PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT

Mainfreight Limited For Half Year Ended 30 September 2017

Preliminary half year report on consolidated results (including the results for the previous corresponding half year). This report has been prepared in a manner which complies with generally accepted accounting practice and gives a true and fair view of the matters to which the report relates and is based on <u>unaudited financial statements.</u> The Listed Issuer **has** a formally constituted Audit Committee of the Board of Directors.

Income Statement for the Six Months Ended 30 September 2017

		Note	30 Sept 2017 \$000	30 Sept 2016 \$000	31 March 2017 \$000
Operating Revenue Interest Income			1,225,583 -	1,142,437	2,333,088 503
Total Revenue		-	1,225,583	1,142,437	2,333,591
Transport Costs Labour Expenses Excluding Share Base Occupancy Expenses and Rental Recha Depreciation and Amortisation Expense Other Expenses Finance Costs Non-cash Share Based Payment Expen	arge S		(748,541) (266,441) (35,727) (23,115) (86,108) (3,927)	(701,578) (242,085) (31,790) (21,454) (80,636) (3,790) (55)	(1,432,556) (476,256) (65,792) (43,492) (160,942) (7,728) (55)
Profit Before Abnormal Items and Taxat Income Tax on Profit Before Abnormal I Net Profit Before Abnormal Items for the	tems	-	61,724 (18,952) 42,772	61,049 (18,723) 42,326	146,770 (43,606) 103,164
Abnormal Items Income Tax on Abnormal Items Abnormal Items After Taxation		4 4 4	(906) 351 (555)	(679) 201 (478)	(2,448) 807 (1,641)
Profit Before Taxation for the Year Income Tax Expense Net Profit for the Year		-	60,818 (18,601) 42,217	60,370 (18,522) 41,848	144,322 (42,799) 101,523
Earnings per share for profit attributable	to the ordinary equity h	olders of the company are:			
Basic Earnings Per Share:	Total Operations		Cents 41.92	Cents 41.79	Cents 101.10
Diluted Earnings Per Share:	Total Operations		41.92	41.70	100.97

Statement of Comprehensive Income for the Six Months Ended 30 September 2017

Net Profit for the Year	42,217	41,848	101,523
Other Comprehensive Income Other comprehensive income to be reclassified to profit or loss in subsequent periods: Exchange Differences on Translation of Foreign Operations Income Tax effect	(1,198)	(13,248)	(5,260) (2,155)
Net Other comprehensive income to be reclassified to profit (loss) in subsequent periods	(1,198)	(13,248)	(7,415)
Other comprehensive income not to be reclassified to profit or loss in subsequent periods: Revaluation of Land including Foreign Exchange Movements Income Tax effect	356 -	(780)	(789)
Net Other comprehensive income not to be reclassified to profit (loss) in subsequent periods	356	(780)	(789)
Other comprehensive income not to be reclassified to profit or loss in subsequent periods: Defined Benefit Pension Provision Income Tax effect	(29)	-	(635) 215
Net Other comprehensive income not to be reclassified to profit (loss) in subsequent periods	(29)	-	(420)
Other Comprehensive Income for the Year, Net of Tax	(871)	(14,028)	(8,624)
Total Comprehensive Income for the Year, Net of Tax	41,346	27,820	92,899

