



Westroads

Half Yearly Report
31 December 2024



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**Westroads is committed
to constructing and
maintaining horizontal
infrastructure for future
generations to enjoy.**



Westroads

Core Purpose

The principal objectives of the Company are to:

- Operate as a successful business
- Maximise shareholder value
- Provide positive community outcomes

Our Values



Improvement and Innovation

- Look for better ways
- Be innovative
- Embrace change



Performance Driven

- Plan and communicate
- Meet quality and performance targets
- Take pride in our work



Team Commitment

- Safety comes first
- Respect and help each other
- Value our people

Our Strategic Priorities

Invest In People and Culture

OUTCOMES

- Employer of choice
- Invest in leadership and skills training for all our people
- Provide opportunities for young West Coasters

Care For Community and Environment

OUTCOMES

- District wide emergency response capability
- Five-year sustainability plan
- Give back to our Westland communities

Achieve Outstanding Results

OUTCOMES

- Grow shareholder value (YoY)
- Dividend growth
- Equity growth
- Excellent Health and Safety Performance

Build Quality Relationship

OUTCOMES

- Highly engaged relationships with our shareholder, clients and Iwi
- Increased marketing and communications

Diversify

OUTCOMES

- Grow customer base, work streams and geographical areas



Six Months in Review

Chair Report

For The 6 Months Ended 31 December 2024

The Directors of Westroads Ltd present the unaudited Half Yearly Report for the six months ended 31 December 2024.

PRINCIPAL ACTIVITIES

The Company and Group's principal activities were Roading Maintenance and Construction, Urban Works, Horizontal Infrastructure Works, Bridge Maintenance and the Manufacture and Supply of Aggregates.

FINANCIAL RESULTS

The main points of the half yearly report for 31 December 2024 are:

- Revenue is up on budget by \$1.276m;
- Gross Profit at \$4.500m is up on budget by \$968k;
- Net Profit before tax is \$670k compared to budgeted profit of \$309k;
- Bank debt is \$2,426k compared to \$2,925k last year;
- Equity has increased by \$462k to \$11,709k while the equity to assets ratio has reduced from 62% to 61% between December 2023 and December 2024.

COMMENTARY

While bottom-line profit was \$361k above budget, there were operational variances in delivering this as follows:

- Income was well above budget in both Hokitika and Christchurch;
- An increase in construction work volume across the company has led to more efficient operations, enhancing margins and boosting profit;
- Greymouth Utilities Maintenance has taken longer to bed in than budgeted;
- Margins in the Christchurch market have been tightening and forward work volumes are decreasing due to increasing competition for limited work;

Our ongoing commitment to debt reduction, fueled by the uncertain economic outlook, has led to a \$500k decrease in bank debt.

Our half yearly result is pleasing, being well up on last year and budget. We foresee our second half performance being similar, which would deliver a positive full-year result.

DIVIDEND

The directors will consider an interim dividend at our February 2025 board meeting.

For and on behalf of the Board



M F Rogers

Chairman
26th February 2025



Westroads Board of Directors – Ross Pickworth,
Mark Rogers, Rob Caldwell



Financial Statements

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD 1 JULY 2024 TO 31 DECEMBER 2024

NZ\$ (000's)	2024	BUDGET	2023
Revenue	16,326	15,050	10,928
Cost of Sales	11,826	11,518	8,253
Gross Profit	4,500	3,532	2,675
Other Income	209	120	617
Depreciation	1,053	1,047	986
Administrative Expenses	2,881	2,179	2,204
Results from Operations	776	425	103
Net Interest Received / Paid	106	116	126
Net Finance Costs	106	116	126
Profit / (Loss) before Income Tax	670	309	(23)
Income Tax Expense	85	87	0
Profit / (Loss) for the Period	585	222	(23)
Total Comprehensive Income	585	222	(23)

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

NZ\$ (000's)	2024	2023
EQUITY		
Share Capital	1,385	1,385
Asset Revaluation Reserve	1,275	1,275
Current Period Dividends Paid or Provided	262	0
Retained Earnings Brought Forward	8,726	8,610
Current Period Net Profit / (Loss) after Tax	585	(23)
Total	11,709	11,247
<i>Represented by:</i>		
Current Assets	6,747	5,090
Non-Current Assets	12,343	12,900
Sub Total	19,090	17,990
<i>Less</i>		
Current Liabilities	4,366	3,119
Non-Current Liabilities	3,015	3,624
Total	11,709	11,247

STATEMENT OF ACCOUNTING POLICIES

FOR THE SIX MONTHS ENDING 31 DECEMBER 2024

REPORTING ENTITY

Westroads Limited is registered under the Companies Act 1993. Westroads Limited is wholly owned by Westland Holdings Limited.

