

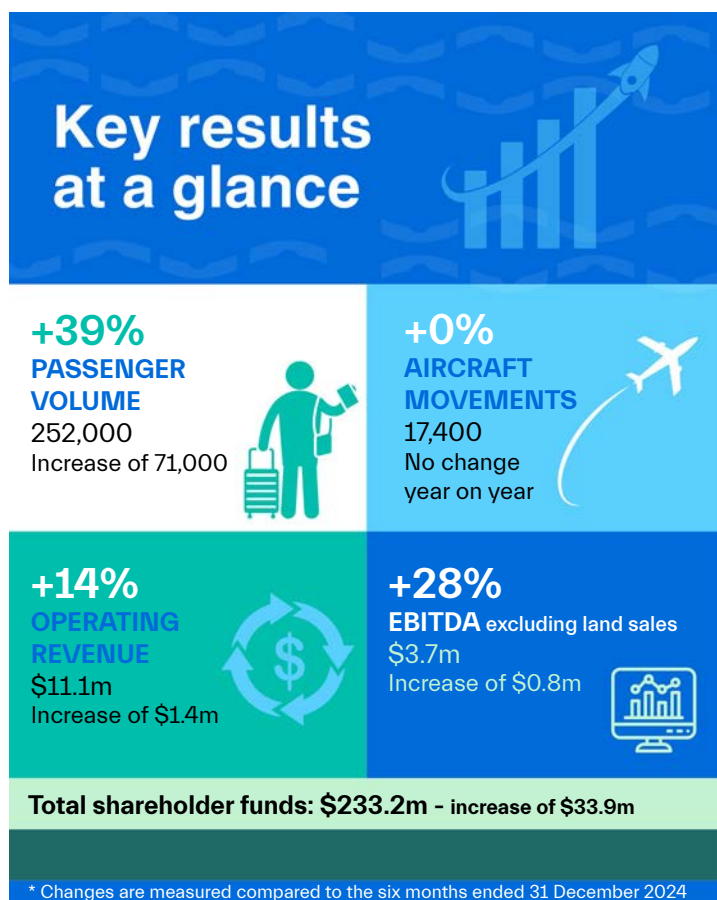
Interim Report

WAIKATO REGIONAL AIRPORT LIMITED

For the six months ended 31 December 2025



Chief Executive's report



Commentary

The current financial year began with the relaunch of international services at Hamilton Airport, with Jetstar operating daily flights split between Sydney and the Gold Coast. This was achieved following almost two years of negotiation and co-ordination across a large group of stakeholders.

By the end of December 2025, approximately 60,000 travellers had used these services, with 55,000 of those travelling during the six-month period covered by this report. The services have proven very popular with the central North Island community, providing easier connections for visiting friends and family and for leisure travel. Encouragingly, almost half of all travellers are inbound visitors from Australia and other connecting markets, delivering valuable benefits to the regional tourism economy.

The six-month period also marked the return of domestic jet services to Hamilton Airport for the first time in 25 years. Air New Zealand introduced an Airbus A320 service on the Christchurch route from September, operating five afternoons per week, with the service scheduled to increase to daily later in the financial year. Jetstar also entered the domestic market in the Waikato for the first time, launching a daily Airbus A320 service in December.

Passenger movements increased by 39% compared with the same period last year, which was a key driver of the \$1.4 million increase in revenue for the half year. On an annualised basis, the extra services are expected to generate approximately

245,000 additional passenger movements, representing a 68% increase.

While still modest, the growth in the aeronautical business resulted in a small profit for the half year. Notably, this result was achieved without reliance on significant property activity, such as land sales or valuation gains. It is therefore pleasing to report that the Group is on track to deliver its first profit since 2019 without dependence on material property-related gains.

