



**NAPIER**  
**PORT**  
*Te Herenga Waka o Ahuriri*

# 2026 HALF YEAR REPORT

FOR THE SIX MONTHS ENDED 31 MARCH 2026

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# TRADE AND FINANCIAL RESULTS

For the Six Months Ended 31 March 2026

SECTION

01

**116k**

TEU Containers  
Handled

↑ 3.5%

**\$49.9m**

Container Services  
Revenue

↑ 16.7%

**1.68m**

Tonnes of Bulk  
Cargo Handled

↓ 1.5%

**\$27.0m**

Bulk Cargo  
Revenue

↑ 5.9%

**54**

Cruise Vessel  
Calls

↓ 29.9%

**\$84.9m**

Revenue

↑ 8.8%

**\$37.3m**

Result from Operations

↑ 12.5%

**\$17.9m**

Underlying Net Profit

↑ 21.5%

**\$18.0m**

Reported Net Profit

↓ 10.8%

**\$10.5m**

Interim Dividend

5.25 cents/share



# CHAIR AND CHIEF EXECUTIVE'S REPORT

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SECTION  
**02**

# Chair and Chief Executive's Report

Kia ora koutou,

We are pleased to report strong underlying earnings growth for the six months ended 31 March 2026, reflecting solid operational performance, another good growing season, increased container services activity, and continued progress with our yield management strategies.

Underlying net profit after tax increased 21.5% to \$17.9 million from \$14.8 million in the same period last year.

Reported net profit after tax was \$18.0 million, a 10.8% decrease on the prior year's \$20.2 million, due to the inclusion of the final settlement of the Cyclone Gabrielle insurance claim in the prior year period.

## Trading Overview

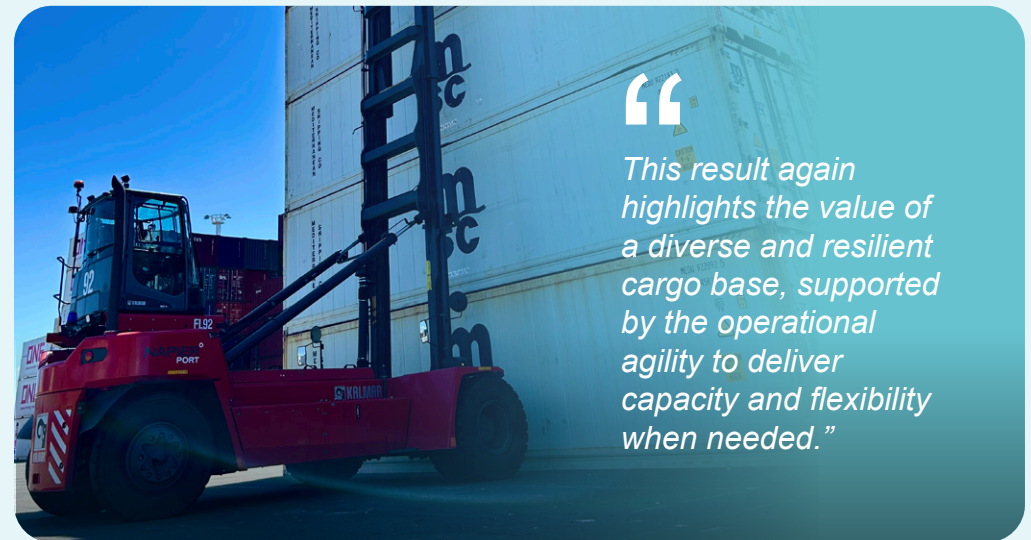
This positive half-year result reflects a consolidation of the increased trade activity we saw across Hawke's Bay during 2025. Container volumes increased, supported by continued strength in refrigerated exports, particularly across squash, onions and early season apples.

Containerised imports increased during the period, largely driven by earlier positioning of empty containers to support export demand, improving container availability for exporters and supporting supply chain flows ahead of the Hawke's Bay peak horticulture season.

Bulk cargo volumes were slightly lower, reflecting softer log exports, partially offset by increased fertiliser and other bulk cargo movements.

Cruise vessel calls declined compared with the prior period, reflecting a broader reduction in cruise activity across Australia and New Zealand. However, vessels visiting Napier were larger on average, with higher passenger numbers per vessel supporting increased revenue per cruise ship call.

This result again highlights the value of a diverse and resilient cargo base, supported by the operational agility to deliver capacity and flexibility when needed.





## Financial Results

Revenue for the half year rose 8.8% to \$84.9 million from \$78.1 million in the same period last year.

Container services revenue increased 16.7% to \$49.9 million from \$42.7 million, following a 3.5% increase in container volumes to 116,000 TEU, compounded by a 12.8% increase in average revenue per TEU.

Bulk cargo revenue increased 5.9% to \$27.0 million from \$25.5 million, despite total bulk cargo volume decreasing 1.5% to 1.68 million tonnes. Average revenue per tonne increased by 7.5%. Within total bulk cargo, export log volumes decreased 5.4% to 1.28 million tonnes, partially offset by increased fertiliser and other bulk cargo.

Cruise revenue decreased 21.8% to \$6.4 million from \$8.2 million. There were 54 cruise vessel calls in the half year, compared to 77 in the prior year.

Operating expenses increased 6.0% on the same period last year, due to growth in volume-related contracted services costs, and wages and salaries.

Positive operating leverage on higher container activity increased the result from operating activities by 12.5% to \$37.3 million, from \$33.1 million reported for the first half of the last financial year.

Capital expenditure for the period was \$29.6 million, with strategic projects progressing well. Our investment programme into infrastructure and capability continues, with renewal and replacement across several areas, including Napier Port Transformation and construction of a new trailing suction hopper dredge in partnership with Port Otago. These investments are progressing well and will support improved capacity, capability and operating efficiency as they are completed progressively.

