



# Marsden

MARITIME HOLDINGS LTD

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## HALF-YEAR REPORT

31 December 2020

**Consolidated Statement of Comprehensive Income**

For the Six Months Ended 31 December 2020

Year Ended		Six Months Ended	
30-Jun-20 (Audited) \$000	Note	31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
		<b>Revenue</b>	
2,897		1,579	1,369
1,759		1,091	843
8,808	4	4,598	4,830
1,278		692	670
250		31	169
125		74	59
15,117		8,065	7,940
		<b>Expenditure</b>	
1,169		730	602
1,129		598	595
440		208	237
1,787		932	792
441		224	180
448		253	211
5,414		2,945	2,617
9,703		5,120	5,323
[20]		–	–
[2,968]		–	–
[13]	6	78	20
6,702		5,198	5,343
22	7	13	12
6,680		5,185	5,331
		<b>Other Comprehensive Income</b>	
		<i>Items that will be recycled through profit and loss</i>	
[258]		271	134
72			
		(76)	(38)
		<i>Items that will not be recycled through profit and loss</i>	
[814]		–	–
[327]		–	–
(1,327)		195	96
5,353		5,380	5,427
		<b>TOTAL COMPREHENSIVE INCOME</b> (attributable to Owners of the Company)	
16.18		12.55	12.91
		(based on Net Surplus After Taxation)	

**Consolidated Statement of Changes in Equity**

For the Six Months Ended 31 December 2020

Six Months Ended 31 December 2020 (Unaudited)					
Share Capital \$000	Retained Earnings \$000	Asset Revaluation Reserve \$000	Hedging Reserve (Joint Venture) \$000	TOTAL \$000	
Opening Equity 1 July 2020	14,688	61,881	61,847	(1,101)	137,315
Net Surplus	-	5,185	-	-	5,185
Other Comprehensive Income	-	-	-	195	195
Total Comprehensive Income	-	5,185	-	195	5,380
Transactions with owners in their capacity as owners:					
Dividends Paid	-	(3,820)	-	-	(3,820)
Closing Equity 31 December 2020	14,688	63,246	61,847	(906)	138,875

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

Year Ended 30 June 2020 (Audited)					
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	-	6,680	-	-	6,680
Other Comprehensive Income	-	-	(1,141)	(186)	(1,327)
Total Comprehensive Income	-	6,680	(1,141)	(186)	5,353
Transactions with owners in their capacity as owners:					
Dividends Paid	-	(6,608)	-	-	(6,608)
Closing Equity 30 June 2020	14,688	61,881	61,847	(1,101)	137,315

**Consolidated Balance Sheet**

As at 31 December 2020

As at		As at	
30-Jun-20 (Audited) \$000	Note	31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
30,338		30,468	29,454
78,229		84,148	78,327
46,269	5	46,267	46,901
449	6	527	482
<u>155,285</u>		<u>161,410</u>	<u>155,164</u>
<b>Current Assets</b>			
145		230	363
309		840	665
72		61	83
<u>526</u>		<u>1,131</u>	<u>1,111</u>
<u>155,811</u>		<u>162,541</u>	<u>156,275</u>
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
14,688		14,688	14,688
61,881		63,246	63,320
61,847		61,847	62,988
(1,101)		(906)	(819)
<u>137,315</u>		<u>138,875</u>	<u>140,177</u>
<b>Non-Current Liabilities</b>			
16,550	8	11,650	14,450
868		812	837
<u>17,418</u>		<u>12,462</u>	<u>15,287</u>
<b>Current Liabilities</b>			
1,078		1,204	811
-	8	10,000	-
<u>1,078</u>		<u>11,204</u>	<u>811</u>
<u>155,811</u>		<u>162,541</u>	<u>156,275</u>
<b>TOTAL EQUITY AND LIABILITIES</b>			

**Consolidated Cash Flow Statement**

For the Six Months Ended 31 December 2020

Year Ended		Note	Six Months Ended	
			31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
30-Jun-20 (Audited) \$000				
	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
	<i>Cash was provided from:</i>			
6,605	Cash from Customers		3,442	3,165
8,745	Dividends Received		4,795	4,745
6	Interest Received		-	2
15,356			8,237	7,912
	<i>Cash was applied to:</i>			
(4,223)	Cash paid to Suppliers and Employees		(3,449)	(2,216)
(499)	Interest Paid		(265)	(177)
(22)	Income Tax Paid		(13)	(12)
(4,744)			(3,727)	(2,405)
10,612	<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>		4,510	5,507
	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
	<i>Cash was provided from:</i>			
-			-	-
	<i>Cash was applied to:</i>			
(2,729)	Purchase of Property, Plant and Equipment		(655)	(917)
(5,836)	Purchase of and Improvements to Investment Property		(5,050)	(3,013)
(8,565)			(5,705)	(3,930)
(8,565)	<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>		(5,705)	(3,930)
	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
	<i>Cash was provided from:</i>			
4,400	BNZ Bank Facility		5,100	2,300
	<i>Cash was applied to:</i>			
(6,608)	Payment of Dividends		(3,820)	(3,820)
(2,208)	<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>		1,280	(1,520)
(161)	<b>NET INCREASE (DECREASE) IN CASH HELD</b>		85	57
306	<b>ADD OPENING CASH BALANCE</b>		145	306
145	<b>CLOSING CASH BALANCE</b>		230	363