Balance Sheet as at 30 September 2017

Zurrent Assets Zuit Zuit Zuit Zuit Bank 50.94µ 30.94µ	Balance Sneet as at 30 September 2017		20 Cant	20 Sout	21 March
Sood Sood Sood Sood Sood Sood Bark 67,487 77,6468 75,312 330,872 330,443 314,888 Income Tax Receivable 644 - 1428 - 2,400 - Other Debtors 644 - 12,800 - 2,400 - About Properties Available for Sale - 2,400 - - 2,400 - About Properties Available for Sale - 2,400 - - 2,400 - About Properties Available for Sale - 2,400 - - 2,400 - - - 2,400 - - 2,400 - - 2,400 -			30 Sept 2017	30 Sept 2016	31 March 2017
Bank Trade Debtors 67.487 76.486 75.512 Trade Debtors 30.472 304.433 314,888 Income Tax Receivable - 2.240 - Other Debtors - 2.240 - - Other Debtors - 51,170 38,732 48,008 Mon-current Assets - 51,170 38,732 48,008 Properties Available for Sale - 51,170 38,732 48,008 Other Debtors - 56,530 570,706 50,531 570,706 Software 596,300 556,534 570,706 50,523 10,044 Other Intangible Assets 20,093 198,974 200,721 13,014 Deferred Tax Asset 8,851 7,905 8,855 7,905 8,855 TOTAL ASSETS \$1,316,070 \$1,247,207 \$1,284,765 14,217 Finance Lesse Liabilities - 947 260,521 256,313 261,226 Bank Temotyese Entilements 50,698 <					-
Trade Debtors 330.872 394.443 314.888 Income Tax Receivable - 1,229 Properties Available for Sale - 2,240 - Other Debtors 51,170 38,732 48,008 Mon-current Assets - 2,240 - Property Plant & Equipment 566,504 570.706 Software 453.28 39,142 43,086 Goodwill 204.093 198,974 200,721 Brand Names 11,262 10,683 10,646 Other Inangble Assets 201,093 10,814 204,203 Deferred Tax Asset 8,651 7,905 8,851 TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities - - 947 Trade Creditors & Accruaits 280,521 258,813 261,300 Employee Entitiements - - 947 Finance Lease Liability 340,626 307,830 325,982 Mon-current Liabilities - - 947 Bank - - 947 <t< td=""><td>Current Assets</td><td></td><td></td><td></td><td></td></t<>	Current Assets				
Income Tax Receivable 644 - 1,229 Other Debtors - 2,240 - 51,170 38,732 48,008 Mor-current Assets - 2,240 - 51,170 38,732 48,008 Mor-current Assets - 566,534 570,706 50,534 570,706 Software 552,66,334 550,534 570,706 50,236 30,142 43,086 Other Intangible Assets 204,093 198,974 200,721 58,266 30,142 43,086 Deferred Tax Asset 8,851 7,905 8,855 7,805 8,855 TOTAL ASSETS \$1,316,070 \$1,247,207 \$1,284,765 14,121 Finance Lesse Liabilities - - 947 Bark 7,268 42,254 47,907 Proyene Entitlements - 947 14,217 Finance Lesse Liability 1,333 1,386 1,801 Deferred Tax Ascet 24,256 307,830 325,982 Mor-current Liabi					
Properties Available for Sale 2,240 - Other Debtors 51,170 38,732 48,008 Mon-current Assets 450,173 421,901 440,037 Property, Plant & Equipment 566,300 556,534 570,706 Software 204,093 198,974 200,721 Brand Names 11,262 10,89,774 200,721 Deferred Tax Asset 865,897 825,306 844,728 Deferred Tax Asset 8,851 7,905 8,854 TOTAL ASSETS \$1,316,070 \$1,247,207 \$1,284,765 Current Liabilities 947 947 947 Trade Creditors & Accruals 280,521 258,813 261,203 Employee Entitlements 7,056 4,275 14,211 Finance Lease Liability 340,626 307,830 325,982 Mon-current Liabilities 947 1,838 1,896 1,801 Trade Creditors & Accruals 284,882 12,2561 283,029 14,211 Finance Lease Liability 340,626				304,443	
Other Debtors 51,170 38,732 48,008 Mon-current Assets 450,173 421,901 440,037 Property, Plant & Equipment Software 568,300 568,534 570,708 Brand Names 204,093 198,974 200,721 Dither Intangble Assets 10,265 12,258 10,244 Deferred Tax Asset 865,897 825,306 844,728 TOTAL ASSETS \$13,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities 340,626 307,830 325,962 Provision of Taxation 7,559 4,275 14,121 Finance Lease Liability 340,626 307,830 325,962 Mon-current Liabilities 340,626 307,830 325,962 Mon-current Liabilities 340,626 307,830 325,962 Mon-current Liabilities 312,661 283,029 312,661 283,029 Employee Entitlements 745 715 3,000 24,462 25,698 23,879 Finance Lease Liability 2,665 2,761			- 044	2.240	1,029
Current Assats 450,173 421,901 440,037 Property, Plant & Equipment Software 586,300 556,534 570,708 Goodwill 598,300 556,534 570,708 Brand Names 11,252 10,693 10,244 Other Intangible Assets 8,851 7,305 8,851 TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities 50,683 42,446 47,907 Frank 280,521 258,813 261,206 Total ASSETS \$ 1,247,207 \$ 1,284,765 Current Liabilities 50,688 42,484 47,907 France Lease Liability 7,569 4,275 14,121 Finance Lease Liability 340,626 307,830 325,982 Mon-current Liabilities 284,892 312,561 283,029 Bank Term Loan 2446 2,776 2,479 Finance Lease Liability 24,462 2,769 2,479 Finance Lease Liability 312,664 341,735 313,181			51,170		48,008
