

# Northland Port Corporation (NZ) Ltd



Annual Report 2006

# Financial Highlights

For the Year Ended 30 June 2006

	30-Jun-06	30-Jun-05
Total Revenue (\$m)	6.16	6.74
Net Surplus After Tax (\$m)	1.99	8.13
Total Assets (\$m)	128.74	112.71
Shareholders' Funds (\$m)	122.43	109.62
Shareholders' Equity	95.10%	97.26%
Ordinary Dividend Per Share* (cents)	6.00	8.00
Net Asset Backing Per Share (cents)	281.62	252.14
Earnings Per Share (cents)	4.59	19.50

\* inclusive of a subsequently declared final dividend of 3.5 cents per share (2005 - 4.5 cents per share).

## Financial Calendar

### Annual General Meeting

The Annual General Meeting of Shareholders of Northland Port Corporation (NZ) Ltd will be held at Café North (adjacent to Oil Refinery) Port Marsden Highway, Marsden Point, at 2.00pm on Friday 27 October 2006.

### 2007 Interim Profit Announcement

February 2007

### Interim Dividend Payment

March 2007

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**Cover:** As evidenced by this photograph, construction of the initial stages of the waterway and marina development by the associated entity, Marsden Cove Ltd, is now well advanced.

## Chairman's Report



The after tax surplus for the twelve months to 30 June 2006 was \$1.99 million. This is well down on last year's \$8.13 million (which included a gain of a little over \$7 million from the sale of redundant assets).

As previously announced a final dividend of 3.5 cents per share has been declared and is payable on 22 September making a total of 6.0 cents per share for the year.

### Northport Ltd

(50:50 Joint Venture with Port of Tauranga Ltd)

Log throughput for the year finished at very similar levels to the previous year which I described as dismal and this description is apt for this year's log performance as well.

Carter Holt Harvey Ltd (CHH) has now paid Northport in excess of \$7million dollars as a result of the shortfall in log levels set in the throughput agreement between Northport and CHH. This money remains in the balance sheet of Northport as unearned income to be applied against future cargos commencing in 2008.

On a more positive note the current year has started well and management is predicting a build up in log volumes over the wharf as the effects of a more settled dollar and an apparent levelling off in shipping rates take effect. Of more significance is Carter Holt Harvey's indication of its intention to increase harvesting by ending the two year suspension on high cutting rates imposed to lift yields. It is expected Northport will benefit from this early in the new calendar year.

Although the export of meat from Port Whangarei was terminated during the year, other trades saw steady improvement while the aforementioned cessation of liner business catering for meat exports to the west coast of the United States leaves the only remaining ship calls to Port Whangarei as those calling to uplift triboard products together with the occasional shipment of bulk cargo.

With the completion of the third berth early in the new year Port Whangarei will close and all trade will go through the facility at Marsden Point.

Since balance date Carter Holt Harvey Ltd has announced its intention to construct a large sawmill adjacent to the existing LVL plant at Marsden Point. This will have obvious benefits to Northport and the region in general.

The new owners of Carter Holt Harvey are to be applauded for their decision to proceed with what is a slightly refined version of the much discussed and much delayed (by the previous owners) "Big Foot" sawmill project. Work has commenced on the construction of the mill with production expected in the second half of next year.

Benefits to Northport resulting from the conversion of Marsden B to a coal fired power station and the construction of a rail line to the port remain in the "outside of our control basket" with both projects fighting their way through regulatory, bureaucratic and political processes.

Contributions from Northport Services (unincorporated joint venture with Carter Holt Harvey and the Port of Tauranga) and North Tugz Ltd (joint venture between Northport and Ports of Auckland) achieved similar results to the previous year.

Since balance date Northport Services has resolved some issues raised by the Commerce Commission without fines or censure.



## Chairman's Report continued

### **Marsden Cove Ltd**

The very wet winter and one or two issues with regulatory people have combined to push the completion date out a little but still within the budgeted time frame. All significant issues now appear to be resolved and we thank Whangarei District Council staff especially for their willingness to work towards the outcomes now achieved.

All channel and curbing is completed as are all services installed. The channel dredging is nearing completion and construction of the 250 berth marina (as pictured below) is well underway.

The channel opening allowing the sea into the waterways is expected to take place (subject to the arrival of a sewer pump) in late November at which time a fresh marketing campaign will commence to encourage purchases for the final third of stage one of the development.

Title should be issued early in the new year with settlements for sections sold totalling approximately \$37 million due at that time.

### **North Port Coolstores (1989) Ltd and Northland Stevedoring Services UJV**

Both of these enterprises experienced a downturn in profitability for the year however the current year's outlook is somewhat improved.

### **Marsden Point Land bank**

There has been a heightened level of inquiry for storage and related facilities. Management is confident of consummating lease agreements in the current year.





## Outlook

The previously mentioned expectation of increased log harvesting by Northport's largest single customer Carter Holt Harvey combined with the anticipated benefits accruing to log exporters resulting from a lower exchange rate and more settled shipping rates should see a rise in profitability from port related activities.

Settlements for Marsden Cove property sales will bring Northland Port Corporation's share of profits from the project to book.

An improved dividend for the year should be possible.

## Directors

Peter Hill and Jim Hardie retire by rotation and both have advised that they will not be offering themselves for re-election.

Jim Hardie was appointed to the Board in 1991 and he has served as deputy chairman and chairman. Jim's sage advice, humour and integrity will be badly missed by the Board. On a personal note Jim has been a mentor to me for over ten years and I would like to think he will still be there for me and the Company should the need arise.

Peter Hill has been a Director of the Company since its inception in 1988, and before that he was a member of the Establishment Unit

which was responsible for formulating the Port Plan under which the Company was originally founded. Peter has served as Chairman of the Audit Committee and his wide ranging commercial experience has proved of considerable benefit to the Company over the years. His wisdom and counsel will be missed.

To Jim and Peter I extend the Board's appreciation for their many years of valuable service to the Company.

## Thanks

To my fellow Directors, thank you once again for your support and counsel during the year. To Jim Smellie the Company's general manager and his support staff as well as all management and staff of our invested companies, thanks for your continued positive attitude and support.

A handwritten signature in black ink, appearing to read 'Mike Daniel', with a horizontal line underneath.

Mike Daniel  
Chairman



TASMAN RESOLUTION  
MAJURO  
IMO8714918

## Board of Directors



**Mike W Daniel** B.Com. Ec

Chairman Northland Port Corporation (NZ) Ltd  
Director Northport Ltd  
Director NPC Corporate Services Ltd  
Director North Port Coolstores (1989) Ltd  
Director Northport Services Ltd  
Chairman Marsden Cove Ltd  
Member Audit and Corporate Governance Committee

Mr Daniel joined the Board in 1995. He was appointed Deputy Chairman in July 1998 and Chairman in January 1999. A former stockbroker and merchant banker he holds or has held Directorships with the following organizations: GSB Supply Corp Ltd, GSB Supply Vehicles Ltd, Force Corporation Ltd, Northland Health Ltd, Northpower Ltd, Sky City Leisure Ltd, Professional Service Brokers Ltd and he was Chairman of Elders Norstock Ltd. Mr Daniel is considered to be an Independent Director.



**Jim W B Hardie** CA, ACIS

Deputy Chairman Northland Port Corporation (NZ) Ltd  
Member Audit and Corporate Governance Committee

Mr Hardie was appointed to the Board of Directors in December 1991. His experience includes over thirty years in the civil engineering construction industry. Mr Hardie's previous posts include membership of the Northland Regional Development Council, and membership for 14 years of the NZ Contractors Federation National Council (National President 1986 - 1988). Mr Hardie was Chairman of the Northland Port Corporation (NZ) Ltd from 1996 to 1999 and now holds the position of Deputy Chairman. Mr Hardie is considered to be an Independent Director.



**Peter R Hill** CA, B. Com

Director Northland Port Corporation (NZ) Ltd  
Director Northland Stevedoring Services Ltd  
Chairman Audit and Corporate Governance Committee.

Mr Hill is a Whangarei Chartered Accountant in private practice, specialising in tax and business advice. He became a Director of the Company at its inception in 1988 and is also a Director of Northland Stevedoring Services Ltd. Mr Hill has had extensive commercial experience working overseas for international accountancy firms servicing large corporations. Mr Hill is Secretary of the Northland Branch of the Institute of Chartered Accountants of New Zealand. Mr Hill is considered to be an Independent Director.



**Michael R Gross** QSO, JP, FCILT, FlInstD

Director Northland Port Corporation (NZ) Ltd  
Director North Port Coolstores (1989) Ltd  
Director Northport Ltd  
Member Audit and Corporate Governance Committee

Mr Gross joined the Board of Directors in 1997. Previously he served as Chairman of the national roading and passenger transport funding agency, Transfund NZ, from 1996 to 2003 and was Chairman of the Northland Regional Council from 1989 to 1995. Mr Gross is a Fellow of the Chartered Institute of Logistics and Transport and a Fellow of the NZ Institute of Directors. Mr Gross is considered to be an Independent Director.



