



**TRANSPOWER**

Waikoukou  
22 Boulcott Street  
PO Box 1021  
Wellington 6140  
New Zealand  
P 64 4 495 7000  
F 64 4 495 6968  
[www.transpower.co.nz](http://www.transpower.co.nz)

<b>TRANSPOWER NEW ZEALAND LIMITED</b>	
Half year results announcement to the market – 22 February 2018	
<b>Reporting Period</b>	01 July 2017 to 31 December 2017
<b>Previous Reporting Period</b>	01 July 2016 to 31 December 2016

	Amount (millions) 6 months to 31 December 2017	Amount (millions) 6 months to 31 December 2016	Percentage Change
<b>Revenue from ordinary activities</b>	\$552.8	\$526.5	5% increase
Profit (loss) from ordinary activities after tax attributable to security holders (before net changes in fair value of financial instruments)	\$120.3 (10 cents per share)	\$101.6 (8 cents per share)	18% increase
Net profit (loss) attributable to security holders	\$125.3	\$164.6	24% decrease
<b>Interim Dividend Paid/ Proposed - fully imputed</b>	\$66.0 (6 cents per share)	\$66.0 (6 cents per share)	No change
<b>Dividend Payment Date</b>	20 March 2018	20 March 2017	

The results are based on unaudited financial statements.

<b>Comments: (including:</b>	Transpower New Zealand today released its financial results for the six months ending 31 December 2017.
	<p>Net profit after tax, before net changes in the fair value of financial instruments, was \$120.3 million, an increase on \$101.6 million from the prior period. This was largely due to an increase in regulated transmission revenue, driven by an historical pricing under-recovery wash-up.</p> <p>Transmission revenue was up 6% to \$525.5 million (2016: \$496.7 million).</p>

	<p>The Board has declared an interim dividend of \$66.0 million, representing 40% of the full year dividend forecast in the 2017/18 Statement of Corporate Intent.</p> <p>Chair Hon Tony Ryall said the organisation has performed well over the last six months.</p> <p>“We’re seeing the efficiencies that we need to achieve, both in the way we manage our assets and deliver grid services. To date we have achieved savings against the regulatory approved operating cost allowance of \$50 million, or 6%.</p> <p>Capital expenditure was \$122.1 million for the first half of the year, up 11% from the same time last year (2016: \$109.7 million).</p> <p>“This is in line with the slight increase we expect to see in spend over the next few years, in line with our approved capital programme.”</p> <p>“It’s encouraging to see that in the last six months, our sustained commitment to safety is reflected in our overall Total Recordable Injury Frequency Rate (TRIFR) score, which includes Transpower and all its Service Providers. The latest TRIFR score of 5.0 is unchanged from June 2017 (rolling 12-month average), while our Year to Date figure is 4.1.”</p> <p>Transpower’s half year report will be published once it is tabled in Parliament.</p> <p>For further information, please contact: Clea Marshall, Corporate Communications Manager, on 04 590 6633 or 027 807 9904.</p>
--	---