
Canterbury Regional Landfill Joint Committee

AGENDA

Notice of Meeting Te Pānui o te Hui:

A meeting of the Canterbury Regional Landfill Joint Committee will be held on:

Date: Friday 10 April 2026
Time: 12 pm
Venue: Camellia Chambers, Level 2, Civic Offices,
53 Hereford Street, Christchurch

Membership Ngā Mema

Chairperson	Councillor Mark Peters - Christchurch City Council
Deputy Chairperson	Councillor Nikki Mealings - Waimakariri District Council
Members	Councillor Kelly Barber - Christchurch City Council
	Councillor Chris Carthy - Hurunui District Council
	Councillor Russell Ellis - Ashburton District Council
	Councillor Big Red Shefford - Selwyn District Council
	Councillor Tim Scandrett - Christchurch City Council

2 April 2026

Acting Principal Advisor

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Meeting Advisor

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Note: The reports contained within this agenda are for consideration and should not be construed as Council policy unless and until adopted. If you require further information relating to any reports, please contact the person named on the report.

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Karakia Whakamutunga

Karakia Tīmatanga

1. Apologies Ngā Whakapāha

Apologies will be recorded at the meeting.

2. Declarations of Interest Ngā Whakapuaki Aronga

Members are reminded of the need to be vigilant and to stand aside from decision-making when a conflict arises between their role as an elected representative and any private or other external interest they might have.

3. Confirmation of Previous Minutes Te Whakaāe o te hui o mua

That the minutes of the Canterbury Regional Landfill Joint Committee meeting held on [Monday, 15 December 2025](#) be confirmed (refer page 5).

Canterbury Regional Landfill Joint Committee OPEN MINUTES

Date: Monday 15 December 2025
Time: 10:07 am
Venue: Camellia Chambers, Level 2, Civic Offices,
53 Hereford Street, Christchurch

Present

Chairperson	Councillor Mark Peters - Christchurch City Council
Deputy Chairperson	Councillor Niki Mealings - Waimakariri District Council
Members	Councillor Kelly Barber - Christchurch City Council Councillor Russell Ellis - Ashburton District Council Councillor Big Red Shefford - Selwyn District Council Councillor Tim Scandrett - Christchurch City Council

Principal Advisor

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Karakia Tīmatanga

The agenda was dealt with in the following order.

1. Apologies Ngā Whakapāha

Committee Decision

There were no apologies received.

2. Declarations of Interest Ngā Whakapuaki Aronga

There were no declarations of interest recorded.

3. Appointment of Chairperson and Deputy Chairperson

Committee Comment

1. Councillor Mark Peters was nominated for Chairperson by Councillor Barber and Seconded by Councillor Scandrett. No other nominations were received.
2. Councillor Mealings was nominated for Deputy Chairperson by Councillor Peters and Seconded by Councillor Barber. No other nominations were received.
3. Councillor Barber and Councillor Scandrett Moved and Seconded the above nominations for Chairperson and Deputy Chairperson and when put to the vote they were declared carried.

Officer Recommendations Ngā Tūtohu

That the Canterbury Regional Landfill Joint Committee:

1. Appoint **[Insert Councillor's Name]** as Chairperson of the Canterbury Regional Landfill Joint Committee; and,
2. Appoint **[Insert Councillor's Name]** as Deputy Chairperson of the Canterbury Regional Landfill Joint Committee.

Joint Committee Resolved CRLC/2025/00011

Part C

That the Canterbury Regional Landfill Joint Committee:

1. Appoint **Mark Peters** as Chairperson of the Canterbury Regional Landfill Joint Committee; and,
2. Appoint **Niki Mealings** as Deputy Chairperson of the Canterbury Regional Landfill Joint Committee.

Councillor Barber/Councillor Scandrett

Carried

4. Appointment of representative to attend Transwaste Canterbury Limited Annual General Meeting

Committee Comment

1. Councillor Peters was nominated as the proxy to attend and vote at the Transwaste Canterbury Limited AGM by Councillor Scandrett and Seconded by Councillor Barber. No other nominations were received.
2. Councillor Mealings was nominated as the alternate by Councillor Ellis and Seconded by Councillor Scandrett. No other nominations were received.
3. Councillor Ellis and Councillor Scandrett Moved and Seconded the above nominations for Proxy and Alternate and when put to the vote they were declared carried.

Officer Recommendations Ngā Tūtohu

That the Canterbury Regional Landfill Joint Committee:

1. Appoint **[insert Councillor's name]** as the Committee representative to attend and vote at the Transwaste Canterbury Limited AGM on 18 December 2025.
2. Appoint **[insert Councillor's name]** as an alternate, if the person appointed in recommendation 1 above is unable to attend.

Joint Committee Resolved CRLC/2025/00012

Part C

That the Canterbury Regional Landfill Joint Committee:

1. Appoint **Mark Peters** as the Committee representative to attend and vote at the Transwaste Canterbury Limited AGM on 18 December 2025.
2. Appoint **Niki Mealings** as an alternate, if the person appointed in recommendation 1 above is unable to attend.

Councillor Ellis/Councillor Scandrett

Carried

5. Resolution to Exclude the Public Te whakataunga kaupare hunga tūmatanui

Joint Committee Resolved CRLC/2025/00013

Part C

That at 10.18am the resolution to exclude the public set out on pages 23 to 24 of the agenda be adopted.

Councillor Barber/Councillor Mealings

Carried

The public were re-admitted to the meeting at 10.26am.

Karakia Whakamutunga

Meeting concluded at 10.28 am.

CONFIRMED THIS 10th DAY OF APRIL 2026.

Unconfirmed

4. Transwaste Canterbury Ltd - Draft Statement of Intent 2026/27

Reference Te Tohutoro: 26/373173

Responsible Officer(s) Te Pou Matua: Linda Gibb, Performance Advisor, Finance

Accountable ELT Member Pouwhakarae: Bede Carran, General Manager Finance, Risk & Performance / Chief Financial Officer

1. Purpose and Origin of the Report Te Pūtake Pūrongo

- 1.1 This report presents Transwaste Canterbury Ltd's draft Statement of Intent (SOI) for 2026/27.
- 1.2 The draft SOI was received on 2 March 2026. The draft SOI is at **Attachment A**.

2. Officer Recommendations Ngā Tūtohu

That the Canterbury Regional Landfill Joint Committee:

1. Receives Transwaste Canterbury Ltd's draft Statement of Intent 2026/27;
2. Notes that the draft Statement of Intent does not contain updated financial forecasts as Transwaste has not yet completed its business planning for 2026/27;
3. Advises any comments to be made to the Transwaste board on the draft Statement of Intent 2026/27; and
4. Notes that the decision in this report is assessed as low significance based on the Christchurch City Council's Significance and Engagement Policy.

3. Background/Context Te Horopaki

Local Government Act 2002 requirements

- 3.1 The purpose of a SOI is recorded in Section 64(2) of the LGA as being to:
 - a) state publicly the activities and intentions of the council-controlled organisation (CCO) for the year, and the objectives to which those activities will contribute; and
 - b) provide an opportunity for shareholders to influence the direction of the organisation; and
 - c) provide a basis for the accountability of the directors for performance.
- 3.2 Clauses 1 and 2, Part 1 of Schedule 8 of the LGA provides that a CCO is to deliver its draft SOI to shareholders by 1 March and for shareholders of the CCO to provide comments on the draft SOI to the CCO board by 1 May in the year preceding the year to which the draft statement relates. The CCO board must consider the comments and finalise the SOI by 30 June.
- 3.3 To represent the five councils' shareholding interests in Transwaste, the joint committee was established to which the councils have delegated all governance rights and obligations, including reviewing and commenting on the draft SOI.
- 3.4 Transwaste's draft SOI was received on 2 March 2026, one working day later than the statutory timeframe. The draft SOI complies with the requirements for content by including the following:
 - the objectives of the company, the board's approach to governance, nature and scope of activities to be undertaken, non-financial performance targets and other measures by

which performance is judged in relation to the objectives and the major accounting policies (Clause 7, Part 2 of Schedule 8 of the LGA); and

- major accounting policies, ratio of consolidated shareholders’ funds to total assets, an estimate of the distributions intended to be made to shareholders and the board’s estimate of the commercial value of the shareholders’ investment in the company (Clause 9, Part 2 of Schedule 8 of the LGA).

Financial targets

3.5 Transwaste has not yet completed its business planning for the 2026/27 year. The financial forecasts in 2026/27 and 2027/28 are those that were in the last SOI.

3.6 The following financial forecasts are at the Earnings before Interest and Tax (EBIT) level to focus on the operating performance and to exclude financing impacts.

Transwaste Canterbury Financial forecasts	2026/27 \$m	2027/28 \$m	2028/29 \$m
EBIT	22.1	22.6	22.9
Dividends	14.1	14.1	13.7

3.7 Transwaste advises its conservative expectations are for a 3% reduction in waste each year over the prior year SOI’s forecasts. This is largely as a result of the ongoing diversion of waste both due to further increases in the Government’s waste levy from \$65 per tonne in 2026/27 to \$75 per tonne in 2027/28 and more aggressive competition from other local landfill operators.

3.8 The dividend reduces by \$0.4 million in 2028/29 over the prior two years due in large part to Transwaste’s capital investment programme requirements.

3.9 The company is looking at options to replace lower revenue and to maintain the dividend quantum paid to shareholders. The extent to which it is successful in this endeavour will be reflected in the final SOI in June 2026.

Non-financial performance targets

3.10 There are no material changes in non-financial performance targets over last year’s final SOI.

3.11 The Christchurch City Council’s Senior Advisor Climate Resilience has commented that the Council supports Transwaste’s initiatives to capture at least 95% of landfill gas as well as initiatives to reduce operational emissions.