## Consolidated Operating Cashflow Reconciliation

For the Six Months Ended 31 December 2020

Year Ended		Note	Six Months Ended	
			31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
30-Jun-20 (Audited) \$000				
6,680	NET SURPLUS AFTER TAXATION		5,185	5,331
	<b>Add (Subtract) Non-Cash items:</b>			
448	Depreciation Expense		253	211
20	(Gain) Loss of Sale of Property, Plant and Equipment		-	-
2,968	Revaluation of Investment Property		-	-
13	Other Fair Value Movements		(78)	(20)
(63)	Share of Joint Ventures' Retained Surplus		197	(86)
<u>3,386</u>			<u>372</u>	<u>105</u>
	<b>Add (Subtract) Working Capital Items:</b>			
271	Movement in Receivables and Prepayments		(531)	(85)
(565)	Movement in Payables		126	(832)
23	Movement in Inventory		11	12
<u>(271)</u>			<u>(394)</u>	<u>(905)</u>
65	Movement in Revenue in Advance		(56)	34
752	Non-Operating Items included in Working Capital Movements above		(597)	941
<u>10,612</u>	<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>		<u>4,510</u>	<u>5,507</u>

**Notes to the Consolidated Financial Statements**

For the Six Months Ended 31 December 2020

**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 as those published in the annual financial report for the year ended 30 June 2020. It is recommended that these interim financial statements be read in conjunction with the 2020 Annual Report.

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

Year Ended		Six Months Ended	
30-Jun-20 (Audited) \$000		31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
	Northport Ltd (50% interest)		
11,264	Net Surplus Before Taxation	6,177	6,466
<u>(2,469)</u>	Less Taxation	<u>(1,585)</u>	<u>(1,643)</u>
8,795		4,592	4,823
13	Current period write back in respect of previous inter-entity asset sales	6	7
<u>8,808</u>		<u>4,598</u>	<u>4,830</u>

**Notes to the Consolidated Financial Statements**

For the Six Months Ended 31 December 2020

**Note 5****INVESTMENT IN JOINT VENTURE COMPANY**

Year Ended		Six Months Ended	
		31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
30-Jun-20 (Audited) \$000	Northport Ltd (50% interest)		
20,000	Shares Subscribed for	20,000	20,000
12,278	Share of Accumulated Surplus	12,074	12,306
(1,101)	Share of Hedging Reserve	(905)	(819)
16,424	Land Revaluation	16,424	16,752
(1,332)	Elimination re inter-entity asset sales	(1,326)	(1,338)
<u>46,269</u>		<u>46,267</u>	<u>46,901</u>

**Note 6****OTHER INVESTMENTS**

Year Ended		Six Months Ended	
		31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
449	Fonterra Co-operative Shares	527	482

As at 31 December 2020 the Company and Group held 119,935 shares in Fonterra Co-operative Group Ltd having a disclosed fair value of \$4.39 per share (2019 - 119,963 shares at \$4.02 per share).

Fair Value Movement in Other Investments	Shares Held	Disclosed Fair Value Per Share		Fair Value Movement \$000
		31-Dec-20	30-Jun-20	
Fonterra Co-operative Group Ltd - Shares	119,935	4.39	3.74	78
Fair Value Movements in Other Investments recognised in profit and loss.				78



**Notes to the Consolidated Financial Statements**

For the Six Months Ended 31 December 2020

**Note 7****TAXATION EXPENSE**

Year Ended		Six Months Ended	
30-Jun-20 (Audited) \$000		31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
6,702	Net Surplus Before Taxation	5,198	5,343
1,877	Prima Facie Tax at 28%	1,454	1,496
	Adjusted for the Tax Effect of:		
(14)	Tax Paid Joint Venture Earnings	55	(24)
(2,449)	Imputed Dividend Receipts	(1,343)	(1,329)
831	Revaluation Non-Assessable/Non-Deductible (Income)/Expense	(22)	(6)
(16)	Capitalised Interest Deducted For Tax Purposes	(10)	–
19	Non-Deductible Expenses	8	7
(226)	Carried Forward Losses Not Recognised (Recognised)	(130)	(132)
<u>22</u>		<u>13</u>	<u>12</u>
	Represented by:		
22	Current Taxation	13	12
–	Deferred Taxation	–	–
<u>22</u>		<u>13</u>	<u>12</u>

**Note 8****BANK LOANS**

Year Ended		Six Months Ended	
30-Jun-20 (Audited) \$000		31-Dec-20 (Unaudited) \$000	31-Dec-19 (Unaudited) \$000
16,550	Bank Loan - Non-Current Portion	11,650	14,450
–	Bank Loan - Current Portion	10,000	–

As at 31 December 2020, the Company had access to funding facilities with the BNZ totalling \$31,500,000 (2019: \$20,500,000) of which \$21,650,000 was drawn down at this date (2019: \$14,450,000). A \$10,000,000 tranche of the Company's funding facility is due to expire on 31 August 2021. The Company is currently in negotiation with the BNZ and expects to renew this expiring tranche in the normal course of business.

