

Mid Year Report

1 July 2025 – 31 December 2025



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Figure 1 Looking up at the spillway stairs

1. Introduction

This Mid Year Report is presented by the Directors of Waimea Water Limited (WWL), in accordance with Section 66 of the Local Government Act 2002. Established in December 2018, WWL is a Council Controlled Organisation under Section 6 of the Local Government Act 2002.

The purpose of this document is to provide shareholders with a brief unaudited report containing information and commentary on results for the six-month period ending 31 December 2025. It includes updates on;

1. The first set of core objectives for the Jul 2025 – Jun 2026 period of the current Statement of Intent (SoI) relating to finalising deferred construction activities.
2. The second set of core objectives, relating to the ongoing development and implementation of operations functions for the first important years of operations.

2. Glossary

This section summarises abbreviations / terms used in this document.

Abbreviation	Definition
CRMS	Corporate Risk Management System
DSMS	Dam Safety Management System
EAP	Emergency Action Plan
KPI	Key Performance Indicator
NZSOLD	New Society of Large Dams
OMM	Operations and Maintenance Manual
SOI	Statement of Intent
WWL	Waimea Water Ltd

3. Deferred project works

This section provides updates on Sol objectives to complete project works deferred or delayed due to constraints beyond control of the project team.

3.1. Complete deferred commissioning works

Outstanding capital works were deferred for reasons outside control of WWL. Those final works will be completed within the period of this Sol, so that the dam can operate as intended by design.

Objective

To have all capital works complete and commissioned.

Update

All remaining works are complete or on track for completion.

- The site office renewable power system (solar) is fully commissioned and generating power.
- The control system renewable power system (microhydro) has been slower to commission than expected and completion is now expected in 2026 calendar Q1.
- The final access bridge has been fully commissioned, and the culvert monorail installed. (Remaining earthworks have been deferred.)

3.2. Complete the defects period

The construction phase of the project was completed in two packages (SP1 and SP2). The Contractor has responsibilities to remedy defects. The period to implement fixes is referred to as 'the defects period'. The 'defects period' for SP2 will be completed during the period of this Sol.

Objective

Work through the defects period.

Update

Work to resolve known defects is ongoing.

Ongoing monitoring and targeted inspection of SP2 works continues, to identify any additional defects arising during the remainder of the notification period.



Figure 2 Elvers ready for release upstream

3.3. Consider long-term fish trap-and-transfer infrastructure

Some trap-and-transfer processes are being developed and infrastructure for long-term trap and transfer system will be tested during the period of this Sol.

Objective

Collate data to inform appropriate long-term trap-and-transfer needs, with phase 1 to be implemented within existing budget.

Update

The upward migration fish trap and transfer prototype has been hugely successful with record numbers of elvers transferred upstream in November and December. Building on this success, alternative designs that target other species (Koaro and Redfin Bully) will be trialled in 2026-27.

Monitoring and trapping for downward migration is on track for completion in Q3 (Feb-Apr).

4. Developing new operations

This section provides updates on Sol objectives to develop and implement new operations systems and processes.

4.1. Dam safety compliance

WWL must operate and maintain the dam in accordance with Dam Safety Regulations (2022) and New Zealand Society of Large Dams (NZSOLD) guidelines.

Objective

Safely operate the dam in compliance with regulations and guidelines.

Update

WWL's Dam Safety Management System (DSMS) is in place and being complied with. Routine surveillance is being completed on schedule. The Annual Dam Compliance Certificate was received in and accepted by the regulator in December.

No issues requiring significant or urgent action have been identified.

4.2. Dam operations plans

Beyond dam safety, WWL must have systems in place to operate and maintain the dam in general, including in accordance with NZSOLD guidelines. WWL must operate and maintain the dam in accordance with the resource consent.

Objective

WWL will have systems in place to operate and maintain the dam to appropriate standards, and to respond to unusual events.

Update

WWL continues to review and comply with its Health, Safety and Wellbeing Management System (HSWMS).

A Computerised Maintenance Management System is now live, and Operations and Maintenance Manual (OMM) matters continue to be complied with. The OMM will be incrementally improved and supplemented by the Asset Management Plan currently in development.

Environmental monitoring and biodiversity offset programmes continue to address resource consents and activities associated with these systems are being completed on schedule.

4.3. Water management

WWL is committed to working with shareholders on water augmentation, minimising its impact on the environment, taking steps to improve river water quality, and complying with resource consents.