3.12 Staff from Christchurch City Council have been advised by Transwaste that it is likely to be in a position to distribute a report in 2026/27 to Canterbury territorial local authorities with attribution of carbon emissions by each.

Options Considered Ngā Kōwhiringa Whaiwhakaaro

3.13 The only reasonable practicable alternative option is to decline to consider and comment on Transwaste’s draft SOI for 2026/27. As the document is an accountability instrument owned by the board, it will progress from the draft to final as it considers appropriate.

4. Financial Implications Ngā Hīraunga Rauemi

4.1 There are no financial consequences as a result of the recommendations in this report.

5. Considerations Ngā Whai Whakaaro

Risks and Mitigations Ngā Mōrearea me ngā Whakamātautau

- 5.1 The primary risk of not considering and providing comment on the draft SOI is that Transwaste does not receive through the legislative process the feedback of the Joint Committee.

Legal Considerations Ngā Hīraunga ā-Ture

- 5.2 Statutory and/or delegated authority to undertake proposals in the report:
- 5.2.1 LGA.

Strategy and Policy Considerations Te Whai Kaupapa here

- 5.3 The required decisions:
- 5.3.1 Align with the [Christchurch City Council's Strategic Framework](#).
- 5.3.2 Are assessed as low significance based on the Christchurch City Council's Significance and Engagement Policy. The level of significance was determined by the extent to which the decisions are likely to impact the community.
- 5.3.3 Are consistent with Council's Plans and Policies.
- 5.4 This report takes into account the funding flows for VŌ's activities in the [Council's Long Term Plan \(2024 - 2034\)](#).

Impact on Mana Whenua Ngā Whai Take Mana Whenua

- 5.5 The decisions do not involve a new significant decision in relation to ancestral land, a body of water or other elements of intrinsic value.
- 5.6 The decisions do not impact on our agreed partnership priorities with Ngā Papatipu Rūnanga. This is because the content of Transwaste's draft SOI does not provide for any new activities or location of activities.
- 5.7 Staff note that Transwaste maintains a long-standing partnership with Mana Whenua, supported by a formal Charter and ongoing engagement about its operations.



Climate Change Impact Considerations Ngā Whai Whakaaro mā te Āhuarangi

- 5.8 The decisions in this report are unlikely to contribute significantly to adaptation to the impacts of climate change or emissions reductions because no new activity or material changes in operational output is provided for.

6. Next Steps Ngā Mahinga ā-muri

- 6.1 The Transwaste board will consider the comments made by the Canterbury Regional Landfill Joint Committee on the draft SOI and finalise its SOI for 2026/27 by 30 June 2026.

Attachments Ngā Tāpirihanga

No.	Title	Reference	Page
A  	Transwaste Canterbury Ltd - Draft Statement of Intent 2026/27	26/614251	13

In addition to the attached documents, the following background information is available:

Document Name - Location / File Link
Not applicable

Signatories Ngā Kaiwaitohu

Author	Linda Gibb - Performance Monitoring Advisor CCO
Approved By	Bede Carran - General Manager Finance, Risk & Performance / Chief Financial Officer



Confidential and Commercially Sensitive

Canterbury Regional Landfill Joint Committee
Christchurch City Council
PO Box 73015
CHRISTCHURCH 8154

Attention: Councillor Mark Peters

2 March 2026

Dear Councillor Peters

**Transwaste Canterbury Limited
Draft Statement of Intent ("Sol") 2026/2027 to 2028/2029**

The draft Sol for the three years commencing 1 July 2026 is enclosed for the Committee's comment pursuant to Section 64 of the Local Government Act 2002.

We have forwarded the draft Sol to the Landfill Joint Committee as the representative of the TLA shareholders. We advise that we have also forwarded the draft Sol to Waste Management NZ Limited.

We note the following for the Committee's information:

- a) The general structure of the Sol is in line with last year, having had regard to the requirements in the Local Government Act.
- b) As in last years Sol the specific objectives and performance targets in Section 5 have been further refined to focus on the higher impact objectives. This has resulted in removing some secondary or management-level objectives. Please note that the deletion of such objectives does not mean they are no longer supported by Transwaste, rather it is felt they are not appropriate as a KPI.
- c) The Objectives and Performance targets for the 2026/27 year - Objectives. Section 5.1 – Environment – records the Board's objectives in relation to Environment and Sustainability. In particular the ongoing measurement of GHG emissions. The Greenhouse Gas footprint will continue to be audited and certified by Toitu Envirocare.
- d) The "Kate Valley" financial information in Sections 5.7, 5.8, 6.1 and 8.3 of the draft Sol is provisional, determined on the same base as the 2026/2027 indicative charges advised to shareholders in November 2025.
- e) The 2026/2027 detailed budgets for the company will be completed prior to, and the results included in, the finalised Sol, which is due to be delivered to shareholders by 30 June 2026.
- f) We will outline any significant changes when the finalised Sol is distributed.

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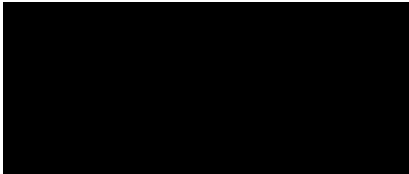
Pursuant to section 64(4) of the Local Government Act, your comments or confirmation of your agreement with the draft Sol should be received by Transwaste Canterbury by 1 May 2026. The finalised Sol will then be delivered to shareholders on or before 30 June 2026.

I would be pleased to attend the next CRLJC meeting to update Committee members as required.

If, in the meantime, you have any queries on the above, please do not hesitate to contact myself or Jeremy Parker.

Yours faithfully

Transwaste Canterbury Limited



Grant Miller

Chairman



Transwaste Canterbury Limited
Statement of Intent

For the three-year period ending 30 June 2029



Issued by the Transwaste Canterbury Board on TBA

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1. Introduction

- 1.1. The Statement of Intent process provides a key opportunity for the shareholders and Directors of Transwaste Canterbury Limited (the Company or Transwaste) to define the Company's path for the next three years. It is prepared in accordance with Section 64 of the Local Government Act 2002. A draft statement is required by Section 64 to be submitted no later than 1 March each year to the Company's shareholders.
- 1.2. The Statement of Intent further defines for the Company the objectives, the nature and scope of the activities to be undertaken, and the performance targets and other measures by which the performance of the Company may be judged in relation to its objectives amongst other requirements. The process of negotiation and determination of an acceptable Statement of Intent is a public and legislative expression of the accountability relationship between the Company and its shareholders.
- 1.3. The Statement of Intent encompasses all the significant activities of Transwaste Canterbury Limited and covers a three-year future period. It is prepared annually by the Transwaste Board and negotiated between the shareholders.

2. Objectives

The Company is focused strongly on its commitment to sustainability/sustainable development.

Transwaste acknowledges the emission reduction targets of its various shareholders. Consequently, it has a clear intention to minimise such emissions where it has the ability to do so. Transwaste's sustainability goals are two fold. Firstly, those relating to its own activities and actions. Secondly, those relating to the absolute tonnes received in its landfilling business. Transwaste does not, and cannot, control tonnages received as it has a contractual requirement to accept waste from the community. However, Transwaste does endeavour through best practice to minimize the environmental impact of those tonnes it receives to help reduce the emissions generated by the community.

While Transwaste has no control over the quantities of waste it receives, it will also continue to support waste minimisation within the Canterbury region, including with its customers, which includes Shareholder Councils

In respect of sustainability/sustainable development the Board is guided by the definition in the World Commission on Environment and Development 1987 Brundtland report "Our Common Future". While this Report is now some 37 years old, in the opinion of the Board it best captures the spirit of sustainability in commercial organisations. The Report defines sustainable development as "*development that meet the needs of the present without compromising the ability of future generations to meet its own needs.*"

Adopting this definition requires a broad, holistic approach to sustainability/sustainable development, balancing the focus of managing the business across all areas of operation of Transwaste's business. We have developed these goals taking into account the operational and management role of our principal contractor, Waste Management NZ Limited ("WM New Zealand"), and the relevant global Sustainable Goals published by United Nations.

This has resulted in the business goals (outcomes) and related performance measures for Transwaste being grouped under the following headings:

- Environment

- Corporate Citizenship/ Community Relations
- Service Quality
- Health and Safety
- Good Employer
- Legislation/Regulatory Compliance
- Shareholder Interests

The detailed outcomes, performance measures and performance targets for each of these headings are included in section 5 of this Sol. It is by understanding the various goals/outcomes and performance measures incorporated under the above seven headings, and viewing these as an integrated whole, that Transwaste's approach to, and management of, "sustainability" can be evaluated.

Inevitably, in considering sustainability in relation to principally a landfilling business operation, those evaluating Transwaste will want to focus on two broad areas -

1. Greenhouse Gas emissions created by Transwaste and/or its principal contractor through managing and disposing of waste generated by others in the community.
2. Greenhouse Gas emissions (primarily methane) generated by the waste delivered to landfill by Shareholders and external parties.

Transwaste maintains that technically the responsibility for and obligation to minimise the emission generating inputs generated by the waste itself should remain with the persons or organisations that created the waste (or arguably even further "back" in the waste stream). Transwaste's obligations and objectives are to minimise the net emission per unit of waste received in order to minimise total emissions of Transwaste and its shareholders.

With this in mind, Transwaste has developed desired outcomes and performance measures for the emissions from this waste. This will include reporting both:

- gross and net Greenhouse Gas emissions from the waste delivered to landfill; and
- the Greenhouse Gas emissions created by Transwaste handling the waste

for each of the five territorial local authorities' areas served by the Kate Valley regional landfill.