Concurrent Assets Property, Plant & Equipment Software Goodwill Brand Names Other Intangible Assets Deferred Tax Asset 586.300 45,326 204.093 11,262 204.093 11,262 11,2658 12,058 11,2658 10,685 885 8855 TOTAL ASSETS 865,697 825,306 844,728 Current Liabilities Bank Trade Creditors & Accruais Employee Entitlements Provision for Taxation Provision for Provision Provision for Taxation Provision for Provision Provision for			· · · · · · · · · · · · · · · · · · ·		
Property, Plant & Equipment 586,300 556,534 570,706 Software 45,326 39,142 43,086 Goodwill 204,093 198,974 200,721 Brand Names 11,262 10,893 10,546 Other Intargible Assets 10,065 12,058 10,314 Deferred Tax Asset 865,897 825,306 844,728 TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities \$1,316,070 \$ 1,247,207 \$ 1,284,765 Provision for Taxation 7,569 42,75 14,217 Finance Lease Liabilities 340,626 307,830 325,982 Bank Term Loan 24,622 312,664 341,735 313,181 Shareholder's Equipy 312,664 341,735 313,181 Shareholder's Equipy 3 35,861 45,821 85,821 Shareholder's Equipy 3 35,861 352,668 474,81 312,864 341,735 313,181 Shareholder's Equipy 3 35,868			450,173	421,901	440,037
Software 45,326 39,142 43,086 Goodwill 204,093 198,974 200,721 Brand Names 11,262 10,693 10,546 Other Intangible Assets 10,055 12,058 10,814 Deferred Tax Asset 865,897 825,306 844,728 TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities Bank - - 947 Trede Creditors & Accuuals 28,0521 258,813 261,206 Employee Entitlements 200,221 28,813 261,206 Provision for Taxation 7,559 4,275 14,121 Finance Lease Liability 340,626 307,830 325,982 Non-current Liabilities Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3,800 Deferred Tax Liability 24,462 341,735 313,181 Shareholders' Equipy 312,664 341,735 313,181 Shareholders' Equipy 53,9764 365,821 85,821			596 200	556 52 <i>4</i>	570 706
Goodwill 204.093 198.974 200.721 Brand Names 11.262 10.683 105.46 Other Intangible Assets 20.693 105.46 10.065 12.058 105.46 Deferred Tax Asset 865.997 825.306 844.728 885.97 825.306 844.728 TOTAL ASSETS \$1.316.070 \$ 1.247.207 \$ 1.284.765 947 Trade Creditors & Accruals - - 947 Employee Entitlements 280.521 258.813 261.206 Provision for Taxation 7.569 4.2.75 14.121 Finance Lease Liability 1.838 1.896 1.801 340.626 307.830 325.982 Mon-current Liabilities 284.892 312.661 283.029 Finance Lease Liability 2.565 2.761 2.473 Shareholders' Equity 3 55.808 32.879 Finance Lease Liability 3 55.821 85.821 Shareholders' Equity 3 55.821 85.821					
Brank Names 11,262 10,693 10,546 Other Intangible Assets 10,065 12,058 10,814 Deferred Tax Asset 865,997 825,306 844,728 TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities Bark - - 947 Trade Creditors & Accruals 280,521 258,813 261,205 Employee Entitlements 7,569 4,275 14,121 Finance Lease Liability 1,838 1,896 1,801 340,626 307,830 325,982 Mon-current Liabilities Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3800 Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 24,462 25,698 23,879 Finance Lease Liability 212,664 341,735 313,181 Shareholders' Equity 3 36,821 85,821 Shareholders' Equity 539,668 478,165 521,619 <					
Deferred Tax Asset 8,851 7,905 8,855 TOTAL ASSETS 865,897 825,306 844,728 TOTAL ASSETS \$1,316,070 \$1,247,207 \$1,284,765 Current Liabilities Bank Employee Entitlements Provision for Taxation Finance Lease Liability - - 947 Mon-current Liabilities Employee Entitlements Provision for Taxation Employee Entitlements - - 947 Mon-current Liabilities Bank Term Loan Employee Entitlements - - 947 Mon-current Liabilities 280,521 258,813 261,206 Bank Term Loan Employee Entitlements 1,838 1,896 1,801 340,626 307,830 325,982 Mon-current Liabilities 284,892 312,561 283,029 Employee Entitlements 24,462 25,698 23,879 Finance Lease Liability 24,462 25,698 23,879 Shareholders' Equity 312,664 341,735 313,181 Shareholders' Equity 3 85,821 85,821 85,821 Shareholders' Equity 3 36,842					
TOTAL ASSETS 865,897 825,306 844,728 Current Liabilities Bank Trade Creditors & Accruals \$1,247,207 \$1,284,765 Employee Entitlements Finance Lease Liability - - 947 7074L ASSETS \$1,247,207 \$1,284,765 Current Liabilities Employee Entitlements Finance Lease Liability - - 947 7,569 4,275 14,121 - 947 340,626 307,830 325,982 - - Non-current Liabilities Bank Term Loan Employee Entitlements 284,892 312,561 283,029 Deferred Tax Liability 24,462 256,683 23,879 Finance Lease Liability 2,565 2,761 2,473 312,664 341,735 313,181 Shareholders' Equity Share Capital Accumulated Surplus Foreign Currency Translation Reserve 53,868 478,165 521,619 Foreign Currency Translation Reserve (12,324) - (420) TOTAL EQUITY 662,780 597,642 645,602					
