

## Electra Six Month Snapshot to 30 September 2014

### Summary of financial performance & equity

(In \$000s)	Note	Unaudited 2014	Unaudited 2013
Revenue		33,698	37,139
Group operating surplus	1	6,454	8,265
Income tax expense	2	(1,891)	(2,505)
Net profit after taxation	3	<u>4,562</u>	<u>5,760</u>

### Summary of financial position

(In \$000s)		Unaudited 2014	Unaudited 2013
Share capital		18,000	18,000
Retained earnings	4	71,261	71,152
Reserves	4	49,049	51,812
Total shareholders' equity	4	<u>138,311</u>	<u>140,964</u>
Total shareholders' equity	4	138,311	140,964
Long term liabilities	5	58,080	102,441
Current liabilities	6	53,840	21,124
Total shareholders' equity and liabilities	7	<u>250,231</u>	<u>264,529</u>
Non-current assets		185,871	222,182
Current assets		64,360	42,347
Total assets	8	<u>250,231</u>	<u>264,529</u>

### Summary of cash flows

(In \$000s)		Unaudited 2014	Unaudited 2013
Net cash flows from operations	9	6,834	6,283
Net investment in new assets	10	(3,064)	(5,320)
Net proceeds from sale of investments	11	9,764	-
Net repayment of borrowing		(12,989)	(2,250)
Net increase/(decrease) in cash held		545	(1,287)
Add opening cash and cash equivalents brought forward		974	4,084
Cash and cash equivalents as at 30 September	12	<u>1,519</u>	<u>2,797</u>

### Accounting Policy

These results have been compiled based on management reporting and therefore may not fully comply with NZIFRS.

The accounting policies adopted are consistent with those followed in the preparation of the financial statements for the year ended 31 March 2014.

### Notes

- This is the amount that is left over after meeting all costs of running the business.
- Income tax is calculated at the company tax rate of 28c in the dollar less tax adjustments and tax losses brought forward.
- The amount added to shareholders' funds at the end of the period. No discount was paid in this period.
- This is the total amount invested by shareholders' in the company. It is made up of \$18 million shares (2013: \$18m shares), plus retained earnings (excluding dividends paid to Electra Trust) plus the reserve resulting from revaluation of electricity network assets.
- Long term liabilities have decreased due to the funding of working capital for subsidiaries (in particular Electra Finance Limited) being made on a short term basis. This also includes the reporting of a theoretical tax liability of \$36m. It is not an obligation for payment and there is no likelihood of payment being required under current NZ tax law.
- Current liabilities include amounts owing within one year. These are comprised of accounts payable and borrowing from the BNZ.
- This total shows the total funding of the business and how the assets of the business are financed, 55% (2013: 53%) by shareholders' equity and 45% (2013: 47%) by loans and other liabilities.
- The total assets of the business are comprised of the electricity network e.g. lines, transformers and sub-stations plus other assets such as motor vehicles, computer equipment and loan advances.
- The net cash flow from operations is the cash generated from the day-to-day activities of the company.
- This figure is the amount of cash spent on buying new assets e.g. new network assets and lines.
- Proceeds from the sale of subsidiary company Oxford Finance Limited to Dorchester Oxford Limited.
- Cash balances fluctuate during the year as payments for assets are made and operating cash is received.