

Name of Listed Issuer:

AIR NEW ZEALAND LIMITED

Results for announcement to the market

Reporting Period 6 months to 31 December 2016
Previous Reporting Period 6 months to 31 December 2015

	Amount \$NZ'm	Percentage change
Revenue from ordinary activities (including finance income)	2,609	(4.3)%
Profit from ordinary activities after tax attributable to security holders	256	(24.3)%
Net profit attributable to security holders	256	(24.3)%

Dividend (NZ cents)	Amount per security	Imputed amount per security
Interim dividend*	10	3.89

* Interim dividend was declared on 22 February 2017.

Details of interim dividend	
Record Date for Interim Dividend	10-Mar-17
Payment Date for Interim Dividend	17-Mar-17

Air New Zealand Limited
Preliminary Half Year Results
23 February 2017

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PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT

AIR NEW ZEALAND LIMITED

Half Year Ended 31 December 2016 (referred to in this report as the "current half year")

2.1 Details of the reporting period and the previous corresponding period

This report is for the half year ended 31 December 2016 and should be read in conjunction with the most recent annual financial report. Comparatives are in respect of the half year ended 31 December 2015.

2.2 Information prescribed by NZX

Refer to "Results for announcement to the market".

2.3 The following information, which must be presented in whatever way the Issuer considers is the most clear and helpful to users, e.g. combined with notes to the financial statements or set out separately.

(a) A Statement of Financial Performance

Refer to the Interim Financial Statements.

(b) A Statement of Financial Position

Refer to the Interim Financial Statements.

(c) A Statement of Cash Flows

Refer to the Interim Financial Statements.

(d) Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable and (if known) the amount per security of foreign sourced dividends or distributions.

On 22 February 2017, the Board of Directors declared an interim dividend of 10.0 cents per Ordinary Share payable on 17 March 2017 to registered shareholders at 10 March 2017. The total dividend payable will be \$112 million. Imputation credits will be attached and supplementary dividends paid to non-resident shareholders. The dividend has not been recognised in the December 2016 interim financial statements.

A final dividend in respect of the 2016 financial year of 10.0 cents per Ordinary Share, and a special dividend of 25.0 cents per Ordinary Share was paid on 19 September 2016. Imputation credits were attached and supplementary dividends paid to non-resident shareholders.

	\$NZ'm*	NZ cents per share
Distributions recognised		
Final dividend for 2016 financial year on Ordinary Shares	112	10.0
Special dividend for 2016 financial year on Ordinary Shares	281	25.0
Distributions paid		
Final dividend for 2016 financial year on Ordinary Shares	118	10.0
Special dividend for 2016 financial year on Ordinary Shares	294	25.0

*The difference between distributions recognised and paid relates to supplementary dividends.

(e) Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.

The dividend reinvestment plan is currently suspended.

(f) Net tangible assets per security with the comparative figure for the previous corresponding period

	Current Half Year	Previous Corresponding Half Year
(NZ Cents Per Share)		
Ordinary Shares	169	175

PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT

AIR NEW ZEALAND LIMITED

Half Year Ended 31 December 2016 (referred to in this report as the "current half year")

(g) Details of entities over which control has been gained or lost during the period

Entities over which control has been lost

Entity Name	Date of voluntary de-registration
C.I. Air Services Limited*	23-Nov-16
The London Shoppe Limited*	23-Nov-16

*The companies were non-trading entities.

(h) Details of associates and joint ventures:

Parts (i) to (iii)

Name	% Held Current Half Year	% Held Previous Corresponding Half Year	Contributions to Net Profit Current Half Year \$NZ'm	Contributions to Net Profit Previous Corresponding Half Year \$NZ'm
Associate				
Virgin Australia Holdings Limited*	0%	25.9%	-	15
Christchurch Engine Centre (CEC)**	49%	49%	10	10
Joint Venture				
Pacific Leisure Group Limited***	0%	50%	-	-
ANZGT Field Services LLC	51%	51%	-	-
11Ants Analytics Group Limited	50%	50%	-	-

* The Group ceased equity accounting the investment in Virgin Australia on 30 March 2016 as it no longer had the ability to exercise significant influence. The investment was fully disposed by 11 October 2016.

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

*** The Group disposed of its 50% interest in Pacific Leisure Group Limited on 22 January 2016.

3.1 Basis of preparation

This report has been compiled in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). NZ GAAP consists of New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other applicable financial reporting standards as appropriate to profit-oriented entities.