TOTAL ASSETS \$1,316,070 \$ 1,247,207 \$ 1,284,765 Current Liabilities Bank 280,521 258,813 261,206 Employee Entitlements 50,698 42,846 47,907 Provision for Taxation 7,569 4,275 14,121 Finance Lease Liability 1,838 1,896 1,801 340,626 307,830 325,982 Mon-current Liabilities Bank Term Loan Employee Entitlements Deferred Tax Liability Shareholders' Equity Shareholders' Equity Share copital 3 Accumulated Surplus Pariet Surplus 3 Stareholders' Equity Share copital 3 Accumulated Surplus 539,668 478,165 521,619 Parietite Pression Reserve (13,222) (17,867) (12,034) Defined Benefit Pension Reserve (13,223) (17,867) (12,034) TOTAL EQUITY 662,780 597,642 645,602	Deferred Tax Asset		8,851	7,905	8,855
Current Liabilities 947 Bank 280.521 258.813 261.206 Employee Entitlements 200.521 258.813 261.206 Provision for Taxation 7.569 4.275 14.121 Finance Lease Liability 1.838 1.896 1.801 340.626 307.830 325.982 Non-current Liabilities 340.626 307.830 325.982 Mon-current Liabilities 284.892 312.561 283.029 Employee Entitlements 745 715 3.800 Deferred Tax Liability 2.565 2.761 2.473 Finance Lease Liability 2.565 2.761 2.473 Shareholders' Equity 3 35.821 85.821 85.821 Share Capital 3 85.821 85.821 85.821 Accumulated Surplus 539.668 478.165 521.619 Revaluation Reserve (13.232) (17.867) (12.034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQ			865,897	825,306	844,728
Bank - - 947 Trade Creditors & Accruals 280,521 258,813 261,206 Employee Entitlements 50,698 42,846 47,907 Provision for Taxation 7,569 4,275 14,121 Finance Lease Liability 1,838 1,896 1,801 Xon-current Liabilities Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3,800 Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 2,565 2,761 2,473 312,664 341,735 313,181 Shareholders' Equity Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 3 85,821 85,821 85,821 Parence Currency Translation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 5	TOTAL ASSETS		\$1,316,070	\$ 1,247,207	\$ 1,284,765
Finance Lease Liability 1,838 1,896 1,801 340,626 307,830 325,982 Non-current Liabilities Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3,800 Deferred Tax Liability 2,565 2,761 2,473 Finance Lease Liability 2,565 2,761 2,473 312,664 341,735 313,181 Shareholders' Equity 312,664 341,735 313,181 Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (420) - (420) TOTAL EQUITY 662,780 597,642 645,602	Bank Trade Creditors & Accruals Employee Entitlements		50,698	42,846	261,206 47,907
Non-current Liabilities Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3,800 Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 2,565 2,761 2,473 312,664 341,735 313,181 Shareholders' Equity 3 85,821 85,821 Share Capital 3 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602			1,838	1,896	1,801
Bank Term Loan 284,892 312,561 283,029 Employee Entitlements 745 715 3,800 Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 2,565 2,761 2,473 Shareholders' Equity Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602			340,626	307,830	325,982
Employee Entitlements 745 715 3,800 Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 2,565 2,761 2,473 312,664 341,735 313,181 Shareholders' Equity Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (420) - (420) TOTAL EQUITY 662,780 597,642 645,602			284 892	312 561	283 029
Deferred Tax Liability 24,462 25,698 23,879 Finance Lease Liability 2,565 2,761 2,473 Shareholders' Equity 312,664 341,735 313,181 Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602					
Shareholders' Equity 312,664 341,735 313,181 Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602			24,462	25,698	
Shareholders' Equity Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602	Finance Lease Liability		2,565	2,761	2,473
Share Capital 3 85,821 85,821 85,821 Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602			312,664	341,735	313,181
Accumulated Surplus 539,668 478,165 521,619 Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602		3	85 901	85 801	85 921
Revaluation Reserve 50,972 51,523 50,616 Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602		5			
Foreign Currency Translation Reserve (13,232) (17,867) (12,034) Defined Benefit Pension Reserve (449) - (420) TOTAL EQUITY 662,780 597,642 645,602	•				
TOTAL EQUITY 662,780 597,642 645,602	Foreign Currency Translation Reserve				
	Defined Benefit Pension Reserve		(449)		(420)
TOTAL LIABILITIES AND EQUITY \$1,316,070 \$ 1,247,207 \$ 1,284,765	TOTAL EQUITY		662,780	597,642	645,602
	TOTAL LIABILITIES AND EQUITY		\$1,316,070	\$ 1,247,207	\$ 1,284,765

