



Marsden

MARITIME HOLDINGS LTD

HALF-YEAR REPORT

31 December 2019

Consolidated Statement of Changes in Equity

For the Six Months Ended 31 December 2019

Six Months Ended 31 December 2019 (Unaudited)					
Share Capital \$000	Retained Earnings \$000	Asset Revaluation Reserve \$000	Hedging Reserve (Joint Venture) \$000	TOTAL \$000	
Opening Equity 1 July 2019	14,688	61,809	62,988	(915)	138,570
Net Surplus	-	5,331	-	-	5,331
Other Comprehensive Income	-	-	-	96	96
Total Comprehensive Income	-	5,331	-	96	5,427
Transactions with owners in their capacity as owners:					
Dividends Paid	-	(3,820)	-	-	(3,820)
Closing Equity 31 December 2019	14,688	63,320	62,988	(819)	140,177

Six Months Ended 31 December 2018 (Unaudited)					
Share Capital \$000	Retained Earnings \$000	Asset Revaluation Reserve \$000	Hedging Reserve (Joint Venture) \$000	TOTAL \$000	
Opening Equity 1 July 2018	14,688	58,623	62,459	(607)	135,163
Net Surplus	-	4,444	-	-	4,444
Other Comprehensive Income	-	-	-	(79)	(79)
Total Comprehensive Income	-	4,444	-	(79)	4,365
Transactions with owners in their capacity as owners:					
Dividends Paid	-	(3,717)	-	-	(3,717)
Closing Equity 31 December 2018	14,688	59,350	62,459	(686)	135,811

Year Ended 30 June 2019 (Audited)					
Share Capital \$000	Retained Earnings \$000	Asset Revaluation Reserve \$000	Hedging Reserve (Joint Venture) \$000	TOTAL \$000	
Opening Equity 1 July 2018	14,688	58,623	62,459	(607)	135,163
Net Surplus	-	9,691	-	-	9,691
Other Comprehensive Income	-	-	530	(308)	222
Total Comprehensive Income	-	9,691	530	(308)	9,912
Transactions with owners in their capacity as owners:					
Dividends Paid	-	(6,505)	-	-	(6,505)
Closing Equity 30 June 2019	14,688	61,809	62,988	(915)	138,570

Consolidated Balance Sheet

As at 31 December 2019

As at		As at	
30-Jun-19 (Audited) \$000	Note	31-Dec-19 (Unaudited) \$000	31-Dec-18 (Unaudited) \$000
ASSETS			
Non-Current Assets			
28,960		29,454	28,082
76,043		78,327	68,326
46,719	5	46,901	46,436
462	6	482	560
152,184		155,164	143,404
Current Assets			
306		363	109
580		665	683
95		83	88
–		–	155
982		1,111	1,035
153,166		156,275	144,439
TOTAL ASSETS			
EQUITY AND LIABILITIES			
Equity			
14,688		14,688	14,688
61,809		63,320	59,350
62,988		62,988	62,459
(915)		(819)	(686)
138,570		140,177	135,811
Non Current Liabilities			
12,150		14,450	7,050
803		837	843
12,953		15,287	7,893
Current Liabilities			
1,643		811	735
1,643		811	735
153,166		156,275	144,439
TOTAL EQUITY AND LIABILITIES			

Consolidated Cash Flow Statement

For the Six Months Ended 31 December 2019

Year Ended		Six Months Ended	
		31-Dec-19 (Unaudited) \$000	31-Dec-18 (Unaudited) \$000
30-Jun-19 (Audited) \$000	Note		
	CASH FLOWS FROM OPERATING ACTIVITIES		
	<i>Cash was provided from:</i>		
6,371	Cash from Customers	3,165	2,858
9,190	Dividends Received	4,745	4,940
16	Interest Received	2	9
15,577		7,912	7,807
	<i>Cash was applied to:</i>		
(5,230)	Cash paid to Suppliers & Employees	(2,216)	(2,616)
(286)	Interest Paid	(177)	(126)
(19)	Income Tax Paid	(12)	(11)
(5,535)		(2,405)	(2,753)
10,042	NET CASH FLOW FROM OPERATING ACTIVITIES	5,507	5,054
	CASH FLOWS FROM INVESTING ACTIVITIES		
	<i>Cash was provided from:</i>		
-		-	-
	<i>Cash was applied to:</i>		
(1,932)	Purchase of Property, Plant, Equipment	(917)	(1,308)
(7,444)	Purchase of and Improvements to Investment Property	(3,013)	(965)
(9,376)		(3,930)	(2,273)
(9,376)	NET CASH FLOW FROM INVESTING ACTIVITIES	(3,930)	(2,273)
	CASH FLOWS FROM FINANCING ACTIVITIES		
	<i>Cash was provided from:</i>		
6,100	BNZ Bank Facility	2,300	1,000
	<i>Cash was applied to:</i>		
(6,505)	Payment of Dividends	(3,820)	(3,717)
(405)	NET CASH FLOW FROM FINANCING ACTIVITIES	(1,520)	(2,717)
261	NET INCREASE (DECREASE) IN CASH HELD	57	64
45	ADD OPENING CASH BALANCE	306	45
306	CLOSING CASH BALANCE	363	109