**Rod J McKay** B.Ag.Sc

Director Northland Port Corporation (NZ) Ltd  
Chairman Northland Stevedoring Services Ltd  
Member Audit and Corporate Governance Committee

Mr McKay was elected as a Director in December 1992. A successful Northland dairy farmer, he served as Chairman of the Northland Harbour Board prior to the establishment of the Northland Port Corporation (NZ) Ltd in 1988 under the Port Companies Act. Mr McKay is also a former member of the Northland Regional Council and a former Director of AFFCO Holdings Ltd. Mr McKay is considered to be an Independent Director.



**Geoff Vazey**

Director Northland Port Corporation (NZ) Ltd  
Director Northport Ltd  
Member Audit and Corporate Governance Committee

Mr Vazey was appointed to the Board in 2005. He is presently Chief Executive of Ports of Auckland Ltd. Mr Vazey is not considered to be an Independent Director.

# Corporate Governance Statement

## Role of the Board

The Board of Directors of Northland Port Corporation (NZ) Ltd is elected by the shareholders to supervise the management of the Company and its subsidiaries in the best interests of shareholders. The Board currently has six members and has several key functions which are:

- The establishment of business objectives, strategies and policies.
- The approval of annual capital and operating budgets.
- The appointment of a General Manager to manage the day to day operations of the Company within the established framework.
- The ongoing monitoring of management performance in relation to the goals established for that purpose.

## Board Operation and Membership

The policies and procedures for the operation of the Board are set out in the Company's constitution which also details how Directors are appointed and removed from office.

The Board normally meets every second month and has met six times between 1 July 2005 and 30 June 2006. Special purpose meetings are held as required.

The Board has one committee, the Audit and Corporate Governance Committee which comprises the full Board. Mr Hill is Chairman of the Committee. The Committee met on two occasions during the year and has the following objectives:

- The primary objective of the Audit Committee is to assist the Board of Directors in fulfilling its oversight responsibilities. The Committee reviews the financial reporting process, the system of internal control and management of financial risks, the audit process, and the Company's process for monitoring compliance with laws and regulations. In addition, the Committee:
  - oversees and appraises the quality of the audits conducted by the Company's external auditors
  - maintains open lines of communications among the Board, any internal auditors and the external auditors to exchange views and information. The Committee also confirms their respective authorities and responsibilities.
  - serves as an independent and objective party to review the financial information presented by management to shareholders, regulators and the general public and also assists in the development of the future format and content of external reporting.
  - determines the adequacy of the organisation's administrative, operating and accounting controls.

## Compliance

The Board supports the need for the highest standards of behaviour and accountability from Directors and accordingly endorses the principles set out in the Code of Proper Practice for Directors approved and adopted by the Institute of Directors in New Zealand (Inc). These principles do not materially differ from the Corporate Governance Best Practice Code as recommended in the NZX Listing Rules.

# Financial Statements

For the Year Ended 30 June 2006

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# Auditor's Report



■ Chartered Accountants

## **To the Readers of Northland Port Corporation (NZ) Limited and Group's Financial Statements for the Year Ended 30th June 2006**

The Auditor-General is the auditor of Northland Port Corporation (NZ) Limited (the 'Company') and Group. The Auditor-General has appointed me, Simon Brotherton, using the staff and resources of Ernst & Young, to carry out the audit of the financial statements of the Company and Group, on his behalf, for the year ended 30th June 2006.

### **Unqualified Opinion**

In our opinion:

- The financial statements of the Company and Group on pages 12 to 30:
  - comply with generally accepted accounting practice in New Zealand; and
  - give a true and fair view of:
    - the Company and Group's financial position as at 30th June 2006; and
    - the results of operations and cash flows for the year ended on that date.
- Based on our examination the Company and Group kept proper accounting records.

The audit was completed on 18th August 2006, and is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Board of Directors and the Auditor, and explain our independence.

### **Basis of Opinion**

We carried out the audit in accordance with the Auditor-General's Auditing Standards, which incorporate the New Zealand Auditing Standards.

We planned and performed the audit to obtain all the information and explanations we considered necessary in order to obtain reasonable assurance that the financial statements did not have material misstatements, whether caused by fraud or error.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader's overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

The audit involved performing procedures to test the information presented in the financial statements. We assessed the results of those procedures in forming our opinion.

Audit procedures generally include:

- determining whether significant financial and management controls are working and can be relied on to produce complete and accurate data;
- verifying samples of transactions and account balances;
- performing analyses to identify anomalies in the reported data;
- reviewing significant estimates and judgements made by the Board of Directors;
- confirming year-end balances;
- determining whether accounting policies are appropriate and consistently applied; and
- determining whether all financial statement disclosures are adequate.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements.

We evaluated the overall adequacy of the presentation of information in the financial statements. We obtained all the information and explanations we required to support our opinion above.

**Responsibilities of the Board of Directors and the Auditor**

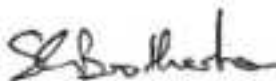
The Board of Directors is responsible for preparing financial statements in accordance with generally accepted accounting practice in New Zealand. Those financial statements must give a true and fair view of the financial position of the Company and Group as at 30th June 2006. They must also give a true and fair view of the results of operations and cash flows for the year ended on that date. The Board of Directors' responsibilities arise from the Port Companies Act 1988 and the Financial Reporting Act 1993.

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you. This responsibility arises from section 15 of the Public Audit Act 2001 and section 19(1) of the Port Companies Act 1988.

**Independence**

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the New Zealand Institute of Chartered Accountants.

In addition to the audit we have carried out assignments in the area of taxation advice, which are compatible with those independence requirements. Other than the audit and these assignments, we have no relationships with or interests in the Company or any of its subsidiaries.



Simon Brotherton  
Ernst & Young  
On behalf of the Auditor-General  
Auckland, New Zealand.

## Statutory Information

### Auditors

Under Section 19 of the Port Companies Act, 1988, the Audit Office is the Auditor of the Company. The Audit Office has appointed, pursuant to Section 29 of the Public Finance Act, 1977, Simon G. Brotherton of the Firm Ernst & Young to undertake the Audit on its behalf.

### Directors' Interests

Particulars of general disclosures of interest given by directors of the Company pursuant to Section 211(1)(e) of Companies Act 1993 are listed below. (Refer also to page 5)

### Directors' Shareholdings

Pursuant to section 148(1) of the Companies Act 1993 the following are the relevant interests in the Company's shares as advised by the Directors.

	SHARES IN WHICH THE DIRECTOR HAS A BENEFICIAL INTEREST SOLELY OR AS A JOINT HOLDER		SHARES IN WHICH THE DIRECTOR HAS A NON-BENEFICIAL INTEREST		SHARES HELD BY ASSOCIATED PERSONS OF THE DIRECTOR	
	30.06.06	30.06.05	30.06.06	30.06.05	30.06.06	30.06.05
R Cooper	—	10,000	—	—	—	—
M W Daniel	1,300,000	1,216,000	—	—	25,000	25,000
M R Gross	25,004	15,004	—	—	—	—
J W B Hardie	215,000	215,000	—	—	10,000	10,000
P R Hill	64,002	64,002	—	—	13,800	13,800
R J McKay	32,004	32,004	—	—	16,500	16,500
G E Vazey	—	—	—	—	—	—

### Share Transactions during the period 1 July 2005 to 30 June 2006

DATE	TRANSACTION	NO. OF SHARES ACQUIRED (SOLD)	PRICE PER SHARE \$
08/05	Sale by R Cooper	(10,000)	3.26
10/05	Purchase by Wairahi Trust as beneficial holder for M W Daniel	44,000	3.22
02/06	Purchase by Escien Investments Ltd as beneficial holder for M R Gross	10,000	2.72
03/06	Purchase by Wairahi Trust as beneficial holder for M W Daniel	40,000	2.76

### Directors Interests

The following summarises the interests disclosed by Directors during the year:

M W Daniel	12/08/05	Purchased 50,000 shares in Carter Holt Harvey Ltd
	05/09/05	Purchased 8,600 shares in The New Zealand Refining Company Ltd
	14/02/06	Sold 50,000 shares in Carter Holt Harvey Ltd
	31/05/06	Sold 8,600 shares in The New Zealand Refining Company Ltd
G E Vazey	28/11/05	Trustee, Neil Seagar Trust
	"	Chairman, Lloyds Register Advisory Board (NZ)
	"	Honorary Member, Lloyds Register of Shipping (General Committee)
	"	Director, Business in the Community
	"	Chairman, Bruce Pulman Park Trust
	"	Trustee, Waitemata Harbour Clean Up Trust
"	Chairman, North Tugz Ltd	

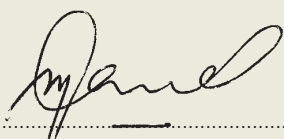
## Statutory Information

### Directors' Remuneration and Benefits

Fees paid to Directors of the Company during the 12 month period were as follows:

	PARENT/GROUP \$
M W Daniel	37,000
R Cooper	7,000
M R Gross	21,000
J W B Hardie	26,000
P R Hill	24,000
R J McKay	21,000
G E Vazey (paid to Ports of Auckland Ltd)	14,000
	<u>150,000</u>

Signed:



