



**Marsden**  
MARITIME HOLDINGS LTD

# HALF-YEAR REPORT

31 December 2021



# Consolidated Financial Statements

For the Six Months Ended 31 December 2021

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# Consolidated Statement of Profit or Loss

For the Six Months Ended 31 December 2021

	Note	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>Income</b>				
Lease revenue		1,669	1,579	3,153
Marina operations		1,241	1,091	2,237
Revenue from goods sold		786	692	1,500
Other income		102	105	333
<b>Operating income</b>		<b>3,798</b>	<b>3,467</b>	<b>7,223</b>
<b>Expenses</b>				
Operating expenses		(968)	(852)	(1,627)
Cost of goods sold		(703)	(598)	(1,309)
Land rates and lease expenses		(271)	(208)	(415)
Administrative expenses		(988)	(811)	(1,817)
Depreciation		(270)	(253)	(530)
Other expenses		(7)	-	-
<b>Operating expenses</b>		<b>(3,207)</b>	<b>(2,721)</b>	<b>(5,699)</b>
Revaluation of investment property		-	-	3,655
Fair value movements	6	(95)	78	2
<b>Operating profit/(loss)</b>		<b>496</b>	<b>824</b>	<b>5,182</b>
Finance income		-	-	1
Finance expenses		(296)	(224)	(424)
<b>Net finance expenses</b>		<b>(296)</b>	<b>(224)</b>	<b>(423)</b>
Share of profit from joint venture	4	4,397	4,598	9,525
<b>Profit before income tax</b>		<b>4,597</b>	<b>5,199</b>	<b>14,284</b>
Income tax benefit/(expense)	5	(17)	(13)	(24)
<b>Net profit after tax</b> (attributable to owners of the company)		<b>4,580</b>	<b>5,185</b>	<b>14,260</b>
Basic and diluted earnings per share (cents)		11.09	12.55	34.53

# Consolidated Statement of Comprehensive Income

For the Six Months Ended 31 December 2021

	Note	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
Net profit after tax		4,580	5,185	14,260
<b>Other comprehensive income</b>				
<i>Items that will be recycled through profit and loss</i>				
Cash flow hedges - gain/(loss) taken to reserves		533	271	689
Income tax relating to items of other comprehensive income		(149)	(76)	(193)
		384	195	496
<i>Items that will not be recycled through profit and loss</i>				
Movement in asset revaluation reserve net of tax		-	-	1,225
Share of movement in revaluation reserve (Northport Ltd)	4	-	-	3,499
		-	-	4,723
<b>Total other comprehensive income</b>		384	195	5,219
<b>Total comprehensive income for the period</b> (attributable to owners of the company)		4,964	5,380	19,479

# Consolidated Statement of Changes in Equity

For the Six Months Ended 31 December 2021

	Share Capital \$000	Retained Earnings \$000	Asset Revaluation Reserve \$000	Hedging Reserve \$000	TOTAL \$000
<b>Balance at 1 July 2021</b>	14,688	69,533	66,570	(605)	150,186
Net profit after tax	-	4,580	-	-	4,580
Other comprehensive income	-	-	-	384	384
<b>Total comprehensive income</b>	-	4,580	-	384	4,964
Dividends to shareholders	-	(4,646)	-	-	(4,646)
<b>Balance at 31 December 2021 (Unaudited)</b>	14,688	69,467	66,570	(221)	150,504
<b>Balance at 1 July 2020</b>	14,688	61,881	61,847	(1,101)	137,315
Net profit after tax	-	5,185	-	-	5,185
Other comprehensive income	-	-	-	195	195
<b>Total comprehensive income</b>	-	5,185	-	195	5,380
Dividends to shareholders	-	(3,820)	-	-	(3,820)
<b>Balance at 31 December 2020 (Unaudited)</b>	14,688	63,246	61,847	(906)	138,875
<b>Balance at 1 July 2020</b>	14,688	61,881	61,847	(1,101)	137,315
Net profit after tax	-	14,260	-	-	14,260
Other comprehensive income	-	-	4,723	496	5,219
<b>Total comprehensive income</b>	-	14,260	4,723	496	19,479
Dividends to shareholders	-	(6,608)	-	-	(6,608)
<b>Balance at 30 June 2021 (Audited)</b>	14,688	69,533	66,570	(605)	150,186