In addition to this "sustainability lens" on the activities of Transwaste, a more traditional view of Transwaste's objectives is provided by the Memorandum of Understanding between the Shareholders that is a guiding document as to the way the Company performs its activities.

Currently (although subject to further consideration of its strategic direction) the purpose of the Company is "to operate as a successful, competitive, commercial landfill, adopting a focus on sustainable development in all that it does."

To do this the Company intends:

- 2.1 To operate as a successful, competitive, commercial landfill.
- 2.2 That, in working towards its objectives, the Company will adopt a focus on sustainable development in all its activities.
- 2.3 To achieve this, the Company intends to:
 - (a) achieve sufficient earnings to support the Company's continued operations and to return an appropriate risk adjusted return on investment;

- (b) be market responsive regarding the demand for its services in terms of the criteria of quantity, quality, and price;
- (c) behave in an environmentally aware manner promoting and maintaining the standards of environmental protection applied by the Resource Management Act 1991 and to minimise the impact of its activities on the environment;
- (d) act as a good employer;
- (e) aim to provide customers with a high level of service, a reliable transport system and competitive prices;
- (f) commit to consult with and be sensitive to the concerns of landfill host communities and Tangata Whenua;
- (g) promote and maintain standards of health and safety in accordance with all applicable regulations, legislation and including best practice;
- (h) act as a good corporate citizen with regard to its business dealings and relations;
- (i) be able, in due course, to offer waste management facilities and solutions at all levels in the Canterbury Region that are adjacent/allied to Transwaste's core business and are relevant.

Transwaste has engaged Toitū Envirocare to verify and certify its carbon footprint.

3. The Board's approach to governance of the Company

- 3.1 The Directors are responsible to the shareholders for the achievement of the objectives of the Company in both the short and the longer term. Their focus is to enhance the commercial interests of shareholders and other key stakeholders and to ensure the Company is properly managed. The Board draws on relevant corporate governance best practice principles to assist and contribute to the performance of the Company. The functions of the Board include:
- (a) Review and approval of corporate strategies, the annual budget, and financial plans.
 - (b) Overseeing and monitoring organisational performance and the achievement of the Company's strategic goals and objectives, in particular as outlined in the Statement of Intent.
 - (c) Monitoring financial performance including approval of the annual and half-year financial reports and liaison with the Company's auditors.
 - (d) Ensuring there are effective management processes in place and approving major corporate initiatives.
 - (e) Enhancing and protecting the reputation of the Company.
 - (f) Ensuring the significant risks facing Transwaste and any controlled entities have been identified, and appropriate and adequate control, monitoring and reporting mechanisms are in place.
 - (g) Reporting to shareholders.

- (h) Developing appropriate policies for the operation of the Company including safety, environmental and quality matters.

A description of Transwaste's main corporate governance practices is set out below.

3.2 The Board of Directors

The composition of the Transwaste Board of Directors, including the appointment of a Chairman, is governed by the Memorandum of Understanding between the shareholders. There are no executive directors.

3.3 Operations

The Board has statutory responsibility for the affairs and activities of the Company.

All matters relating to the operation of the Kate Valley landfill and the operation of the transport system have been contracted to WM New Zealand in accordance with the Memorandum of Understanding and Shareholder Agreement. The Board receives monthly reports on matters including:

- a) Operations management and health and safety.
- b) Compliance with legislation including health and safety regulations and resource consent conditions.

3.4 Committees

The Board establishes committees as appropriate to assist in the execution of its duties and to allow detailed consideration of complex issues. There is currently one committee, being an Audit Committee comprised of three Transwaste Directors and an independent Chair.

The Board has identified key business risks and developed policies and action plans to manage the risk.

The Audit Committee will monitor progress against an established timetable. In addition, the committee will set the scope and standards with respect to internal controls, accounting policies and the nature, scope, objectives and functions of the external and internal audit. The committee meets as and when required.

All matters determined by committee are either dealt with under its delegated authority or submitted to the full Board as recommendations for Board decision.

3.5 Subsidiaries

The Company has 6 fully owned non-trading subsidiaries, all of which remain inactive and have no assets and liabilities.

3.6 Commitment

The Transwaste Board is scheduled to meet eleven times a year. Other special meetings are convened, as required.

3.7 Independent Professional Advice

Directors and Board committees have the right, in connection with their duties and responsibilities, to seek independent professional advice at Transwaste's expense, subject to Board approval.

4. Nature & Scope of Activities

The Company will undertake the following activities:

4.1 Landfill and Transport Activities

- (a) The primary activity of the Company is to own and operate a non-hazardous municipal waste regional landfill at Kate Valley in Canterbury, including the haulage of solid waste from transfer stations throughout the Canterbury region, to meet or exceed world best practice standards and the standards determined by the regulatory authorities;
- (b) Contract with WM New Zealand for the provision of services for the operation of the Kate Valley landfill and the haulage of waste from the transfer stations to the landfill, to ensure provision of high-quality landfill operations and solid waste haulage operations economically and efficiently and in compliance with relevant consents;
- (c) Offer residual waste management facilities and solutions at all levels in the Canterbury Region, and beyond, including investment in alternatives to landfilling should those alternatives be more environmentally sustainable and cost-effective methods of disposal of residual waste (in due course); and
- (d) Utilise the landfill gas produced over time from the landfill in an economically and environmentally sustainable manner.

4.2 Land Management Activities

(a) Land Resources

The Company, through its Tiromoana Station division, holds land in addition to that required under the current resource consent conditions for the Kate Valley landfill. The management of the land will continue to be conducted in accordance with the Company's land strategy and management plan, which seeks to optimise both the utilisation of the land resources for the benefit of landfill operations and the value of the property over time.

(b) Forestry

The Company will conduct forestry operations in terms of its long-term forestry plan, which is an integral part of the Kate Valley landfill activities.

4.3 Conservation and Education Activities

(a) Conservation Activities

The Company will continue to develop the Tiromoana Bush native forest re-establishment and public recreation concept, including ongoing development and maintenance of both the Tiromoana Bush walkway and the Mt Cass walkway.

(b) Educational Activities

The Company will develop appropriate strategies to provide learning resources and contextual learning activities from primary through to tertiary level and to the community.

5 Objectives and performance targets for the 2026/2027 year

These detailed targets are to be read in the context of the explanation about sustainability/sustainable development included in section 2 – Objectives of this Sol.

Objective in support of Mission Statement	Desired outcomes	Performance measure	Performance target
Environment			
5.1 To ensure that Transwaste, as a minimum, meets present and future environmental standards in a manner which is consistent with the preservation of the natural environment and the careful and sustainable management of its natural resources.	No adverse environmental impact arising from a breach of consent conditions	Number of directed actions required by ECan in response to consent breaches.	Nil.
Minimise Green House Emissions from the Class 1 landfill as independently certified	Maximise capture and destruction of landfill gas resulting from the decomposition of that waste at the Kate Valley Class 1 landfill.	Fugitive gas emissions per ETS calculations.	Ensure the capture and destruction of in excess of 95% of landfill gas produced by Kate Valley landfill as measured by the methodology applicable for ETS reporting.
To use the gas captured in a socially and economically sustainable way.	Ensure the beneficial use of landfill gas to obtain the best economic value.	Volume of landfill gas used for a beneficial purpose.	Increase the beneficial use of landfill gas by 25% over the three-year period to 2029.

Objective in support of Mission Statement		Desired outcomes	Performance measure	Performance target
			Completion of the EV trial that commenced in the 2026 financial year	A quantified elimination of CO2 from the transport emissions by trips undertaken by EV vehicle
	Progress reforestation of Tiromoana Bush	Ongoing expansion of Tiromoana Bush (ongoing planting, growth of native trees, bush) in line with the 300-year vision.	Annual number of individual plants planted.	3,000 individual plants planted.
	Assist shareholder councils GHG reporting	Report annually carbon emissions attributable to the waste received from each Territorial Local Authority area, both before and after carbon reduction initiatives.	Annual Report on carbon emissions to Territorial Local Authorities.	Report on attribution of carbon emissions to Territorial Local Authorities.
Corporate Citizenship/Community Relations				
5.2	To be a responsible Corporate Citizen by acting fairly and honestly and to be sensitive to local issues. Establish and maintain good relations with the local host community of the Kate Valley landfill and consult with those groups and other interest groups (including Tangata Whenua) on issues that are likely to affect them.	Finance the Kate Valley Landfill Community Trust (from the Disposal Charge) for the purpose of benefiting the local community. Consult with the host community concerning landfill operations by way of direct communication and via the Community Liaison Group. Engage with other interest groups, including Tangata Whenua, and discuss all issues likely to affect them.	Annual payments to Kate Valley Landfill Community Trust. Number of Kate Valley Community Liaison Group meetings held. Number of interactions with interest groups per year.	Annual payments made. At least 2 per year. At least 2 per year.