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity for the Six Months Ended 30 September 2017

Six Months to 30 September	<u>2017</u>	Asset	Foreign Currency	Defined Benefit		
	Ordinary Shares	Revaluation Reserve	Translation Reserve	Pension Reserve	Retained Earnings	TOTAL
Balance at 1 April 2017	85,821	50,616	(12,034)	(420)	521,619	645,602
Profit for the Period Other Comprehensive Income		356	(1,198)	(29)	42,217	42,217 (871)
Total Comprehensive Income for the F	-	356	(1,198)	(29)	42,217	41,346
Transactions with Owners in Their Cap Shares Issued Executive Share Scheme Costs Supplementary Dividends	oacity as Own	ers:			(824)	- - (824)
Dividends Paid Foreign Investor Tax Credit					(24,168) 824	(24,168) 824
Balance at 30 September 2017	85,821	50,972	(13,232)	(449)	539,668	662,780
Six Months to 30 September	<u>2016</u>	Asset	Foreign Currency	Defined Benefit		
	Ordinary Shares	Revaluation Reserve	Translation Reserve	Pension Reserve	Retained Earnings	TOTAL
Balance at 1 April 2016	73,912	52,303	(4,619)		459,477	581,073
Profit for the Period Other Comprehensive Income		(780)	(13,248)		41,848	41,848 (14,028)
Total Comprehensive Income for the F	-	(780)	(13,248)	-	41,848	27,820
Transactions with Owners in Their Cap	bacity as Own	ers:				
Shares Issued Executive Share Scheme Costs	11,854 55					11,854 55
Supplementary Dividends Dividends Paid	55				(652) (23,160)	(652) (23,160)
Foreign Investor Tax Credit Balance at 30 September 2016	85,821	51,523	(17,867)	-	652 478,165	652 597,642
Twelve Months to 31 March 2	2017	Asset	Foreign Currency	Defined Benefit		
	Ordinary Shares	Revaluation Reserve	Translation Reserve	Pension Reserve	Retained Earnings	TOTAL
Balance at 1 April 2016	73,912	52,303	(4,619)		459,477	581,073
Profit for the Period Transfer of Revaluation Reserve for Land	l Sold	(898)	((100)	101,523 898	101,523
Other Comprehensive Income		(789)	(7,415)	(420)		(8,624)
Total Comprehensive Income for the F	-	(1,687)	(7,415)	(420)	102,421	92,899
Transactions with Owners in Their Cap Shares Issued Executive Share Scheme Costs	bacity as Own 11,854 55	ers:			(1.010)	11,854 55 (1,212)
Supplementary Dividends Dividends Paid Foreign Investor Tax Credit					(1,212) (40,279) 1,212	(1,212) (40,279) 1,212
Balance at 31 March 2017	85,821	50,616	(12,034)	(420)	521,619	645,602