Objective

Augment water supplies as appropriate and manage water quality in accordance with the resource consent.

Update

Water resources are being actively managed. All discharges have been in accordance with agreed plans.

Water quality monitoring has been completed on schedule. Minor water quality issues (exceedance of Water Clarity and DO targets) are being closely monitored and reported in accordance with the resource consent. No significant issues are expected to arise.

4.4. Corporate activities

Objective

Continue to maintain a tight focus on financial management and minimising cost, and to operate all 'corporate' functions to best practice proportionate to organisation scale, without compromising safety, reliability, sustainability, and efficiency.

Update

Costs and funding continue to be managed in accordance with the Company Constitution and best practice. Corporate reporting obligations have been delivered on time and schedule. The Audit of 2024-25 was completed with an unqualified opinion.



Figure 3 The Waterfall Creek section of the reservoir, Te Kurawai o Pūhanga

5. Performance targets

This section summarises progress against Sol targets.

Objective / outcomes	KPI to 30 June 2026	Update to 31 Dec 2025
Complete deferred commissioning works		
Commissioning of onsite power systems	Completed	Solar complete, Hydropower in progress
Commission final access arrangement (including Anslow's Bridge)	Completed	Bridge commissioned Earthworks deferred
Complete the defects period		
Defects identified and addressed (register)	Completed	On track to complete
Trap and transfer infrastructure		
Test infrastructure	Completed	Initial tests very successful
Dam safety compliance		
DSMS	no material non conformance	no material non conformance
Annual Dam Compliance Certificate	Submitted	Submitted
Annual test and review of EAP	Completed	Scheduled Q4
Dam operations plans		
HSWMS review and verification	Complete	In progress
Implement asset management system	Complete	In progress
OMM	no material non conformance	no material non conformance
Biodiversity Management Plan	no material non conformance	no material non conformance
Water management plans		
Reservoir release plans	no material non conformance	no material non conformance
Reservoir and River WQPs	no material non conformance	no material non conformance
Corporate activities		
Funding agreements	no material non conformance	no material non conformance
Shareholder reporting	no material non conformance	no material non conformance
Audit	Unqualified opinion	On track to complete
CRMS	no material non conformance	no material non conformance

6. Capital requirements

This section provides updates on adequacy of working capital levels and provisions for upcoming capital requirements, as required by the Shareholders' Agreement.

Update

At the end of December 2025 working capital was \$748k, adequate for all operations cash flows in advance of shareholders paying March 2026 quarter water charges. There are no significant upcoming capital requirements. The cash provision for longer-range future capital requirements at Dec 2025 is \$120k.



7. Unaudited accounts

Waimea Water Limited

Financial Statements
For the period ended 31 December 2025



draft unaudited 20 Feb 2026

Waimea Water Limited

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draft unaudited 20 Feb 2026

Statement of Comprehensive Revenue and Expense

For the period ended 31 December 2025

		6 months Dec 2025	6 months Dec 2024	FY2025
	Note	\$000	\$000	\$000
Water charges income	1	3,611	3,753	6,760
<i>Operating expenses</i>				
Project costs	2	-	-	-
Dam operations	3	390	205	727
Employee costs		481	438	945
Depreciation and impairment	4	1,664	1,600	3,277
Other administrative expenses	5	689	696	1,637
Operating expenses		3,224	2,939	6,586
Finance income	6	8	32	44
Finance costs	6	(1,905)	(1,730)	(4,237)
Surplus / (Deficit) before taxation		(1,510)	(884)	(4,019)
Income tax expense	13	-	-	-
Surplus / (Deficit) after tax		(1,510)	(884)	(4,019)

Statement of Changes in Net Assets

For the period ended 31 December 2025

		6 months Dec 2025	6 months Dec 2024	FY2025
	Note	\$000	\$000	\$000
Opening retained earnings		(7,924)	(3,905)	(3,905)
Total surplus (deficit) for the period		(1,510)	(884)	(4,019)
Retained earnings as at period end		(9,434)	(4,789)	(7,924)
Equity contributed for low interest rate loans		5,579	5,579	5,579
Opening share capital		102,763	97,209	97,209
Movement for the period		-	5,554	5,554
Share capital as at period end	7	102,763	102,763	102,763
Closing equity at period end		98,908	103,553	100,418