Service Quality				
5.3	Meet the present and future needs of the people of Canterbury with high standards of value, quality and service and establish effective relations with customers.	Timely, high quality and reliable waste transport services. Reliability of access to the Kate Valley landfill.	No transfer station is unable to receive waste during its normal operating hours due to Transwaste's failure to supply containers. Proportion of normal transport access hours that landfill is available to waste transporters.	Zero events. More than 99% of normal annual transport access hours.
Health and Safety				
5.4	Strive for zero injury accidents in all operations the Company and its main contractor, WM New Zealand, will be responsible for, whilst maintaining a high level of service and production.	Ensuring that in all activities the Company and its contractors have Health and Safety Management Plans in place. No traffic incidents where WM New Zealand drivers at fault.	TRIFR - Total recordable injury frequency rate for last 12 months (shown per 1 million hours). Number of at-fault incidents.	Maintain or improve current TRIFR. Zero events.
Good Employer				
5.5	Be a Good Employer, through either direct employment or by way of the management contract with WM New Zealand.	Ensure WM New Zealand has objectives and policies that detail the relationship with employees, their remuneration, safety, and other issues such as equal opportunity in employment. Ensuring that its employees have secure and rewarding employment which provides the means for personal development.	WM New Zealand landfill and transport staff annual FTE turnover. WM New Zealand staff annual hours of training.	No more than 15% annual voluntary turnover. 10 hours per FTE annually.
Legislative/Statutory Compliance (excludes RMA covered under objective 1)				
5.6	To be a good Corporate Citizen by acting lawfully, to ensure compliance with all relevant legislative requirements.	No legislative and statutory non-compliance notices received.	Number of legislative and statutory non-compliance notices received.	Nil non-compliance in all key areas

Shareholder Interests			
5.7	To operate a successful business, providing a fair rate of return to its shareholders	To effectively operate the consented regional landfill at Kate Valley to achieve specific commercial performance targets.	As outlined in section 5.8 (For the 2026/27 year) <ul style="list-style-type: none"> - Total Revenue (inclusive of waste levy) \$85,312,000 - EBIT \$22,139,000 - Dividends paid (Kate Valley) \$14,100,000

5.8 Financial performance targets

The financial performance targets for the Kate Valley landfill operations of the Company are set out below.

	2026/2027	2027/2028	2028/2029
	\$'000	\$'000	\$'000
Total revenue inclusive of waste levy ¹	85,312	89,212	91,915
Total revenue exclusive of waste levy	62,034	64,234	66,936
EBIT	22,139	22,604	22,955
Dividends payable	14,100	14,100	13,700

¹ – inclusive of waste levy increases

The forecasted figures for the 2027/2028 and 2028/2029 years are based on existing information. The actual figures will result from future factors largely outside the control or current knowledge of the Company and as such, may vary significantly from those forecasts.

6 Capital structure

6.1 Ratio

The Company will endeavour to operate with a ratio of consolidated Shareholders' Funds to Total Assets as set out below.

	2026/2027	2027/2028	2028/2029
Shareholders' Funds to Total Assets	34.8%	32.7%	31.2%

6.2 Definition

Consolidated Shareholders' Funds are defined as the sum of the amount of paid-up share capital, retained earnings, accumulated losses, revenue, and capital reserves. The Total Assets are defined as the sum of the net book values of current assets, investments, property, plant and equipment and intangible assets. The items making up the definitions are as disclosed in

the Company's statement of financial position prepared on a consolidated basis and in accordance with generally accepted accounting practice.

6.3 No calls on capital from Shareholders are anticipated during the next three-year period.

7 Accounting policies

7.1 Transwaste Canterbury Limited has adopted accounting policies that are consistent with New Zealand International Financial Reporting Standards and generally accepted accounting practice. The policies are set out in the 2024 Transwaste Canterbury Limited Annual Report.

8 Dividend policy

8.1 Profit retention and the level of dividend to be paid will be decided from year to year by the Directors in accordance with the results, circumstances prevailing and the requirement to meet the solvency test under the provisions of the Companies Act 1993. The dividend policy objective is to ensure that the amount of the dividend does not limit the Company's ability to fund future expenditure requirements by itself or with its associates for maintaining and expanding operations in the environmental services business and servicing the Company's resultant debt structure.

8.2 Subject to clause 8.1, it is expected that 100% of the Company's Profit for the year, after retention of working capital and/or retention of funds for any other operational needs of the landfill and after tax, in each year will be distributed out of retained earnings unless the Board considers that an investment opportunity in relation to the landfill and transport operations and alternatives to landfilling will provide an appropriate risk adjusted return on investment. An interim dividend may be paid after the half yearly accounts have been considered by the Directors.

8.3 Indicative dividends to shareholders are set out below.

	2026/2027	2027/2028	2028/2029
	\$'000	\$'000	\$'000
Indicative dividends			
- Final from prior year	6,900	7,200	6,900
- Interim for current year	7,200	6,900	6,800
Total	14,100	14,100	13,700

9 Information to be provided to the shareholders

9.1 Statutory information requirements

Annual Statement of Intent

No later than 1 March of each year the Board will provide a draft Statement of Intent in accordance with Section 64 of the Local Government Act. The Directors will consider comments from the Shareholders on the draft Sol made within two months and not later than 30 June of each year shall deliver the final Sol to the shareholders.

Half Yearly Reports

Within two months after the end of the first half of each financial year the Board will deliver an unaudited half-yearly report to the shareholders. The consolidated financial statements will be the same as required under Section 69 for annual financial statements. This will consist of:

- (a) report on the operations of the Company during the financial period;
- (b) financial statements prepared in accordance with generally accepted accounting practice;
- (c) comparison of the performance of the organisation and its subsidiaries (if any) with the statement of intent, together with an explanation of any material variations; and
- (d) a dividend recommendation for the period to which the report relates.

Annual Reports

Within three months after the end of each financial year, the Board will deliver an annual report to the shareholders. The content of the report will be pursuant to Sections 67 to 69 and will consist of:

- (a) report on the operations of the Company during the financial period;
- (b) financial statements prepared in accordance with generally accepted accounting practice;
- (c) comparison of the performance of the organisation and its subsidiaries (if any) with the statement of intent together with an explanation of any material variations;
- (d) a dividend recommendation for the period to which the report relates;
- (e) Auditors' Report on the above financial statements and the performance targets and other measures by which the performance of the Company has been judged in relation to objectives; and
- (f) an Annual Review. The Annual Review will be in a format suitable for easy reading and consist of:
 - i. A Chairman's Review and information on governance and management.
 - ii. A section on economic performance for the preceding financial year.
 - iii. A section on social performance for the preceding financial year.

iv. A section on environmental performance for the preceding financial year.

9.2 **Other information**

The Company will disclose as much information on its operations as is practical and consistent with commercial and confidentiality considerations. The Company will endeavour to operate on a “no surprises” basis regarding all issues of relevance to shareholders.

10 Estimate of the commercial value of the Company

10.1 The directors estimate that the commercial value of the shareholders’ investment in the Company is at least that which is stated as “Shareholder Equity” in the latest available audited financial statements. This value is reassessed annually as part of the preparation of the audited financial statements.

DRAFT

5. Transwaste Canterbury Ltd - Interim Report for the six months ending 31 December 2025

Reference Te Tohutoro: 26/595827

Responsible Officer(s) Te Pou Matua: Linda Gibb, Performance Advisor, Finance

Accountable ELT Member Pouwhakarae: Bede Carran, General Manager Finance, Risk & Performance / Chief Financial Officer

1. Purpose and Origin of the Report Te Pūtake Pūrongo

- 1.1 The purpose of this report is to present Transwaste Canterbury Ltd’s Interim Report for the period 1 July-31 December 2025. The Interim Report was received on 2 March 2026 and is at **Attachment A**.

2. Officer Recommendations Ngā Tūtohu

That the Canterbury Regional Landfill Joint Committee:

1. Receives Transwaste Canterbury Ltd’s Interim Report for 2025/26.

3. Background/Context Te Horopaki

- 3.1 Transwaste operates the Kate Valley Landfill and is required to accept all waste from within the Canterbury region that is non-hazardous. The company is owned jointly by five Canterbury councils (50%) and Waste Management NZ Ltd (50%).
- 3.2 The Government imposes a waste levy on the disposal of waste at landfills. It funds initiatives to reduce waste and encourage resource recovery (e.g. recycling). Half of the levy revenue goes to city and district councils to be applied to the promoting and/or achieving the waste minimisation activities set out in their waste management and minimisation plans.
- 3.3 Since 2021/22 the levy (on the Kate Valley landfill as a class one municipal landfill) has increased from \$20 to \$65 per tonne. It will continue to increase over the next three years to \$75 per tonne in 2027/28.

4. Considerations Ngā Whai Whakaaro

- 4.1 Transwaste’s Interim Report advises the following financial outcomes (note that Transwaste does not provide half year forecasts but acknowledges the reasonableness of assuming an even phasing over 12 months):



	Actual to 31 December '25	Est. target to 31 December '25	Half year to 31 December '25
Earnings before Interest and Tax (EBIT) (\$m)	9.3	10.4	10.2
% change in EBIT		-8.8%	-10.5%
Waste volume (tonnes)	163,570	171,357	172,568
% change in waste volume	--	-5%	-5%
Interim dividend paid (\$m)	7.0	6.7	7.6

- 4.2 **Against 50% of the full year target and the same period in the prior year**, EBIT is lower by approximately \$0.9 million. Half of this reduction is attributable to lower levels of waste than

expected (-5%) as a result of lower economic activity in Canterbury and aggressive competition from competing landfills (some of which attract a lower Government waste levy due to the lower risk nature of waste they are consented to receive).

- 4.3 The other half of the EBIT reduction is due to extremely low electricity prices (near zero at times) for Transwaste’s electricity ‘exported’ to the national grid. The low prices were driven by a wet summer which saw the hydro dams full to overflowing. Transwaste advises that the price per megawatt hour it received in December 2025 led to a revenue reduction that was 35 times lower in December 2025 than in August 2025.
- 4.4 The Government’s Waste Levy which is now \$65 per tonne (up from \$20 per tonne in the 2021/22 financial year and is to increase to \$70 per tonne from 1 July 2026) may be impacting the amount of waste being diverted from the landfill to, for example recycling.
- 4.5 At year end, Transwaste expects that waste volumes will be down by 5% and consequently EBIT down \$1.8 million against SOI targets reflecting the ongoing pressure from competition, electricity prices and reduced economic activity.
- 4.6 **Dividends** - Transwaste paid its shareholders an interim dividend of \$7 million in the half year to December 2025, which is consistent with the half year SOI target, but lower than the prior half year interim dividend by \$0.65 million.
- 4.7 The full year dividend is forecast to be \$13.4 million, lower than the SOI target by \$0.25 million, reflecting an expected lower waste tonnage of 5% for the full year. Transwaste is considering options for addressing the pressure on its operating revenues including opening a class 2 landfill cell at Kate Valley in December 2025 which enables it to compete with other landfills based on the same government waste levy. It is also considering measures it could take with regard to pricing and the attraction of new waste volumes.
- 4.8 **Non-financial performance targets** - all but one of the non-financial performance targets are on track to be met by year end. The target to “maintain or improve current total recordable injury frequency rate (TRIFR) for the last 12 months” will not be met for the year. This is due to a transport vehicle incident at the landfill which has been investigated and determined to be driver error. There were no significant injuries.