Consolidated Operating Cashflow Reconciliation

For the Six Months Ended 31 December 2019

Year Ended		Note	Six Months Ended	
			31-Dec-19 (Unaudited) \$000	31-Dec-18 (Unaudited) \$000
30-Jun-19 (Audited) \$000				
9,691	NET SURPLUS AFTER TAXATION		5,331	4,444
	Add (Subtract) Non-Cash items:			
409	Depreciation Expense		211	197
3	(Gain) Loss of Sale of Property, Plant & Equipment		-	-
(603)	Revaluation of Investment Property		-	-
167	Other Fair Value Movements		(20)	92
182	Share of Joint Ventures' Retained Surplus		(86)	536
158			105	825
	Add (Subtract) Working Capital Items:			
240	Movement in Receivables & Prepayments		(85)	136
1,080	Movement in Payables		(832)	172
(54)	Movement in Inventory		12	(46)
1,266			(905)	262
(7)	Movement in Revenue in Advance		34	34
(1,066)	Non-Operating Items included in Working Capital Movements above		941	(736)
10,042	NET CASH FLOW FROM OPERATING ACTIVITIES		5,507	4,829

Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2019

Note 1**REPORTING ENTITY**

The financial statements are for Marsden Maritime Holdings Limited (Marsden Maritime or the Company) and the joint venture company Northport Limited (the Group). The Company is incorporated and domiciled in New Zealand, is registered under the Companies Act 1993 and is a FMC reporting entity for the purposes of the Financial Markets Conduct Act 2013. The Company is listed with NZX Limited with its ordinary shares quoted on the NZX Main Board.

Note 2**BASIS OF PREPARATION**

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice (GAAP) and the Financial Markets Conduct Act 2013. They comply with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and other guidance as issued by the External Reporting Board, as appropriate for profit-oriented entities, and NZ IAS 34 Interim Financial Reporting.

Note 3**ACCOUNTING POLICIES**

The interim financial statements have been prepared in accordance with NZ IAS 34 Interim Financial Reporting using the same accounting policies and methods of computation, except for the adoption of NZ IFRS 16 described below, as those published in the annual financial report for the year ended 30 June 2019. It is recommended that these interim financial statements be read in conjunction with the 2019 Annual Report.

The Group adopted NZ IFRS 16 effective from 1 July 2019. As a lessor, accounting for leases under NZ IFRS 16 is almost the same as the previous accounting practice. There has been no impact on these interim financial statements.

Note 4**SHARE OF JOINT VENTURE COMPANY'S NET SURPLUS**

Year Ended		Six Months Ended	
30-Jun-19 (Audited) \$000		31-Dec-19 (Unaudited) \$000	31-Dec-18 (Unaudited) \$000
	Northport Ltd (50% interest)		
12,014	Net Surplus Before Taxation	6,466	5,864
(3,019)	Less Taxation	(1,643)	(1,467)
<u>8,995</u>		<u>4,823</u>	<u>4,397</u>
	Current period write back in respect of previous inter-entity asset sales		
13		7	7
<u>9,008</u>		<u>4,830</u>	<u>4,404</u>

Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2019

Note 5

INVESTMENT IN JOINT VENTURE COMPANY

Year Ended

30-Jun-19
(Audited)
\$000

	Northport Ltd (50% interest)
20,000	Shares Subscribed for
12,227	Share of Accumulated Surplus
(915)	Share of Hedging Reserve
16,752	Land Revaluation
(1,345)	Elimination re inter-entity asset sales
<u>46,719</u>	

Six Months Ended

31-Dec-19
(Unaudited)
\$000

31-Dec-18
(Unaudited)
\$000

20,000	20,000
12,306	11,882
(819)	(686)
16,752	16,591
(1,338)	(1,351)
<u>46,901</u>	<u>46,436</u>

Note 6

OTHER INVESTMENTS

Year Ended

30-Jun-19
(Audited)
\$000

462	Fonterra Co-operative Shares
-----	------------------------------

Six Months Ended

31-Dec-19
(Unaudited)
\$000

31-Dec-18
(Unaudited)
\$000

482	560
-----	-----

As at 31 December 2019 the Company and Group held 119,935 shares in Fonterra Co-operative Group Ltd having a disclosed fair value of \$4.02 per share (2018 - 119,963 shares at \$4.67 per share).