**\$84.9m**

Revenue

↑ 8.8%

**\$17.9m**

Underlying net profit after tax

↑ 21.5%

# Strategic Capital Projects Overview



## Napier Port Transformation (NPT)

### Overview

Introduction of a new horizontal transport model using battery-electric autonomous trucks and supporting digital systems across the container terminal.

### Progress and Milestones

- Completion of key civil and electrical infrastructure works
- Private 5G network now live to support operations
- Operational trials underway to support transition
- Initial fleet and infrastructure arriving mid-2026
- Progressive transition to autonomous operations through to early 2027

### Business Benefits

- Improves safety and reliability of container transport operations
- Lifts productivity and efficiency through automation
- Reduces operating costs and emissions over time
- Establishes a scalable platform to support future terminal growth

### Strategic Initiative



## Crane Major Maintenance Programme

### Overview

Targeted major maintenance and upgrade programme across the mobile harbour crane fleet to improve reliability and performance.

### Progress and Milestones

- Major overhaul works underway across key cranes
- Four frontline cranes available to support peak season demand
- Further upgrades scheduled following peak season

### Business Benefits

- Improves reliability and availability of crane fleet
- Strengthens operational resilience during peak demand
- Supports more consistent vessel operations
- Enhances service delivery for customers

### Strategic Initiative



## ShoreTension – 6 Wharf Mooring System Upgrade

### Overview

Installation of ShoreTension mooring systems at 6 Wharf to improve vessel stability and berth performance under varying sea conditions.

### Progress and Milestones

- Installation underway with staged commissioning approach
- LiDAR vessel motion system validated for real-time monitoring

### Business Benefits

- Improves berth availability and vessel operability
- Supports safer and more reliable vessel operations through improved understanding of berth conditions
- Provides a foundation for future improvements in berth and crane performance

### Strategic Initiative



## Dredge Build Programme

### Overview

Construction of a new trailing suction hopper dredge in partnership with Port Otago to support long-term shipping channel maintenance.

### Progress and Milestones

- Vessel construction underway
- Harbour and sea trials scheduled through mid to late 2026
- Final delivery expected late 2026
- Commence dredging work early in 2027

### Business Benefits

- Improves channel resilience and long-term dredging capability
- Supports future shipping requirements at a lower lifecycle cost
- Provides pathway to achieve already consented depths for channel and berths
- Strengthens the port's control over critical infrastructure

### Strategic Initiative



## Outlook and Dividend

We are pleased to deliver a strong first-half result for both our region and our shareholders. This outcome reflects the continued focus of the Napier Port team on operational performance, customer service and disciplined execution.

Demand for the region's food and fibre exports remains robust, and we expect to sustain healthy volume and earnings into the second half of the year. Growing conditions have supported earlier pipfruit exports, which are progressing well.

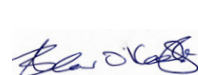
We remain mindful of ongoing uncertainty in global markets, increased costs for exporters and importers, and the increased likelihood of higher levels of inflation in the near future.

We confirm expectations for an underlying result from operating activities for the year to the end of September 2026 of between \$70 million and \$74 million, assuming a continuation of current operating conditions.

The Board has resolved to pay a fully imputed interim dividend of 5.25 cents per share,

increased from the 4.0 cents per share interim dividend paid last year. The record date for the interim dividend entitlement is 11 June, and the payment date will be 24 June.

Ngā mihi nui,



**Blair O'Keeffe**  
Chair



**Todd Dawson**  
Chief Executive Officer



# OVERVIEW OF THE HALF YEAR

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## Strategic Overview and Progress

Napier Port continues to progress delivery of its refreshed strategy, introduced in 2025 following a comprehensive review to position Napier Port for the challenges and opportunities ahead to 2035. The strategy is built around a clear set of strategic pillars – growing our Port Plus+, delivering excellence to the core, building alliances, and evolving as a learning and leading port – with integrated sustainability and a strong focus on people and culture forming the foundations that underpin long-term performance.

Progress during the first half of 2026 reflects continued momentum across these priorities, with a focus on expanding our role across the supply chain, improving operational performance, progressing key partnerships and investments, and strengthening organisational capability to support future growth.



### GROWING OUR PORT PLUS+

## Extending Our Role Across the Supply Chain



In the first half, Napier Port continued to expand its role beyond the wharf, delivering greater value to customers through more integrated services across a broader section of the supply chain.

As part of our focus on growing our Port Plus+ offering, a new import customer, Oji Fibre Solutions, was onboarded and is utilising an integrated service model that combines inland logistics and warehousing, including on-port devanning and onward

delivery via our Viewpoint road and rail services. Oji's supply chain provides a practical example of how Napier Port is delivering a flexible, integrated end-to-end supply chain solution for customers, while also growing volume across our wharves.

A key focus during the half year has been improving the flow of cargo through the supply chain for our customers, particularly in preparation for the peak export season. This has included earlier and more coordinated

positioning of empty containers, improving availability during peak demand and reducing delays for exporters. Extended operating hours, along with the ability to flex operations between rail, road and on-port handling, have supported customers in managing variability in volumes and shipment timing. This demonstrates how Napier Port is using its broader service offering to support cargo retention and growth.

“*Napier Port is delivering a flexible, integrated end-to-end supply chain solution for customers, while also growing volume across our wharves.*”



“ A ‘whole-of-port’ approach to planning and execution is now embedded across our operations, enabling teams to respond dynamically by deploying resources to areas of operational demand.”