Cash Flow Statement for the Six Months Ended 30 September 2017

		Group			
	Note	30 Sept 2017 \$000	30 Sept 2016 \$000	31 March 2017 \$000	
Cash Flows From Operating Activities					
Receipts from Customers Interest Received		1,389,656 -	1,289,127 -	2,307,424 503	
Payments to Suppliers and Team Members		(1,304,324)	(1,215,332)	(2,132,227)	
Interest Paid		(3,927)	(3,790)	(7,729)	
Income Taxes Paid		(24,257)	(17,971)	(36,745)	
NET CASH FLOWS FROM OPERATING ACTIVITIES		57,148	52,034	131,226	
Cash Flows From Investing Activities					
Proceeds from Sale of Property, Plant & Equipment		1,198	2,553	5,822	
Proceeds from Sale of Software		-	-	38	
Repayments by Team Members		213	4	4	
Purchase of Property, Plant & Equipment		(22,944)	(22,429)	(47,696)	
Purchase of Software		(10,592)	(8,032)	(19,603)	
Advances to Team Members		(6)	(4)	(212)	
Establishment of Franchises and Subsidiaries		-	-	-	
NET CASH FLOWS FROM INVESTING ACTIVITIES		(32,131)	(27,908)	(61,647)	
Cash Flows From Financing Activities					
Proceeds of Long Term Loans		-	-	-	
Proceeds of Share Issues		-	11,854	11,854	
Dividend Paid to Shareholders		(24,168)	(23,160)	(40,279)	
Repayment of Loans		(7,730)	(25,166)	(57,131)	
NET CASH FLOWS FROM FINANCING ACTIVITIES		(31,898)	(36,472)	(85,556)	
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(6,881)	(12,346)	(15,977)	
Net Foreign Exchange Differences		3	(3,904)	(2,394)	
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		74,365	92,736	92,736	
CASH AND CASH EQUIVALENTS AT END OF PERIOD		67,487	76,486	74,365	
Comprised					
Bank and Short Term Deposits		67,487	76,486	75,312	
Bank Overdraft			-	(947)	
	:	67,487	76,486	74,365	

The accompanying notes form an integral part of these financial statements.

1 Corporate Information

The preliminary half year report announcement of Mainfreight Limited ("the parent") and its subsidiaries ("the Group") for the six months ended 30 September 2017 were authorised for issue in accordance with a resolution of the Directors.

Mainfreight Limited is a company limited by shares incorporated in New Zealand whose shares are publicly traded on the NZX Main Board (New Zealand Stock Exchange).

2 Accounting Policies

Accounting policies remain consistent with the prior year ended 31 March 2017 financial statements.

3 Required NZX Disclosures

Movements in Ordinary Shares on Issue	Parent Parent				
	30 Sept	30 Sept	31 March		
	2017 Shares	2016 Shares	2017 Shares		
	Shares	Shares	Shares		
Closing Balance	100,698,548	100,698,548	100,698,548		

At 30 September 2017 there were no partly paid shares outstanding (2016 nil).