Statement of Financial Position

As at 31 December 2025

		6 months Dec 2025	6 months Dec 2024	FY2025
	Note	\$000	\$000	\$000
Assets				
<i>Current</i>				
Cash And Cash Equivalents	8	2,052	3,286	800
Receivables From Exchange Transactions	9	212	202	615
Receivables From Non-Exchange Transactions	10	1	544	89
Total Current Assets		2,265	4,032	1,504
<i>Non-Current</i>				
Receivables From Exchange Transactions	11	840	-	130
Property, Plant And Equipment	12	198,179	200,157	199,641
Deferred Tax Asset	13	-	-	-
Total Non-Current Assets		199,019	200,157	199,771
Total Assets		201,284	204,189	201,275
Liabilities				
<i>Current</i>				
Payables Under Exchange Transactions	14	1,485	5,154	909
Employee Entitlements	15	33	118	29
Total Current Liabilities		1,518	5,272	938
<i>Non-Current</i>				
Loans And Borrowings	18	100,858	95,364	99,919
Total Non-Current Liabilities		100,858	95,364	99,919
Total Liabilities		102,376	100,636	100,857
Net Assets		98,908	103,553	100,418
Equity				
Equity Contributions	7	102,763	102,763	102,763
Equity contributed for low interest rate loans		5,579	5,579	5,579
Accumulated Funds		(9,434)	(4,789)	(7,924)
Total Equity		98,908	103,553	100,418

Statement of Cash Flows

For the period ended 31 December 2025

	6 months Dec 2025	6 months Dec 2024	FY2025
Note	\$000	\$000	\$000
<i>Cash flow from operating activities</i>			
Water charges income	3,595	4,046	7,493
Payments to suppliers	(1,378)	(1,518)	(3,902)
Payments to employees	(429)	(609)	(1,160)
Other	-	-	-
Net cash from/(used in) operating activities	1,788	1,919	2,431
<i>Cash flow from investing activities</i>			
Purchase of property, plant and equipment	(245)	(12,638)	(17,237)
Purchase of financial assets	-	-	-
Net cash from/(used in) investing activities	(245)	(12,638)	(17,237)
<i>Cash flow from financing activities</i>			
Proceeds from equity	-	5,555	5,555
Proceeds from sale of financial assets	-	-	-
Net proceeds from borrowings	541	5,546	9,676
Interest received	8	32	44
Interest paid on borrowings	(840)	(1,620)	(4,161)
Net cash from/(used in) financing activities	(291)	9,513	11,114
Net increase/(decrease) in cash and cash equivalents	1,252	(1,206)	(3,692)
Cash and cash equivalents, beginning of the year	800	4,492	4,492
Cash and cash equivalents at end of the year	2,052	3,286	800

Notes to the financial statements

A Reporting entity

Waimea Water Limited ("WWL") is a Council Controlled Organisation under Section 6 of the Local Government Act 2002. WWL is registered under the Companies Act 1993. WWL was established to manage the construction, operation and maintenance of the Waimea Community Dam.

These draft unaudited financial statements were authorised for issue by the Board of Directors on 20 February 2026.

B Basis of preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with the requirements of the Local Government Act 2002 which include the requirement to comply with Generally Accepted Accounting Practice in New Zealand as required by the Companies Act 1993. WWL has a balance date of 30th June.

The financial statements have been prepared in recognition of WWL being a public benefit entity, in accordance and to comply with PBE Standards RDR. Disclosure concessions have been applied. WWL is eligible to report in accordance with PBE Standards RDR because it does not have public accountability and is not large.

(b) Basis of measurement

The financial statements are prepared on the basis of historical cost, and on the going concern basis.

(c) Functional and presentation currency

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars ("000s"). The functional currency of WWL is New Zealand dollars (NZ\$).

(d) Comparatives

Comparative financial periods are the same period in the prior financial year or the last financial year end. Comparatives may have been reclassified from that reported in earlier financial statements where appropriate to ensure consistency with the expanded presentation of the current year's position and performance.

(e) Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year. Any impact of new and amended standards and interpretations applied in the year is limited to additional note disclosures.

C Summary of significant accounting policies

The preparation of financial statements requires WWL to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Future outcomes could differ from those estimates. Areas of judgement in preparing financial statements are set out below. These are assessed by Management as part of the reporting process and included within the accounts. The principal areas of judgement in financial statements for the period are described in sections (i) and (m) below.

(f) Cash and Cash Equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

(g) Trade and Other Receivables

Trade and other receivables are recorded at the amount due, less any allowance for impairment measured using the simplified expected credit losses method.