DELIVERING EXCELLENCE TO THE CORE

## Driving Productivity and Operational Performance



Napier Port has strengthened its core operations during the first half of 2026, with a focus on improving productivity, reliability and the effective use of assets across the port.

Aligned with our focus on delivering excellence to the core, a ‘whole-of-port’ approach to planning and execution is now embedded across our operations, enabling teams to respond effectively by deploying our resources to areas of operational demand. This includes a flexible approach to workforce deployment and closer coordination across operational

functions, supporting better alignment of our people, equipment and terminal space to meet demand.

Ahead of, and into the early stages of Hawke’s Bay’s peak horticulture season, several operational changes were implemented, including bringing bulk cargo operations into our centralised Planning and Execution functions, alongside more structured co-ordination between marine and landside teams.

This has been supported by a programme of improvement work across operations, where

approximately 35 improvement initiatives were delivered to help remove inefficiencies and streamline processes, including better shift alignment, improved information flows to frontline teams, increased use of digital tools and more structured planning.

Asset reliability has been a key contributor to operational performance in the first half of this year. Targeted maintenance and upgrade work across the mobile harbour crane fleet has increased availability and consistency, reducing disruption and supporting stable vessel operations.

Improvements to our health and safety systems and processes have remained central to this work. Productivity improvements have been pursued alongside a continued focus on critical risk management, with the business’s attention toward the risks most likely to cause serious harm and pursuing actions that either remove or mitigate these risks as a priority.

Collectively, these changes are driving improved productivity and reliable delivery outcomes across our port.

## Delivering Partnerships and Transformation



Partnerships continue to play a critical role in supporting operational performance and preparing the port for the future.

Supporting our focus on building alliances, Napier Port has worked closely with KiwiRail during the half year to support growth in rail-based freight into Hawke's Bay. Additional locomotive and wagon capacity has been secured on the Napier to Palmerston North service, supporting further growth across both containerised and bulk cargo, while improving network capacity and supporting increased utilisation of rail within the supply chain.

Alongside these partnerships, Napier Port is now at the midpoint of delivering a significant investment and transformation programme, with approximately \$120 million over the 2025 to 2027 financial years being deployed across key maintenance, renewal and growth projects.

This programme is focused on strengthening core infrastructure, improving resilience and enabling productivity, including the transition to a new container terminal operating model through the Napier Port Transformation

(NPT) project. Progress on NPT during the half year has included the completion of key civil and electrical infrastructure works, the commencement of operational trials to support the transition, and preparation for the arrival of new equipment in the second half of the year.

The construction of our new dredge vessel, being delivered in partnership with Port Otago, remains on track and is scheduled for launch in June 2026, ahead of harbour and sea trials later in the year.

Together, these partnerships and investments in infrastructure, equipment and operating models strengthen operational resilience and position the port for future productivity gains.



“

*Together, these partnerships and investments in infrastructure, equipment and operating models strengthen operational resilience and position the port for future productivity gains.”*

# Building Capability, Systems and Technology



Napier Port has progressed a number of capability, systems and technology initiatives during the half year to support improved performance and prepare the organisation for future operating requirements.

Innovation, technology and continuous learning are core to how we will keep building capability across the port, driving more consistent, data led decision-making, improved safety, stronger operational resilience, and more reliable and efficient outcomes for our customers.

Napier Port has strengthened its core technology and data capability investments in new systems which has led to improvements in visibility and consistency across our Planning and Execution functions. Absorb, our new Learning Management System, has been implemented, with compliance training now centralised and tracked across the organisation, providing clearer oversight of our people's skills and competencies required for their roles and their learning and development requirements.

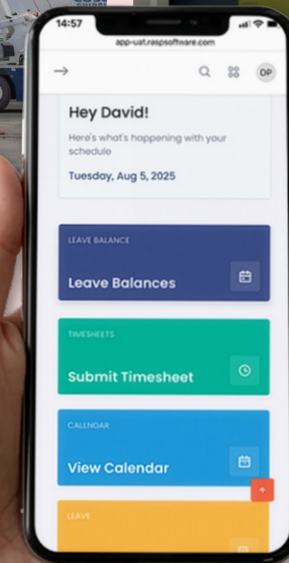
Our new rostering and planning tool, RASP, continues to be embedded across the business, enabling more structured workforce planning, improving alignment between labour deployment and operational demand, and strengthening controls around fatigue management and skills compliance specific to roles.

Investment in network and operational technology has also progressed during the period, including the implementation of a private 5G network to support Napier Port Transformation. The network provides secure, reliable connectivity, enabling real-time data and improved operational visibility across a scalable platform for future technology programmes.

Together, these initiatives are strengthening organisational capability and enabling more consistent and effective delivery across the port.



LEARNING AND LEADING PORT



*Innovation, technology and continuous learning are core to how we build capability across the port, driving more consistent, data led decision-making, improved safety, stronger operational resilience and more reliable and efficient customer outcomes."*



## Improving Environmental Performance

Napier Port has maintained consistent operational emissions across Scope 1 and Scope 2 during the first half of FY2026, with emissions intensity (tonnes of CO<sub>2</sub>e per Tonne) decreasing slightly as throughput increased. Combined Scope 1 and Scope 2 emissions decreased by 0.5% compared with the prior year, alongside a 0.1% increase in total cargo tonnes throughput.

Scope 1 emissions increased 0.7%, driven by higher marine and generator fuel usage, partially offset by reductions across the mobile plant fleet. Scope 2 emissions decreased by 7.8%, reflecting lower electricity consumption.

There were significant movements across Scope 3 emissions during the period,



reflecting increased freight railed to the port and the inclusion of additional Scope 3 categories introduced in the second half of FY2025.