Chairman



Director

Dated 18 August 2006

# Statement of Financial Performance

For the Year Ended 30 June 2006

	Note	CONSOLIDATED		PARENT	
		30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Total Revenue</b>	4	<b>6,164,270</b>	6,738,524	<b>2,308,017</b>	2,952,680
<b>Expenditure</b>					
Depreciation	5	261,404	281,672	69,817	99,914
Interest		256,158	308,775	256,158	308,775
Lease Expenses	3	271,394	1,284,739	211,436	1,256,079
Operating Expenses	2	3,304,060	3,788,866	816,967	1,223,234
<b>Total Expenditure</b>		<b>4,093,016</b>	5,664,052	<b>1,354,378</b>	2,888,002
<b>Trading Surplus</b>		<b>2,071,254</b>	1,074,472	<b>953,639</b>	64,678
Gain on Sale of Property, Plant & Equipment		15,030	7,013,595	7,000	7,044,300
<b>Operating Surplus Before Taxation</b>		<b>2,086,284</b>	8,088,067	<b>960,639</b>	7,108,978
Taxation Expense (Credit)	6	92,090	(40,923)	(158,935)	(334,330)
<b>NET SURPLUS</b>		<b>\$1,994,194</b>	\$8,128,990	<b>\$1,119,574</b>	\$7,443,308

# Statement of Movements in Equity

For the Year Ended 30 June 2006

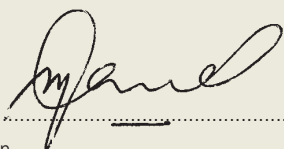
	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
Net Surplus	1,994,194	8,128,990	1,119,574	7,443,308
Revaluation of Land Holdings	13,864,089	20,500,000	12,000,000	17,050,000
<b>Total Recognised Revenues and Expenses</b>	<b>15,858,283</b>	28,628,990	<b>13,119,574</b>	24,493,308
<b>Other Movements in Equity For Period</b>				
Share Issue	—	5,000,000	—	5,000,000
Distributions to Owners:				
Ordinary Dividends	(3,043,207)	(3,525,321)	(3,043,207)	(3,525,321)
Special Dividends	—	(4,147,438)	—	(4,147,438)
Supplementary Dividends	(5,480)	(13,126)	(5,480)	(13,126)
Foreign Investor Tax Credits	5,480	13,126	5,480	13,126
Net Distribution to Owners	(3,043,207)	(7,672,759)	(3,043,207)	(7,672,759)
	<b>(3,043,207)</b>	<b>(2,672,759)</b>	<b>(3,043,207)</b>	<b>(2,672,759)</b>
<b>Equity at Beginning of Period</b>	<b>109,618,105</b>	83,661,874	<b>95,252,559</b>	73,432,010
<b>EQUITY AT END OF PERIOD</b>	<b>\$122,433,181</b>	\$109,618,105	<b>\$105,328,926</b>	\$95,252,559

# Statement of Financial Position

As at 30 June 2006

	Note	CONSOLIDATED		PARENT	
		30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Equity</b>					
Subscribed Equity	9	15,461,204	15,461,204	15,461,204	15,461,204
Revaluation Reserve	20	79,454,260	65,590,171	66,190,171	54,190,171
Accumulated Surplus		27,517,717	28,566,730	23,677,551	25,601,184
		<b>122,433,181</b>	<b>109,618,105</b>	<b>105,328,926</b>	<b>95,252,559</b>
<b>Current Liabilities</b>					
Bank Overdraft	10	–	–	146,795	–
Creditors & Accrued Expenses	12	803,132	967,318	681,251	779,529
		<b>803,132</b>	<b>967,318</b>	<b>828,046</b>	<b>779,529</b>
<b>Non-Current Liabilities</b>					
Term Debt	19	5,500,000	1,750,000	5,500,000	1,750,000
Accrued Expenses (non-current portion)	12	–	371,250	–	371,250
Advance From Subsidiary	15	–	–	693,405	42,600
		<b>5,500,000</b>	<b>2,121,250</b>	<b>6,193,405</b>	<b>2,163,850</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>\$128,736,313</b>	<b>\$112,706,673</b>	<b>\$112,350,377</b>	<b>\$98,195,938</b>
<b>Non-Current Assets</b>					
Property, Plant & Equipment	18	77,334,230	63,961,760	75,472,136	62,071,355
Investment in Subsidiary Company	14	–	–	10,000	10,000
Investments in Associate Companies	16	35,898,659	30,419,046	20,255,000	17,255,000
Other Investments & Receivables (non-current portion)	22	524,029	5,117,339	524,029	5,117,339
Other Advances (non-current portion)	17	2,052,699	8,691,649	3,450,000	9,858,685
Tax Losses Carried Forward		153,849	–	286,497	–
Deferred Taxation Asset	13	145,845	312,896	135,799	271,327
		<b>116,109,311</b>	<b>108,502,690</b>	<b>100,133,461</b>	<b>94,583,706</b>
<b>Current Assets</b>					
Cash & Deposits	10	285,227	975,383	200	605,955
Debtors & Prepayments	11	308,328	402,635	186,878	77,471
Taxation Refundable		9,249	78,888	5,640	181,729
Other Investments & Receivables (current portion)	22	5,022,727	–	5,022,727	–
Other Advances (current portion)	17	7,001,471	2,747,077	7,001,471	2,747,077
		<b>12,627,002</b>	<b>4,203,983</b>	<b>12,216,916</b>	<b>3,612,232</b>
<b>TOTAL ASSETS</b>		<b>\$128,736,313</b>	<b>\$112,706,673</b>	<b>\$112,350,377</b>	<b>\$98,195,938</b>

For and on behalf of the Board of Directors who authorised the issue of this Financial Report on 18 August 2006



Chairman



Director

# Statement of Cash Flows

For the Year Ended 30 June 2006

	Note	CONSOLIDATED		PARENT	
		30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash was provided from:					
Cash from Customers		4,492,495	4,400,315	825,274	850,425
Dividends Received		373,317	530,006	373,317	530,006
Interest Received		19,344	47,008	9,809	38,936
		<u>4,885,156</u>	<u>4,977,329</u>	<u>1,208,400</u>	<u>1,419,367</u>
Cash was applied to:					
Cash Paid to Suppliers & Employees		(4,101,413)	(4,284,011)	(1,484,073)	(1,661,726)
Interest Paid		(298,351)	(299,760)	(298,351)	(299,760)
Income Tax Paid		(9,249)	(226,180)	(5,640)	(13,126)
		<u>(4,409,013)</u>	<u>(4,809,951)</u>	<u>(1,788,064)</u>	<u>(1,974,612)</u>
<b>NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES</b>		<b><u>476,143</u></b>	<b><u>167,378</u></b>	<b><u>(579,664)</u></b>	<b><u>(555,245)</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Cash was provided from:					
Sale of Property, Plant & Equipment		20,976	5,708,281	7,000	5,708,087
Sale of Other Investments		–	115,512	–	115,512
Advances Repaid		2,764,984	1,341,475	2,764,984	1,678,571
		<u>2,785,960</u>	<u>7,165,268</u>	<u>2,771,984</u>	<u>7,502,170</u>
Cash was applied to:					
Purchase of Property, Plant & Equipment		(1,657,654)	(1,195,108)	(1,490,765)	(1,043,825)
Purchase of Shares/Equity Contributions		(3,001,398)	(13,470)	(3,001,398)	(13,470)
Advances to Associate Companies		–	(2,103,000)	–	(2,103,000)
		<u>(4,659,052)</u>	<u>(3,311,578)</u>	<u>(4,492,163)</u>	<u>(3,160,295)</u>
<b>NET CASH INFLOW (OUTFLOW) FROM INVESTING ACTIVITIES</b>		<b><u>(1,873,092)</u></b>	<b><u>3,853,690</u></b>	<b><u>(1,720,179)</u></b>	<b><u>4,341,875</u></b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Cash was provided from:					
ASB Bank Facility		3,750,000	–	3,750,000	–
Share Issue		–	5,000,000	–	5,000,000
Advance from Subsidiary Company		–	–	840,500	292,904
Cash was applied to:					
ASB Bank Facility		–	(800,000)	–	(800,000)
Dividends Paid		(3,043,207)	(7,672,759)	(3,043,207)	(7,672,759)
<b>NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES</b>		<b><u>706,793</u></b>	<b><u>(3,472,759)</u></b>	<b><u>1,547,293</u></b>	<b><u>(3,179,855)</u></b>
<b>NET INCREASE (DECREASE) IN CASH HELD</b>		<b><u>(690,156)</u></b>	<b><u>548,309</u></b>	<b><u>(752,550)</u></b>	<b><u>606,775</u></b>
<b>ADD OPENING CASH BALANCE</b>		<b><u>975,383</u></b>	<b><u>427,074</u></b>	<b><u>605,955</u></b>	<b><u>(820)</u></b>
<b>CLOSING CASH BALANCE</b>	10	<b><u>\$285,227</u></b>	<b><u>\$975,383</u></b>	<b><u>(\$146,595)</u></b>	<b><u>605,955</u></b>