The Airport's hotel property, operated by JetPark Hotels, continues to provide a consistent contribution to Group earnings and remains a key component of the non-aeronautical diversification strategy. The hotel continues to outperform the market, achieving above-average occupancy and growth in food and beverage and conferencing revenues, while also delivering best-in-class customer service and satisfaction. During the period, the hotel was awarded the rare Qualmark Gold Enviro rating.

During the six months, the Group invested more than \$12 million into Titanium Park Precinct North. This included ongoing development of the first two stages (18 hectares) of the wider 100-hectare precinct, completion of planting 75,000 native plants and trees on the ecological compensation site, and construction of a design-and-build facility for launch tenant Asmuss. Development and construction are due for completion in the second half of the year, by which time total investment will exceed \$30 million, creating assets valued at close to \$100 million. Inquiry levels increased throughout the period in line with broader signs of economic improvement, and the Group continues to progress several design-and-build opportunities, reflecting the transition of the property strategy from development-focused to investment-focused.

Hamilton & Waikato Tourism (HWT) continues to support the local tourism sector, operating within the revised funding settings established under the latest service level agreements. Within the WRAL Group, HWT plays an increasingly important role in promoting inbound travel through the airport as an international gateway. This activity will be further strengthened in the second half of the year following the successful grant from the Governments's Regional Tourism Boost Fund of \$0.5 million aimed at stimulating inbound visitation during shoulder seasons.

The early success of international services, improved trading performance, and lower-than-anticipated investment requirements across both aeronautical and property activities provided the Board with confidence to resume dividend payments earlier than previously signalled. A dividend was declared during the period and paid to shareholders shortly after year end.



Throughout the period, the management team has remained strongly focused on wellbeing initiatives that provide meaningful support to staff, ensuring WRAL continues to be an employer of choice. Despite a particularly busy twelve months, the organisation has successfully retained its people while delivering an ambitious programme aligned with the Group's 10-year growth strategy and the additional demands associated with international air services. New roles were also introduced during the period to further strengthen airport operations, rescue fire services, aeronautical business development, and property activities.

Mark Morgan
Group Chief Executive



Financial Statements

Consolidated Statement of Comprehensive Income

For the six month period ended 31 December 2025

(unaudited)

	2025 \$ '000	2024 \$ '000
Revenue		
Operating revenue	11,128	9,729
Land sales	-	5,710
Other gains/(losses)	-	81
	11,128	15,520
Expenses		
Operating expenses	(4,216)	(4,083)
Cost of land sales	-	(1,241)
Employee benefits expense	(3,179)	(2,730)
Depreciation & amortisation	(2,822)	(2,431)
	(10,216)	(10,485)
Operating profit before finance and tax expenses	912	5,035
Finance expense	(892)	(775)
Tax expense	(7)	(1,045)
Net profit/(loss)	12	3,216
Other comprehensive income		
Revaluation of property, plant & equipment	-	-
Total other comprehensive income	-	-
Total comprehensive income	12	3,216

These interim financial statements have been prepared in accordance with Tier 2 PBE Accounting Standards.

Financial Statements

Consolidated Statement of Changes in Equity

For the six month period ended 31 December 2025
(unaudited)

	Share Capital \$ '000	Retained Earnings \$ '000	Revaluation Reserves \$ '000	Total \$ '000
Opening Balance - 1 July 2024	14,860	110,608	104,476	229,944
Effect of adoption of NZ IFRS		(5,049)	5,049	-
Net profit/(loss)	-	3,216	-	3,216
Other comprehensive income	-	-	-	-
Total comprehensive income	-	3,216	-	3,216
Dividends paid to shareholder	-	-	-	-
Closing Balance - 31 December 2024	14,860	108,775	109,525	233,160
Opening Balance - 1 July 2025	14,860	135,173	117,467	267,500
Net profit/(loss)	-	12	-	12
Other comprehensive income	-	-	-	-
Total comprehensive income	-	12	-	12
Dividends paid to shareholder	-	(450)	-	(450)
Closing Balance - 31 December 2025	14,860	134,735	117,467	267,062