(h) Trade and Other Payables

Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

Notes to the financial statements

(i) Property, plant and equipment

Property, Plant & Equipment (PPE) is recognised in accordance with PBE IPSAS 17, at historical cost less accumulated depreciation and any accumulated impairment losses. Historical Cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. 'Directly attributable' includes; all costs directly associated with the dam build including professional fees, all staff costs where a majority of the person's time is directly associated with the dam build, and a reasonable allocation of other costs incurred for staff identified above. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Uncompleted capital works are not depreciated until ready for service.

Subsequent expenditure is capitalised and added to the carrying amount of an item of Property, Plant and Equipment when the cost is incurred if it is probable that the future economic benefits embodied in the specific asset will flow to WWL and the cost of the item can be measured reliably. The costs of day-to-day servicing of Property, Plant and Equipment are recognised in the surplus or deficit as incurred.

The cost of an item of Property, Plant and Equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to WWL and the cost of the item can be measured reliably. Individual or groups of assets are capitalised if their cost is greater than \$500. Where an asset is acquired at no or for a nominal cost it is recognised at fair value as at the date of acquisition.

Disposals

Gains and losses are determined by comparing the proceeds with the carrying amount and are recognised in the surplus or deficit. Net gains and losses are only recognised when the significant risks and rewards or ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs can be estimated reliably, and there is no continuing involvement.

Depreciation

The depreciable amount of an asset is determined based on its useful life. Rates and methods of depreciation reflect the pattern in which the assets' future economic benefits are expected to be consumed by WWL.

Depreciation of dam project components is provided on a straight line basis to write off the cost (or valuation) to estimated residual values, over their useful lives.

Depreciation of other assets is provided on a diminishing value basis to write off the cost (or valuation) to estimated residual values, over their useful lives.

Dam project components

Land	not depreciated
Buildings (including fit out)	2-100 years (SL)
Bridges	100 years (SL)
Culverts, structures and fill (concrete, rock)	80-120 years (SL)
Earthworks and river stop banks	not depreciated
Rock and slope protection	80-120 years (SL)
Water pipes/valves/meters (manual)	15-80 years (SL)
Water pipes/valves/meters (automatic)	15-80 years (SL)
Access control solutions	2% - 7% (SL)
Capital WiP	not applicable

Other assets

Leasehold improvements	10% (DV)
Furniture and equipment	16% - 67% (DV)
Vehicles	20% - 30% (DV)

Notes to the financial statements

(j) Impairment of non-current assets

The carrying amounts of WWL's assets are reviewed at each annual balance date to determine whether there is any indication of impairment. If any such impairment exists, the asset's recoverable amount is estimated.

If the estimated recoverable value amount of an asset is less than its carrying amount, the asset is written down to its estimated recoverable amount, and an impairment loss is recognised in the surplus or deficit.

The recoverable amount of an asset is the higher of the fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and discounting these to their present value using a pre-tax discount rate that reflects the current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised to the extent that an impairment loss for that asset was previously recognised in the surplus or deficit immediately.

(k) Other Financial Assets

Term investments and interest bearing loans receivable over 90 days are classified as "other financial assets". They are initially measured at fair value, net of transaction costs. After initial recognition, financial assets in this category are measured at amortised cost using the effective investment method, less impairment. Gains and losses when the asset is impaired are recognised in the profit or loss.

(l) Share Capital

Ordinary shares are classified as equity. Direct costs of issuing shares are shown as a deduction from the proceeds of issue. At balance date some shares may have been issued but not called up.

(m) Interest Bearing Borrowings

Interest bearing borrowings are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest bearing borrowings are stated at amortised cost using the effective interest method. Fair value is measured using a market equivalent rate taking into account the terms of the relevant drawdowns. Borrowing costs directly attributable to the acquisition or construction of an asset that takes greater than one year to get ready for its intended use, but not recoverable as revenue, are capitalised as part of the cost of the asset.

(n) Employee Entitlements

A liability for annual leave is accrued and recognised in the Statement of Financial Position. The liability is calculated on an actual entitlements basis at current rates of pay. These include salaries and wages accrued up to balance date, alternate days earned but not taken, and annual leave earned but not yet taken up to balance date.

(o) Revenue

Revenue comprises the fair value of the consideration received or receivable in the ordinary course of WWL's activities, net of discounts, rebates and taxes. Revenue is recognised to the extent it is probable that the economic benefits will flow to WWL and the revenue can be reliably measured.