Fair Value Movement in Other Investments	Shares Held	Disclosed Fair Value Per Share		Fair Value Movement \$000
		31-Dec-19	30-Jun-19	
Fonterra Co-operative Group Ltd - Shares	119,935	4.02	3.85	20
Fair Value Movements in Other Investments recognised in profit and loss.				20

Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2019

Note 7**TAXATION EXPENSE**

Year Ended		Six Months Ended	
30-Jun-19 (Audited) \$000		31-Dec-19 (Unaudited) \$000	31-Dec-18 (Unaudited) \$000
9,711	Net Surplus Before Taxation	5,343	4,455
2,719	Prima Facie Tax at 28%	1,496	1,247
	Adjusted for the Tax Effect of:		
55	Tax Paid Joint Venture Earnings	(24)	150
(2,573)	Imputed Dividend Receipts	(1,329)	(1,384)
(126)	Other Non-Assessable Income	(6)	26
(15)	Capitalised Interest Deducted for Tax Purposes	-	-
1	Non-Deductible Expenses	7	1
6	Loss on Disposal of Assets Held for Sale	-	-
(48)	Carried Forward Losses Not Recognised (Recognised)	(132)	(29)
<u>19</u>		<u>12</u>	<u>11</u>
	Represented by:		
19	Current Taxation	12	11
<u>-</u>	Deferred Taxation	<u>-</u>	<u>-</u>
<u>19</u>		<u>12</u>	<u>11</u>

Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2019

Note 8**SEGMENT REPORTING**

Six Months Ended 31 December 2019 (Unaudited)					
Port Related Operations	Property Holdings	Marina & Commercial	Other Activities	TOTAL	
\$000	\$000	\$000	\$000	\$000	
Revenue					
Revenue from External Customers	–	1,249	1,697	2	2,948
Share of Joint Venture Company's Net Surplus	4,830	–	–	–	4,830
Other Revenue from Joint Venture	–	162	–	–	162
Total Segmental Revenue	4,830	1,411	1,697	2	7,940
Expenditure					
Finance Costs*	–	–	–	180	180
Depreciation Expense	–	26	154	31	211
Other Expenditure	–	440	1,149	637	2,226
Total Expenditure	–	466	1,303	848	2,617
Segmental Trading Surplus	4,830	945	394	(846)	5,323
Fair Value Movements	–	20	–	–	20
Segmental Operating Surplus (Deficit) Before Taxation	4,830	965	394	(846)	5,343
Taxation Expense	–	–	–	12	12
NET SURPLUS (DEFICIT) AFTER TAXATION	4,830	965	394	(858)	5,331
Total Segmental Assets	46,901	87,940	19,961	1,473	156,275
Total Segmental Liabilities	–	342	1,107	14,649	16,098
Non-Current Asset Additions:					
Property, Plant & Equipment	–	312	590	4	906
Investment Property	–	2,000	82	–	2,082

* Finance costs are not allocated to individual business segments within the Parent Company.

Notes to the Consolidated Financial Statements

For the Six Months Ended 31 December 2019

Note 8**SEGMENT REPORTING (continued)**

	Six Months Ended 31 December 2018 (Unaudited)				
	Port Related Operations \$000	Property Holdings \$000	Marina & Commercial \$000	Other Activities \$000	TOTAL \$000
Revenue					
Revenue from External Customers	–	965	1,640	10	2,615
Share of Joint Venture Company's Net Surplus	4,404	–	–	–	4,404
Other Revenue from Joint Venture	–	162	–	–	162
Total Segmental Revenue	4,404	1,127	1,640	10	7,181
Expenditure					
Finance Costs*	–	–	–	134	134
Depreciation Expense	–	23	143	31	197
Other Expenditure	–	511	1,153	639	2,303
Total Expenditure	–	534	1,296	804	2,634
Segmental Trading Surplus	4,404	593	344	(794)	4,547
Fair Value Movements	–	(92)	–	–	(92)
Segmental Operating Surplus (Deficit) Before Taxation	4,404	501	344	(794)	4,455
Taxation Expense	–	–	–	11	11
NET SURPLUS (DEFICIT) AFTER TAXATION	4,404	501	344	(805)	4,444
Total Segmental Assets	46,436	77,779	18,832	1,392	144,439
Total Segmental Liabilities	–	410	1,069	7,149	8,628
Non-Current Asset Additions:					
Property, Plant & Equipment	–	146	1,307	46	1,499
Investment Property	–	1,280	5	–	1,285

* Finance costs are not allocated to individual business segments within the Parent Company.

Note 9**SUBSEQUENT EVENTS****Dividend Received**

Joint Venture company Northport Ltd declared a fully imputed dividend amounting to \$4,000,000 with payment to be made 28 February 2020.

Dividend Declared

On 27 February 2020 a fully imputed ordinary dividend of 6.75 cents per share was declared by the Board with payment to be made 27 March 2020.