

Air New Zealand Limited

ARBN 000 312 685

31 December 2008

Half year information given to the ASX under listing rule 4.2A

Appendix 4D

- 1 This report is for the half year ending 31 December 2008 and should be read in conjunction with the most recent annual financial report. Comparatives are in respect of the half year ending 31 December 2007.

2 Results for announcement to the market:

	Current Half Year	Up/(Down)	Previous Corresponding Half Year
	\$NZ'm	%	\$NZ'm
2.1 Revenue from ordinary activities (includes finance income)	2,477	4%	2,388
2.2 Profit from ordinary activities after taxation	24	(79)%	115
2.3 Net profit attributable to members	24	(79)%	115

2.4 - 2.6 Dividends:

On 25 February 2009, the Board of directors declared an interim dividend of 3.0 cents per Ordinary Share, payable on 27 March 2009 to registered shareholders at 13 March 2009. The total dividend payable will be \$32 million. Imputation credits will be attached and supplementary dividends paid to non-resident shareholders. The dividend has not been recognised in the December 2008 interim financial statements.

A final dividend in respect of the 2008 financial year of 3.5 cents per Ordinary Share was paid on 19 September 2008. Imputation credits were attached and supplementary dividends paid to non-resident shareholders. Under the dividend reinvestment plan, dividends payable of \$4 million were settled by the issue of 3,520,740 Ordinary Shares, at \$1.0669 per Ordinary Share.

3 Net tangible assets per security:

(NZ Cents Per Share)	Current Half Year	Previous Corresponding Half Year
Ordinary Shares	154	139

4 Entities over which control has been gained or lost during the period:

Entities over which control has been gained

Name	Date of control	Contribution to entities profit from ordinary activities \$NZ'm
TXNZ Limited	31 July 2008	-
Masling Industries Pty Limited	3 November 2008	-
TAE Aviation Pty Limited (formerly named Tenix Aviation Pty Limited)	9 December 2008	-

5 Dividends:

Details for the interim dividend for 2009, and the final dividend for 2008 are provided in section 2.4 - 2.6 above.

	\$NZ'm	NZ cents per share
Distributions recognised		
Final dividend for 2008 financial year on Ordinary Shares	37	3.5
Distributions paid		
Final dividend for 2008 financial year on Ordinary Shares	34	3.5

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6 Dividend or Distribution reinvestment plans in operation:

A dividend reinvestment plan (the Plan) has been established which offers eligible shareholders the opportunity to increase their investment in the Company by applying dividends received on some or all of their existing Ordinary Shares to the acquisition of additional Ordinary Shares. All shareholders with registered addresses in New Zealand and Australia are entitled to participate in the Plan. The subscription price of Ordinary Shares issued under the Plan will be at a discount of 1.5 percent of the volume weighted average sale price of the Ordinary Shares on the NZSX and ASX over the first five trading days on which the Shares trade ex-entitlement on the NZSX. For participation in the Plan to be effective in relation to the interim dividend which is proposed to be paid on 27 March 2009, a properly completed participation form must already be held, or will need to be received, by Link Market Services Limited (the Company's share registrar) prior to 5.00 pm (NZ time) on 13 March 2009.

7 Details of associates:

Associate	% Held Current Half Year	% Held Previous Corresponding Half Year	Current Half Year Profit/(Loss) \$NZ'm	Previous Corresponding Half Year Profit/(Loss) \$NZ'm
Christchurch Engine Centre (CEC) *	49%	49%	-	(1)
VCubed Pty Limited **	26%	-	-	-

* The CEC is operated in partnership with Pratt and Whitney.

** Shares in VCubed Pty Limited were acquired on 8 August 2008.

8 Accounting Standards:

This report has been compiled in accordance with New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS").

9 This report is based on accounts which have been subject to audit review.

A copy of the audit review report is attached at the back of the interim financial statements.

Directors' Declaration

By resolution of the board, the directors declare that:

- the financial statements together with the notes to the financial statements comply with New Zealand generally accepted accounting practice;
- the financial statements together with the notes to the financial statements give a true and fair view of the financial position and performance of Air New Zealand Limited and its subsidiaries as at 31 December 2008, as represented by the results of their operations and their cash flows for the six months ended on that date.

In the directors' opinion, at the date of this declaration there are reasonable grounds to believe that Air New Zealand Limited will be able to pay its debts as and when they become due and payable.

Dated 26 February 2009

John Palmer

Chairman

Air New Zealand Limited

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Directors' Report made in accordance with a resolution of the directors

Review of operations and results:

Refer to media release attached.

Directors' details:

The following directors held office during the six months to 31 December 2008 and are directors at the date of this report.

Name		Date of Initial Appointment
John Palmer	Chairman (Non Executive, Independent)	29 November 2001
Roger France	Deputy Chairman (Non Executive, Independent)	1 October 2001
Warren Larsen	(Non Executive, Independent)	27 February 2002
John McDonald	(Non Executive, Independent)	27 February 2002
Jane Freeman	(Non Executive, Independent)	27 February 2002
Dr James Fox	(Non Executive, Independent)	21 November 2006
Paul Bingham	(Non Executive, Independent)	1 July 2008

At the Annual Meeting held on 24 September 2008, Paul Bingham was elected as a non executive independent director and the following directors retired by rotation in accordance with the Company's Constitution and were re-elected to the Board:

John Palmer

Roger France

On 24 September 2008, Ken Douglas retired as a non executive independent director.

Dated 26 February 2009

John Palmer

Chairman