The company is a Council Controlled Trading Organisation as defined in Section 6(1) of the Local Government Act 2002.

The financial statements of Westroads Limited have been prepared in accordance with the requirements of the Companies Act 1993, the Financial Reporting Act 1993, and the Local Government Act 2002.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical basis are followed by the Company, with the exception of certain items for which specific accounting policies are identified.

Accounting Policies

Accounting Policies are consistent with those published in Annual Financial Statements except for the following:

- No provision is made for taxes due to uncertainty around subvention payments
- Interim Financial Statements are prepared in accordance with Financial Reporting Standard 24

Changes in Accounting Policies

Other than mentioned above, there have been no changes in accounting policies. All policies have been applied consistently during the period.

Directory

Registered Office: 267 Kaniere Road, Hokitika 7811

Phone: 03 756 8044

Fax: 03 755 6734

Email: reception@westroads.co.nz

Website: www.westroads.co.nz

Auditors: Ernst & Young on behalf of the Controller & Auditor-General

Bankers: Bank of New Zealand, Cnr Mackay & Tainui Streets, Greymouth

Solicitors: Lane Neave

Company Number: 637577

Country of Incorporation: New Zealand

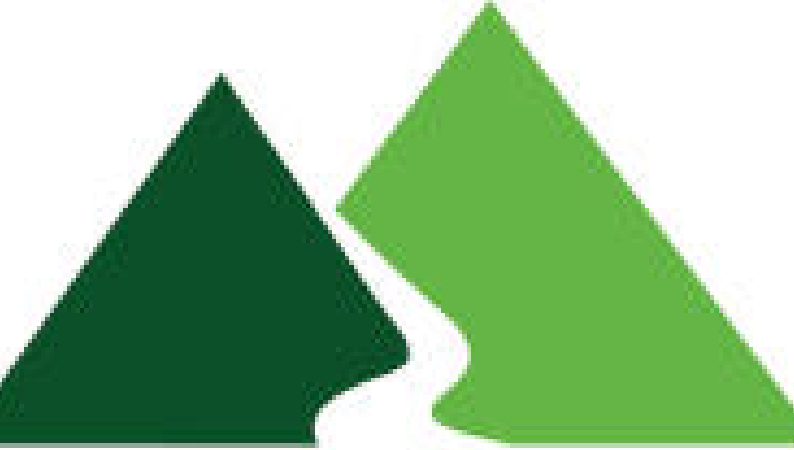
Insurer: AON



267 Kaniere Rd,
Hokitika,
Westland 7811

03 756 8044

www.westroads.co.nz



HALF YEAR REPORT

For the period ended
31 December 2024



Destination
Westland
Limited

DESTINATION WESTLAND LIMITED

DIRECTORS REPORT



FOR THE 6 MONTHS ENDED 31 DECEMBER 2024

The Directors of Destination Westland Limited hereby present the unaudited Half Yearly Report for the six months ended 31 December 2024.

”Striking a balance between investing in capital to upkeep and improve our assets and producing long-term profitable operational results”

PRINCIPAL ACTIVITIES

The Company’s principal activities during the period include:

- ✓ Operation of Aerodrome at Hokitika Airport;
- ✓ Management of Land & Buildings surrounding the Airport as Landlord;
- ✓ Operation of Helipads at Franz Josef;
- ✓ Management of Company & Westland District Council owned property including
 - Pensioner Housing
 - Baches on Road Reserves
- ✓ Event Management preparation for the Annual Wildfoods Festival to be held 8 March 2025.

FINANCIAL RESULTS

The main points of the half year report to 31 December 2024 are:-

- ✓ Gross Revenue is in line with budget.
- ✓ Total Expenditure is above the Statement of Intent Budget by \$120,000 due to timing of expenditure and due to not carrying out anticipated structure changes.
- ✓ Results for the year to date are well below the reported figures for the same period last year.
- ✓ Income invoiced in Advance of \$242,000 to be recognised as income over the next half of the year.
- ✓ Working Capital has increased by \$260,000 due in large to increase in cash reserves.