Attachments Ngā Tāpirihanga

No.	Title	Reference	Page
A  	Transwaste Canterbury Ltd - Interim Report for the six months ending 31 December 2025	26/535691	32

In addition to the attached documents, the following background information is available:

Document Name - Location / File Link
Not applicable

Signatories Ngā Kaiwaitohu

Author	Linda Gibb - Performance Monitoring Advisor CCO
Approved By	Bede Carran - General Manager Finance, Risk & Performance / Chief Financial Officer

Item 5



Canterbury Regional Landfill Joint Committee
Christchurch City Council
PO Box 73015
CHRISTCHURCH 8154

Attention: Councillor Mark Peters

2 March 2025

Dear Councillor Peters

Transwaste Canterbury Limited - Interim Report to 31 December 2025

At the Board meeting for Transwaste Canterbury Limited held on Thursday 26 February 2026 the Interim Report for the six months ended 31 December 2025 was adopted.

A copy of the report is enclosed for your reference as shareholders of Transwaste Canterbury Limited, pursuant to clause 19.3 of the Shareholders Agreement.

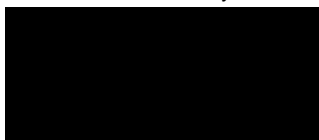
The progress toward achievement of the financial and other objectives is outlined on pages 8 to 12 of the Interim Report.

We would be pleased to present to the Committee on the results and related matters at its next meeting, which we understand is scheduled for 10th April 2026.

If you have any queries regarding the above, please do not hesitate to contact myself or Jeremy Parker.

Yours faithfully

Transwaste Canterbury Limited



Grant Miller

Chairman

301 Marshs Road
Hornby South
Christchurch 7676

PO Box 11337
Sockburn
Christchurch 8443

T: 0800 66 44 33 or 64 3 359 1800
E: landfill@cws.co.nz
www.tiromoanabush.co.nz

Transwaste Canterbury Limited

Interim Report

For the six months ended 31 December 2025



The Board of Directors is pleased to present the Interim Report of Transwaste Canterbury Limited for the six months ended 31 December 2025.

*Transwaste Canterbury Limited
Interim Report*

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Transwaste Canterbury Limited
Interim Report

Directory

Company Number	951024	
Registered Office and Address for Service	Buddle Findlay 33 Cathedral Square Christchurch 8011	
Directors	Mr G S Miller (Independent Chair) Mr I G Kennedy Mr T H Nickels Mr R A Pickworth (finished 18 December 2025) Mr H E G Maehl Mr J T Gough Ms V Mealings (commenced 15 December 2025) Mr KJA Barber (commenced 15 December 2025)	
Shareholders		No of Shares (Ordinary)
	Waste Management NZ Limited	10,000,000
	Christchurch City Council	7,780,000
	Waimakariri District Council	780,000
	Selwyn District Council	600,000
	Ashburton District Council	600,000
	Hurunui District Council	240,000
		<hr/> 20,000,000
Independent Chair of the Audit Committee	Brent McKenzie	
Auditors	Ernst & Young on behalf of the Auditor-General	
Solicitors	Buddle Findlay 33 Cathedral Square Christchurch 8011	Chapman Tripp Level 5, 60 Cashel Street Christchurch 8013
Bankers	Westpac Banking Corporation 83 Cashel Street Christchurch 8011	
Principal Activity	To own, operate and continue development of a non-hazardous regional landfill in Canterbury.	

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Transwaste Canterbury Limited
Interim Report

Directors' Report to the Shareholders For the six months ended 31 December 2025

Your Directors take pleasure in presenting their Interim Report including the financial statements of the company for the six months ended 31 December 2025.

Principal Activities The company was incorporated on 31 March 1999 with the principal purposes of selecting, consenting, developing, owning and operating a non-hazardous regional landfill in Canterbury.

The company holds six wholly owned name protection subsidiaries, all of which are inactive and have no assets and liabilities.

State of Affairs The nature of the company's business activities remained unchanged during the accounting period.

The results of operations during the period, financial position and state of affairs of the company are as detailed in the accompanying financial statements.

Directors' Remuneration

	6 months	
	Directors' Fees	Other Remuneration
	\$	\$
Mr G S Miller	45,286	-
Mr J T Gough	22,643	-
Mr T H Nickels	22,643*	-
Mr I G Kennedy	22,643*	-
Mr R A Pickworth	26,117	-
Mr H E G Maehl	22,643*	-

* The directors fees for these directors are paid to the companies they represent.

No other remuneration or benefits have been paid to directors. The fees and remuneration have been entered in the interests register.

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Transwaste Canterbury Limited
Interim Report

Directors' Report to the Shareholders (Continued)
For the six months ended 31 December 2025

Directors' Interests

The company is required to maintain an interests register in which the particulars of certain transactions and matters involving the directors must be recorded. The interests register for the company is available for inspection by shareholders at the registered office.

The directors have disclosed an interest in the following entities pursuant to section 140 of the Companies Act 1993:

MR G S MILLER

	<i>Position Held</i>
Selwyn District Council (finished 11 October 2025)	Councillor
Canterbury Regional Landfill Joint Committee (finished 11 October 2025)	Committee Member
Central Plains Water Limited	Director
Porahui Farms Limited	Shareholder

MR I G KENNEDY

	<i>Position Held</i>
Waste Management NZ Limited	Employee

MR T H NICKELS

	<i>Position Held</i>
KT Advisory Limited	Director
OCS Australia & New Zealand	Advisory Board Member
Whangarei Anglican Church	Commissioner
City Care Limited	Director

MR R A PICKWORTH (finished 18 December 2025)

	<i>Position Held</i>
Westroads Limited	Director
Ashburton Contracting Limited	Director
Pipeline Group Limited, plus various wholly owned subsidiaries	Director
Industrial Controls South Canterbury Limited	Director
Waiotahi Contractors Limited	Director
Network Tasman Limited	Director
Electraserve Limited	Director

MR H E G MAEHL

	<i>Position Held</i>
Waste Management NZ Limited and its NZ parent companies plus various wholly owned subsidiaries	Director
Waste Management NZ Limited	Employee
Waste Disposal Services	Executive Committee Member
WM Risk Management Limited (Cook Islands Company)	Director

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Transwaste Canterbury Limited
Interim Report

Directors' Report to the Shareholders (Continued)
For the six months ended 31 December 2025

MR J T GOUGH

	<i>Position Held</i>
Christchurch City Council (finished 11 October 2025)	Councillor
Canterbury Regional Landfill Joint Committee (finished 11 October 2025)	Committee Member
Fendalton-Waimairi-Harewood Community Board	Board Member
Civic Building Limited	Director
Gough Property Corporation Limited	Shareholder and Director
Gough Family Limited	Shareholder and Director
Gough Family Investments Limited	Shareholder and Director
Gough Corporation Holdings Limited plus various wholly owned subsidiaries	Shareholder and Director
Antony Gough Trust	Trustee
The Terrace Carpark Limited	Director
The Terrace Christchurch Limited	Director
The Terrace on Avon Limited	Director
Te Runanga O Waihao Holdings Limited	Director
Canterbury Rugby Football Union (incorporated society)	Director
Property Council NZ South Island Regional Committee (commenced 1 November 2025)	Committee Member
Westroads Limited (commenced 27 November 2025)	Director

MS V MEALINGS (commenced 18 December 2025)

	<i>Position Held</i>
Waimakariri District Council	Councillor
Canterbury Regional Landfill Joint Committee	Committee Member

MR KJA BARBER (commenced 18 December 2025)

	<i>Position Held</i>
Christchurch City Council	Councillor
Canterbury Regional Landfill Joint Committee	Committee Member
Venues Otautahi Limited (finished 1 January 2026)	Director

All transactions the company has entered into with parties in which directors hold directorships have been entered into in the ordinary course of business.

Directors' Remuneration and Other Benefits

Details of the directors' remuneration are provided above.

Information used by Directors

No member of the board of Transwaste Canterbury Limited issued a notice requesting to use company information received in their capacity as directors which would not otherwise have been available to them.

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Transwaste Canterbury Limited
Interim Report

Directors' Report to the Shareholders (Continued)
For the six months ended 31 December 2025

Indemnification and Insurance of Officers and Directors

The company indemnifies all directors named in this report against all liabilities (other than to the company) that arise out of the performance of their normal duties as director, unless the liability relates to conduct involving lack of good faith. An indemnity is also provided to the independent chair of the audit committee. To manage this risk, the company has indemnity insurance. The annual cost of this insurance is \$27,650 (2024: \$31,650).

Recommended Dividend

The general policy for the company is to declare dividends calculated at 100% of the net profit after tax after allowing for working capital requirements, as set out in the company's Statement of Intent.

Dividends of \$7,000,000 were paid during the six month period ended 31 December 2025.

An interim dividend of \$6,400,000 declared after the reporting date (26 February 2026) is disclosed in Note 7.

Donations

The company made donations of \$45,000 to the Kate Valley Landfill Community Trust during the period (2024: \$45,000).