Between 30 May 2016 and 29July 2016 a total of 1,125,000 redeemable ordinary shares were fully paid by the participants at an average price of \$10.56 per share. 75,000 partly paid redeemable ordinary shares were cancelled on 29 July 2016.

Net Tangible Assets	437,360	375,917	423,521
Net Tangible Assets per Security (cps)	434.33	373.31	420.58

Dividends Paid and Proposed

	Gr	oup
	30 Sept	30 Sept
	2017	2016
	\$000	\$000
Recognised Amounts		
Declared and Paid During the Year to Parent Shareholders		
Final Fully Imputed Dividend for 2017: 24.0 cents (2016: 23.0 cents)	24,168	23,160
-	24,168	23,160
Unrecognised Amounts		
Interim Fully Imputed Dividend for 2018: 19.0 cents (2017: 17.0 cents)	19,133	17,119

After the balance date, the above unrecognised dividends were approved by directors' resolution dated 14 November 2017. These amounts have not been recognised as a liability as at 30 September 2017 but will be brought to account in the full year to 31 March 2018.

4 Abnormal Items

During the six months the Group had \$906,000 of abnormal expenses (September 2015 \$679,000). The related after tax expense was \$555,000 (September 2015 \$478,000).

These items comprised of:

September 2017 Six Months	<u>Pre-Tax</u> <u>\$000</u>	<u>Tax</u> \$000	<u>Group</u> <u>After Tax</u> <u>\$000</u>
American & European Redundancies	(906,000)	351,000	(555,000)
	(906,000)	351,000	(555,000)
September 2016 Six Months	<u>Pre-Tax</u> <u>\$000</u>	<u>Tax</u> \$000	<u>Group</u> <u>After Tax</u> <u>\$000</u>
September 2016 Six Months NZ, USA, Asian & European Redundancies			After Tax

5 Segmental Reporting

The Group operates in the domestic supply chain (i.e. moving and storing freight within countries) and air and ocean freight industries

(i.e. moving freight between countries). New Zealand, Australia, The Americas and Europe are each reported to management as one segment as the businesses there perform both domestic and air and ocean services.

The accounting policies of the operating segments are the same as those described in the notes in note 2 with the exception of deferred tax and the fair value of derivative financial instruments which are not reported on a monthly basis.

The segmental results from operations are disclosed below.

Geographical Segments

The following table represents revenue, margin and certain asset information regarding geographical segments for the six months ended 30 September 2017 and 30 September 2016. Inter segment transactions are entered into on a fully commercial basis.

	New Zealand	Australia	The Americas	Asia	Europe	Inter- Segment	2017 \$000 Group
Operating Revenue							
 sales to customers outside the group 	316,867	314,319	284,037	52,611	257,749	-	1,225,583
 inter-segment sales 	109	9,187	19,435	26,720	13,076	(68,527)	-
Total Revenue	316,976	323,506	303,472	79,331	270,825	(68,527)	1,225,583
EBITDA	38,446	22,351	11,809	2,833	13,327	-	88,766
Depreciation & Amortisation	10,223	3,542	2,814	323	6,213	-	23,115
Capital Expenditure	15,710	3,021	2,506	165	10,936	-	32,338
Trade Receivables	79,202	94,466	77,863	20,316	76,103	(17,078)	330,872
Non-current Assets	370,796	176,763	83,630	17,850	216,858	-	865,897
Total Assets	438,047	305,432	188,813	55,733	345,123	(17,078)	1,316,070
Total Liabilities	196,502	154,307	104,465	27,516	187,578	(17,078)	653,290
	New Zealand	Australia	The Americas	Asia	Europe	Inter- Segment	2016 \$000 Group
Operating Revenue							
 sales to customers outside the group 	287,546	273,950	319,798	44,481	216,662	-	1,142,437
- inter-segment sales	550	8,003	8,167	47,443	9,316	(73,479)	-
Total Revenue	288,096	281,953	327,965	91,924	225,978	(73,479)	1,142,437
EBITDA	37,163	17,110	13,878	6,052	12,145	-	86,348
Depreciation & Amortisation	9,263	3,427	2,613	295	5,856	-	21,454
Capital Expenditure	16,105	3,643	3,258	163	4,739	-	27,908
Trade Receivables	80,532	82,122	82,730	18,730	60,802	(20,473)	304,443
Non-current Assets	352,877	171,955	84,091	17,984	198,399	-	825,306
Total Assets	437,129	275,763	193,025	55,097	306,666	(20,473)	1,247,207
Total Liabilities	211,279	144,386	114,891	29,078	170,404	(20,473)	649,565
Reconciliation between Segment EBIT	DA and the In	come Statem	ient			2017 \$000	2016 \$000
Profit from Operations Before Abnorma	al Items and T	axation for th	e Year			61,724	61,049
Interest Income Derivative Fair Value Movement						-	-
Non-cash Share Based Payment Expe Finance Costs	nse					- 3,927	55 3,790
Depreciation & Amortisation						23,115	21,454
EBITDA					-	88,766	86,348