3.2 Accounting policies

Refer to Note 1 of the Interim Financial Statements.

3.3 Changes in accounting policies

There have not been any accounting policy changes during the period.

3.4 Audit Review Report

A copy of the review report is attached at the back of the Interim Financial Statements.

3.5 Additional information

Not applicable.

This half year report was approved by the Board of Directors on 23 February 2017.

Tony Carter
Chairman

Air New Zealand Limited

ARBN 000 312 685

31 December 2016

Half year information given to the ASX under listing rule 4.2A.3

Appendix 4D

- 1 This report is for the half year ending 31 December 2016 and should be read in conjunction with the most recent annual financial report. Comparatives are in respect of the half year ending 31 December 2015.

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)	2,609	(4.3)%	2,725
2.2 Profit from ordinary activities after taxation	256	(24.3)%	338
2.3 Net profit attributable to members	256	(24.3)%	338

2.4 - 2.5 Dividends:

On 22 February 2017, the Board of Directors declared an interim dividend of 10.0 cents per Ordinary Share payable on 17 March 2017 to registered shareholders at 10 March 2017. The total dividend payable will be \$112 million. Imputation credits will be attached and supplementary dividends paid to non-resident shareholders. The dividend has not been recognised in the December 2016 interim financial statements.

A final dividend in respect of the 2016 financial year of 10.0 cents per Ordinary Share, and a special dividend of 25.0 cents per Ordinary Share was paid on 19 September 2016. Imputation credits were attached and supplementary dividends paid to non-resident shareholders.

- 2.6 Additional explanation of above information:
Not required.

3 Net tangible assets per security:

(NZ Cents Per Share)	Current Half Year	Previous Corresponding Half Year
Ordinary Shares	169	175

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

Entities over which control has been lost

Entity Name	Date of voluntary de-registration
C.I. Air Services Limited*	23-Nov-16
The London Shoppe Limited*	23-Nov-16

*The companies were non-trading entities.

5 Dividends:

Details for the interim dividend for 2017 and the final and special dividend for 2016 are provided in section 2.4 - 2.5 above.

	\$NZ'm*	NZ cents per share
Distributions recognised		
Final dividend for 2016 financial year on Ordinary Shares	112	10.0
Special dividend for 2016 financial year on Ordinary Shares	281	25.0
Distributions paid		
Final dividend for 2016 financial year on Ordinary Shares	118	10.0
Special dividend for 2016 financial year on Ordinary Shares	294	25.0

*The difference between distributions recognised and paid relates to supplementary dividends.

6 Dividend or distribution reinvestment plans in operation:

The dividend reinvestment plan is currently suspended.

Air New Zealand Limited

ARBN 000 312 685

31 December 2016

Half year information given to the ASX under listing rule 4.2A.3

Appendix 4D

7 Details of associates and joint ventures:

Name of entity	% Held Current Half Year	% Held Previous Corresponding Half Year	Contributions to Net Profit Current Half Year \$NZ'm	Contributions to Net Profit Previous Corresponding Half Year \$NZ'm
Associate				
Virgin Australia Holdings Limited*	0%	25.9%	-	15
Christchurch Engine Centre (CEC)**	49%	49%	10	10
Joint Venture				
Pacific Leisure Group Limited***	0%	50%	-	-
ANZGT Field Services LLC	51%	51%	-	-
11Ants Analytics Group Limited	50%	50%	-	-

* The Group ceased equity accounting the investment in Virgin Australia on 30 March 2016 as it no longer had the ability to exercise significant influence. The investment was fully disposed by 11 October 2016.

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

*** The Group disposed of its 50% interest in Pacific Leisure Group Limited on 22 January 2016.

8 Accounting Standards:

This report has been compiled in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). NZ GAAP consists of New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other applicable financial reporting standards as appropriate to profit-oriented entities.

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

A copy of the review report is attached at the back of the Interim Financial Statements.

Directors' Declaration

By resolution of the board, the directors declare that:

- the interim financial statements together with the notes to the interim financial statements comply with New Zealand generally accepted accounting practice; and
- the interim financial statements together with the notes to the interim 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 2016, 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 23 February 2017

Tony Carter
Chairman

Air New Zealand Limited

ARBN 000 312 685

31 December 2016

Half year information given to the ASX under listing rule 4.2A.3

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 2016 and are directors at the date of this report.