Auditor's Remuneration

The auditor of the company is Ernst & Young, acting on behalf of the Auditor-General.

The annual remuneration for auditing services for the company provided by Ernst & Young for the 2025 annual audit was \$79,000 (2024: \$74,000). No other services were provided by the auditor. These interim financial statements are not audited.

(7)

Statement of Objectives and Performance
For the six months ended 31 December 2025

Targets were set under the Statement of Intent for the three years ending 30 June 2028. A comparison of achievement against those targets is as follows:

Objective 5.1

Environment: *To ensure that Transwaste, as a minimum, meets present and future environmental standards in a manner which is consistent with the preservation of the natural environment and the careful and sustainable management of its natural resources; Minimise Green House Emission intensity (emissions per tonne of waste received), to use the gas captured in a socially and economically sustainable way and to generate carbon offsets via indigenous forestry.*

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(a) No adverse environmental impact arising from a breach of consent conditions.	Nil directed actions required by ECan in response to consent breaches.	On track - there have been no directed actions required by Ecan.
(b) Minimise emission intensity (emissions per tonne of waste received).	An independent certifier, engaged to measure and certify Transwaste's carbon footprint, confirms reduced CO2 emissions per tonne.	On track – Toitu engaged.
(c) Maximise capture and destruction of landfill gas resulting from the decomposition of that waste at Kate Valley landfill through beneficial use of the gas or destruction in a flare.	Ensure the capture and destruction of in excess of 95% of landfill gas produced by Kate Valley landfill as measured by the methodology applicable for ETS reporting.	On track – capture for the 6 months to December averaging over 99%.
(d) Reduce embedded GHG emissions from grid supply to ensure the beneficial use of landfill gas to obtain the best economic value.	Replacement of grid supply by onsite green supply for a 50% reduction in grid electricity consumption over the Sol period.	Project underway.
	Increase the beneficial use of landfill gas by 25% over the four year period to 2029.	On track.
(e) Reduce GHG emission intensity from the controlled waste haulage.	Conduct a 9-month trial using an EV vehicle to haul waste to Kate Valley to confirm the viability of this option, eliminating 140 tonnes of CO2 from the transport emissions by runs undertaken by the EV vehicle.	On track – trial commenced 3 rd October 2025

Transwaste Canterbury Limited
Interim Report

Statement of Objectives and Performance (Continued)
For the six months ended 31 December 2025

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(f) Ongoing expansion of Tiromoana Bush (ongoing planting and growth of native trees and bush) in line with the 300-year vision.	3,000 individual plants planted.	On track – planted c.1,500 trees year to date.
(g) Report annually carbon emissions attributable to the waste received from each Territorial Local Authority area, both before and after carbon reduction initiatives.	Report on attribution of carbon emissions to Territorial Local Authorities.	On track – end of year target data being collected.

Objective 5.2

Corporate Citizenship/Community Relations: To be a responsible Corporate Citizen by acting fairly and honestly and to be sensitive to local issues; Establish and maintain good relationships with the local host community of the Kate Valley landfill and consult with those groups and other interest groups (including Tangata Whenua) on issues that are likely to affect them.

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(a) Finance the Kate Valley Landfill Community Trust (from the Disposal Charge) for the purpose of benefiting the local community.	Annual payment to Kate Valley Landfill Community Trust, to be determined on an annual basis.	An interim payment of \$45,000 was made during the period. The final contribution for the year ended 31 December 2025 will be made in February 2026.
(b) Consult with the host community concerning landfill operations by way of direct communication and via the Community Liaison Group.	At least two Kate Valley Community Liaison group meetings held per year.	On track. 2 Community Liaison Group meetings held in the period to 31 December 2025.
(c) Engage with other interest groups, including Tangata Whenua, and discuss all issues likely to affect them.	At least two interactions with interest groups per year.	On track. Several interactions have taken place on appropriate issues as required.

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Statement of Objectives and Performance (Continued)
For the six months ended 31 December 2025

Objective 5.3

Service Quality: *Meet the present and future needs of the people of Canterbury with high standards of value, quality and service and establish effective relations with customers.*

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(a) Timely, high quality and reliable waste transport services.	No transfer station is unable to receive waste during its normal operating hours due to Transwaste's failure to supply containers.	On track - no transfer station prevented from receiving waste. Fully achieved to date.
(b) Reliability of access to the Kate Valley landfill.	Landfill is available to waste transporters for more than 99% of normal annual transport access hours.	On track – more than 99% availability for normal access hours. Only closure was due to one extreme wind event that impacted less than 1% of the period

Objective 5.4

Health and Safety: *Strive for zero injury accidents in all operations the Company and its main contractor, WM New Zealand, will be responsible for, whilst maintaining a high level of service and production.*

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2025)	Progress Toward Achievement
(a) Ensuring that in all activities the Company and its contractors have Health and Safety Management Plans in place.	Maintain or improve current total recordable injury frequency rate (TRIFR) for the last 12 months.	Not achieved – one LTI has occurred due to a transport vehicle incident at the landfill.
(b) No traffic incidents where WM New Zealand drivers at fault.	No at-fault incidents.	On track – no at fault traffic incidents on the public roads where TCL (WM New Zealand) has been deemed to be at fault.

Transwaste Canterbury Limited
Interim Report

Statement of Objectives and Performance (Continued)
For the six months ended 31 December 2025

Objective 5.5

Good Employer: Be a Good Employer, through either direct employment or by way of the management contract with WM New Zealand.

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2025)	Progress Toward Achievement
(a) Ensure WM New Zealand has objectives and policies that detail the relationship with employees, their remuneration, safety and other issues such as equal opportunity in employment.	No more than 15% of WM New Zealand landfill and transport staff annual FTE turnover.	Year to date annualised turnover of permanent employees at Kate Valley over target at 16.2%.
(b) Ensuring that its employees have secure and rewarding employment which provides the means for personal development.	10 hours per FTE annually for WM New Zealand staff training.	On track to exceed 10 hours per FTE for the full year.

Objective 5.6

Legislative/Statutory Compliance (excludes RMA covered under the first objective): To be a good Corporate Citizen by acting lawfully, to ensure compliance with all relevant legislative requirements.

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(a) No legislative and statutory non-compliance notices received.	No legislative and statutory non-compliance notices received.	On track. No notices received.

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Transwaste Canterbury Limited
Interim Report

Statement of Objectives and Performance (Continued)
For the six months ended 31 December 2025

Objective 5.7

Shareholder Interests: *To operate a successful business, providing a fair rate of return to its shareholders.*

Desired Outcomes	Performance Measures and Target (for Year Ending 30 June 2026)	Progress Toward Achievement
(a) To effectively operate the consented regional landfill at Kate Valley to achieve specific commercial performance targets.	Total Revenue (inclusive of waste levy) of \$82,716,000 EBIT of \$20,847,000 Dividends paid of \$13,650,000	Landfill revenue expected to fall below target due to waste volumes being lower than budgeted and weak electricity prices. EBIT expected to be slightly below target due to waste volumes as reported above. Due to the reduced EBIT forecast, dividends totalling \$13,400,000 are forecast to be paid during the year.

(12)

Transwaste Canterbury Limited
Interim Report

Interim Statement of Comprehensive Income
For the six months ended 31 December 2025

	Note	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
		Interim (Unaudited)	Interim (Unaudited)	Annual (Audited)
Revenue				
Sales excluding waste levy	2	28,982	29,916	60,058
Waste levy		10,569	10,343	20,753
Sales including waste levy		39,551	40,259	80,811
Rental and other		42	28	63
Changes in fair value of forestry		-	(120)	345
Total Revenue		39,593	40,167	81,219
Expenses				
Audit fees				
- Annual audit		41	44	75
Depreciation and amortisation		3,594	3,416	7,237
Directors' fees		162	179	351
Forestry harvest costs		-	-	1,250
Landfill and facilities operating expenses		14,044	13,848	27,842
Loss on sale of property, plant and equipment		-	47	47
Waste levy		10,569	10,354	20,777
Other expenses		1,904	2,098	3,365
Total Expenses		30,314	29,986	60,944
Profit before finance costs and tax		9,279	10,181	20,275
Net finance costs	3	406	453	865
Profit before tax		8,873	9,728	19,410
Income tax expense		2,485	2,724	5,471
Profit for the period		6,388	7,004	13,939
Other comprehensive income				
Net change in fair value of cash flow hedging instrument		-	205	206
Total comprehensive income for the period		6,388	7,209	14,145

The notes on pages 18-25 form an integral part of this condensed interim financial information. (13)

Transwaste Canterbury Limited
Interim Report

Interim Statement of Changes in Equity
For the six months ended 31 December 2025

	Note	Contributed equity \$'000	Other reserves \$'000	Retained earnings \$'000	Total equity \$'000
Balance 1 July 2024		16,000	419	20,633	37,052
Profit for the period		-	-	7,004	7,004
<i>Other comprehensive income:</i>					
Cash flow hedges, net of tax		-	205	-	205
Total comprehensive income for the period ended 31 December 2024 (unaudited)		16,000	624	27,637	44,261
Dividend	7	-	-	(7,650)	(7,650)
Balance 31 December 2024		16,000	624	19,987	36,611
Balance 1 July 2025		16,000	625	14,922	31,547
Profit for the period		-	-	6,388	6,388
Total comprehensive income for the period ended 31 December 2025 (unaudited)		-	625	21,310	37,935
Dividend	7	-	-	(7,000)	(7,000)
Balance 31 December 2025		16,000	625	14,310	30,935
Balance 1 July 2024		16,000	419	20,633	37,052
Profit for the year		-	-	13,939	13,939
<i>Other comprehensive income:</i>					
Cash flow hedges, net of tax		-	206	-	206
Total comprehensive income for the year ended 30 June 2025 (audited)		16,000	625	34,572	51,197
Dividends	7	-	-	(19,650)	(19,650)
Balance 30 June 2025		16,000	625	14,922	31,547

The notes on pages 18-25 form an integral part of this condensed interim financial information.

