

## Napier Port Holdings Limited

### Supplemental Selected Financial Information (unaudited)

The below supplemental selected financial information provides a summary of financial information for the nine months ended 30 June 2023 (9M2023) compared to the corresponding period in 2022 (9M2022).

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

#### Selected financial information<sup>1</sup>

NZ\$000	3Q2023	3Q2022	9M2023	9M2022
Financial period	3 months ending 30 Jun 23	3 months ending 30 Jun 22	9 months ending 30 Jun 23	9 months ending 30 Jun 22
<b>Financial performance:</b>				
Revenue <sup>(2)</sup>	27,725	34,421	89,980	85,133
Result from operating activities <sup>(3)</sup>	7,463	13,316	29,333	29,757
Net profit after tax	4,193	7,010	12,883	15,994
Underlying net profit after tax <sup>(4)</sup>	1,866	7,010	9,331	14,194
<b>Balance sheet and cash flow items:</b>				
Dividends paid	3,400	5,600	12,800	15,000
Total assets	560,300	556,218	560,300	556,218
Cash and cash equivalents	3,282	2,044	3,282	2,044
Total liabilities	168,515	168,753	168,515	168,753
Total debt	128,946	129,380	128,946	129,380
Net cash flows from operating activities	11,584	12,130	32,953	25,108
Underlying net cash flows from operating activities <sup>(5)</sup>	12,757	12,130	34,126	25,108

#### 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 unaudited financial statements of Napier Port Holdings Limited ('Napier Port') for 9M2023. Some line items in the selected financial information include 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, depreciation, amortisation, impairment, and retirement of operating and other assets, 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; and
- (ii) removal of expenses and 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 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.

## 1.2 Reconciliation of underlying net profit after tax

NZ\$000	3Q2023	3Q2022	9M2023	9M2022
<b>Reported net profit after tax</b>	<b>4,193</b>	<b>7,010</b>	<b>12,883</b>	<b>15,994</b>
<b>Adjustments:</b>				
Fair value movements on investment properties	-	-	(1,225)	(1,800)
Cyclone Gabrielle related expenses	268	-	268	-
Cyclone Gabrielle insurance income	(3,500)	-	(3,500)	-
Tax impact of adjustments	905	-	905	-
<b>Underlying net profit after tax</b>	<b>1,866</b>	<b>7,010</b>	<b>9,331</b>	<b>14,194</b>

## 1.3 Reconciliation of underlying net cash flows from operating activities

NZ\$000	3Q2023	3Q2022	9M2023	9M2022
<b>Reported net cash flows from operating activities</b>	<b>11,584</b>	<b>12,130</b>	<b>32,953</b>	<b>25,108</b>
<b>Adjustments</b>				
Cyclone Gabrielle related expenses	268	-	268	-
Tax impact of adjustments	905	-	905	-
<b>Underlying net cash flows from operating activities</b>	<b>12,757</b>	<b>12,130</b>	<b>34,126</b>	<b>25,108</b>