EBITDA is defined as earnings before net interest expense, tax, depreciation, amortisation, abnormal items, royalties, share based payment expense, minority interests and associates.

There are no customers in any segment that comprise more than 10% of that segment's revenue.

The gegraphical segments are determined based on the location of the Group's assets.

APPENDIX 7 – N	ZSX Listing Rules	5					EMAIL:	announce@nzx.com
NZSX Listing Rule 7	7.12.2. For rights, NZ	Ecting Securitie SX Listing Rules 7.10.9 and 7.1 ule 7.12.1, a separate advice is	0.10.			(Ple	ase provide	as including this one any other relevant tional pages)
Full name of Issuer Ma	ainfreight Lirr	nited						
Name of officer auth make this notice	norised to	Tim Williams			Authority for eve e.g. Directors' re		Directo	rs Resolution
Contact phone number	(09) 259 55	500	Contact fax number	09) 270 7	402	Date	14	/ 11 / 2017
Nature of event Tick as appropriate	Bonus Issue Rights Issue non-renoun			/Non Taxable ticked, state hether: In	Convers Full terim X Year	sion Spec	Interest	Rights Issue
EXISTING securi	ities affected by th	nis	If more than one	security is affec	ted by the event, us	se a separate for	rm.	
Description of the class of securities	Ordina	ry Shares				ISIN		IFTE0001S9 known, contact NZX
Details of securit	ties issued pursu	ant to this event	If m	ore than one cla	ass of security is to l	be issued, use a	separate fe	orm for each class.
Description of the class of securities						ISIN	lf un	known, contact NZX
Number of Securitie be issued following					Minimum Entitlement			o, e.g for for
Conversion, Maturity Payable or Exercise		Enter N/A if not	T	ïck if	Treatment of Fract			
Strike price per secu Strike Price availabl	urity for any issue in li le.	applicable ieu or date		ari passu		nation		
Monies Associat	ted with Event	Dividend	payable, Call payable	e, Exercise pric	e, Conversion price,	, Redemption pr	ice, Applica	tion money.
Amount per se (does not inclu		rrs and cents me		Source of Payment			Rever	nue
	me per security e to listed PIEs)							
Currency		NZ \$		d	vidend i etails -	Amount per secu in dollars and ce		0.033529
Total monies		\$19,132,724		NZSX Lis	ting Rule 7.12.7	Date Payable	1	5 December, 2017
Taxation			_ [Amo	ount per Security in I	Dollars and cent	s to six dec	imal places
In the case of a taxa issue state strike pri		\$	Resident Withholding Tax	\$0.0131	94	Imputatio (Give det		0.073889
			Foreign Withholding Tax	\$		FWP Cre (Give det		
Timing	(Refer Appendix 8	in the NZSX Listing Rules)						
Record Date 5pm For calculation of er	ntitlements -	8 December, 20	117	Also Intel Con of a	lication Date , Call Payable, Divic rest Payable, Exerci version Date. In the oplications this musi business day of the	ise Date, case t be the	Decemb	per, 2017
Notice Date Entitlement letters, c conversion notices r				Allo For Mus	tment Date the issue of new sec t be within 5 busine oplication closing da	curities. ss days		
OFFICE USE ONLY Ex Date:								
Commence Quoting Cease Quoting Right Commence Quoting Cease Quoting Old S	ts 5pm: New Securities:			Security Security				NZX