Income includes the recovery of both financing and operating costs. Water charges income is recognised on an accrual basis in proportion that costs expensed to date bear to the estimated total costs of the transaction.

Interest income is recognised on an accrual basis using the effective interest method.

(p) Expenses

Financing Costs

Financing costs comprise interest payable on borrowings calculated using the effective interest rate method. They exclude qualifying costs that are capitalised.

Notes to the financial statements

Dividends

WWL operates on a cost recovery basis. Therefore no dividends are payable.

Insurance

Insurance costs paid in advance for services to be received in the future are initially recorded as assets and their value is expensed over time onto the Statement of Comprehensive Revenue and Expense.

(q) Income Tax

Income tax expense in relation to the surplus or deficit for the period comprises current tax and deferred tax.

Current tax is the amount of income tax payable based on the taxable profit for the current year, plus any adjustments to the income tax payable in respect to prior years. Current tax is calculated using rates that have been enacted or substantively enacted by balance date.

Deferred tax is the amount of income tax payable or recoverable in future periods in respect of temporary differences and unused tax losses. Temporary differences are differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences or tax losses can be utilised.

Deferred tax is not recognised if the temporary difference arises from the initial recognition of an asset and liability in a transaction that is not a business combination, and at the time of the transaction, affects neither accounting profit nor taxable profit.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised, using tax rates that have been enacted or substantively enacted by balance date.

Current tax and deferred tax is charged or credited to the surplus or deficit, except when it relates to items charged or credited directly to equity, in which case the tax is dealt with in equity and other comprehensive revenue and expenses.

(r) Goods and Services Tax (GST)

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from or payable to Inland Revenue is included as part of receivables or payables in the Statement of Financial Position.

The net GST paid to or received from Inland Revenue, including the GST relating to investing and financing activities, is classified within operating cash flow in the Statement of Cash Flows.

1 Water charges income

	6 months Dec 2025	6 months Dec 2024	FY2025
Note	\$000	\$000	\$000

Water charges recover finance costs of loans (refer Note 18) and operating costs. Finance costs to CIIL are recovered from WIL only. Other finance costs and all operating costs are shared between TDC and WIL.

Water charges income - TDC		1,572	1,509	2,687
Water charges income - WIL		2,039	2,244	4,073
Total	20	3,611	3,753	6,760

2 Project construction costs

	6 months Dec 2025	6 months Dec 2024	FY2025
Note	\$000	\$000	\$000

The following amounts attributable to the build were passed through operational accounts:

Dam construction costs		166	771	4,362
Project services		-	1,109	1,436
WWL operations		79	2,021	2,176
Transfer costs to Capital WiP / Dam assets	12	(245)	(3,901)	(7,974)
Total		-	-	-

3 Dam operations

	6 months Dec 2025	6 months Dec 2024	FY2025
	\$000	\$000	\$000

Dam operations costs are being incurred as the project transitions from construction to operations.

Environmental monitoring		163	74	309
Dam safety		124	39	200
Dam operations		103	92	218
Total		390	205	727

4 Depreciation, amortisation and impairment expenses

		6 months Dec 2025	6 months Dec 2024	FY2025
	Note	\$000	\$000	\$000
Depreciation of property, plant and equipment	12	1,664	1,600	3,277
Total		1,664	1,600	3,277

5 Other overhead and administrative expenses

		6 months Dec 2025	6 months Dec 2024	FY2025
		\$000	\$000	\$000
Insurance		405	379	772
Rates		172	163	327
Office costs		48	23	114
Professional fees		31	24	184
Facilities costs		16	6	43
Accounting fees		16	11	26
Legal fees		1	47	67
Auditor remuneration *		-	43	104
Total		689	696	1,637

* FY25 Remuneration includes FY25 fee and additional FY24 fees.

6 Finance income and costs

		6 months Dec 2025	6 months Dec 2024	FY2025
		\$000	\$000	\$000
<i>Finance income</i>				
Interest income on cash and bank deposits		8	32	44
Total Finance income		8	32	44
<i>Finance costs</i>				
Interest expense *		(1,507)	(1,730)	(3,461)
Non-cash effective interest method expense **		(398)	-	(776)
Bank fees		-	-	-
Total Finance costs		(1,905)	(1,730)	(4,237)

* Interest expense on loans, recoverable within water charges.

** Adjustments required to recognise effective interest on below market rate loans.

7 Share Capital

9,999 shares were authorised and issued on 21 Dec 2018.
3,698 shares have been issued since.