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Transwaste Canterbury Limited
Interim Report

Interim Statement of Financial Position
As at 31 December 2025

	Note	December 2025 \$'000 Interim (Unaudited)	December 2024 \$'000 Interim (Unaudited)	June 2025 \$'000 Annual (Audited)
Assets				
Non-current assets				
Property, plant and equipment	4	57,937	52,907	58,911
Forestry		2,400	2,219	2,400
Emission units		1,082	469	1,093
Environmental restoration account		5,370	5,370	5,370
Derivative financial instruments		-	-	19
Total non-current assets		66,789	60,965	67,793
Current assets				
Cash and cash equivalents		2,265	6,870	100
Trade and other receivables		8,582	8,407	7,616
Emission units		1,946	1,124	1,935
Derivative financial instruments		5	20	-
Total current assets		12,798	16,421	9,651
Total assets		79,587	77,386	77,444
Equity				
Contributed equity		16,000	16,000	16,000
Reserves		625	624	625
Retained earnings		14,310	19,987	14,922
Total equity		30,935	36,611	31,547
Liabilities				
Non-current liabilities				
Interest-bearing borrowings	6	2,000	-	200
Provisions	5	25,137	20,007	25,157
Deferred income tax liability		6,097	7,168	6,633
Total non-current liabilities		33,234	27,175	31,990
Current liabilities				
Trade and other payables		13,215	12,620	10,528
Income tax payable		1,065	936	2,218
Provisions	5	1,138	-	1,161
Directors' fees		-	44	-
Total current liabilities		15,418	13,600	13,907
Total liabilities		48,652	40,775	45,897
Total equity and liabilities		79,587	77,386	77,444

The notes on pages 18-25 form an integral part of this condensed interim financial information.

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Transwaste Canterbury Limited
Interim Report

Interim Cash Flow Statement
For the six months ended 31 December 2025

	December 2025 \$'000 Interim (Unaudited)	December 2024 \$'000 Interim (Unaudited)	June 2025 \$'000 Annual (Audited)
Cash flows from operating activities			
Receipts from customers (including waste levy)	38,599	38,506	79,850
Interest received	87	223	417
Other revenue	27	28	63
Payments to suppliers and employees	(13,443)	(13,522)	(29,978)
Interest paid	(67)	(9)	(36)
Waste levy paid	(10,621)	(9,314)	(19,737)
Income tax paid	(4,175)	(3,500)	(5,500)
Goods and services tax (net)	33	(3)	(355)
Net cash from operating activities	<u>10,440</u>	<u>12,409</u>	<u>24,724</u>
Cash flows from investing activities			
Purchase of property, plant & equipment	(3,075)	(3,547)	(7,629)
Purchase of emission units	-	-	(3,203)
Net cash used in investing activities	<u>(3,075)</u>	<u>(3,547)</u>	<u>(10,832)</u>
Cash flows from financing activities			
Bank funding	1,800	-	200
Dividends paid	(7,000)	(7,650)	(19,650)
Net cash used in financing activities	<u>(5,200)</u>	<u>(7,650)</u>	<u>(19,450)</u>
Net increase/(decrease) in cash and cash equivalents	2,165	1,212	(5,558)
Cash and cash equivalents at the beginning of the period	100	5,658	5,658
Cash and cash equivalents at the end of the period	<u>2,265</u>	<u>6,870</u>	<u>100</u>

The notes on pages 18-25 form an integral part of this condensed interim financial information.

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Transwaste Canterbury Limited
Interim Report

Interim Cash Flow Statement
For the six months ended 31 December 2025

Reconciliation of profit for the period to net cash flow from operating activities

	December 2025 \$'000 Interim (Unaudited)	December 2024 \$'000 Interim (Unaudited)	June 2025 \$'000 Annual (Audited)
Total comprehensive income for the period	6,388	7,209	14,145
Add/(less) non-cash items:			
Depreciation and amortisation	3,594	3,416	7,237
Loss/(gain) on changes in fair value of forestry	-	120	(345)
Value of forestry harvested	-	-	283
Cash flow hedges	13	(114)	(114)
Time value adjustment	413	576	1,153
ETS surrendered	-	-	1,768
Loss on sale of property, plant and equipment	-	47	47
Deferred tax	(536)	(605)	(1,140)
	<u>3,484</u>	<u>3,440</u>	<u>8,889</u>
Add/(less) movements in working capital items:			
Trade and other receivables	(966)	(1,752)	(961)
Income tax payable	(1,154)	(171)	1,111
Trade and other payables	2,688	3,683	1,551
	<u>568</u>	<u>1,760</u>	<u>1,701</u>
Add/(less) items classified as investing activities			
Closure and post-closure provisions utilised	-	-	(11)
	<u>-</u>	<u>-</u>	<u>(11)</u>
Net cash inflow from operating activities	<u>10,440</u>	<u>12,409</u>	<u>24,724</u>

Non-cash investing and financing activities

There were no non-cash investing and financing transactions during the period (2024: nil).

The notes on pages 18-25 form an integral part of this condensed interim financial information. (17)

Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

1. General Information

Reporting Entity and Statutory Base

Transwaste Canterbury Limited is a company registered under the Companies Act 1993 and is a Council Controlled Trading Organisation as defined in Section 6 of the Local Government Act 2002.

The company represents a joint venture between Waste Management NZ Limited and five local authorities in Canterbury.

The primary objective of the company is to own, operate and continue development of a non-hazardous landfill for the Canterbury region. The company continues to hold six wholly owned non-trading subsidiaries, which are held for name protection purposes and have no assets and liabilities. All companies are incorporated and domiciled in New Zealand.

This condensed interim financial information was approved for issue by the Board on 26 February 2026.

This condensed interim financial information has not been subject to audit.

The reporting currency used in the preparation of these interim financial statements is New Zealand dollars, rounded to the nearest thousand.

Summary of Material Accounting Policies

This condensed interim financial report for the six months ended 31 December 2025 has been prepared in accordance with NZ IAS 34, 'Interim financial reporting'.

The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025, which has been prepared in accordance with New Zealand equivalents to International Accounting Standards (NZ IFRS).

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

New and amended standards adopted by the company

There are standards issued that are not yet effective that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

- NZ IFRS 18 *Presentation and Disclosure in Financial Statements* is effective for the year ending 30 June 2028 and will impact the presentation of the Statement of Profit or Loss and Other Comprehensive Income, with an allocation of income and expenses between operating, investing and financing categories, and new sub-totals such as Operating profit.

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Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

Financial performance measures used to explain the company's financial performance in public communications outside the financial statements will also be required to be disclosed. The company has not yet made an assessment of the scope of changes and as such the impact of adoption has not yet been determined.

2. Sales Revenue

	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
	Interim	Interim	Annual
Waste disposal (excluding waste levy)	22,731	22,436	44,934
Waste levy on-charged to customers	10,569	10,343	20,753
Waste disposal sales including waste levy	33,300	32,779	60,687
Waste transport	5,450	5,464	10,743
Electricity generation	801	1,409	3,088
Forestry harvesting	-	607	1,293
	39,551	40,259	80,811

Waste levy cost

The Ministry for the Environment introduced a waste levy in 2009. The waste levy payable in respect of the period starting 1 July 2025 was \$65 per tonne of waste to landfill (Year to 30 June 2025: \$60 per tonne). The waste levy is on-charged to customers and the on-charge is included in sales revenue. The waste levy cost is included in expenses.

Nature of revenue

The company contracts with its customers to lawfully dispose of waste at the Kate Valley landfill. For shareholders, the Company contracts to deliver empty waste containers to refuse stations, and collect full containers and deliver them to the landfill.

Contractual payment terms are typically within one month after the month the contents are lawfully disposed into landfill.

The company has a contract to sell electricity generated at its Kate Valley landfill into the national grid.

The company, as lessor, has entered into contracts to lease land for farming activities, and has entered into a contract with a third party to harvest and sell forestry assets as required.

Consideration for all revenue types is fixed and there is no significant financing component in the contracts.

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Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

3. Finance income and costs

	December 2025 \$'000 Interim	December 2024 \$'000 Interim	June 2025 \$'000 Annual
<i>Finance income</i>			
Interest received	87	223	417
Total finance income	87	223	417
<i>Finance costs</i>			
Interest paid	80	100	129
Provisions - Time value adjustment (Note 5)	413	576	1,153
Total finance costs	493	676	1,282
Net finance costs	406	453	865

4. Property, plant and equipment

During the six months ended 31 December 2025, the company acquired assets with a total cost of \$3,075,000 (31 December 2024: \$3,547,000).

In addition, the estimates for discount and inflation rates applied to the provision for closure and post closure costs were reassessed at 31 December, resulting in a \$456,000 decrease (2024: \$2,327,000 decrease) to the closure and post closure asset.

There were no funds received from asset disposals during the six month period to 31 December 2025 (31 December 2024: \$nil).