Alongside operational performance, Napier Port has continued to strengthen its contribution to the local environment and community. This includes establishing a

partnership with Predator Free Napier Hill, a community-led initiative focused on pest eradication to support native biodiversity. Napier Port is supporting the programme through sponsorship funding and employee volunteer activity.



**70+** Leaders completing the Leadership Essentials programme



## Strengthening Our People and Culture

Napier Port has continued to embed its people and culture initiatives during the half year, with a focus on strengthening leadership, supporting employee engagement and promoting wellbeing across the organisation.

Leadership development has remained a key priority, with more than 70 leaders completing the specifically developed Port Leadership Essentials programme. This is supporting a more consistent approach to leadership across the business, particularly in leading teams through operational change, peak demand and how to effectively lead and coach.

A range of wellbeing initiatives have supported engagement across the period, including Fizz Free February – encouraging healthier habits – and participation-based activities such as Peak Trailblazer, supporting employee involvement in local fitness events.

Together, these initiatives are strengthening leadership capability, supporting employee engagement and contributing to a positive and sustainable working environment across the port.



# FINANCIAL STATEMENTS

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## Consolidated Income Statement

For the Six Months Ended 31 March 2026	Note	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>Revenue</b>	5	<b>84,913</b>	<b>78,079</b>
Employee benefit expenses		24,426	23,174
Property and plant expenses		6,954	6,889
Contract services		6,215	4,947
Occupancy expenses		4,942	5,213
Other operating expenses		5,099	4,706
<b>Result from operating activities</b>	10	<b>37,277</b>	<b>33,149</b>
Depreciation, amortisation and impairment expenses		9,456	9,666
Other (income) and expenses		397	6
Net Cyclone Gabrielle insurance proceeds		-	(7,460)
<b>Operating profit</b>		<b>27,424</b>	<b>30,937</b>
Investing (income) and expenses		(92)	(12)
<b>Profit before financing and income tax</b>		<b>27,516</b>	<b>30,949</b>
Net finance costs	6	2,285	2,784
<b>Profit before income tax</b>		<b>25,231</b>	<b>28,165</b>
Income tax expense	7	7,243	8,002
<b>Profit for the period attributable to the shareholders of the Company</b>		<b>17,988</b>	<b>20,163</b>
<b>Earnings Per Share:</b>			
Basic earnings per share (\$)		0.09	0.10
Diluted earnings per share (\$)		0.09	0.10

The above income statement should be read in conjunction with the accompanying notes.

## Consolidated Statement of Comprehensive Income

For the Six Months Ended 31 March 2026	Note	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000
<b>Profit for the period attributable to the shareholders of the Company</b>		<b>17,988</b>	<b>20,163</b>
Other comprehensive income			
<i>Items that will be reclassified to profit or loss:</i>			
Changes in fair value of cash flow hedges		1,832	526
Cash flow hedges transferred to profit or loss	6	(72)	(839)
Deferred tax on changes in fair value of cash flow hedges		(493)	88
<i>Items that will not be reclassified to profit or loss:</i>			
Changes in fair value of cash flow hedges related to property, plant and equipment		(436)	157
Deferred tax on changes in fair value of cash flow hedges		122	(44)
Changes in fair value of marketable securities		27	-
<b>Other comprehensive income for the period, net of tax</b>		<b>981</b>	<b>(112)</b>
<b>Total comprehensive income for the period attributable to the shareholders of the Company</b>		<b>18,969</b>	<b>20,051</b>

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

## Consolidated Statement of Changes In Equity

For the Six Months Ended 31 March 2026	Share Capital \$'000	Revaluation Reserve \$'000	Hedging Reserve \$'000	Share-Based Payment Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
<b>Balance at 1 October 2025</b>	<b>245,911</b>	<b>116,311</b>	<b>(285)</b>	<b>651</b>	<b>64,313</b>	<b>426,900</b>
Profit for the period	-	-	-	-	17,988	17,988
Other comprehensive income	-	27	953	-	-	981
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>27</b>	<b>953</b>	<b>-</b>	<b>17,988</b>	<b>18,969</b>
Dividends	21	-	-	-	(15,981)	(15,960)
Long term incentive plan vesting transfers	207	-	-	(207)	-	-
Share-based payments	-	-	-	146	-	146
Fair Share loans - employee repayments	21	-	-	-	-	21
Fair Share plan settlement transfers	17	-	-	(17)	-	-
Transfers from treasury stock - employee recognition scheme	363	-	-	-	-	363
<b>Total transactions with owners in their capacity as owners</b>	<b>629</b>	<b>-</b>	<b>-</b>	<b>(77)</b>	<b>(15,981)</b>	<b>(15,429)</b>
<b>Total movement in equity</b>	<b>629</b>	<b>27</b>	<b>953</b>	<b>(77)</b>	<b>2,007</b>	<b>3,539</b>
<b>Balance at 31 March 2026 (Unaudited)</b>	<b>246,540</b>	<b>116,338</b>	<b>668</b>	<b>573</b>	<b>66,320</b>	<b>430,440</b>
<b>Balance at 1 October 2024</b>	<b>246,107</b>	<b>113,017</b>	<b>987</b>	<b>609</b>	<b>58,406</b>	<b>419,126</b>
Profit for the period	-	-	-	-	20,163	20,163
Other comprehensive income	-	-	(112)	-	-	(112)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(112)</b>	<b>-</b>	<b>20,163</b>	<b>20,051</b>
Dividends	17	-	-	-	(11,993)	(11,976)
Long term incentive plan vesting transfers	195	-	-	(195)	-	-
Share-based payments	-	-	-	130	-	130
Fair Share loans - employee repayments	70	-	-	-	-	70
Fair Share plan settlement transfers	12	-	-	(12)	-	-
Transfers from treasury stock - employee recognition scheme	215	-	-	-	-	215
<b>Total transactions with owners in their capacity as owners</b>	<b>509</b>	<b>-</b>	<b>-</b>	<b>(77)</b>	<b>(11,993)</b>	<b>(11,561)</b>
<b>Total movement in equity</b>	<b>509</b>	<b>-</b>	<b>(112)</b>	<b>(77)</b>	<b>8,170</b>	<b>8,490</b>
<b>Balance at 31 March 2025 (Unaudited)</b>	<b>246,616</b>	<b>113,017</b>	<b>875</b>	<b>532</b>	<b>66,576</b>	<b>427,616</b>

The above statement of changes In equity should be read in conjunction with the accompanying notes.

