (4,329)                                   |
| <b>Net surplus after income tax</b>                        | <b>5,153</b>                          | <b>5,864</b>                          | <b>12,829</b>                             |
| Other comprehensive income                                 | -                                     | -                                     | -   |
| <b>Total comprehensive surplus/(loss) after income tax</b> | <b>5,153</b>                          | <b>5,864</b>                          | <b>12,829</b>                             |
| Basic earnings per share                                   | \$0.196                               | \$0.224                               | \$0.489                                   |

## Statement of Cash Flows

| SIX MONTH PERIOD ENDED<br>31 DECEMBER 2022 | Unaudited<br>31/12<br>2022<br>\$000's | Unaudited<br>31/12<br>2021<br>\$000's | Audited<br>Year to<br>30/06/22<br>\$000's |
|--|---------------------------------------|---------------------------------------|---|
| Cash flows from operating (note 6)         | 5,434                                 | 5,002                                 | 13,695                                    |
| Cash flows from investing                  | (9,508)                               | (15,625)                              | (23,337)                                  |
| Cash flows from financing                  | 4,838                                 | 10,858                                | 9,318                                     |
| <b>NET INCREASE/(DECREASE) IN CASH</b>     | <b>764</b>                            | <b>235</b>                            | <b>(324)</b>                              |

## Statement of Financial Position

| AS AT 31 DECEMBER 2022         | Unaudited<br>31/12<br>2022<br>\$000's | Unaudited<br>31/12<br>2021<br>\$000's | Audited<br>Year to<br>30/06/22<br>\$000's |
|--------------------------------|---------------------------------------|---------------------------------------|---|
| <b>TOTAL EQUITY</b>            | <b>55,311</b>                         | <b>50,276</b>                         | <b>55,274</b>                             |
| <b>Non-Current Assets</b>      |                                       |                                       |   |
| Property, plant & equipment    | 84,184                                | 72,399                                | 77,342                                    |
| Right-of-use assets            | 379                                   | 289                                   | 427                                       |
| Deferred tax asset             | 1,189                                 | 397                                   | 1,107                                     |
| Financial assets               | 870                                   | 190                                   | 789                                       |
| Total non-current assets       | 86,622                                | 73,275                                | 79,665                                    |
| <b>Current Assets</b>          |                                       |                                       |   |
| Cash and cash equivalents      | 2,067                                 | 1,862                                 | 1,303                                     |
| Trade and other receivables    | 8,868                                 | 6,534                                 | 7,004                                     |
| Financial assets               | 441                                   | -                                     | 164                                       |
| Total current assets           | 11,376                                | 8,396                                 | 8,471                                     |
| <b>Total assets</b>            | <b>97,998</b>                         | <b>81,671</b>                         | <b>88,136</b>                             |
| <b>Non-Current Liabilities</b> |                                       |                                       |   |
| Employee entitlements          | 56                                    | 38                                    | 50  |
| Loans and borrowings           | 35,500                                | 25,000                                | 25,500                                    |
| Lease liabilities              | 320                                   | 252                                   | 360                                       |
| Total non-current liabilities  | 35,876                                | 25,290                                | 25,910                                    |
| <b>Current Liabilities</b>     |                                       |                                       |   |
| Loans and borrowings           | -                                     | -                                     | -   |
| Trade and other payables       | 4,358                                 | 3,692                                 | 3,325                                     |
| Employee entitlements          | 1,874                                 | 1,461                                 | 1,548                                     |
| Provision for taxation         | 492                                   | 897                                   | 1,986                                     |
| Lease liabilities              | 87                                    | 55                                    | 93  |
| Total current liabilities      | 6,811                                 | 6,105                                 | 6,952                                     |
| <b>Total liabilities</b>       | <b>42,687</b>                         | <b>31,395</b>                         | <b>32,862</b>                             |
| <b>TOTAL NET ASSETS</b>        | <b>55,311</b>                         | <b>50,276</b>                         | <b>55,274</b>                             |
| Net asset backing per share    | \$2.11                                | \$1.92                                | \$2.11                                    |

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2022

## 01 Activities of South Port Group

The Group is primarily involved in providing and managing port and warehousing services.

## 02 Accounting Policies

The Group is a Financial Markets Conduct (FMC) reporting entity for the purposes of the Financial Reporting Act 2013 and the Financial Markets Conduct Act 2013. These financial statements comply with these Acts and have been prepared in accordance with the New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards, as appropriate for profit-orientated entities. These financial statements comply with International Financial Reporting Standards (IFRS) as appropriate for condensed interim financial statements. They comply with New Zealand equivalents to International Accounting Standards 34 (NZ IAS 34) Interim Financial Reporting, and International Accounting Standards 34. There has been no change in accounting policies. All policies have been applied on a consistent basis with the most recent annual report.

## 03 Taxation

Income tax expense comprises current and deferred tax at the company tax rate of 28%. Income tax expense is recognised in the Statement of Comprehensive Income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

## 04 Segmental Reporting

The South Port Group operates in the Port Industry in Southland, New Zealand, and therefore only has one reportable segment and one geographical area based on the information as reported to the chief operating decision maker on a regular basis. South Port engaged with one major customer who contributed individually greater than 10% of its total revenue for the period ended 31 December 2022. This customer contributed \$4.14 million for the six months ended 31 December 2022 (2021: \$4.41 million).

## 05 Statement of Changes In Equity

| SIX MONTH PERIOD ENDED<br>31 DECEMBER 2022     | Unaudited<br>31/12<br>2022<br>\$000's | Unaudited<br>31/12<br>2021<br>\$000's | Audited<br>Year to<br>30/06/22<br>\$000's |
|--|---------------------------------------|---------------------------------------|---|
| <b>Total equity at beginning of the period</b> | <b>55,274</b>                         | <b>49,528</b>                         | <b>49,528</b>                             |
| Profit/(loss) after income tax                 | 5,153                                 | 5,864                                 | 12,829                                    |
| Other comprehensive income                     | -                                     | -                                     | -   |
| <b>Total comprehensive surplus</b>             | <b>5,153</b>                          | <b>5,864</b>                          | <b>12,829</b>                             |
| Distributions to shareholders                  | (5,116)                               | (5,116)                               | (7,083)                                   |
| <b>Total equity at end of the period</b>       | <b>55,311</b>                         | <b>50,276</b>                         | <b>55,274</b>                             |

## 06 Net Cash Flow from Operating Activities

|   |              |              |               |
|---|--------------|--------------|---------------|
| Surplus after taxation  | 5,153        | 5,864        | 12,829        |
| Add/(less) items classified as investing/financing activities | -            | -            | -             |
| Add/(less) non-cash items                                     | 1,839        | 1,515        | 2,357         |
| Add/(less) movement in working capital                        | (1,558)      | (2,377)      | (1,491)       |
| <b>Net cash provided by operating activities</b>              | <b>5,434</b> | <b>5,002</b> | <b>13,695</b> |



The original Bluff Harbour Board building, circa 1910.

## Group Companies

Parent Company  
**South Port New Zealand Limited**

Subsidiary  
**Awarua Holdings Limited**

## Directors

Rex Chapman  
**Chair**

Philip Cory-Wright

Nicola Greer

Michelle Henderson

Clare Kearney

John Schol

## Corporate Executives

Nigel Gear  
**Chief Executive**

Geoff Finnerty  
**Port General Manager**

Jamie May  
**Commercial Manager**

Hayden Mikkelsen  
**Container Manager**

Frank O'Boyle  
**Infrastructure and Environmental Manager**

Lara Stevens  
**Chief Financial Officer**

Murray Wood  
**Warehousing Manager**

Helen Young  
**People and Safety Manager**