5. Provisions

Provisions are represented by:

Closure and post-closure provisions

	December 2025 \$'000 Interim	December 2024 \$'000 Interim	June 2025 \$'000 Annual
Opening balance	26,318	21,758	21,758
Assessment of current value of landfill costs:			
- Cost assessment	-	-	5,169
- Discount rate change	(456)	(2,327)	(1,751)
Effect of time value adjustment	413	576	1,153
Amounts incurred during the period	-	-	(11)
Closing balance	26,275	20,007	26,318

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Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

Comprising:			
Current	1,138	-	1,161
Non-current	<u>25,137</u>	<u>20,007</u>	<u>25,157</u>
Total closure and post-closure provisions	<u>26,275</u>	<u>20,007</u>	<u>26,318</u>

Provision is made for the future costs of closing the company's landfill during and at the end of its economic life and for the associated post-closure costs, being the aftercare of the landfill for the prescribed period. Estimated costs, adjusted for inflation, are built up on an item by item basis. The provision held, at each balance date, represents the net present value of the estimated future costs. A detailed reassessment of these costs and the anticipated remaining life of the landfill is performed on a regular basis.

The impact of changes to the provision arising from the reassessment of the life of the landfill and estimated future costs are capitalised to deferred closure and post-closure costs within property, plant and equipment in the Statement of Financial Position. The annual change in the net present value of the provision due to the passage of time is recorded as the time value adjustment of provisions in the profit or loss. The financial reporting standards require this to be disclosed as an interest cost in the profit or loss.

Kate Valley Landfill

The remaining economic life of the currently consented Kate Valley landfill is estimated to be at least 17 years and an extension of the resource consent to operate the landfill is assumed to occur.

The cash outflows for landfill post-closure are expected to occur in 18 to 47 years time (or between 2043 and 2072). The long-term nature of the liability means that there are inherent uncertainties in estimating costs that will be incurred and as a result changes in estimates occur over time. The provision has been estimated taking into account existing technology and using discount rates applicable to the timing of estimated cash outflows, which range from 3.4% to 6.0% at an average rate of 5.5% (31 December 2024: 3.4% to 5.8% at an average rate of 5.1%; 30 June 2025: 3.2% to 6.0% at an average rate of 5.5%). Changes in the current assessment of landfill costs relate to changes in the discount rates and inflation factors applied.

6. Borrowings

	December 2025 \$'000 Interim	December 2024 \$'000 Interim	June 2025 \$'000 Annual
Non-current borrowings – Bank loans			
Westpac multi-option credit facility	<u>2,000</u>	-	<u>200</u>

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Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

Bank loans

The company has entered into a multi option credit facility with Westpac totalling \$15,000,000 for ongoing funding of the Kate Valley landfill construction and operations. The facility is secured by way of a registered first general security agreement over all owned assets, undertakings and uncalled capital of the company and first ranking mortgage over the property owned by the company.

During the financial year, the facility has been utilised periodically as required, with a \$2,000,000 balance at the reporting date. The weighted average effective interest rate on the facility for the period is 2.70% (31 December 2024: 0.83%).

Fair value of non-current borrowings

Bank loans, where applicable, have been valued at fair value. The carrying amounts of other non-current borrowings approximate their fair values. The carrying amounts of borrowings repayable within one year approximate their fair value.

7. Dividends

	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
	Interim	Interim	Annual
Dividends paid during the period			
Interim dividends for current year ¹	-	-	7,000
Final dividends for prior year ²	7,000	7,650	7,650
BRRP Project Final Dividend ³	-	-	5,000
	<u>7,000</u>	<u>7,650</u>	<u>19,650</u>

¹ No interim dividends were paid during the 31 December period (2024: \$nil).

² A fully imputed final dividend for 2025 of \$7,000,000 was declared and paid on 28 August 2025 (2024: \$7,650,000 fully imputed on 29 August 2024)

³ No BRRP Project dividends were paid during the 31 December period (2024: \$nil)

A fully imputed interim dividend of \$6,400,000 was declared on 26 February 2026.

8. Capital commitments and operating leases as lessor

	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
	Interim	Interim	Annual
Capital commitments contracted for at balance date but not yet incurred for property, plant and equipment	665	977	383

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Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

The company has entered into forward contracts totalling \$2,379,300 (2024: \$5,582,000) for the purchase of emissions units. There are no capital commitments in relation to forestry.

Operating leases as lessor

The company leases land not immediately required for its operations under operating leases. The leases are with one external party and have non-cancellable terms of 5 years from June 2023 with the exception of one area which is leased to the same party on a month-to-month basis. The future aggregate minimum lease payments to be collected under non-cancellable operating leases are as follows:

	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
	Interim	Interim	Annual
Not later than one year	53	55	53
Later than one year and not later than five years	69	120	92
Later than five years	-	-	-
Total non-cancellable operating leases	122	175	145

No contingent rents have been recognised during the period.

9. Related party transactions

The company's shareholders are considered to be related parties of the company. This includes the five territorial local authorities with shareholdings in the company and Waste Management NZ Limited.

The company has negotiated waste disposal and transport contracts with the related parties. The company also contracts with Waste Management NZ Limited for costs relating to the ongoing landfill construction, landfill disposal and transport services. Pricing under the contracts is subject to annual inflation indexing and detailed three-yearly reviews which include oversight by a probity auditor.

The following transactions were carried out with related parties:

	December 2025 \$'000	December 2024 \$'000	June 2025 \$'000
	Interim	Interim	Annual
(a) Sales of services			
Entities with joint control or significant influence over the entity (landfilling and transport)	15,583	15,044	30,139
Other related parties (landfilling and transport)	14,738	13,695	27,302
	30,321	28,739	57,441

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Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

(b) Purchases of services

Entities with joint control or significant influence over the entity (waste disposal, transport and construction)	16,807	16,078	35,771
Entities with joint control or significant influence over the entity (rates)	16	9	30
	<u>16,823</u>	<u>16,087</u>	<u>35,801</u>

(c) Year end balances arising from sales/purchases of services

<i>Receivables from related parties</i>			
Entities with joint control or significant influence over the entity	3,363	3,064	2,538
Other related parties	<u>3,057</u>	<u>2,762</u>	<u>2,378</u>
	<u>6,420</u>	<u>5,826</u>	<u>4,916</u>

<i>Payables to related parties</i>			
Entities with joint control or significant influence over the entity	<u>4,587</u>	<u>3,702</u>	<u>2,423</u>
	<u>4,587</u>	<u>3,702</u>	<u>2,423</u>

Key management personnel

Directors' fees and other short term employee benefits	162	179	351
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Directors' remuneration is detailed in the Directors' Report to Shareholders on page 4.

No provision has been required, nor any expense recognised for impairment of receivables for any loans or other receivables from related parties (2024: nil).

10. Contingent assets and liabilities

Contingent assets

Under the New Zealand Emissions Trading Scheme (ETS) the company is eligible for carbon credits on sequestration of carbon in the company's post-1989 forests. Credits have been received for periods up to 31 December 2022.

The company will have an obligation to account for any emission released as a consequence of deforestation of pre-1990 land by surrendering credits equal to the extent of that emission. The company has not recognised a liability for deforestation as at 31 December 2025, on the basis that forestry harvested will be replanted.

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Transwaste Canterbury Limited
Interim Report

Notes to the Interim Financial Statements (unaudited)
For the six months ended 31 December 2025

Contingent liabilities

	December 2025 \$'000 Interim	December 2024 \$'000 Interim	June 2025 \$'000 Annual
Bonds	15,912	15,912	15,912
Deforestation of pre-1990 forestry (if not replanted)	399	620	620
	<u>16,311</u>	<u>16,532</u>	<u>16,532</u>

Bonds of \$15,912,500 (2024: \$15,912,500) have been arranged with the company's bankers in terms of resource consents granted to the company. The bond is renewed annually. The directors anticipate there being no issues arising for renewal of the bond and that no material liabilities will arise under the bond.

11. Events occurring after the reporting period

There have been no significant events after the interim reporting date that are not otherwise disclosed in these financial statements.

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6. Resolution to Exclude the Public

[Section 48, Local Government Official Information and Meetings Act 1987.](#)

Note: *The grounds for exclusion are summarised in the following table. The full wording from the Act can be found in [section 6](#) or [section 7](#), depending on the context.*

I move that the public be excluded from the following parts of the proceedings of this meeting, namely the items listed overleaf.

Reason for passing this resolution: a good reason to withhold exists under section 7.

Specific grounds under section 48(1) for the passing of this resolution: Section 48(1)(a)

Note

Section 48(4) of the Local Government Official Information and Meetings Act 1987 provides as follows:

- “(4) Every resolution to exclude the public shall be put at a time when the meeting is open to the public, and the text of that resolution (or copies thereof):
- (a) Shall be available to any member of the public who is present; and
 - (b) Shall form part of the minutes of the local authority.”

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act which would be prejudiced by the holding of the whole or relevant part of the proceedings of the meeting in public are as follows:

ITEM NO.	GENERAL SUBJECT OF EACH MATTER TO BE CONSIDERED	SECTION	SUBCLAUSE AND REASON UNDER THE ACT	PUBLIC INTEREST CONSIDERATION	POTENTIAL RELEASE REVIEW DATE AND CONDITIONS
7.	CANTERBURY REGIONAL LANDFILL JOINT COMMITTEE BACKGROUND REPORT 2026	S7(2)(H)	COMMERCIAL ACTIVITIES	SECTION 7 (TRANSPORT EQUALISATION) TO BE PX AS REPORT REFERENCES FINANCIAL DATA THAT IS COMMERCIAL BETWEEN THE PARTIES.	16 JANUARY 2027 FOLLOWING THE PUBLIC RELEASE OF THE SOURCE OF DATA.
8.	TRANSWASTE CANTERBURY LIMITED PRESENTATION	S7(2)(H)	COMMERCIAL ACTIVITIES	THE PUBLIC INTEREST HAS BEEN WEIGHED AGAINST THE COMMERCIAL SENSITIVITY AND HAS BEEN FOUND TO NOT OUTWEIGH TO COMMERCIAL SENSITIVITY OF THIS ITEM.	1 JANUARY 2028 UPON REVIEW BY TRANSWASTE CANTERBURY LIMITED STAFF.