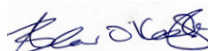
## Consolidated Statement of Financial Position

As at 31 March 2026	Note	31 March 2026 Unaudited \$'000	30 September 2025 Audited \$'000
<b>EQUITY</b>			
Share capital		246,540	245,911
Reserves		117,580	116,676
Retained earnings		66,320	64,313
		<b>430,440</b>	<b>426,900</b>
<b>NON-CURRENT LIABILITIES</b>			
Loans and borrowings	8	131,232	109,650
Deferred tax liability		24,990	23,879
Derivative financial instruments		58	1,267
Provision for employee entitlements		717	648
		<b>156,997</b>	<b>135,444</b>
<b>CURRENT LIABILITIES</b>			
Taxation payable		2,871	6,183
Lease liabilities		-	26
Derivative financial instruments		427	493
Trade and other payables		26,860	24,615
		<b>30,158</b>	<b>31,317</b>
		<b>617,595</b>	<b>593,661</b>

As at 31 March 2026	Note	31 March 2026 Unaudited \$'000	30 September 2025 Audited \$'000
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		562,884	542,830
Intangible assets		734	720
Investment properties		13,680	13,630
Derivative financial instruments		760	1,881
Investment in joint venture		250	250
		<b>578,308</b>	<b>559,311</b>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		1,741	3,463
Marketable securities		5,691	3,518
Derivative financial instruments		1,796	2,370
Trade and other receivables		24,683	19,622
Other current assets		5,376	5,377
		<b>39,287</b>	<b>34,350</b>
		<b>617,595</b>	<b>593,661</b>

On behalf of the Board of Directors, who authorised the issue of these financial statements on the 19 May 2026.

Chairman



Director



## Consolidated Statement of Cash Flows

For the Six Months Ended 31 March 2026	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<i>Cash was provided from:</i>		
Receipts from customers	75,775	69,543
Net Cyclone Gabrielle insurance proceeds	-	10,960
GST received	580	1,437
<i>Cash was applied to:</i>		
Payments to suppliers and employees	(42,724)	(39,277)
Income taxes paid	(9,815)	(8,027)
<b>Net cash flows generated from operating activities</b>	<b>23,816</b>	<b>34,636</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<i>Cash was provided from:</i>		
Proceeds from disposal of property, plant and equipment	71	1
Dividend income	51	-
Interest income	2	19
<i>Cash was applied to:</i>		
Investment in marketable securities	(2,146)	-
Acquisition of property, plant and equipment and intangible assets	(28,081)	(13,575)
<b>Net cash flows used in investing activities</b>	<b>(30,103)</b>	<b>(13,555)</b>

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<i>Cash was provided from:</i>		
Proceeds from bank loans and borrowing	23,500	-
Repayment of fair share loans by employees	42	88
<i>Cash was applied to:</i>		
Repayment of bank loans and borrowing	-	(6,500)
Dividends paid	(15,981)	(11,993)
Repayment of lease liabilities	(26)	(94)
Finance costs paid	(2,970)	(2,826)
<b>Net cash flows from/(used in) financing activities</b>	<b>4,565</b>	<b>(21,325)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,722)</b>	<b>(244)</b>
Cash and cash equivalents at beginning of the period	3,463	1,783
<b>Cash and cash equivalents at end of the period</b>	<b>1,741</b>	<b>1,539</b>

## Reconciliation of profit for the period to cash flows from operating activities

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>For the Six Months Ended 31 March 2026</b>		
<b>Profit for the period</b>	<b>17,988</b>	<b>20,163</b>
<b>Adjust for non-cash items:</b>		
Fair value gains on investment property	(50)	-
Depreciation and amortisation	9,456	9,057
Impairment of assets	-	609
Net loss on disposal of property, plant and equipment	397	23
Share-based payments	146	130
Deferred tax	740	887
	<b>10,689</b>	<b>10,706</b>
<b>Other adjustments:</b>		
Finance costs classified as financing activities	2,285	2,784
Investment income classified as investing activities	(53)	(19)
Increase in non-current provision	69	(24)
	<b>2,301</b>	<b>2,741</b>

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>Movements in working capital:</b>		
Increase in trade and other receivables	(5,061)	(4,204)
Decrease in Cyclone Gabrielle insurance receivable	-	3,500
Increase in trade and other payables	1,211	2,642
Decrease in current taxation payable	(3,312)	(912)
	<b>(7,162)</b>	<b>1,026</b>
<b>Net cash flows generated from operating activities</b>	<b>23,816</b>	<b>34,636</b>

# Notes to the Consolidated Financial Statements

For the Six Months Ended 31 March 2026

## 1. Reporting entity

The interim financial statements presented are those of Napier Port Holdings Limited and its subsidiaries (together 'the Group'). The Group's subsidiaries are Port of Napier Limited, a 100% owned, NZ incorporated, port operating company, and Napier Port IC Limited, a 100% owned, Cook Islands incorporated, captive insurance company.

