



Appendix 1

Stock Exchange listings: NZX (MEL) ASX (MEZ)

1. Half year reporting periods

Reporting period: six months to 31 December 2016
Previous reporting period: six months to 31 December 2015

2. Results for announcement to the market

	Six months to 31 December 2016 (NZ\$m)	Percentage change
Operational results		
Revenue from ordinary activities	1,130	-7%
Profit from ordinary activities after tax attributable to security holders	124	20%
Net profit attributable to security holders	124	20%
Energy Margin ¹	533	+5 %
EBITDAF ²	352	+6%
Underlying Net Profit after Tax ³	130	+7%

¹ Energy Margin is a non-GAAP measure representing Energy Sales Revenue less Energy Related Expenses and Energy Distribution Expenses.

² EBITDAF is a non-GAAP financial measure, defined as earnings before interest, taxation, depreciation, amortisation, changes in fair value of financial instruments, gain/(loss) on sale of assets and joint venture equity accounting earnings

³ Underlying Net Profit after Tax is a non-GAAP measure representing Net Profit after Tax adjusted for the effects of non-cash fair value movements and other one-off items.

	Six months to 31 December 2016 (NZ\$m)	Six months to 31 December 2015 (NZ\$m)
Underlying NPAT Reconciliation		
Net Profit after Tax	124	104
Net Change in Fair Value of Financial Instruments (Operating)	75	32
Net Change in Fair Value of Financial Instruments (Financing)	-63	-
Premiums Paid on Electricity Options (less interest)	-6	-7
Net (Gain)/Loss on Sale of Assets	2	-
Adjustments before Tax	8	25
Net Income Tax on Adjustments	-2	-7
Adjustments after Tax	6	18
Underlying Net Profit after Tax	130	122

	Amount per security (NZ cents)	Imputed amount per security (NZ cents)
Dividends		
Interim ordinary dividend	5.330	1.8240
Record Date	31 March 2017	
Payment Date	13 April 2017	
Special dividend	2.4400	0.0000
Record Date	31 March 2017	
Payment Date	13 April 2017	

For commentary on the operational results please refer to the media announcement and interim results presentation. Appendix 1 should be read in conjunction with the attached Condensed Interim Financial Statements for the six months 31 December 2016.

3. Net tangible assets per security

	31 December 2016 (NZ cents)	31 December 2015 (NZ cents)
Net tangible asset per security, after deferred tax	181	167

4. Control of entities gained or lost during the period

Name of Entity	Incorporated / Sold	Principal Activity	Interest held by Group
Dam Safety Intelligence Limited	04/11/16	Dam safety consultancy services	100%
Damwatch Engineering Limited	01/12/16	Professional services	0%

5. Dividends

As per point 2 and NZX Appendix 7 attached

6. Dividend or distribution reinvestment plans

Nil

7. Associates and joint venture entities

Nil

8. Accounting standards

The group financial statements have been prepared in accordance with the New Zealand equivalent to International Accounting Standard 34: Interim Financial Reporting (NZ IAS 34) and include condensed notes to the group financial statements. The group financial statements also comply with International Accounting Standard IAS 34: Interim Financial Reporting (IAS 34).

9. Audit

This report is based on the unaudited interim group financial statements. Deloitte has provided a review report on the financial statements, which is attached.