

Appendix 1

Preliminary half year report Auckland International Airport Limited

Results for announcement to the market

(This report is based on unaudited accounts)

Reporting Period	6 months to 31 December 2018
Previous Reporting Period	6 months to 31 December 2017

Results for announcement to the market

The financial statements have been prepared in accordance with New Zealand generally accepted accounting practice and comply with New Zealand Equivalent to International Accounting Standard NZ IAS 34 and IAS 34 Interim Financial Reporting. The financial statements have not been audited.

	6 months to 31 December 2018 \$NZ'M	6 months to 31 December 2017 \$NZ'M	Variance \$NZ'M	Variance %
Income from ordinary activities	370.6	332.4	38.2	11.5
Profit after taxation from ordinary activities attributable to members	147.2	165.9	(18.7)	(11.3)
Profit after taxation for the period attributable to members	147.2	165.9	(18.7)	(11.3)

Reported profit after taxation for the six months ended 31 December 2018 under New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) is \$147.2 million. Directors have also referred to underlying profit of \$136.9 million in various releases, an increase of 2.9% from the underlying profit of \$133.1 million for the six months ended 31 December 2017. Below is a table reconciling reported profit to underlying profit:

	Six months to 31 December 2018			Six months to 31 December 2017		
	Reported earnings	Adjustments	Underlying earnings	Reported earnings	Adjustments	Underlying earnings
EBITDAFI per income statement	277.1	-	277.1	250.1	-	250.1
Share of profit of associates ¹	4.3	(0.1)	4.2	4.4	-	4.4
Share of profit of associate held for sale ¹	-	-	-	6.7	0.1	6.8
Derivative fair value decreases ²	0.2	(0.2)	-	(3.0)	3.0	-
Investment property fair value increase ³	11.1	(11.1)	-	41.5	(41.5)	-
Depreciation	(50.0)	-	(50.0)	(40.7)	-	(40.7)
Interest expense and other finance costs	(40.1)	-	(40.1)	(38.6)	-	(38.6)
Taxation expense ⁴	(55.4)	1.1	(54.3)	(54.5)	5.6	(48.9)
Profit after tax	147.2	(10.3)	136.9	165.9	(32.8)	133.1

¹ Auckland Airport's share of the fair value movement in the derivative financial instruments of associates that do not qualify for hedge accounting.

² The fair value movement of Auckland Airport's derivative financial instruments in the income statement that either do not qualify for hedge accounting or hedge accounting ineffectiveness that relate to the counterparty risk of the particular derivatives entered into by Auckland Airport.

³ Non cash revaluations of Auckland Airport's investment property in the period to 31 December 2018 and 2017.

⁴ Taxation adjustments as a result of adjustments 1 to 3 above.

The rationale for these reconciling items can be found in the 2019 interim company report.

Amount per security

	Amount per security \$NZ	Imputed amount per security \$NZ
Final dividend		
Current period	N/A	N/A
Previous corresponding period	0.1100	0.04278
Interim dividend		
Current period	0.1100	0.04278
Previous corresponding period	0.1075	0.04181

The total amount of the dividend payable is \$ 132,830,166

Record date for entitlements to the dividend: 22 March 2019

Dividend payment date 05 April 2019

Dividend reinvestment plan

At the election of the shareholder the dividend payable may be reinvested in new shares. The price of such shares will be the volume weighted average share price of Auckland Airport shares calculated over a period of five business days starting on the "Ex Date", which is one business day before the record date, less any applicable discount as determined by the Auckland Airport Board. The last date for the registrar to receive election notices or changes to election notices is 5pm on the record date.

	31-Dec-18 \$NZ	31-Dec-17 \$NZ
Earnings per share	0.1223	0.1389
Net Tangible Assets per share	4.76	3.43

Details of associates and joint venture entities

Name	Percentage Holding	Share of underlying profit 31 December 2018	Share of underlying profit 31 December 2017
		\$NZ'M	\$NZ'M
Queenstown Airport Corporation Limited	24.99%	2.1	2.2
Auckland Airport Hotel Limited Partnership	40.00%	2.1	2.2
	Total	4.2	4.4

Comments

Refer to the following attachements:

- 2019 interim company report
- Interim financial statements for the six months ended 31 December 2018
- Results at a glance
- Interim results presentation