# Operating Cash Flow Reconciliation

For the Year Ended 30 June 2006

	Note	CONSOLIDATED		PARENT	
		30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Net Surplus</b>		<b>1,994,194</b>	8,128,990	<b>1,119,574</b>	7,443,308
<b>Add (Subtract) Non-Cash Items:</b>					
Depreciation	5	261,404	281,672	69,817	99,914
Doubtful/Bad Debts		–	392	–	–
Deferred Taxation		167,051	(133,884)	135,528	(184,176)
Share of Associate Companies' Retained Surplus	7	(396,545)	(526,867)	–	–
Imputed Interest Income	8	(1,058,351)	(1,247,992)	(1,067,304)	(1,596,828)
Other Non-Cash Items		(1,428)	(2,514)	(191,123)	(252,819)
		<b>(1,027,869)</b>	(1,629,193)	<b>(1,053,082)</b>	(1,933,909)
<b>Add (Subtract) Working Capital Items:</b>					
Movement in Debtors & Prepayments		94,307	217,839	(109,407)	268,229
Movement in Stores & Materials		–	4,445	–	4,445
Movement in Taxation Refundable		69,639	(133,220)	176,089	87,025
Movement in Tax Losses c/fwd		(153,849)	–	(286,497)	–
Movement in Creditors & Accrued Expenses		(164,186)	253,725	(98,278)	281,569
		<b>(154,089)</b>	342,789	<b>(318,093)</b>	641,268
<b>Non-Operating items included in working capital movements above</b>		<b>64,674</b>	(31,529)	<b>64,674</b>	(31,529)
<b>Movement in Non-Current Accrued Expenses</b>		<b>(371,250)</b>	371,250	<b>(371,250)</b>	371,250
<b>Less Items classified as Investing Activities:</b>					
Gain on Sale of Property, Plant & Equipment		(15,030)	(7,013,595)	(7,000)	(7,044,300)
Gain on Sale of Other Investments		(14,487)	(1,333)	(14,487)	(1,333)
		<b>(29,517)</b>	(7,014,928)	<b>(21,487)</b>	(7,045,633)
<b>Net Cash Flow From Operating Activities</b>		<b>\$476,143</b>	\$167,378	<b>(\$579,664)</b>	(\$555,245)

# Notes to the Financial Statements

## Note 1

### STATEMENT OF ACCOUNTING POLICIES

#### Reporting Entity

Northland Port Corporation (NZ) Ltd is a publicly listed company registered under the Companies Act 1993. The Group consists of Northland Port Corporation (NZ) Ltd, its Subsidiary, Associates and Joint Ventures.

Northland Port Corporation (NZ) Ltd is an issuer for the purposes of the Financial Reporting Act 1993. The Financial Statements and Group Financial Statements of Northland Port Corporation (NZ) Ltd have been prepared in accordance with the Companies Act 1993, and the Financial Reporting Act 1993. The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by Northland Port Corporation (NZ) Ltd with the exception that certain assets as specified below have been revalued.

#### Consolidation

The Group Financial Statements include the Financial Statements of all subsidiaries, being companies which Northland Port Corporation (NZ) Ltd controls. The Financial Statements of subsidiaries are consolidated with those of Northland Port Corporation (NZ) Ltd using the Purchase Method of Accounting. The results of subsidiaries are included from the date of acquisition until date of disposal. Inter-group balances and transactions have been eliminated upon consolidation.

#### Associate Companies

Associates are investees (but not subsidiaries or joint ventures) in which Northland Port Corporation (NZ) Ltd has the capacity to affect substantially, but not unilaterally determine, the operating and financial policy decisions. Associates have been reflected in the Consolidated Financial Statements on an equity accounting basis which recognises the Group's share of retained surpluses in the Consolidated Statement of Financial Performance and its share of post acquisition increases or decreases in net assets in the Consolidated Statement of Financial Position. The effects of the Group's share of all significant inter-company transactions with and between Associate entities have been eliminated. In the Company's Financial Statements, investments in Associates are recognised at cost.

#### Joint Ventures

Joint ventures are joint arrangements with other parties in which the Group has several liability in respect of costs and liabilities, and shares in any resulting output. The Group's share of the assets, liabilities, revenues and expenses of the joint ventures have been incorporated into the financial statements using the proportional consolidation method.

#### Property, Plant & Equipment

Property, Plant and Equipment are initially recorded at cost less depreciation (where applicable). The cost of Property, Plant, and Equipment constructed by the Company includes materials used in construction, direct labour, associated borrowing costs and relevant costs involved in obtaining the necessary resource consents. Freehold Land (excluding that held for resale) is subject to annual revaluation at "fair value" on the basis of independent valuation.

Revaluations are transferred to the asset revaluation reserve for that class of assets. If any revaluation reserve has a deficit, that deficit is recognised in the Statement of Financial Performance in the period it arises. In subsequent periods, any revaluation surplus that reverses previous revaluation deficits is recognised as revenue in the Statement of Financial Performance.

When an item of Property, Plant, and Equipment is disposed of, the difference between net disposal proceeds and the carrying amount is recognised as a gain or loss in the Statement of Financial Performance.

Property, Plant and Equipment held with the intention of resale is recorded separately in the Statement of Financial Position at the lower of cost and net realisable value.

#### Depreciation

Property, Plant and Equipment, with the exception of Land and Capital Work in Progress, is depreciated. The charge for depreciation has been calculated using the straight line method based on the estimated economic lives of the assets.

Buildings & Amenities	5-100 years
Vehicles	4-5 years
Plant & Equipment	2-12 years

# Notes to the Financial Statements

## Debtors & Prepayments

Significant items of expenditure having a benefit to more than one period are written off over the period to which they relate. Trade Debtors are stated at expected realisable value after allowance for doubtful debts.

## Investments

Long Term investments are stated at cost. Investments held for resale are stated at the lower of cost and net realisable value.

## Taxation

The income tax expense charged to the Statement of Financial Performance includes both current and deferred tax and is calculated after allowing for non-assessable income and non-deductible expenditure. Tax losses carried forward are only recognised if there is virtual certainty of realisation.

## Deferred Taxation

Deferred taxation, calculated using the liability method on a comprehensive basis, is accounted for in respect of all timing differences. Debit balances in the deferred tax account are only recognised if there is virtual certainty of recovery.

## Foreign Currencies

Transactions in foreign currencies are converted at the exchange rate ruling on the date of the transactions. Foreign monetary assets and liabilities outstanding at balance date are converted at the rate ruling on that date. Gains and losses from overseas currency conversion are included in the Statement of Financial Performance.

## Leases

Operating lease payments where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items are included in the determination of the operating surplus in equal instalments over the lease term.

Operating lease receipts where the lessor effectively retains all the risks and benefits of ownership of the leased items are included in the determination of the operating surplus in equal instalments over the lease term. The Group is not party to any finance leases.

An "onerous lease provision" in respect of future lease payments is recognised when the Company is party to an operating lease arrangement under which the future benefits to the Company are less than the future lease payments required. (Refer Note 3)

## Financial Instruments

Financial instruments recognised in the Statement of Financial Position include cash balances, bank overdrafts, receivables, payables, investments, loans to others and term borrowings.

The net differential paid or received on interest rate swaps is recognised as a component of interest expense or interest revenue over the period of the agreement. Premiums paid on interest rate options, and net settlements on forward rate agreements are amortised to the Statement of Financial Performance over the life of the hedged item or the period hedged. Any financial instruments that do not qualify as hedges are stated at market value and any gain or loss is recognised in the Statement of Financial Performance.

## Comparative Figures

Comparative figures are, where appropriate, reclassified so as to be comparative with the figures presented for the current year.

## Changes in Accounting Policies

There have been no material changes in accounting policies.

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 2</b>				
<b>ITEMS INCLUDED IN OPERATING EXPENSES</b>				
Directors' Fees	150,000	150,000	150,000	150,000
Auditor Remuneration – Audit Fees *	35,970	43,610	32,770	41,610
– Other Fees	11,171	13,338	11,171	13,338
Fees Paid to Other Auditors	3,150	3,150	–	–
Bad Debts Expense	–	–	–	–
Movement in Doubtful Debts Provision	–	392	–	–
Donations	120	107	120	107
Share of Joint Venture Operating Expenses	2,481,693	2,560,080	–	–
* including disbursements				

Excluded from the Audit Fee disclosures provided above are the Group's share of Audit Fees paid or payable by its Associate entities to the Group's Auditor amounting to \$18,975 (2005 - \$15,832) and the Group's share of audit fees paid or payable to other audit firms by its Associate entities amounting to \$4,320 (2005 - \$3,902).

### Note 3

#### LEASE EXPENSES

Current Period	243,894	502,239	183,936	473,579
Onerous Lease Provisions	27,500	782,500	27,500	782,500
	<u>271,394</u>	<u>1,284,739</u>	<u>211,436</u>	<u>1,256,079</u>

### Note 4

#### COMPOSITION OF TOTAL REVENUE

Operating Revenues	449,593	498,296	449,593	498,296
Rents and Leases	356,217	182,907	361,217	187,907
Imputed Interest Income (refer Note 8)	1,058,351	1,247,992	1,067,304	1,596,828
Other Interest Income	19,344	46,202	9,809	38,130
Share of Joint Venture Revenues	3,464,126	3,604,741	–	–
Share of Associate Companies' Retained Surplus (refer Note 7)	396,545	526,867	–	–
Associate Company Dividends	373,124	532,360	373,124	532,360
Other Dividends	1,621	160	1,621	160
Other Income	45,349	98,999	45,349	98,999
	<u>6,164,270</u>	<u>6,738,524</u>	<u>2,308,017</u>	<u>2,952,680</u>

### Note 5

#### DEPRECIATION EXPENSE

Buildings & Amenties	55,358	60,357	45,876	54,170
Plant & Equipment	191,737	215,551	23,941	45,744
Vehicles	14,309	5,764	–	–
	<u>261,404</u>	<u>281,672</u>	<u>69,817</u>	<u>99,914</u>

The Consolidated figures shown above for the year ended 30 June 2006 include \$191,587 in respect of the Group's joint venture interests (2005 - \$181,758).