Napier Port Holdings Limited is incorporated under the Companies Act 1993 and domiciled in New Zealand. Napier Port Holdings Limited's shares are publicly traded on the New Zealand Stock Exchange (NZX) and has bonds quoted on the NZX Debt Market (NZDX).

## 2. Basis of preparation

The financial statements have been prepared in accordance with the Financial Markets Conduct Act 2013.

### Statement of compliance

The interim financial statements have been prepared in accordance with New Zealand equivalents to International Accounting Standard 34, Interim Financial Reporting (NZ IAS 34), and International Accounting Standard 34, Interim Financial Reporting. The Group is a for-profit entity for NZ GAAP purposes. These interim financial statements do not include all the information normally included in an annual financial report. Accordingly, these should be read in conjunction with the Group's annual financial statements for the year ended 30 September 2025.

### Basis of measurement

The interim financial statements have been prepared on a historical cost basis, except for sea defences, investment properties, marketable securities, and derivative financial instruments which are measured at fair value, and assets held for sale, which are measured at fair value less costs to sell.

### Functional and presentation currency

The financial statements are presented in New Zealand Dollars (NZD), which is the Group's functional and presentation currency and are rounded to the nearest thousand dollars (\$'000), unless otherwise stated.

## 3. Summary of material accounting policy information

The principal accounting policies adopted are consistent with those followed in the preparation of the Group's Consolidated Financial Statements for the year ended 30 September 2025 except as noted below.

### New and amended standards

The Group has adopted NZ IFRS 18, Presentation and Disclosure in Financial Statements, for the current reporting period.

There are no other new accounting standards and interpretations that are issued but not yet adopted that are expected to have a material impact on the Group.

### NZ IFRS 18 Presentation and Disclosure in Financial Statements

NZ IFRS 18 sets out new requirements for the presentation and disclosure of information in general purpose financial statements. Certain information reported in the prior comparative period of the consolidated income statement and consolidated statement of cash flows has been restated to comply with the requirements of NZ IFRS 18. The restated consolidated income statement under NZ IFRS 18 for the six months ended 31 March 2025 reconciles to the previously reported consolidated income statement prepared under the previously applicable reporting standard NZ IAS 1, Presentation of Financial Statements, as follows on the next page:

## Reconciliation of consolidated income statement

For the Six Months Ended 31 March 2026	As previously reported \$'000	Adjustments \$'000	Restated \$'000
<b>Revenue</b>	<b>78,092</b>	<b>(13)</b>	<b>78,079</b>
Employee benefit expenses	23,174	-	23,174
Property and plant expenses	6,889	-	6,889
Contract services	-	4,947	4,947
Occupancy expenses	-	5,213	5,213
Other operating expenses	14,880	(10,173)	4,706
<b>Result from operating activities</b>	<b>33,149</b>	<b>-</b>	<b>33,149</b>
Depreciation, amortisation and impairment expenses	9,666	-	9,666
Other (income) and expenses	6	-	6
Net Cyclone Gabrielle insurance proceeds	(7,460)	-	(7,460)
<b>Operating profit</b>			<b>30,937</b>
Investing (income) and expenses	-	(12)	(12)
<b>Profit before financing and income tax</b>	<b>30,937</b>	<b>12</b>	<b>30,949</b>
Net finance costs	2,772	12	2,784
<b>Profit before income tax</b>	<b>28,165</b>	<b>-</b>	<b>28,165</b>
Income tax expense	8,002	-	8,002
<b>Profit for the period attributable to the shareholders of the Company</b>	<b>20,163</b>	<b>-</b>	<b>20,163</b>

Revenue and expenses related to investments held by the Group have been reclassified to the investing category in the consolidated income statement. Foreign exchange differences which relate primarily to operating costs have also been reclassified to operating costs from finance costs.

Expenses previously classified as other operating expenses have been further disaggregated in the consolidated income statement.

#### 4. Uncertainties, estimates and judgements

The preparation of the financial statements in conformity with NZ IAS 34 requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty, are consistent with those applied to the Group's consolidated financial statements for the year ended 30 September 2025.

#### 5. Revenue and segment reporting

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>Disaggregation of revenue</b>		
Container services	49,900	42,741
Bulk cargo	26,990	25,482
Cruise	6,410	8,192
Sundry income	223	290
Port operations	83,523	76,705
Property operations	1,390	1,374
<b>Operating income</b>	<b>84,913</b>	<b>78,079</b>

#### Accounting policies:

##### Port operations

Port operations represents a series of services including marine, berthage and port infrastructure services to the Group's customers which are accounted for as a single performance obligation. Revenue is recognised over-time using the percentage of completion method.

Revenue is measured based on the service price specified in the relevant tariffs or specific customer contract. The contract price for the services performed reflects the value transferred to the customer.

##### Property operations

Property lease income is recognised on a straight-line basis over the period of the lease term.

#### Operating segments

The Group determines its operating segments based on internal information that is regularly reported to the Chief Executive, who is the Group's Chief Operating Decision Maker (CODM).

The Group operates in one reportable segment being Port Services. This consists of providing and managing port services and cargo handling infrastructure through Napier Port. Within the Port Services reportable segment the following operating segments have been identified: marine services, general cargo services, container services, port pack services and depot services. These have been aggregated on the basis of similarities in economic characteristics, customers, nature of services and risks.

The Group operates in one geographic area, that being New Zealand. During the period the Group had one customer which comprised 12% of total revenue (2025: two customers 21%).

#### 6. Net finance costs

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
Interest and finance charges on borrowings	3,553	3,528
Gain realised on cash flow hedges transferred from other comprehensive income	(72)	(839)
(Gain)/loss realised on fair value hedges	(678)	240
Unrealised change in fair value of fair value hedges	2,021	204
Unrealised change in fair value of loans and borrowings subject to fair value hedges	(2,021)	(204)
Lease imputed interest	-	2
Less: Interest capitalised to property, plant & equipment	(518)	(147)
<b>Net finance costs</b>	<b>2,285</b>	<b>2,784</b>

## 7. Income tax expense

	31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000 (Restated)
<b>Reconciliation between income tax expense and tax expense calculated at the statutory income tax rate:</b>		
Profit before income tax	25,231	28,165
Income tax at 28%	7,065	7,885
Adjustment to prior year tax	(17)	9
Tax effect of non-deductible items	171	108
Tax effect of non-assessable items	(28)	-
Other	52	-
<b>Income tax expense</b>	<b>7,243</b>	<b>8,002</b>
<b>The income tax expense is represented by:</b>		
Current tax on profits for the year	7,040	7,837
Adjustments for current tax of prior periods	(537)	(722)
<b>Current income tax expense</b>	<b>6,503</b>	<b>7,115</b>
Deferred income tax expense for the period	220	156
Adjustments for deferred tax of prior periods	520	731
<b>Deferred income tax expense</b>	<b>740</b>	<b>887</b>
<b>Income tax expense</b>	<b>7,243</b>	<b>8,002</b>

## 8. Loans and borrowings

31 March 2026 Non-current	Drawn Facilities/ Bonds Issued NZ\$'000	Carrying Value NZ\$'000
Bank facilities	30,500	30,500
Fixed rate NZD Bonds	100,000	100,732
<b>Total non-current</b>	<b>130,500</b>	<b>131,232</b>
<b>30 September 2025 Non-current</b>		
Bank facilities	7,000	7,000
Fixed rate NZD Bonds	100,000	102,650
<b>Total non-current</b>	<b>107,000</b>	<b>109,650</b>

## 9. Related party transactions

		31 March 2026 Unaudited \$'000	31 March 2025 Unaudited \$'000
<b>Transactions with owners</b>			
RELATED PARTY	NATURE OF TRANSACTIONS	VALUE OF TRANSACTIONS	
<i>Hawke's Bay Regional Council</i>	Rates, levies, consents and services	224	187
	Lease income	(22)	(24)
	Accounts payable by the Group	(332)	(275)
<i>Hawke's Bay Regional Investment Company</i>	Dividends	8,800	6,600

## 10. Management-defined performance measures

The Group uses certain management-defined performance measures in its public communications to communicate management's view of aspects of the Group's operating performance. These measures are not defined by IFRS accounting standards, which means they may not be directly comparable to similar measures used by other entities.

The relevant measures and the reconciliation between each measure and the most directly comparable total or subtotal specifically required by IFRS are as follows. The tax effect of each reconciling item is determined using the statutory tax rate of 28%.

### Result from operating activities

The Group uses 'Result from operating activities' on the face of the consolidated income statement as it considers this metric provides the result from core operating activities for comparison from period to period.

The result from operating activities is intended to be 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, and the income and expenses arising from fair value changes, non-recurring and abnormal, and joint-venture and other investment activity.

The result from operating activities measure includes certain non-cash income and expenses related to core operating activities such as accrued income and expenses and share-based payments.

31 March 2026	Reconciliation \$'000	Income tax expense \$'000
<b>Operating profit</b>	<b>27,424</b>	
Depreciation, amortisation and impairment expenses	9,456	(2,648)
Other (income) and expenses	397	(111)
<b>Result from operating activities</b>	<b>37,278</b>	<b>(2,759)</b>
<hr/>		
31 March 2025	Reconciliation \$'000	Income tax expense \$'000
<b>Operating profit</b>	30,937	
Depreciation, amortisation and impairment expenses	9,666	(2,706)
Net Cyclone Gabrielle insurance proceeds	(7,460)	2,089
Other (income) and expenses	6	(2)
<b>Result from operating activities</b>	<b>33,149</b>	<b>(619)</b>

## 10. Management-defined performance measures (continued)

### Underlying net profit after tax

The Group uses 'Underlying net profit after tax' as a performance measure as it considers that this metric provides the net profit after tax of the Group that is comparable from period to period.

Reported net profit after tax is adjusted for certain non-recurring, non-core and abnormal items, and unrealised fair value movements. The adjustments that the Group considers appropriate are as follows:

(i) removal of unrealised fair value movements on investment properties as this relates to non-core activity;

(ii) removal of expenses and material damage and business interruption insurance income attributable to the extraordinary Cyclone Gabrielle event that occurred during February 2023.

Insurance income for insured business interruption losses indemnified the Group for reduced operating profits following Cyclone Gabrielle. The recognition of business interruption insurance income does not necessarily match the accounting period of the reduced operating profits, as the income recognition was 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; and

(iii) removal of non-recurring restructuring costs.

	Pre-tax amount \$'000	Income tax expense \$'000	After-tax amount \$'000
<b>31 March 2026</b>			
<b>Net profit after tax</b>			<b>17,988</b>
Fair value gain on investment property	(50)		(50)
<b>Underlying net profit after tax</b>			<b>17,938</b>

	Pre-tax amount \$'000	Income tax expense \$'000	After-tax amount \$'000
<b>31 March 2025</b>			
<b>Net profit after tax</b>			<b>20,163</b>
Net Cyclone Gabrielle insurance proceeds	(7,460)	2,089	(5,371)
Restructuring costs	(33)	9	(24)
<b>Underlying net profit after tax</b>			<b>14,768</b>

## 11. Commitments & contingencies

### Capital expenditure commitments

At balance date there were commitments in respect of contracts for capital expenditure totalling \$10.8million (2025: \$17.3 million).