Name		Date of Initial Appointment
Tony Carter	Chairman (Non Executive, Independent)	1 December 2010
Jan Dawson	Deputy Chairman (Non Executive, Independent)	1 April 2011
Paul Bingham	(Non Executive, Independent)	1 July 2008
Rob Jager	(Non Executive, Independent)	1 April 2013
Linda Jenkinson	(Non Executive, Independent)	1 June 2014
Jonathan Mason	(Non Executive, Independent)	1 March 2014
Dame Therese Walsh	(Non-Executive, Independent)	1 May 2016

At the Annual Meeting held on 30 September 2016 the following directors retired by rotation in accordance with the Company's Constitution and were re-elected to the Board:

Jan Dawson
Jonathan Mason

At the Annual Meeting on 30 September 2016, a resolution was passed to elect Dame Therese Walsh as an independent director.

Dated 23 February 2017

Tony Carter
Chairman

Notice of event affecting securities

NZSX Listing Rule 7.12.2. For rights, NZSX Listing Rules 7.10.9 and 7.10.10.
For change to allotment, NZSX Listing Rule 7.12.1, a separate advice is required.

Number of pages including this one
(Please provide any other relevant
details on additional pages)

1

Full name of issuer	Air New Zealand Limited		
Name of officer authorised to make this notice	Karen Clayton	Authority for event, e.g. Directors' resolution	Directors' Resolution
Contact phone number	64 21 046 8469	Contact fax number	64 9 336 2667
		Date	22 / 02 / 2017

Nature of event Tick as appropriate	Bonus Issue <input type="checkbox"/>	If ticked, state whether: <input type="checkbox"/>	Taxable <input type="checkbox"/>	/ Non Taxable <input type="checkbox"/>	Conversion <input type="checkbox"/>	Interest <input type="checkbox"/>	Rights Issue Renounceable <input type="checkbox"/>
	Rights Issue non-renounceable <input type="checkbox"/>	Capital change <input type="checkbox"/>	Call <input type="checkbox"/>	Dividend <input checked="" type="checkbox"/>	If ticked, state whether: <input type="checkbox"/>	Interim <input checked="" type="checkbox"/>	Full Year <input type="checkbox"/>
						Special <input type="checkbox"/>	DRP Applies <input type="checkbox"/>

EXISTING securities affected by this *If more than one security is affected by the event, use a separate form.*

Description of the class of securities	Ordinary Shares	ISIN	NZAIRE0001S2
			<i>If unknown, contact NZX</i>

Details of securities issued pursuant to this event*If more than one class of security is to be issued, use a separate form for each class.*

Description of the class of securities		ISIN	
			<i>If unknown, contact NZX</i>
Number of Securities to be issued following event		Minimum Entitlement	
Conversion, Maturity, Call Payable or Exercise Date		Treatment of Fractions	
Strike price per security for any issue in lieu or date Strike Price available.		Tick if <i>pari passu</i> <input type="checkbox"/>	OR provide an explanation of the ranking

Monies Associated with Event*Dividend payable, Call payable, Exercise price, Conversion price, Redemption price, Application money.*

<i>In dollars and cents</i>		Source of Payment	
Amount per security (does not include any excluded income)	\$0.100		
Excluded income per security (only applicable to listed PIEs)			
Currency	NZ Dollars	Supplementary dividend details - NZSX Listing Rule 7.12.7	Amount per security in dollars and cents \$0.017647
Total monies	\$112.3 million		Date Payable 17 March 2017

Taxation*Amount per Security in Dollars and cents to six decimal places*

In the case of a taxable bonus issue state strike price	N/A	Resident Withholding Tax	\$0.006944	Imputation Credits (Give details)	\$0.038889
		Foreign Withholding Tax	\$	FDP Credits (Give details)	

Timing

(Refer Appendix 8 in the NZSX Listing Rules)

Record Date 5pm

For calculation of entitlements -

10 March 2017

Application Date

Also, Call Payable, Dividend / Interest Payable, Exercise Date, Conversion Date.

17 March 2017

Notice Date

Entitlement letters, call notices, conversion notices mailed

N/A

Allotment Date

For the issue of new securities. Must be within 5 business days of application closing date.

N/A

OFFICE USE ONLY

Ex Date:

Commence Quoting Rights:
Cease Quoting Rights 5pm:Commence Quoting New Securities:
Cease Quoting Old Security 5pm:

Security Code:

Security Code:

