

# Financial Statements

## Statement of Comprehensive Income

SIX MONTH PERIOD ENDED 31 DECEMBER 2023	Unaudited 31/12 2023 \$000's	Unaudited 31/12 2022 \$000's	Audited Year to 30/06/23 \$000's
Total operating revenues from Port services	25,475	24,939	53,589
Total operating expenses	(16,235)	(14,731)	(30,385)
Operating profit before administrative and finance costs	9,240	10,208	23,204
Administrative expenses	(3,227)	(2,690)	(5,341)
Operating profit before financing costs	6,013	7,518	17,863
Financial income	33	368	272
Financial expenses	(1,793)	(760)	(1,725)
Net financing costs	(1,760)	(392)	(1,453)
Other income	36	95	104
<b>Surplus before income tax</b>	<b>4,289</b>	<b>7,221</b>	<b>16,514</b>
Income tax	(1,256)	(2,068)	(4,802)
<b>Net surplus after income tax</b>	<b>3,033</b>	<b>5,153</b>	<b>11,712</b>
Other comprehensive income	-	-	-
<b>Total comprehensive surplus/(loss) after income tax</b>	<b>3,033</b>	<b>5,153</b>	<b>11,712</b>
Basic earnings per share	\$0.116	\$0.196	\$0.446

## Statement of Cash Flows

SIX MONTH PERIOD ENDED 31 DECEMBER 2023	Unaudited 31/12 2023 \$000's	Unaudited 31/12 2022 \$000's	Audited Year to 30/06/23 \$000's
Cash flows from operating (note 7)	876	5,434	16,448
Cash flows from investing	(8,706)	(9,508)	(14,040)
Cash flows from financing	8,336	4,838	(2,676)
<b>NET INCREASE/(DECREASE) IN CASH</b>	<b>506</b>	<b>764</b>	<b>(268)</b>

## Statement of Financial Position

AS AT 31 DECEMBER 2023	Unaudited 31/12 2023 \$000's	Unaudited 31/12 2022 \$000's	Audited Year to 30/06/23 \$000's
<b>TOTAL EQUITY</b>	<b>57,829</b>	<b>55,311</b>	<b>59,903</b>
<b>Non-Current Assets</b>			
Property, plant & equipment	92,550	84,184	87,727
Right-of-use assets	282	379	330
Deferred tax asset	1,130	1,189	1,106
Financial assets	173	870	658
Total non-current assets	94,135	86,622	89,821
<b>Current Assets</b>			
Cash and cash equivalents	1,541	2,067	1,035
Trade and other receivables	10,514	8,868	6,509
Financial assets	451	441	541
Total current assets	12,506	11,376	8,085
<b>Total assets</b>	<b>106,641</b>	<b>97,998</b>	<b>97,906</b>
<b>Non-Current Liabilities</b>			
Employee entitlements	63	56	59
Loans and borrowings	43,500	35,500	25,000
Lease liabilities	220	320	262
Total non-current liabilities	43,783	35,876	25,321
<b>Current Liabilities</b>			
Loans and borrowings	-	-	5,000
Trade and other payables	3,588	4,358	4,105
Employee entitlements	1,946	1,874	1,897
Provision for taxation	(597)	492	1,582
Lease liabilities	92	87	98
Total current liabilities	5,029	6,811	12,682
<b>Total liabilities</b>	<b>48,812</b>	<b>42,687</b>	<b>38,003</b>
<b>TOTAL NET ASSETS</b>	<b>57,829</b>	<b>55,311</b>	<b>59,903</b>
Net asset backing per share	\$2.20	\$2.11	\$2.28

# Notes to the Financial Statements

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2023

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## 01 Activities of South Port Group

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

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## 02 Accounting Policies

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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.

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## 03 Employee Share Rights

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The Group adopted a performance share rights plan during this period. The plan grants participants a right to receive ordinary shares in South Port NZ for no consideration if the vesting conditions are met. Vesting is subject to certain performance conditions measured over a three-year period and the participants remaining employed by the Group during that period.

The plan is an equity-settled share-based payment arrangement for accounting purposes. The fair value of the rights is expensed on a straight-line basis over the vesting period with a corresponding increase in equity.

30,928 rights were granted during the period, having an estimated fair value of \$142,000, with \$9,000 of this being expensed during the period ended 31 December 2023.

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## 04 Taxation

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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.

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## 05 Segmental Reporting

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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 2023. This customer contributed \$4.38 million for the six months ended 31 December 2023 (2022: \$4.14 million).

## 06 Statement of Changes In Equity

SIX MONTH PERIOD ENDED 31 DECEMBER 2023	Unaudited 31/12 2023 \$000's	Unaudited 31/12 2022 \$000's	Audited Year to 30/06/23 \$000's
<b>Total equity at beginning of the period</b>	<b>59,903</b>	<b>55,274</b>	<b>55,274</b>
Profit/(loss) after income tax	3,033	5,153	11,712
Other comprehensive income	-	-	-
<b>Total comprehensive surplus</b>	<b>3,033</b>	<b>5,153</b>	<b>11,712</b>
Share based payment reserve	9	-	-
Distributions to shareholders	(5,116)	(5,116)	(7,083)
<b>Total equity at end of the period</b>	<b>57,829</b>	<b>55,311</b>	<b>59,903</b>

## 07 Net Cash Flow from Operating Activities

Surplus after taxation	3,033	5,153	11,712
Add/(less) items classified as investing/financing activities	-	-	-
Add/(less) non-cash items	2,981	1,839	4,514
Add/(less) movement in working capital	(5,138)	(1,558)	222
<b>Net cash provided by operating activities</b>	<b>876</b>	<b>5,434</b>	<b>16,448</b>



## Group Companies

Parent Company  
**South Port New Zealand Limited**

Subsidiary  
**Awarua Holdings Limited**

## Directors

Phillip Cory-Wright  
**Chair**

Cassandra Crowley

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**