



NZX RELEASE

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Channel refinances bank debt

Channel Infrastructure NZ Limited (NZX:CHI) announces it has entered into documentation to refinance its bank facilities reducing financing costs, increasing total facility limits and extending the tenor. This supports lowering Channel Infrastructure's cost of capital to align with an infrastructure business underpinned by long-term customer contracts with strong counterparties.

On completion of the refinancing, Channel Infrastructure will have increased its total bank facilities to \$235 million (an increase of \$30 million) providing further liquidity as it continues to execute on its growth strategy. Channel remains committed to targeting credit metrics consistent with a shadow BBB+ credit rating¹ and remaining within its target leverage range of 3 – 4 times EBITDA.

Channel has expanded its banking group to include Industrial and Commercial Bank of China (New Zealand) Limited, in addition to its existing lenders: ANZ Bank New Zealand Limited, ASB Bank Limited, Bank of New Zealand Limited, China Construction Bank Corporation, New Zealand Branch, and Westpac New Zealand Limited.

As a result of the refinancing, the all-in cost of drawn facilities reduces by 0.6% and the majority of Channel's extended facilities have a tenor of 5 years. Channel's debt facilities total \$435 million (including retail bonds) and the weighted average bank debt maturity increases from 2 years to 4.75 years. The refinancing does not change the existing covenants, undertakings or negative pledge arrangements with Channel's lenders or bondholders.

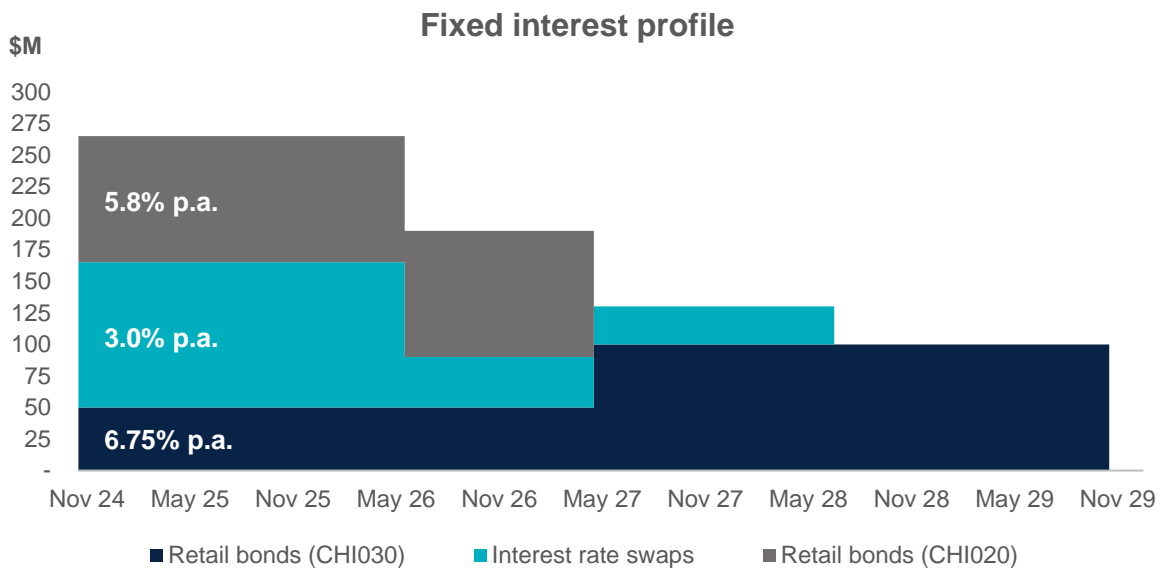
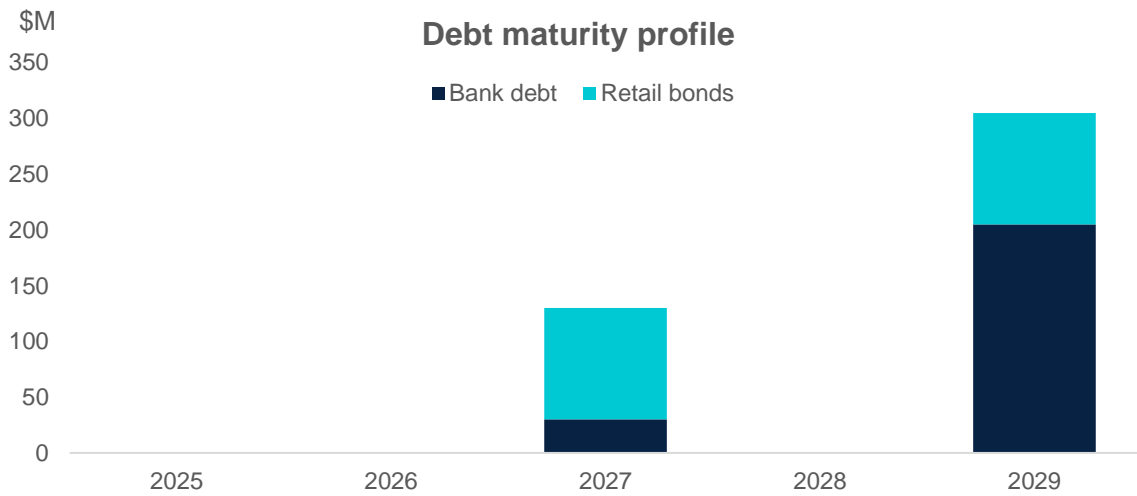
For details on the debt maturity profile and fixed debt profile refer to **Appendix I**.

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¹ Neither Channel Infrastructure nor its listed Retail Bonds have a credit rating (either public or private).



Appendix I – Debt maturity profile



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About Channel Infrastructure NZ

Channel Infrastructure is New Zealand's largest fuel import terminal, storing and distributing 40% of New Zealand's transport fuel, including 80% of New Zealand's jet fuel. We receive, store, test and distribute petrol, diesel, and jet fuel that our customers import and supply to Auckland and Northland.

Fuel is imported via our deep-water harbour and jetty infrastructure at Marsden Point and stored in more than 290 million litres of contracted storage tanks on site. The fuel is then distributed via our 170-kilometre pipeline to Auckland, or by our customers (bp, Mobil, and Z Energy) via truck into Northland. We underpin the resilience of New Zealand's fuel supply chain with our tank capacity, which enables increased storage of fuel in New Zealand, and through efficient, low-emission distribution of the fuel into the Auckland market. Given our proximity to Auckland, and critical role in the jet fuel supply chain, Channel is well positioned to support the renewable fuel transition in New Zealand.

Our plan for growth includes supporting fuel resilience for New Zealand through additional fuel storage on our site, unlocking the strategic value of the Marsden Point Energy Precinct Concept which reflects the significant role Channel could play in supporting New Zealand's energy transition – through potential opportunities including supporting the manufacture of lower-carbon future fuels, as well as a range of potential energy security opportunities, and exploring expansion beyond Marsden Point through the acquisition of other terminals infrastructure in New Zealand.

Channel Infrastructure's wholly-owned subsidiary, Independent Petroleum Laboratory Limited, provides fuel quality testing services throughout New Zealand.

For more information on Channel Infrastructure, please visit: www.channelnz.com