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 6</b>				
<b>TAXATION EXPENSE (CREDIT)</b>				
Net Surplus Before Taxation	2,086,284	8,088,067	960,639	7,108,978
Prima Facie Tax at 33% (2005 - 33%)	688,474	2,669,062	317,011	2,345,963
Adjusted for the Tax Effect of:				
Tax Paid Associate Earnings	(78,376)	(88,911)	–	–
Imputed Dividend Receipts	(123,666)	(175,732)	(123,666)	(175,732)
Non-Assessable Income	(399,851)	(3,086,070)	(356,991)	(3,145,289)
Non-Deductible Expenses	5,509	614,312	4,711	614,312
Prior Year Adjustment	–	26,416	–	26,416
	<u>92,090</u>	<u>(40,923)</u>	<u>(158,935)</u>	<u>(334,330)</u>
Represented by:				
Current Taxation	(74,961)	92,961	(294,463)	(150,154)
Deferred Taxation	167,051	(133,884)	135,528	(184,176)
	<u>92,090</u>	<u>(40,923)</u>	<u>(158,935)</u>	<u>(334,330)</u>

### Note 7

#### SHARE OF ASSOCIATE COMPANIES' NET SURPLUS

North Port Coolstores (1989) Ltd (50% interest)				
Net Surplus before Taxation	233,434	399,111	–	–
Less Taxation	(78,842)	(131,767)	–	–
	<u>154,592</u>	<u>267,344</u>	<u>–</u>	<u>–</u>
Marsden Cove Ltd (50% interest)				
Net Deficit before Taxation	(221,312)	(226,782)	–	–
Less Taxation	–	–	–	–
	<u>(221,312)</u>	<u>(226,782)</u>	<u>–</u>	<u>–</u>
Northport Ltd (50% interest)				
Net Surplus Before Taxation	916,299	1,016,830	–	–
Less Taxation	(238,953)	(255,604)	–	–
	<u>677,346</u>	<u>761,226</u>	<u>–</u>	<u>–</u>
Current period write back of depreciation & amortisation on inter-entity asset sales				
	<u>159,043</u>	<u>257,439</u>	<u>–</u>	<u>–</u>
	<u>836,389</u>	<u>1,018,665</u>	<u>–</u>	<u>–</u>
	<u>769,669</u>	<u>1,059,227</u>	<u>–</u>	<u>–</u>
Comprising:				
Dividends Received	373,124	532,360	–	–
Share of Retained Surplus'	396,545	526,867	–	–
	<u>769,669</u>	<u>1,059,227</u>	<u>–</u>	<u>–</u>

The above figures reflect the Group's relevant share of earnings based on its respective stakeholding in each entity.

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 8</b>				
<b>IMPUTED INTEREST INCOME</b>				
Sea-Tow Ltd Capital Notes (refer Note 22)	456,612	415,102	456,612	415,102
Toll Investment J.V. Advance (refer Note 17)	592,786	484,055	592,786	484,055
Marsden Cove Ltd - Advance No.2 (refer Note 17)	8,953	348,835	17,906	697,671
	<u>1,058,351</u>	<u>1,247,992</u>	<u>1,067,304</u>	<u>1,596,828</u>

Imputed Interest Income comprises the movement during the period in the assessed fair value at inception of the above debt instruments held by the Company.

### Note 9

#### SUBSCRIBED EQUITY

43,474,369 Fully Paid Ordinary Shares (June 2005 - 43,474,369 Shares)	<u>15,461,204</u>	<u>15,461,204</u>	<u>15,461,204</u>	<u>15,461,204</u>
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All shares carry equal voting rights.

### Note 10

#### CASH & DEPOSITS

Bank Deposits - ASB Bank	51,029	403,579	–	205,755
Bank Deposits - Other	233,998	171,604	–	–
Call Deposits - ASB Bank	–	400,000	–	400,000
	<u>285,027</u>	<u>975,183</u>	<u>–</u>	<u>605,755</u>
Bank Overdraft	–	–	(146,795)	–
Net Bank Deposits (Overdraft)	<u>285,027</u>	<u>975,183</u>	<u>(146,795)</u>	<u>605,755</u>
Cash	200	200	200	200
	<u>285,227</u>	<u>975,383</u>	<u>(146,595)</u>	<u>605,955</u>

At Balance Date, the interest rate on the Group's overdraft facility was 11.20% (June 2005 - 10.70%) however no sum was outstanding.

Funds held on bank deposit with the ASB Bank form part of the Group's overall offset facility and are non-interest bearing.

The ASB Bank has registered a Composite Debenture over the assets of Northland Port Corporation (NZ) Ltd.

### Note 11

#### DEBTORS & PREPAYMENTS

Trade Debtors	64,809	275,157	34,907	21,865
Provision for Doubtful Debts	–	(392)	–	–
Related Parties (Note 24)	87,168	55,601	16,800	7,355
Sundry Debtors	142,534	65,926	127,768	43,238
Prepayments	13,817	6,343	7,403	5,013
	<u>308,328</u>	<u>402,635</u>	<u>186,878</u>	<u>77,471</u>

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 12</b>				
<b>CREDITORS &amp; ACCRUED EXPENSES</b>				
Current Portion:				
Trade Creditors	148,281	159,143	98,939	82,114
Related Parties (Note 24)	6,827	5,308	7,530	5,308
Sundry Creditors & Accruals	217,614	330,191	172,611	270,063
Retentions	–	8,759	–	8,759
Onerous Lease Provision	398,750	411,250	398,750	411,250
Employee Entitlements	31,660	52,667	3,421	2,035
	<u>803,132</u>	<u>967,318</u>	<u>681,251</u>	<u>779,529</u>
Non-Current Portion:				
Onerous Lease Provision	–	371,250	–	371,250
	<u>–</u>	<u>371,250</u>	<u>–</u>	<u>371,250</u>
<b>Note 13</b>				
<b>DEFERRED TAXATION ASSET</b>				
Opening Balance Deferred Taxation Asset	312,896	179,012	271,327	87,151
Adjusted for Tax Effect of:				
Inter-Group Asset Sale Adjustments	(5,899)	(18,860)	–	–
Movement in Provision for Doubtful Debts	–	(158)	–	–
Gain on Sale of Property, Plant & Equipment	(4,098)	(101,191)	(674)	(101,008)
Differences Between Current Year Accounting and Taxation Depreciation	(18,803)	(21,231)	7,826	15,245
Movement in Provision for Payroll and Related Expenses	(4,611)	(8,048)	457	(2,953)
Movement in Other Provisions	(133,640)	283,372	(143,137)	272,892
Closing Balance Deferred Taxation Asset	<u>145,845</u>	<u>312,896</u>	<u>135,799</u>	<u>271,327</u>
<b>Note 14</b>				
<b>INVESTMENT IN SUBSIDIARY COMPANY</b>				
NPC Corporate Services Ltd	<u>–</u>	<u>–</u>	<u>10,000</u>	<u>10,000</u>
100% Holding				
Balance Date - 30 June				
Main Activity - Holding Company for joint venture interests				
<b>Note 15</b>				
<b>ADVANCE FROM SUBSIDIARY</b>				
NPC Corporate Services Ltd	<u>–</u>	<u>–</u>	<u>693,405</u>	<u>42,600</u>

# Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 16</b>				
<b>INVESTMENTS IN ASSOCIATE COMPANIES</b>				
North Port Coolstores (1989) Ltd				
Shares Subscribed For	250,000	250,000	250,000	250,000
Share of Accumulated Surplus to 30 June 2006	566,462	461,870	–	–
Carrying Value	<u>816,462</u>	<u>711,870</u>	<u>250,000</u>	<u>250,000</u>
Northport Ltd				
Shares Subscribed For	20,000,000	17,000,000	20,000,000	17,000,000
Share of Accumulated Surplus to 30 June 2006	4,215,821	3,861,599	–	–
Land Revaluation not recognised by Associate *	13,264,089	11,400,000	–	–
Elimination re. inter-entitly asset sales	(2,397,813)	(2,554,523)	–	–
Carrying Value	<u>35,082,097</u>	<u>29,707,076</u>	<u>20,000,000</u>	<u>17,000,000</u>
Northland Stevedoring Services Ltd				
Shares Subscribed For	50	50	–	–
Share of Accumulated Surplus to 30 June 2006	–	–	–	–
Carrying Value	<u>50</u>	<u>50</u>	<u>–</u>	<u>–</u>
Marsden Point Stevedoring Services Ltd				
Shares Subscribed For	50	50	–	–
Share of Accumulated Surplus to 30 June 2006	–	–	–	–
Carrying Value	<u>50</u>	<u>50</u>	<u>–</u>	<u>–</u>
Marsden Cove Ltd				
Shares Subscribed For	5,000	5,000	5,000	5,000
Share of Accumulated Surplus to 30 June 2006	(499,842)	(278,530)	–	–
Elimination re. inter-entitly transactions	(902,459)	(893,506)	–	–
	<u>(1,397,301)</u>	<u>(1,167,036)</u>	<u>5,000</u>	<u>5,000</u>
Offset with Advance to Marsden Cove Ltd (refer Note 17)	1,397,301	1,167,036	–	–
Carrying Value	<u>–</u>	<u>–</u>	<u>5,000</u>	<u>5,000</u>
	<u>35,898,659</u>	<u>30,419,046</u>	<u>20,255,000</u>	<u>17,255,000</u>

\* The valuation of Northport Ltd's land includes reclaimed land for which title or another long term usage right has yet to be established. The valuation assumes that a long term usage right of some form will be granted but has allowed a discount for uncertainty related to this process.