### Contingent liabilities

There were no material contingent liabilities at balance date (2025: \$nil)

## 12. Events subsequent to balance date

Subsequent to the balance sheet date, a fully imputed dividend of \$10.5 million (5.25 cents per share) was approved by the Board of Directors.



Shape the future  
with confidence

# INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE SHAREHOLDERS OF NAPIER PORT HOLDINGS LIMITED

The Auditor-General is the auditor of Napier Port Holding Limited (the "Company") and its subsidiaries (together the "Group"). The Auditor-General has appointed me, Stuart Mutch, using the staff and resources of Ernst & Young, to carry out the review of the interim financial statements of Group on his behalf.

## Conclusion

We have reviewed the interim financial statements of the Group on pages 17 to 26, which comprise the consolidated statement of financial position as at 31 March 2026 and the consolidated income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows for the six months ended on that date, and the notes, comprising material accounting policy information and other explanatory information.

Based on our review, nothing has come to our attention that causes us to believe that the interim financial statements of the Group do not present fairly, in all material respects, the financial position of the Group as at 31 March 2026, and its financial performance and cash flows for the six months ended on that date, in accordance with New Zealand Equivalent to International Accounting Standard 34: Interim Financial Reporting and International Accounting Standard 34: Interim Financial Reporting.

## Basis for conclusion

We conducted our review in accordance with the New Zealand Standard on Review Engagements 2410 (Revised) *Review of Financial Statements Performed by the Independent Auditor of the Entity* ('NZ SRE 2410 (Revised)'). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Interim Financial Statements* section of our report.

We are independent of the Group in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards)* (New Zealand), as applicable to audits and reviews of public interest entities. We also have fulfilled our other ethical responsibilities in accordance with the Professional and Ethical Standard 1.

Ernst & Young provides agreed upon procedures to the Group which are compatible with those independence requirements. We have no other relationship with, or interest in, the Group.

## Directors' responsibilities for the interim financial statements

The Directors are responsible, on behalf of the Group, for the preparation and fair presentation of these interim financial statements in accordance with New Zealand Equivalent to International Accounting Standard 34: Interim Financial Reporting and International Accounting Standard 34: Interim Financial Reporting and for such internal control as the Directors determine is necessary to enable the preparation and fair presentation of the interim financial statements that are free from material misstatement, whether due to fraud or error.

The Directors are also responsible for the publication of the interim financial statements, whether in printed or electronic form.

## Auditor's responsibilities for the review of the interim financial statements

Our responsibility is to express a conclusion on the interim financial statements based on our review. NZ SRE 2410 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the interim financial statements, taken as a whole, are not prepared, in all material respects, in accordance with New Zealand Equivalent to International Accounting Standard 34: Interim Financial Reporting and International Accounting Standard 34: Interim Financial Reporting.

A review of the interim financial statements in accordance with NZ SRE 2410 (Revised) is a limited assurance engagement. We perform procedures, primarily consisting of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these interim financial statements.

Stuart Mutch

Partner

Ernst & Young

On Behalf Of The Auditor-General  
Wellington, New Zealand  
19 May 2026

# Directory

## Directors

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Blair O'Keeffe (Chair)

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John Harvey

---

Vincent Tremaine

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Kylie Clegg

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Debbie Birch

---

Dan Druzianic

---

Hamish Stevens

## Senior Management Team

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Todd Dawson – **Chief Executive**

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Kristen Lie – **Chief Financial Officer**

---

Adam Harvey – **Chief Operating Officer**

---

David Kriel – **General Manager Commercial**

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David Broad – **General Manager Assets and Infrastructure**

---

Chris Wylie – **General Manager Port Optimisation**

---

Laura Chandler – **General Manager People, Capability and Engagement**

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Fleur Murray – **General Manager Corporate Affairs**

## Registered Office

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Facebook: **Napier Port**

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LinkedIn: **Napier Port**

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Website: [napierport.co.nz](http://napierport.co.nz)

## Bond Supervisor

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Public Trust  
Level 16, SAP Tower  
151 Queen Street  
Auckland 1010

## Bankers

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*Westpac New Zealand Limited*  
16 Takutai Square  
Auckland 1010  
New Zealand

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*Industrial and Commercial Bank of China (New Zealand) Limited*  
Level 11  
188 Quay Street  
Auckland Central 1010  
New Zealand

## Solicitors

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Bell Gully  
171 Featherston Street  
Wellington  
New Zealand

## Auditors

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Ernst & Young  
PO Box 490  
Wellington 6140  
On behalf of the Auditor-General

## Share Registry

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For enquiries about share transactions, dividend payments, or to change your address, please get in touch with:

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*MUFG Corporate Markets*  
PO Box 91976  
Victoria Street West  
Auckland 1142

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Phone: **+64 9 375 5998 or 0800 041 040**

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Email: [napierport@cm.mpms.mufg.com](mailto:napierport@cm.mpms.mufg.com)

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Copies of our latest annual report are available at [napierport.co.nz/investor-centre](http://napierport.co.nz/investor-centre)

## Financial Calendar

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31 March 2026 - **Half year balance date**

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20 May 2026 - **Interim results announcement**

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24 June 2026 - **Interim dividend payment**

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30 September 2026 - **Financial year end**

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November 2026 - **Annual results announcement**

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15 December 2026\* - **Final dividend payment**

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16 December 2026 - **Annual meeting**

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\* *Subject to board approval*

**NAPIER<sup>o</sup>**  
**PORT**  
*Te Herenga Waka o Ahuriri*