Financial Statements

Consolidated Statement of Financial Position

As at 31 December 2025

(unaudited)

	2025	2024
	\$ '000	\$ '000
Current Assets		
Cash and cash equivalents	522	289
Trade and other receivables	2,356	1,584
Non-Current Assets		
Development property	26,608	24,798
Investment property	133,593	89,937
Property, plant, and equipment	175,711	158,960
Intangible & other non-current assets	1,873	817
Total Assets	340,664	276,386
Current Liabilities		
Trade and other payables	15,651	4,679
Non-Current Liabilities		
Provisions for Infrastructure Development	5,783	5,390
Deferred tax liability	8,518	11,557
Borrowings	43,650	21,600
Total Liabilities	73,652	43,226
Net Assets	267,062	233,160
Total Shareholders' Equity	267,062	233,160

Financial Statements

Consolidated Statement of Cash Flows

For the six month period ended 31 December 2025
(unaudited)

	2025 \$ '000	2024 \$ '000
Operating activities		
Receipts from operations	12,507	11,408
Payments to suppliers and employees	(7,638)	(7,263)
Payment of interest	(1,080)	(753)
Payment of income taxes	(1,020)	(949)
Net cash from/(used in) operations	2,768	2,443
Investing activities		
Receipts from sale of property, plant and equipment	-	3
Receipts from land sales	-	5,245
Payments for construction of development property	(5,587)	(1,448)
Purchases of property, plant & equipment	(2,166)	(1,627)
Purchases of investment properties	(6,735)	(3,400)
Purchases of intangible assets	(53)	(130)
Net cash from/(used in) investment activities	(14,541)	(1,357)
Financing activities		
Receipts from/(repayments of) borrowings	12,200	(1,190)
Payments of dividends	-	-
Net cash from/(used in) financing activities	12,200	(1,190)
Net change in cash for the period	427	(104)
Add opening cash and cash equivalents balance	95	393
Closing cash and cash equivalents	522	289

Performance Reporting

Performance against Statement of Intent

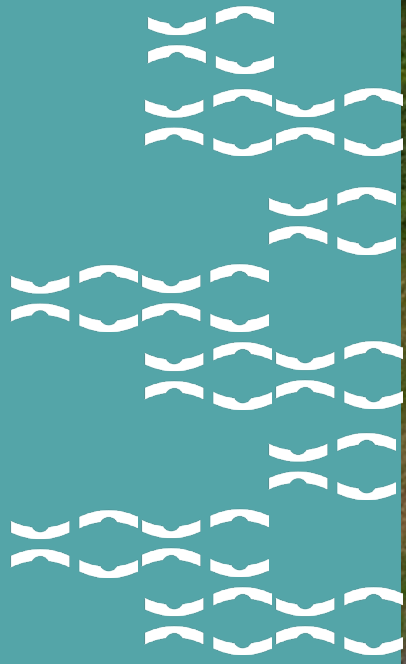
For the six month period ended 31 December 2025
(unaudited)

	SOI	Actual	Forecast
	Full Year 30/6/26	6 months 31/12/25	Full Year 30/6/26
Financial Targets	\$ '000	\$ '000	\$ '000
EBITDA excluding Land Sales	\$6,000	\$3,734	\$6,589
Net Profit before Tax	\$3,000	\$19	\$5,612
Net Operating Cash Flow excl Land Sales	\$4,500	\$2,768	\$5,319
Total Debt (not exceeding)	\$70,000	\$43,650	\$61,256
Percentage of non-landing charges revenue	60%	65%	66%
Interest coverage	2.0x	3.4x	3.2x

The group has a number of non-financial performance targets covering the range of activities the group undertakes across its aeronautical activities, property, climate change response and caring for its people and community.

At 31 December 2025, the Group was on track to meet substantially all of these targets for the year ended 30 June 2026.

Interim Report



Hamilton
Airport

