

Queenstown Airport Corporation (QAC) Dividend Policy

Adopted – Council 17 May 2011

The directors will declare dividends according to the following agreed policy:

A base dividend payment from normalised Net Profit After Tax (NPAT) of \$2 million each year 50% payable by 31st January. The balance of the base payment will be paid after year end accounts are finalised including an additional 50% of normalised NPAT that exceeds \$2 million.

In the event that the normalised NPAT is forecasted to be less than \$3 million then the Directors will reconsider a dividend payment and will apply prudent governance prior to declaring any dividend.

The Directors will consider any request from the shareholders for further dividend payments and will apply prudent governance when considering such requests.

Prior to declaring a dividend the Directors of QAC will consult with the shareholders, and seek advice where necessary, to ensure that the tax consequences for each shareholder are managed.

The Board will not issue shares wholly or partly in lieu of the proposed dividend or proposed future dividends, without the approval of shareholders.