	6 months Dec 2025	6 months Dec 2024	FY2025
Ordinary shares - TDC	8,636	8,636	8,636
Ordinary shares - WIL	2,978	2,978	2,978
Non-voting shares - TDC	172	172	172
Non-voting shares - WIL	1,911	1,911	1,911
Shares at the end of the period	13,697	13,697	13,697

Ordinary shares have rights to vote, receive dividends, and participate in distribution on liquidation. Non-voting shares have no equivalent rights.

TDC ordinary shares have a par value of \$8,718.20.

TDC ordinary shares contribution*	\$75,296k	\$75,296k	\$75,296k
TDC contribution per ordinary share.	\$8,718.90	\$8,718.90	\$8,718.90

TDC ordinary shares issued and fully paid	8,636	8,636	8,636
TDC ordinary shares issued and not fully paid	-	-	-

TDC non-voting shares have a par value of \$8719.91.	\$1,500k	\$1,500k	\$1,500k
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WIL ordinary shares have a par value of \$8,719.51.

WIL ordinary shares contribution*	\$25,967k	\$25,967k	\$25,967k
WIL contribution per ordinary share.	\$8,719.51	\$8,719.51	\$8,719.51

WIL ordinary shares issued and fully paid	2,978	2,978	2,978
WIL ordinary shares issued and not fully paid	-	-	-

WIL non-voting shares have a par value of \$0.01.	-	-	-
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Total shares contribution	\$102,763k	\$102,763k	\$102,763k
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* Contributions represent the total dollar value of shares paid up. Contribution movements are shown in note 20. TDC contributions were primarily made to provide working capital to WWL. WIL contributions were made on agreed instalments.

TDC committed to fund additional project costs. Shareholders agreed part of the additional funding would be by way of subscription for further shares with a par value of \$8,719.91. At Balance Date WWL had authorised the issue of no further shares. WWL will not authorise or issue further ordinary shares if it results in WIL holding less than 25% of total ordinary shares. No project costs require additional funding. Loans are reported in note 18.

8 Cash and cash equivalents

	6 months Dec 2025	6 months Dec 2024	FY2025
	\$000	\$000	\$000
Cash at bank and in hand	2,052	3,286	800
Total	2,052	3,286	800

9 Receivables from exchange transactions - current

	6 months Dec 2025	6 months Dec 2024	FY2025
Note	\$000	\$000	\$000
Related party receivables	20	-	-
Other prepayments / receivables *	212	202	615
Total	212	202	615

* Primarily related to prepaid insurance premium.

10 Receivables from non-exchange transactions - current

	6 months Dec 2025	6 months Dec 2024	FY2025
	\$000	\$000	\$000
Trade debtors	-	-	-
Related party receivables	20	-	-
GST receivable	1	544	89
Total	1	544	89

11 Receivables from exchange transactions - non current

	6 months Dec 2025	6 months Dec 2024	FY2025
Note	\$000	\$000	\$000
Related party receivables	20	840	-
Total	840	-	130

12 Property, plant and equipment

Note	Capital WiP \$000	Dam assets \$000	Leasehold improvements \$000	Furniture and office equip \$000	Vehicles and site equip \$000	Total \$000
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Movements for each class of property, plant and equipment are as follows:

6 months
Dec 2025

Gross carrying amount

Opening	802	202,053	11	144	395	203,405
Additions	141	104	-	-	16	261
Transfers	(663)	622	-	-	41	-
<u>Disposals</u>			-	-	(75)	(75)
Gross carrying amount	280	202,779	11	144	377	203,591

Accumulated depreciation and impairment

Opening	-	(3,481)	-	(93)	(190)	(3,764)
Depreciation - attributable to the build					(5)	(5)
Depreciation	4	(1,666)	(1)	(11)	14	(1,664)
<u>Disposals</u>					21	21
Accumulated depreciation and impairment		(5,147)	(1)	(104)	(160)	(5,412)
Carrying amount 31 December 2025	280	197,632	10	40	217	198,179

FY2025

Gross carrying amount

Opening	260	194,621	28	117	414	195,440
Additions	663	7,311	11	28	105	8,118
Transfers	(121)	121	-	-	-	-
<u>Disposals</u>			(28)	(1)	(124)	(153)
Gross carrying amount	802	202,053	11	144	395	203,405