OUTLOOK TOWARDS YEAR END

The factors that are likely to influence the Company’s performance are as follows:

- ✓ Operation of Aerodrome at Hokitika Airport – aging assets requiring more maintenance and investment.
- ✓ Operation of Helipads at Franz Josef – With visitor numbers up and continued good weather the second half of the year is expected to be in line with projections
- ✓ Pensioner Housing – Increased maintenance costs on the aged assets.
- ✓ Wildfood Festival – On track to be a successful event with numbers well ahead with the same time leading into the 2024 event.

- ✓ Unknown insurance premiums increase that are still to be invoiced from the shareholder that are relate to the period from 1 November 2024 onwards.

FORECAST FINANCIAL RESULT FOR YEAR END

The Company's forecast financial result for the year-end 2024.

- ✓ At this stage company is on track to reach the budget

DIVIDEND

No dividend has been declared for the period ended 31 December 2024.

For and on behalf of the Board

C Gourley

Chairperson

Date 28 February 2024

DESTINATION WESTLAND LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2024



	ACTUAL 2024 \$000	BUDGET 2024 \$000	ACTUAL 2023 \$000
Revenue			
Revenue from Exchange Transactions	1,214	1,215	1,472
Revenue from Non-Exchange Transactions	28	-	-
Total Revenue	1,242	1,215	1,472
Less Expenditure			
Operating Expenses	485	338	468
Depreciation & Impairment Losses	174	160	163
Interest Expense	91	88	87
Service Delivery Costs	265	350	506
Occupancy Costs	224	183	204
Total Expenses	1,239	1,119	1,428
Surplus/(Deficit) before Income Tax	3	96	44
Income Tax Expense/(Refund)	1	28	12
Surplus/(Deficit) for the Period	2	68	32
Other Comprehensive Income	-	-	-
Total Comprehensive Income	2	68	32

DESTINATION WESTLAND LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024



	Note	Actual 2024 \$000	Actual 2023 \$000
EQUITY			
Share capital		9,130	9,130
Asset Revaluation Reserve		5,583	5,583
Retained Earnings Brought Forward		544	418
Current Period Net Profit/(Loss) after Tax		2	32
		15,259	15,163
represented by:			
CURRENT ASSETS			
Cash & Cash Equivalents		820	564
Prepayments		6	4
Trade and other Receivables		190	136
Tax Refundable		-	2
Stock on Hand		28	44
Total Current Assets		1,044	750
CURRENT LIABILITIES			
Bank Overdraft		2	2
Trade and other Payables		302	265
Income in Advance		242	250
Tax Payable		30	-
Employee Entitlements		74	99
Total Current Liabilities		650	616
Working Capital		394	134
NON-CURRENT ASSETS			
Investment Property		1,395	1,355
Fixed assets	1	19,031	19,184
Term Inventory		-	0
Total Non-Current Assets		20,426	20,539
NON-CURRENT LIABILITIES			
Deferred Tax Liability		2,563	2,570
Term Loan		3,000	2,940
Total Non-Current Liabilities		5,563	5,510
Net Assets		15,257	15,163

DESTINATION WESTLAND LIMITED STATEMENT OF ACCOUNTING POLICIES FOR THE 6 MONTHS ENDED 30 DECEMBER 2024



REPORTING ENTITY

Destination Westland Limited is registered under the Companies Act 1993 and is domiciled in New Zealand. Destination Westland Limited is wholly owned by Westland District Council.

The company is a Council Controlled Organisation as defined in Section 6(1) of the Local Government Act 2002, with the company's ultimate parent being the Westland District Council.

The financial statements of the company have been prepared in accordance with the requirements of the Companies Act 1993 and the Local Government Act 2002.

MEASUREMENT BASIS

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical basis are followed by the Company, with the exception of certain items for which specific accounting policies are identified.

ACCOUNTING POLICIES

Accounting Policies are consistent with those published in annual Financial Statements. Interim Financial Statements are prepared in accordance with Financial Reporting Standard no. 24.

CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies. All policies have been applied consistently during the period.

DESTINATION WESTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2024



1. FIXED ASSETS

	2024 \$000	2023 \$000
Land and Buildings	14,473	14,470
Less accumulated Depreciation	1,495	1,284
	12,978	13,186
Runways	6,313	6,313
Less accumulated Depreciation	765	731
	5,548	5,582
Plant & Equipment	831	747
Less accumulated Depreciation	463	385
	368	362
Office Equipment	84	74
Less accumulated Depreciation	70	67
	14	7
Motor Vehicles at cost	72	70
Less accumulated depreciation	54	51
	18	19
Assets Under Construction	105	28
Total Fixed Assets	19,031	19,184