**Notes to the Consolidated Financial Statements**

For the Six Months Ended 31 December 2020

**Note 9****SEGMENT REPORTING**

	Six Months Ended 31 December 2020 (Unaudited)				
	Port Related Operations \$000	Property Holdings \$000	Marina & Commercial \$000	Other Activities \$000	TOTAL \$000
<b>Revenue</b>					
Revenue from External Customers	–	1,346	1,959	–	3,305
Share of Joint Venture Company's Net Surplus	4,598	–	–	–	4,598
Other Revenue from Joint Venture	–	162	–	–	162
<b>Total Segmental Revenue</b>	<b>4,598</b>	<b>1,508</b>	<b>1,959</b>	<b>–</b>	<b>8,065</b>
<b>Expenditure</b>					
Finance Costs*	–	–	–	224	224
Depreciation Expense	–	25	195	33	253
Other Expenditure	–	459	1,249	760	2,468
<b>Total Expenditure</b>	<b>–</b>	<b>484</b>	<b>1,444</b>	<b>1,017</b>	<b>2,945</b>
<b>Segmental Trading Surplus</b>	<b>4,598</b>	<b>1,024</b>	<b>515</b>	<b>(1,017)</b>	<b>5,120</b>
Fair Value Movements	–	78	–	–	78
<b>Segmental Operating Surplus (Deficit) Before Taxation</b>	<b>4,598</b>	<b>1,102</b>	<b>515</b>	<b>(1,017)</b>	<b>5,198</b>
Taxation Expense	–	–	–	13	13
<b>NET SURPLUS (DEFICIT) AFTER TAXATION</b>	<b>4,598</b>	<b>1,102</b>	<b>515</b>	<b>(1,030)</b>	<b>5,185</b>
<b>Total Segmental Assets</b>	<b>46,267</b>	<b>88,000</b>	<b>26,810</b>	<b>1,464</b>	<b>162,541</b>
<b>Total Segmental Liabilities</b>	<b>–</b>	<b>407</b>	<b>1,471</b>	<b>21,788</b>	<b>23,666</b>
<b>Non-Current Asset Additions:</b>					
Property, Plant and Equipment	–	207	276	20	503
Investment Property	–	1,575	4,225	–	5,800

\* 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 2020

**Note 9****SEGMENT REPORTING (continued)**

	Six Months Ended 31 December 2019 (Unaudited)				
	Port Related Operations \$000	Property Holdings \$000	Marina & Commercial \$000	Other Activities \$000	TOTAL \$000
<b>Revenue</b>					
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
<b>Total Segmental Revenue</b>	<b>4,830</b>	<b>1,411</b>	<b>1,697</b>	<b>2</b>	<b>7,940</b>
<b>Expenditure</b>					
Finance Costs*	–	–	–	180	180
Depreciation Expense	–	26	154	31	211
Other Expenditure	–	440	1,149	637	2,226
<b>Total Expenditure</b>	<b>–</b>	<b>466</b>	<b>1,303</b>	<b>848</b>	<b>2,617</b>
<b>Segmental Trading Surplus</b>	<b>4,830</b>	<b>945</b>	<b>394</b>	<b>(846)</b>	<b>5,323</b>
Fair Value Movements	–	20	–	–	20
<b>Segmental Operating Surplus (Deficit) Before Taxation</b>	<b>4,830</b>	<b>965</b>	<b>394</b>	<b>(846)</b>	<b>5,343</b>
Taxation Expense	–	–	–	12	12
<b>NET SURPLUS (DEFICIT) AFTER TAXATION</b>	<b>4,830</b>	<b>965</b>	<b>394</b>	<b>(858)</b>	<b>5,331</b>
<b>Total Segmental Assets</b>	<b>46,901</b>	<b>87,940</b>	<b>19,961</b>	<b>1,473</b>	<b>156,275</b>
<b>Total Segmental Liabilities</b>	<b>–</b>	<b>342</b>	<b>1,107</b>	<b>14,649</b>	<b>16,098</b>
<b>Non-Current Asset Additions:</b>					
Property, Plant and 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.

**Note 10****SUBSEQUENT EVENTS****Dividend Received**

Joint Venture company Northport Ltd declared a fully imputed dividend amounting to \$3,500,000 with payment to be made 26 February 2021.

**Dividend Declared**

On 25 February 2021 a fully imputed ordinary dividend of 6.75 cents per share was declared by the Board with payment to be made 26 March 2021.