Accumulated depreciation and impairment

Opening		(252)	(12)	(80)	(234)	(578)
Depreciation	4	(3,229)	(16)	(14)	(18)	(3,277)
<u>Disposals</u>			28	1	62	91
Accumulated depreciation and impairment		(3,481)	-	(93)	(190)	(3,764)
Carrying amount 31 December 2024	802	198,572	11	51	205	199,641

13 Taxation

	6 months Dec 2025 \$000	6 months Dec 2024 \$000	FY2025 \$000
Income tax expense	-	-	-
Recognised deferred tax assets:	-	-	-
<i>Deferred tax assets are only recognised when management consider it probable that future tax profits will be available against which these assets will be utilised.</i>			
Unrecognised deferred tax assets are based on:			
Statement of Comprehensive Revenue and Expense	(1,510)	(884)	(4,019)
Temporary differences	430		580
Taxable income (deficit)	(1,080)	(884)	(3,439)
<i>Unrecognised deferred tax assets consist of:</i>			
Opening balance	(2,361)	(1,398)	(1,398)
Tax on Taxable income (deficit) above, at 28%	(302)	(248)	(963)
Total unrecognised deferred tax asset	(2,663)	(1,646)	(2,361)
Taxable loss carried forward	(9,512)	(5,877)	(8,432)

14 Payables under exchange transactions

	Note	6 months Dec 2025 \$000	6 months Dec 2024 \$000	FY2025 \$000
Trade creditors		186	4,073	226
Related party payables *	20	1,287	1,012	673
GST payable		-	-	-
Non trade payables and accrued expenses		12	69	10
Total		1,485	5,154	909

* Primarily finance costs on shareholder advances, insurance recovered in advance, and Director fees.

15 Employee entitlements

	6 months Dec 2025 \$000	6 months Dec 2024 \$000	FY2025 \$000
Payroll entitlements	33	118	29
Total	33	118	29

16 Commitments

The entity has no commitments contracted for at the end of the reporting period but not yet incurred.

17 Contingent assets and contingent liabilities

The entity has no contingent assets or contingent liabilities.

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18 Loans and borrowings

	CIIL ^a	TDC ^b	TDC CIIL ^{b, c}	WIL ^b	WIL DSR ^d	Subtotal
	\$000	\$000	\$000	\$000	\$000	\$000
6 months						
Dec 2025						
Opening Nominal value	24,685	20,961	18,000	43,081	-	106,727
New loans / advances		2,299		2,891		5,190
Repayments	(149)		(4,500)			(4,649)
Closing Nominal value	24,536	23,260	13,500	45,972	-	107,268
Opening effective interest rate adjustments	(2,771)	-	(4,037)	-	-	(6,808)
New effective interest adjustments	164		234			398
Closing effective interest rate adjustments	(2,607)	-	(3,803)	-	-	(6,410)
Closing Carrying value	21,929	23,260	9,697	45,972	-	100,858
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FY2025						
Opening Nominal value	24,976	18,840	18,000	35,236	350	97,402
New loans / advances		2,121		7,845		9,966
Repayments	(291)				(350)	(641)
Closing Nominal value	24,685	20,961	18,000	43,081	-	106,727
Opening effective interest rate adjustments	(3,094)		(4,489)			(7,583)
New effective interest adjustments	323		452			775
Closing effective interest rate adjustments	(2,771)	-	(4,037)	-	-	(6,808)
Closing Carrying value	21,914	20,961	13,963	43,081	-	99,919

^a WWL has financing arrangements with Crown Irrigation Investments Limited (CIIL) up to \$25,000,000 plus interest. Facilities were drawn to fund project costs, secured by a general security over present and future assets. Facilities have credit support from Tasman District Council plus guarantees from Waimea Irrigators Limited, and are repayable by 2034. Repayments have commenced. Some facilities have been provided at interest rates lower than what a market participant would pay, consistent with CIIL's investment mandate. WWL recognises the loans at fair value on initial recognition with the difference reflected as revenue and subsequent movements as amortised cost.

^b WWL has financing arrangements with TDC up to \$86,541,669, secured by a second ranking general security over present and future assets. Finance costs are recovered in line with capacity. At Balance Date \$82,731,669 has been drawn against those facilities. Remaining funds can be drawn to fund water charges payments. Facilities are repayable by 2030 or 2058 or may be converted to equity.

^c Some loan facilities have been provided by shareholders at interest rates lower than what a market participant would pay, consistent with CIIL's investment mandate. WWL recognises the loans at fair value on initial recognition with the difference reflected as a shareholder equity contribution and subsequent movements as amortised cost.