North Port Coolstores (1989) Ltd	250,000 shares (50% holding) Balance Date - 31 March Main Activity: Cold & Coolstore Operators
Northport Ltd	200 shares (50% holding) Balance Date - 30 June Main Activity: Port Operators
Northport Operating Ltd (non-trading)	500 shares (50% holding - uncalled) Balance Date - 30 June Main Activity: Holding Company

# Notes to the Financial Statements

## Note 16 continued

### INVESTMENTS IN ASSOCIATE COMPANIES

Northport Services Ltd (non-trading)	333 shares (33.3% effective holding - uncalled) Balance Date - 30 June Main Activity: Holding Company
Northland Stevedoring Services Ltd (non-trading)	50 shares (50% holding) Balance Date - 31 January Main Activity: Holding Company
Marsden Point Stevedoring Services Ltd (non-trading)	50 shares (50% holding) Balance Date - 31 January Main Activity: Holding Company
Marsden Cove Ltd	50 shares (50% holding) Balance Date - 31 March Main Activity: Marina & Property Development
Marsden Cove Marinas Ltd	50 shares (50% holding - uncalled) Balance Date - 31 March Main Activity: Marina Operation (currently under construction)

## Note 17

### OTHER ADVANCES

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
Toll Investment Joint Venture Advance	7,001,471	6,408,685	7,001,471	6,408,685
Marsden Cove Ltd - Advance No.1	3,450,000	3,450,000	3,450,000	3,450,000
Marsden Cove Ltd - Advance No.2	—	2,747,077	—	2,747,077
	<u>10,451,471</u>	<u>12,605,762</u>	<u>10,451,471</u>	<u>12,605,762</u>
Offset with Investment in Marsden Cove Ltd (refer Note 16)	<u>(1,397,301)</u>	<u>(1,167,036)</u>	<u>—</u>	<u>—</u>
	<u>9,054,170</u>	<u>11,438,726</u>	<u>10,451,471</u>	<u>12,605,762</u>
Current Portion	7,001,471	2,747,077	7,001,471	2,747,077
Non-Current Portion	2,052,699	8,691,649	3,450,000	9,858,685
	<u>9,054,170</u>	<u>11,438,726</u>	<u>10,451,471</u>	<u>12,605,762</u>

On 16 July 2004, the Company entered into an unconditional agreement for the sale of its property holdings at Port Whangarei principally comprising land, buildings and wharves for \$13,149,089. Under the terms of settlement, interest free vendor finance of \$7,649,089 has been provided which is repayable in full on 30 June 2007. This advance has been recognised in these Financial Statements at an assessed fair value of \$7,001,471 at 30 June 2006 (2005 - \$6,408,685). This funding is secured by a registered 2nd mortgage over the subject land.

As at 30 June 2006, unsecured funding advances totalling \$3,450,000 have been provided to Marsden Cove Ltd. This sum is non-interest bearing with repayment scheduled to occur as the future cashflow of Marsden Cove Ltd allows. The other shareholder in that company, Hopper Developments Ltd has provided an equivalent funding advance on the same basis.

The balance of an additional funding advance previously provided to Marsden Cove Ltd in respect of a property settlement was repaid during the year.

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 18</b>				
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>				
Freehold Land				
At Valuation	70,250,000	58,250,000	70,250,000	58,250,000
At Cost	—	—	—	—
Accumulated Depreciation	—	—	—	—
Carrying Value	<u>70,250,000</u>	<u>58,250,000</u>	<u>70,250,000</u>	<u>58,250,000</u>
Buildings & Amenities				
At Cost	837,145	826,517	780,259	780,259
Accumulated Depreciation	(378,730)	(323,372)	(339,374)	(293,498)
Carrying Value	<u>458,415</u>	<u>503,145</u>	<u>440,885</u>	<u>486,761</u>
Plant & Equipment				
At Cost	3,147,499	3,027,631	766,397	801,740
Accumulated Depreciation	(1,285,926)	(1,147,824)	(722,353)	(737,564)
Carrying Value	<u>1,861,573</u>	<u>1,879,807</u>	<u>44,044</u>	<u>64,176</u>
Vehicles				
At Cost	41,033	39,869	—	—
Accumulated Depreciation	(15,411)	(11,589)	—	—
Carrying Value	<u>25,622</u>	<u>28,280</u>	<u>—</u>	<u>—</u>
Capital Work in Progress	4,738,620	3,300,528	4,737,207	3,270,418
Total Carrying Value	<u>77,334,230</u>	<u>63,961,760</u>	<u>75,472,136</u>	<u>62,071,355</u>

As at 30 June 2006 Freehold Land has been revalued and stated at fair value being \$70,250,000 (2005 - \$58,250,000).

The valuation was undertaken by Telfer Young (Northland) Ltd. The valuer is an Associate Member of the New Zealand Institute of Valuers. The valuation was conducted in accordance with FRS-3 which defines fair value as being the amount which an asset could be exchanged, or a liability settled between knowledgeable, willing parties in an arms length transaction.

Buildings are still recorded in the Financial Statements at cost which in the opinion of Directors approximates fair value.

## Notes to the Financial Statements

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
<b>Note 18 continued</b>				
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>				
Share of Unincorporated Joint Ventures'				
Property, Plant & Equipment included above:				
Buildings & Amenities				
At Cost	56,886	46,258	—	—
Accumulated Depreciation	(39,356)	(29,874)	—	—
Carrying Value	<u>17,530</u>	<u>16,384</u>	<u>—</u>	<u>—</u>
Plant & Equipment				
At Cost	2,381,102	2,225,890	—	—
Accumulated Depreciation	(563,573)	(410,260)	—	—
Carrying Value	<u>1,817,529</u>	<u>1,815,630</u>	<u>—</u>	<u>—</u>
Vehicles				
At Cost	41,033	39,869	—	—
Accumulated Depreciation	(15,411)	(11,589)	—	—
Carrying Value	<u>25,622</u>	<u>28,280</u>	<u>—</u>	<u>—</u>
Capital Work in Progress	1,413	30,110	—	—
Total Carrying Value (re Unincorporated Joint Ventures)	<u>1,862,094</u>	<u>1,890,404</u>	<u>—</u>	<u>—</u>

### Note 19

#### TERM DEBT

ASB Bank Facility	<u>5,500,000</u>	<u>1,750,000</u>	<u>5,500,000</u>	<u>1,750,000</u>
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As at 30 June 2006 a total sum of \$5,500,000 was outstanding under the ASB Bank funding facility at an average interest rate of 7.90% (2005 - 7.50%). The present funding facility is for a term of 5 years expiring 19 September 2008 with a current funding limit of \$12,000,000 (2005 - \$7,500,000). As security for this funding facility, the ASB Bank has registered a floating charge debenture over the assets and undertakings of the Company.

### Note 20

#### REVALUATION RESERVE

Opening Balance	65,590,171	45,090,171	54,190,171	37,140,171
Land Revaluation Current Period	13,864,089	20,500,000	12,000,000	17,050,000
Closing Balance	<u>79,454,260</u>	<u>65,590,171</u>	<u>66,190,171</u>	<u>54,190,171</u>

# Notes to the Financial Statements

## Note 21

### JOINT VENTURE INTERESTS

NPC Corporate Services Ltd (a 100% owned subsidiary of Northland Port Corporation (NZ) Ltd) and SSA JV Holdings Ltd together operate an unincorporated joint venture, Northland Stevedoring Services (UJV) to undertake stevedoring and other cargo related operations. Each participant has an equal stakeholding in the joint venture.

NPC Corporate Services Ltd (a 100% owned subsidiary of Northland Port Corporation (NZ) Ltd), Marsden Port Services Ltd (a 100% owned subsidiary of Port of Tauranga Ltd) and Carter Holt Harvey Northland Port Ltd together operate an unincorporated joint venture, Northport Services (UJV). This entity provides various on-wharf cargo services at Northport Ltd's newly constructed port facility. Each of the three participants has an equal stakeholding in the joint venture.

The Group's share of revenues and expenses from its Joint Venture Interests have been included in the Consolidated Statement of Financial Performance (Refer Note 2 and Note 4) whilst the Group's share of assets and liabilities from its Joint Venture Interests as set below have been incorporated in the Consolidated Statement of Financial Position.