# Consolidated Balance Sheet

As at 31 December 2021

	Note	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>Assets</b>				
<b>Non-current assets</b>				
Investment property		100,332	84,148	93,445
Property, plant and equipment		31,532	30,468	31,824
Investment in joint venture company (Northport Ltd)	4	50,310	46,267	51,494
Other investments	6	356	527	451
<b>Total non-current assets</b>		<b>182,530</b>	<b>161,410</b>	<b>177,214</b>
<b>Current assets</b>				
Cash and deposits		268	230	154
Receivables and prepayments		1,086	840	277
Inventory		36	61	94
<b>Total current assets</b>		<b>1,390</b>	<b>1,131</b>	<b>525</b>
<b>Total assets</b>		<b>183,920</b>	<b>162,541</b>	<b>177,739</b>
<b>Equity</b>				
Share capital		14,688	14,688	14,688
Retained earnings		69,467	63,246	69,533
Asset revaluation reserve		66,570	61,847	66,570
Hedging reserve		(221)	(906)	(605)
<b>Total equity</b>		<b>150,504</b>	<b>138,875</b>	<b>150,186</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Bank loans - non current portion		29,600	11,650	13,950
Revenue in advance		1,828	812	1,747
Derivative financial instruments		65	-	-
<b>Total non-current liabilities</b>		<b>31,493</b>	<b>12,462</b>	<b>15,697</b>
<b>Current Liabilities</b>				
Payables		1,923	1,204	1,856
Bank loans - current portion		-	10,000	10,000
<b>Total current liabilities</b>		<b>1,923</b>	<b>11,204</b>	<b>11,856</b>
<b>Total liabilities</b>		<b>33,416</b>	<b>23,666</b>	<b>27,553</b>
<b>Total equity and liabilities</b>		<b>183,920</b>	<b>162,541</b>	<b>177,739</b>

# Consolidated Statement of Cash Flows

For the Six Months Ended 31 December 2021

	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>Cash flows from operating activities</b>			
Receipts from customers	3,213	3,442	8,188
Dividends received	6,025	4,795	8,307
Interest received	-	-	1
Payments made to suppliers and employees	(3,175)	(3,449)	(5,206)
Interest paid	(273)	(265)	(535)
Income tax paid	(17)	(13)	(24)
<b>Net cash flow from operating activities</b>	<b>5,772</b>	<b>4,510</b>	<b>10,732</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	(392)	(655)	(1,119)
Purchase of and improvements to investment property	(6,270)	(5,050)	(10,396)
<b>Net cash flow from investing activities</b>	<b>(6,662)</b>	<b>(5,705)</b>	<b>(11,515)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings	5,650	5,100	7,400
Payment of dividends	(4,646)	(3,820)	(6,608)
<b>Net cash flow from financing activities</b>	<b>1,004</b>	<b>1,280</b>	<b>792</b>
<b>Net increase/(decrease) in cash held</b>	<b>114</b>	<b>85</b>	<b>9</b>
<b>Opening cash balance</b>	<b>154</b>	<b>145</b>	<b>145</b>
<b>Closing cash balance</b>	<b>268</b>	<b>230</b>	<b>154</b>

## Consolidated Operating Cash Flow Reconciliation

For the Six Months Ended 31 December 2021

	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>Net profit after tax</b>	<b>4,580</b>	5,185	14,260
<b>Non-cash items</b>			
Depreciation expense	270	253	530
Gain/(loss) on sale of property, plant and equipment	7	-	-
Revaluation of investment property	-	-	(3,655)
Other fair value movements	95	(78)	(2)
Share of profit from joint venture net of dividend received	1,616	197	(1,230)
	<u>1,988</u>	<u>372</u>	<u>(4,357)</u>
<b>Movements in working capital</b>			
Change in receivables and prepayments	(809)	(531)	31
Change in payables	67	126	778
Change in inventory	58	11	(21)
	<u>(684)</u>	<u>(394)</u>	<u>788</u>
<b>Movement in revenue in advance</b>	<b>81</b>	(56)	880
<b>Non-operating items included in working capital movements above</b>	<b>(193)</b>	(597)	(839)
<b>Net cash flow from operating activities</b>	<b><u>5,772</u></b>	<u>4,510</u>	<u>10,732</u>

# Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2021

## 1. REPORTING ENTITY

The financial statements are for Marsden Maritime Holdings Limited (Marsden Maritime or the Company) and the joint venture company Northport Limited (the Group). The Company is incorporated and domiciled in New Zealand, is registered under the Companies Act 1993 and is a FMC reporting entity for the purposes of the Financial Markets Conduct Act 2013. The Company is listed with NZX Limited with its ordinary shares quoted on the NZX Main Board.

## 2. BASIS OF PREPARATION

These financial statements have been prepared in accordance with the Financial Markets Conduct Act 2013, which includes the requirement to comply with generally accepted accounting practice in New Zealand ("NZ GAPP"). These interim financial statements have been prepared in accordance with New Zealand International Accounting Standard ("NZ IAS") 34 Interim Financial Reporting. They do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements and related notes included in Marsden Maritime Holdings Ltd's Annual Report for the year ended 30 June 2021.

## 3. ACCOUNTING POLICIES

The accounting policies adopted are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 30 June 2021.

	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>4. INVESTMENT IN JOINT VENTURE</b>			
<b>Northport Ltd</b>			
Shareholding	50%	50%	50%
Balance at 1 July	51,494	46,269	46,269
Share of net profit after tax	4,391	4,592	9,513
Share of current period elimination re. previous inter entity asset sales	6	6	12
<b>Share of profit from joint venture</b>	<b>4,397</b>	<b>4,598</b>	<b>9,525</b>
Share of hedging reserve	431	195	496
Share of revaluation reserve	-	-	3,499
<b>Share of total comprehensive income</b>	<b>4,829</b>	<b>4,793</b>	<b>13,520</b>
Dividends received	(6,013)	(4,795)	(8,295)
<b>Balance at reporting date</b>	<b>50,310</b>	<b>46,267</b>	<b>51,494</b>



# Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2021

	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>5. TAXATION EXPENSE</b>			
<b>Net surplus before taxation</b>	<b>4,597</b>	5,199	14,284
Prima Facie Tax at 28%	1,287	1,454	3,999
Adjusted for the Tax Effect of:			
Tax paid joint venture earnings	452	55	(341)
Imputed dividend receipts	(1,684)	(1,343)	(2,323)
Revaluation non-assessable/non-deductible (income) expense	27	(22)	(1,027)
Capitalised interest deducted for tax purposes	(17)	(10)	(31)
Non-deductible expenses	6	8	19
Carried forward losses not recognised (recognised)	(54)	(130)	(273)
<b>Income tax expense</b>	<b>17</b>	<b>13</b>	<b>24</b>
<i>Represented by:</i>			
Current taxation	17	13	24
Deferred taxation	-	-	-
<b>Income tax expense</b>	<b>17</b>	<b>13</b>	<b>24</b>
	Unaudited Six Months 31-Dec-2021 \$000	Unaudited Six Months 31-Dec-2020 \$000	Audited Full Year 30-Jun-2021 \$000
<b>6. OTHER INVESTMENTS</b>			
<b>Fonterra Co-operative Group Ltd - Shares</b>			
Balance at 1 July	451	449	449
Acquisition (disposals)	-	-	-
Fair value movements	(95)	78	2
Balance at reporting date	356	527	451
Fair value movement in other investments	Shares held	Disclosed fair value per share 31-Dec-2021	30-Jun-2021
Fonterra Co-operative Group Ltd - Shares	119,935	2.97	3.76
			Fair value movement (95)

## 7. FINANCIAL INSTRUMENTS

The Group periodically uses derivative financial instruments, such as interest rate swaps, to hedge risk associated with interest rate fluctuation.

At each reporting date, all designated cashflow hedges are tested for effectiveness. The ineffective portion of the gain or loss on each hedging instrument is recognised in profit or loss whilst the effective portion is included in other comprehensive income of the relevant entity.

The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows. Derivative financial instruments are categorised as Level 2 in the fair value measurement hierarchy.

# Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2021

	31 DECEMBER 2021				
	Port Related Operations \$000	Property Holdings \$000	Marina and Commercial \$000	Other Activities \$000	TOTAL \$000
<b>8. SEGMENTAL REPORTING</b>					
<b>Revenue</b>					
Lease revenue from external customers	-	1,258	232	-	1,490
Lease revenue from joint venture	-	179	-	-	179
Other revenue from external customers	-	62	2,068	-	2,129
<b>Total segment revenue</b>	<b>-</b>	<b>1,499</b>	<b>2,300</b>	<b>-</b>	<b>3,798</b>
<b>Other income and expenditure</b>					
Share of profit from joint venture	4,397	-	-	-	4,397
Fair value movements	-	(95)	-	-	(95)
Finance income	-	-	-	-	-
Finance expense *	-	-	-	(296)	(296)
Depreciation expense	-	(26)	(211)	(34)	(270)
Other expenses	-	(600)	(1,444)	(893)	(2,938)
Income tax expense	-	-	-	(17)	(17)
<b>Total other income and expenditure</b>	<b>4,397</b>	<b>(721)</b>	<b>(1,655)</b>	<b>(1,240)</b>	<b>782</b>
<b>Net profit after tax</b>	<b>4,397</b>	<b>778</b>	<b>645</b>	<b>(1,240)</b>	<b>4,580</b>
<b>Total segmental assets</b>	<b>50,310</b>	<b>103,553</b>	<b>28,795</b>	<b>1,263</b>	<b>183,920</b>
<b>Total segmental liabilities</b>	<b>-</b>	<b>1,564</b>	<b>1,958</b>	<b>29,894</b>	<b>33,416</b>
<b>Non-current asset additions</b>					
Property, plant and equipment	-	119	238	5	362
Investment property	-	5,996	518	-	6,514

\* Finance costs are not allocated to individual business segments within the Parent Company.

# Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2021

	31 DECEMBER 2020				
	Port Related Operations \$000	Property Holdings \$000	Marina and Commercial \$000	Other Activities \$000	TOTAL \$000
<b>8. SEGMENTAL REPORTING (continued)</b>					
<b>Revenue</b>					
Lease revenue from external customers	-	1,278	139	-	1,417
Lease revenue from joint venture	-	162	-	-	162
Other revenue from external customers	-	68	1,820	-	1,888
<b>Total segment revenue</b>	<b>-</b>	<b>1,508</b>	<b>1,959</b>	<b>-</b>	<b>3,467</b>
<b>Other income and expenditure</b>					
Share of profit from joint venture	4,598	-	-	-	4,598
Fair value movements	-	78	-	-	78
Finance income	-	-	-	-	-
Finance expense *	-	-	-	(224)	(224)
Depreciation expense	-	(25)	(195)	(33)	(253)
Other expenses	-	(459)	(1,249)	(759)	(2,468)
Income tax expense	-	-	-	(13)	(13)
<b>Total other income and expenditure</b>	<b>4,598</b>	<b>(407)</b>	<b>(1,444)</b>	<b>(1,029)</b>	<b>1,718</b>
<b>Net profit after tax</b>	<b>4,598</b>	<b>1,101</b>	<b>515</b>	<b>(1,029)</b>	<b>5,185</b>
<b>Total segmental assets</b>	<b>46,267</b>	<b>88,000</b>	<b>26,810</b>	<b>1,464</b>	<b>162,541</b>
<b>Total segmental liabilities</b>	<b>-</b>	<b>407</b>	<b>1,471</b>	<b>21,788</b>	<b>23,666</b>
<b>Non-current asset additions</b>					
Property, plant and equipment	-	207	276	20	503
Investment property	-	1,575	4,225	-	5,800

\* Finance costs are not allocated to individual business segments within the Parent Company.

## 9. SUBSEQUENT EVENTS

### Dividend received

Joint Venture company Northport Ltd declared a fully imputed dividend amounting to \$3,500,000 with payment to be made 28 February 2022.

### Dividend declared

On 22 February 2022 a fully imputed ordinary dividend of 6.00 cents per share was declared by the Board with payment to be made 25 March 2022.