^d WIL committed to CIIL to fund \$350,000 for WWL's Debt Service Reserve commitment to CIIL. In FY24 this was funded by WIL directly. In FY25 funding was transferred to a WIL loan.

The fair value at initial recognition is sensitive to changes in the discount rate used, a 0.25% increase would result in a decrease in fair value of \$4million.

19 Financial instruments

The carrying amounts presented in the statement of financial position relate to the following categories of financial assets and liabilities.

	Financial assets at amortised cost \$000	Financial liabilities at amortised cost \$000	Total \$000
6 months Dec 2025			
<u>Financial assets</u>			
Cash and cash equivalents	2,052		2,052
Trade debtors and other receivables	-		-
Other financial assets			-
Total Financial assets	2,052	-	2,052
<u>Financial liabilities</u>			
Trade creditors and other payables		61	61
Loans and borrowings *		100,858	100,858
Total Financial liabilities	-	100,919	100,919
<hr/>			
FY2025			
<u>Financial assets</u>			
Cash and cash equivalents	800		800
Trade debtors and other receivables			-
Other financial assets			-
Total Financial assets	800	-	800
<u>Financial liabilities</u>			
Trade creditors and other payables		171	171
Loans and borrowings *		99,919	99,919
Total Financial liabilities	-	100,090	100,090
<hr/>			
	<u>6 months Dec</u>		
* <i>Loans and borrowings</i>		<u>2025</u>	<u>FY2025</u>
<i>Crown Irrigation Investments Limited</i>		21,929	21,914
<i>Tasman District Council</i>		78,930	78,005
<i>Waimea Irrigators Limited</i>		-	-
Total Loans and borrowings		100,859	99,919

20 Related party transactions

WWL is jointly owned by Tasman District Council ("TDC" - Ordinary shares - TDC of issued shares) and Waimea Irrigators Limited ("WIL" - Ordinary shares - WIL). TDC and WIL are Joint Operators. WWL also has a related party relationship with key management personnel; Directors and members of Management.

		6 months Dec 2025	6 months Dec 2024	FY2025
	Note	\$000	\$000	\$000
<u>Purchase / reimbursement of services</u>				
Shareholder services *		172	176	338
Interest on loans **		1,324	1,611	3,135
Total purchases		1,496	1,787	3,473
<u>Sale / reimbursement of services</u>				
Water charges	1	3,611	3,753	6,760
Total sales		3,611	3,753	6,760
<u>Share Capital contributions from Joint Operators</u>				
Tasman District Council Share Capital		-	5,554	5,554
Waimea Irrigators Limited Share Capital		-	-	-
Total contributions		-	5,554	5,554
<u>Loans and borrowings</u>				
Non-current - Secured loans - TDC - Council capacity		32,557	32,143	34,524
<u>Borrowing costs capitalised - TDC</u>		400	400	400
Total TDC	18	32,957	32,543	34,924
Non-current - Secured loans - TDC - Irrigator capacity	18	45,972	40,735	43,081
DSR advance - WIL	18	-	350	-
Total loans		78,929	73,628	78,005
<u>Period end payable to related parties:</u>				
Directors / other key management personnel		8	11	5
Shareholders *, **		1,279	1,001	668
Total payables	14	1,287	1,012	673
<u>Period end receivable from related parties:</u>				
Shareholders, current	9, 10	-	-	-
Shareholders, non current ***	11	840	-	130
Total receivables		840	-	130
* TDC provides services in the normal course of operating activities (e.g. resource consent fees, rates).				
** Including interest costs passed through from TDC on loans from the LGFA.				
*** Deferred water charges.				
<u>Key management compensation</u>				
Key management personnel compensation includes the following expenses:				
Salaries and other short-term employee benefits		97	170	326
Directors fees		75	117	211
Total		172	287	537
Persons recognised as key management personnel		5	7	7

Company Directory

Directors

David Wright (Chair)

Bruno Simpson

Doug Hattersley

Julian Raine

Mark Loveard *

* *Appointed Oct 2025.*

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Telephone: 027 544 0030

Email: info@waimeawater.nz

Management

General Manager

Chief Financial Officer:

Operations Manager:

Kelly Norris

Dave Ashcroft

Alasdair Mawdsley

Auditor

Audit New Zealand on behalf of the Auditor-General

Accountant

Findex Ltd

Banker

ANZ Corporation

Lawyers

Anderson Lloyd

Duncan Cotterill

Pitt & Moore

draft unaudited 20 Feb 2026