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
Cash & Deposits (refer Note 10)	233,999	171,604	—	—
Debtors & Prepayments (refer Note 11)	122,153	325,164	—	—
Property, Plant & Equipment (refer Note 18)	1,862,094	1,890,404	—	—
Creditors & Accrued Expenses (refer Note 12)	122,584	187,789	—	—

## Note 22

### OTHER INVESTMENTS & RECEIVABLES

Sea-Tow Ltd - Redeemable Capital Notes	5,022,727	4,566,116	5,022,727	4,566,116
Fonterra Cooperative Group Ltd - Shares	507,225	537,245	507,225	537,245
Ballance Agri-Nutrients Ltd - Shares	16,804	13,978	16,804	13,978
	<u>5,546,756</u>	<u>5,117,339</u>	<u>5,546,756</u>	<u>5,117,339</u>
Current Portion	5,022,727	—	5,022,727	—
Non-Current Portion	524,029	5,117,339	524,029	5,117,339
	<u>5,546,756</u>	<u>5,117,339</u>	<u>5,546,756</u>	<u>5,117,339</u>

A statement of shareholding issued by Fonterra Cooperative Group Ltd on 5 July 2006 placed the fair value of the Group's shareholding in that company at \$1,447,656 as at 1 June 2006 (1 June 2005 - \$1,310,356).

The Capital Notes held in Sea-Tow Ltd have a face value of \$5,525,000 and are redeemable on 30 June 2007. No interest accrues on this debt instrument which has been recorded in the Financial Statements at 30 June 2006 at an assessed fair value of \$5,022,727 (2005 - \$4,566,116).

## Note 23

### OPERATING LEASE COMMITMENTS

The following lease commitments existed at year end:

Less than 1 year	65,726	52,000	54,181	52,000
Between 1 - 2 years	11,945	32,212	400	32,212
Between 2 - 5 years	34,635	-	-	-
Over 5 years	40,407	-	-	-
	<u>152,713</u>	<u>84,212</u>	<u>54,581</u>	<u>84,212</u>

The figures above exclude lease amounts already accounted for as liabilities in respect of onerous lease provisions (refer Note 3 and Note 12).

As part of the joint venture agreement entered into with Port of Tauranga Ltd in respect of Northport Ltd, Northland Port Corporation (NZ) has leased the existing Port Whangarei facilities and equipment to Northport Ltd for a period of up to 5 years as from the effective commencement of operations at Northport on 1 July 2002 (refer also Note 3, Note 24 and Note 27).

# Notes to the Financial Statements

## Note 24

### RELATED PARTY DISCLOSURE

#### North Port Coolstores (1989) Ltd

North Port Coolstores (1989) Ltd is 50% owned by the Northland Port Corporation (NZ) Ltd. During the period the Company made a charge for Directors' Fees amounting to \$3,000. As at 30 June 2006 there were no sums owing between the parties.

#### Northland Stevedoring Services (UJV)

This is an unincorporated joint venture in which NPC Corporate Services Ltd (a 100% owned subsidiary company of Northland Port Corporation (NZ) Ltd) has a 50% interest. Inter-group transactions during the period which were not of a material nature, related to plant hire and a variety of port related charges. As at 30 June 2006 there were no material amounts owing between the various parties.

#### Northport Ltd

This company is jointly owned by the Northland Port Corporation (NZ) Ltd and Port of Tauranga Ltd. It was established to build a new port facility at Marsden Point which commenced operations in June 2002.

During the period, Northland Port Corporation (NZ) Ltd charged Northport Ltd a fee for providing company secretarial services and on-charged land rates, insurances and other minor items of expenditure.

During the period, Northport Ltd provided the Company with civil engineering services on a consultancy basis together with other labour recharges. As at 30 June 2006 there were no material amounts owing between the parties.

Effective 1 July 2002, the Port Whangarei wharves and associated facilities have been leased to Northport Ltd for a period of up to 5 years in exchange for a nominal rental. A right of renewal on normal commercial terms exists beyond July 2007.

#### North Tugz Ltd

This company is jointly owned by Northport Ltd and Ports of Auckland Ltd. It was established to operate various marine services previously undertaken by the respective shareholders. During the period the Company made rental charges to North Tugz Ltd together with a charge for company secretarial services.

As at 30 June 2006 there were no material amounts outstanding between the parties.

#### Marsden Cove Ltd

This company is jointly owned by Northland Port Corporation (NZ) Ltd and Hopper Developments Ltd and was established to develop a residential waterway development adjacent to the Whangarei Harbour at Marsden Bay. The Company has provided an interest free advance to Marsden Cove Ltd as its share of the required funding for the development. The advance is repayable as future cash flows of the development allow. The remaining balance of a previously provided advance was repaid during the period. This related to an earlier property transaction.

#### Northland Regional Council

The Northland Regional Council is the major shareholder of Northland Port Corporation (NZ) Ltd. During the year the Northland Regional Council made charges to the Company for a variety of resource management related fees. None of these transactions between the parties were of a material nature.

As the major shareholder of the Company, declared dividend payments were made to the Council during the year.

#### Ports of Auckland Ltd

Ports of Auckland Ltd is a significant shareholder of Northland Port Corporation (NZ) Ltd. During the year Ports of Auckland Ltd made charges to the Company for directors fees in respect of Mr G E Vazey and made charges for plant hire and management fees to the associate owned entity North Tugz Ltd. None of the transactions between the parties were of a material nature.

As a significant shareholder of the Company, declared dividend payments were made to Ports of Auckland Ltd during the year.

#### Directors

During the period certain transactions that were not material in nature took place between Northland Port Corporation (NZ) Ltd and companies in which some directors have an interest or association. For these transactions the particular directors involved abstained from voting at the time in accordance with the Company's Constitution. (Also refer Directors' Interests on pages 10 and 11 together with Directors' information listed on page 5).

# Notes to the Financial Statements

## Note 25

### FINANCIAL INSTRUMENTS

The values attached to each financial asset in the Group and Parent Company Statement of Financial Position, represents the maximum credit risk other than the Group's advance provided to Marsden Cove Ltd totalling \$3,450,000 (refer Note 17). The Group performs credit evaluations on all customers requiring significant credit. Collateral is generally not required, apart from significant signed contracts where letters of credit are used.

Interest rate trends are regularly monitored and cover taken where appropriate to ensure that the Group's interest rate risk is minimised. Forward interest rate swaps have been entered into to reduce these risks. The interest rate applicable to these financial instruments is incorporated into the effective interest rate of the underlying hedged item.

At Balance Date the following fixed rate swap agreements existed:

Principal	Rate (%)	Effective	Maturity
1,000,000	5.78	15-Feb-05	15-Jan-07
2,500,000	5.69	1-Sep-05	15-Mar-07
1,500,000	5.61	16-Jan-06	15-Aug-07

The Group monitors exchange rate movements and obtains partial or full forward cover to hedge its exposure when deemed appropriate. At Balance Date there were no outstanding forward exchange contracts (2005 - Nil).

The Group monitors the credit quality of major financial institutions that are counterparties to its financial instruments, and does not anticipate non-performance by the counterparties. The Group further minimises its credit exposure by limiting the amount of funds placed with any one financial institution at any one time.

The Group has a bank overdraft facility of \$400,000 with the ASB Bank Ltd. (2005 - \$400,000). At Balance date no sum was drawn on this facility by the Group (2005 - Nil).

Other than the Group's shareholding and investment in Fonterra Cooperative Group Ltd (refer Note 22), its interests in Associates (refer Note 16) and hedged interest rate swaps as shown above, all Financial Instruments have been recorded in the Financial Statements at fair value.

### Concentrations of Credit Risk

The Group has significant concentration of credit risk with Toll Investment Joint Venture (refer Note 17), Marsden Cove Ltd (refer Note 17) and Sea Tow Ltd (refer Note 22).

## Note 26

### IMPUTATION CREDITS

	CONSOLIDATED		PARENT	
	30-Jun-06 \$	30-Jun-05 \$	30-Jun-06 \$	30-Jun-05 \$
Opening Balance	3,180,406	6,314,124	2,005,829	5,601,056
Credits Distributed/Lost	(1,495,609)	(3,878,494)	(1,493,411)	(3,857,513)
Credits Received	495,867	744,776	184,576	262,286
Closing Balance	<u>2,180,664</u>	<u>3,180,406</u>	<u>696,994</u>	<u>2,005,829</u>
Credits available to Shareholders of the Company at Balance Date:				
- through their shareholding	696,994	2,005,829	696,994	2,005,829
- through indirect interests in subsidiaries and associates	1,483,670	1,174,577	—	—
	<u>2,180,664</u>	<u>3,180,406</u>	<u>696,994</u>	<u>2,005,829</u>

# Notes to the Financial Statements

## Note 27

### SEGMENTAL REPORTING

During the reporting period, the principal business segments of the Group were Port Related Activities and Other Activities.

Included in the assets of Other Activities are the Group's significant land holdings in the Marsden Point area.

There are no significant operations outside New Zealand. The undernoted information is provided in respect of the major segments.

	PORT RELATED ACTIVITIES		OTHER ACTIVITIES		TOTAL	
	2006 \$m	2005 \$m	2006 \$m	2005 \$m	2006 \$m	2005 \$m
Gross Revenue	4.66	4.73	1.50	2.01	6.16	6.74
Less Inter Segment Sales	—	—	—	—	—	—
Net Revenue	4.66	4.73	1.50	2.01	6.16	6.74
Trading Surplus ex. Interest (refer note below)	1.86	0.78	0.47	0.60	2.33	1.38
Interest Expense	—	—	(0.26)	(0.30)	(0.26)	(0.30)
Gain on Sale of Assets	0.02	6.98	—	0.03	0.02	7.01
Operating Surplus Before Taxation	1.88	7.76	0.21	0.33	2.09	8.09
Assets Employed	37.50	32.29	91.24	80.42	128.74	112.71

The prior year Trading Surplus for Port Related Activities is shown after charging lease payments of \$1.054m in respect of certain property sold during the 2004/05 year and then leased back by the Company. A lease of the subject property is required to enable the Company to meet its contractual obligations to its associate entity Northport Ltd for continued access to facilities at Port Whangarei through until 30 June 2007. The above lease charge comprised the total anticipated rental payments (exclusive of GST) payable by the Company for the duration of the lease agreement.

Any inter-segment sales are conducted at arms length and at market prices.

## Note 28

### CONTINGENT LIABILITIES

At Balance Date the Group was aware of the following Contingent Liabilities: (June 2005 - \$9,755,000)

- To the Bank of New Zealand for a \$75,000 Bond given by them to the New Zealand Stock Exchange.
- To the Bank of New Zealand for a several guarantee given to them in respect of additional funding provided to Northport Ltd for construction of a wharf extension - \$8,000,000.
- To Westpac Banking Corporation for a joint and several Guarantee given to them in respect of loans provided to North Port Coolstores (1989) Ltd - \$875,000.
- To the ASB Bank in respect of a joint Guarantee given to them (in conjunction with SSA JV Holdings Ltd) to secure the overdraft of Northland Stevedoring Services unincorporated joint venture - \$100,000.
- The Group's share of Associate Companies' Contingent Liabilities - \$700,000 (June 2005 - \$705,000).

# Notes to the Financial Statements

## Note 29

### CAPITAL COMMITMENTS

Commitments for capital expenditure at 30 June 2006 amount to \$280,024 (June 2005 - \$1,153,056). In addition, the Group's share of committed capital expenditure in respect of its Associate Company interests amounted to \$9,555,855 as at 30 June 2006 (June 2005 - \$12,298,938).

The partners of Marsden Cove Ltd have agreed to provide shareholder cash advances to a maximum sum of \$4,000,000 each, leaving at balance date, a sum of up to \$550,000 to be contributed by the Company.

## Note 30

### SUBSEQUENT EVENTS

Subsequent to balance date, an ordinary dividend of 3.5 cents per share was declared with payment to be made 22 September 2006.

## Note 31

### TRANSITION TO NEW ZEALAND INTERNATIONAL FINANCIAL REPORTING STANDARDS

In December 2002 the New Zealand Accounting Standards Review Board announced that International Financial Reporting Standards (IFRS) will apply to all New Zealand entities for periods commencing on or after 1 January 2007. Entities will also have the option for early adoption of the new standards for periods beginning on or after 1 January 2005. In November 2004 New Zealand equivalents to the International Financial Reporting Standards (NZ IFRS) were issued.

The Company and Group intend to adopt NZ IFRS and report for the first time under these standards for the year ended 30 June 2007. Upon adoption of NZ IFRS, comparative information presented in the Financial Statements will be restated to meet the requirements of the new standards, and the financial impact of that adoption, which may be material, will be disclosed.

Key differences in accounting policies identified to date include:

#### a) Accounting for Taxation

Under NZ IAS 12, deferred taxation will be calculated using a "balance sheet" approach. Deferred taxation and liabilities will be recognised where there are differences between the accounting and taxation value of balance sheet items. The Company and Group currently record the income tax effects of timing differences using the liability method. It is not expected that the change will have a material impact on the results of the Company or Group.

#### b) Accounting for Derivatives

Under NZ IAS 39, derivatives must be fair valued and recognised on the balance sheet. Movements in the fair value of such instruments must be recorded either through the income statement or equity depending on hedging documentation and effectiveness. Under NZ GAAP the Company currently records the impact of derivatives on a cash settlement basis. This change is not expected to have a material impact on the Company's results.

#### c) Accounting for Goodwill

Under NZ IAS 36, goodwill will be subject to an annual impairment test. Under NZ GAAP, goodwill currently recorded in the financial statements of certain associate entities (and their associates) is amortised on a systematic basis. The change is expected to increase the Group's annual net surplus by \$160,000 per year as compared to the current accounting treatment under NZ GAAP.

# Analysis of Shareholdings

## Top 20 Shareholders as at 17 August 2006

	No. of Shares	Percentage
1. Northland Regional Council	22,795,201	52.434%
2. Ports of Auckland Ltd	8,651,399	19.9%
3. Michael Walter Daniel and Nigel Geoffrey Ledgard Burton and Michael Murray Benjamin	1,300,000	2.99%
4. Accident Compensation Corporation – a/c NZCSD	450,380	1.036%
5. Michael Murray Benjamin	400,000	0.92%
6. Peter Hanbury Masfen and Joanna Alison Masfen	283,906	0.653%
7. Citibank Nominees (New Zealand) Limited - a/c NZCSD	244,297	0.562%
8. William Ainslie Reece, Fraser Bloomfield Hardie and James William Bloomfield Hardie	205,000	0.472%
9. MFL Mutual Fund Limited – a/c NZCSD	203,230	0.467%
10. Lloyd James Christie	131,250	0.302%
11. Custodial Services Limited	115,459	0.266%
12. Forbar Custodians Limited	111,010	0.255%
13. Kenneth James Titford	110,548	0.254%
14. Tyrannus Holdings Limited	110,382	0.254%
15. Maarten Arnold Janssen	107,386	0.247%
16. Investment Custodial Services Limited	92,950	0.214%
17. Howard Cedric Zingel & Lynn Landmark Zingel	71,000	0.163%
18. Janette Mary Henry	70,583	0.162%
19. John Adam McNamara	66,854	0.154%
20. Peter Ralph Hill	64,002	0.147%

## Substantial Security Holders

The Company has 43,474,369 issued voting securities. Northland Regional Council and Ports of Auckland Ltd are substantial security holders with relevant interests which are the same as their registered shareholdings.

HOLDING SIZE	NUMBER OF SHAREHOLDERS		SHARES HELD	
1 - 999	381	20.66%	173,776	0.40%
1,000 - 4,999	949	51.47%	2,013,987	4.63%
5,000 - 9,999	248	13.45%	1,476,854	3.40%
10,000 - 100,000	251	13.61%	4,590,304	10.56%
Over 100,000	15	0.81%	35,219,448	81.01%
	<u>1,844</u>	<u>100.00%</u>	<u>43,474,369</u>	<u>100.00%</u>

DOMICILE	NUMBER OF SHAREHOLDERS		SHARES HELD	
Northland	599	32.48%	26,771,274	61.58%
Auckland	626	33.95%	13,255,812	30.49%
Balance of N.Z	600	32.54%	3,374,868	7.76%
Overseas	19	1.03%	72,415	0.17%
	<u>1,844</u>	<u>100.00%</u>	<u>43,474,369</u>	<u>100.00%</u>

## Directory

### Registered Office

Northland Port Corporation (NZ) Ltd  
113 Bank Street  
P O Box 848  
Whangarei  
New Zealand  
Telephone 09 438 1279  
Facsimile 09 438 7067  
www.northlandportcorp.co.nz

### Share Registrar

Computershare Investor Services Ltd  
Private Bag 92119  
Auckland 1030  
New Zealand

### Auditors

Controller and Auditor General  
Under contract by Ernst & Young

### Bankers

ASB Bank

### Solicitors

Jones Young  
Webb Ross Johnson

### Directors

Mike Daniel, Chairman  
Jim Hardie, Deputy Chairman  
Michael Gross  
Peter Hill  
Rod McKay  
Geoff Vazey

### Management

Jim Smellie, General Manager  
Telephone 09 438 1278 (Direct)

### Associate Companies

Marsden Cove Ltd  
P O Box 110  
Orewa  
New Zealand  
Telephone 09 426 5079  
Facsimile 09 426 8871  
www.marsdencove.co.nz

### Marsden Cove Marinas Ltd

P O Box 110  
Orewa  
New Zealand  
Telephone 09 426 5079  
Facsimile 09 426 8871  
www.marsdencove.co.nz

### Northland Stevedoring Services Ltd

P O Box 1646  
Whangarei  
New Zealand  
Telephone 09 438 8209  
Facsimile 09 430 1289

### North Port Coolstores (1989) Ltd

P O Box 10131  
Te Mai  
Whangarei  
New Zealand  
Telephone 09 438 2683  
Facsimile 09 438 6812

### Northport Ltd

P O Box 44  
Ruakaka  
New Zealand  
Telephone 09 432 8740  
Facsimile 09 432 8749  
www.northport.co.nz

### Northport Operating Ltd

P O Box 44  
Ruakaka  
New Zealand  
Telephone 09 432 8740  
Facsimile 09 432 8749

### Northport Services Ltd

P O Box 44  
Ruakaka  
New Zealand  
Telephone 09 432 8740  
Facsimile 09 432 8749

### Subsidiary Company

NPC Corporate Services Ltd  
P O Box 848  
Whangarei  
New Zealand  
Telephone 09 438 1279  
Facsimile 09 438 7067

**Facing page:** Woodchip loading at Northport's facility in the foreground whilst adjacent, reclamation and associated development of the third berth continues.



## **Northland Port Corporation (NZ) Ltd**

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